



Village of Hazel Crest, Illinois

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2010

**Village of Hazel Crest, Illinois
Comprehensive Annual Financial Report
Year Ended April 30, 2010**

Prepared by
Robert L. Palmer
Village Manager

Village Finance Department

Village of Hazel Crest, Illinois

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Mayor
Dr. Robert B. Donaldson

Village of Hazel Crest

Trustees
Vernard L. Alsberry Jr.
Roderick S. Bashir
Debra J. McGhee
Kevin Moore Sr.
Susan M. Pate
Benjamin A. Ramsey

Clerk
Mary E. Grant

Village Manager
Robert L. Palmer

August 26, 2010

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, 2010. Responsibility for both the accuracy of presented data and completeness of the presentation, including all disclosures, rests with the Village.

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

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

BACKGROUND INFORMATION

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

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, 2010 in sound financial condition.

ECONOMIC CONDITION AND OUTLOOK

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

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

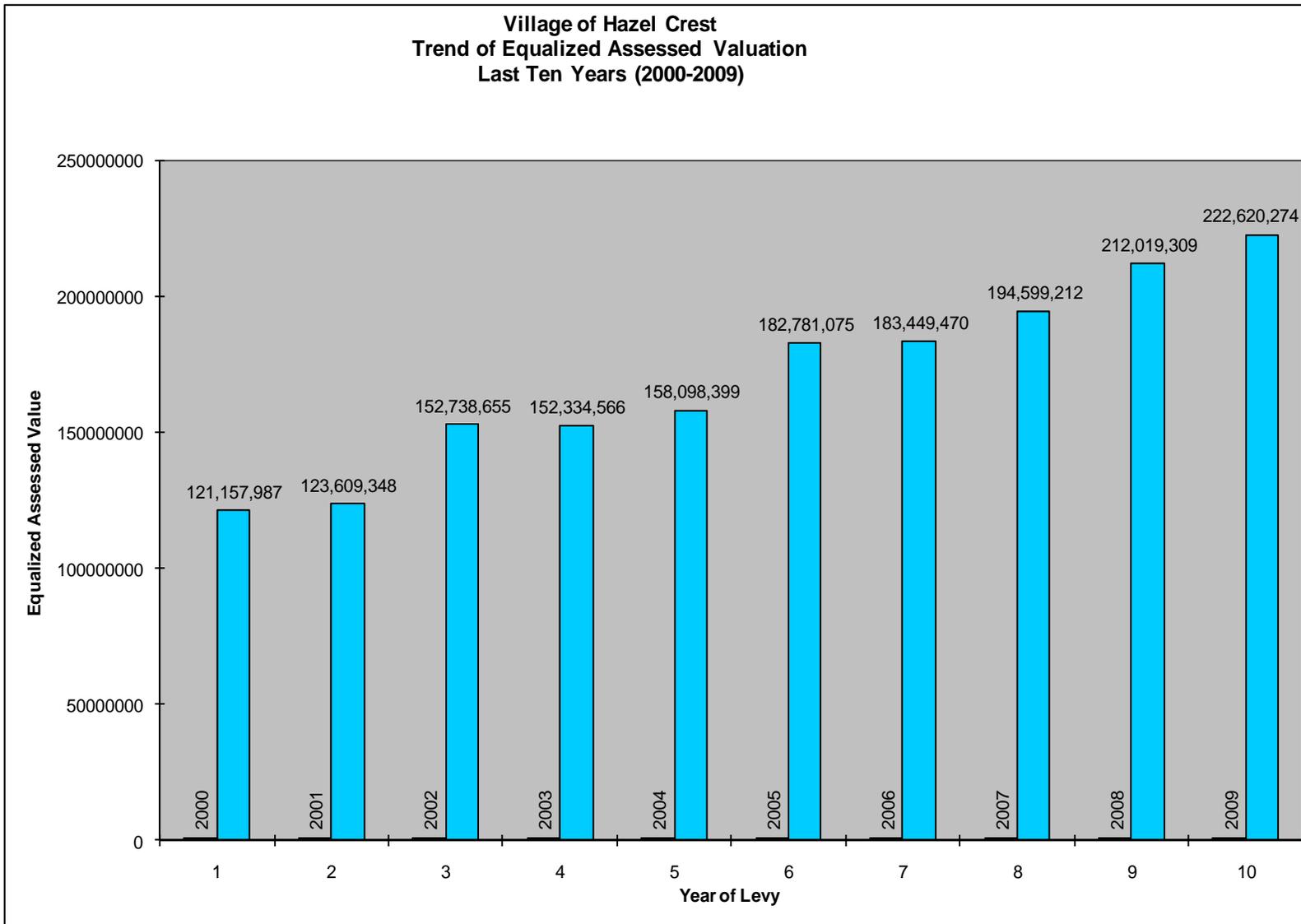
The Village has four other established TIF districts. The 183rd Street TIF was established to redevelop French Village by aiding in securing tenants and promoting landscaping and remodeling. The 170th Street TIF was established to initiate Transit Oriented Development (T.O.D.) in and around the train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

MAJOR INITIATIVES

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

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

Over the last ten years there has been an 84% increase in Equalized Assessed Value. The following table illustrates this trend:



PROPERTY TAXES

The allocations of Property Tax rate by generic fund type of tax levy for 2009 and the proceeding four fiscal years are as follows:

Purpose	2005	2006	2007	2008	2009
General	\$1.563	\$1.720	\$1.828	\$1.886	\$1.728
Special Revenue	0	0	0	0	0
General Obligation Debt	.029	.012	.015	.163	.146
Pensions	.651	.349	.347	.414	.452
Totals	\$1.943	\$2.081	\$2.190	\$2.463	2.326

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 2010 fiscal year is found in the Statistical Section of the report. During the past year \$190,000 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 \$651,237 during the fiscal year ending April 30, 2010.

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 \$274,745 during the fiscal year ending April 30, 2010.

REVENUE RECOGNITION

The Village recognizes revenues as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes). This directly impacted the state income tax revenue in fiscal year 2010. Three months of revenue totaling \$336,408 was not recognized in fiscal year 2010 due to the fact that the state is behind in distributing these taxes.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Hazel Crest for its comprehensive annual financial reports (CAFR) for the fiscal year ended April 30, 2009. This was the 28th consecutive year that the government has achieved this prestigious award (fiscal years ended 1982-2009). 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, 2010

Mayor

Dr. Robert B. Donaldson

Village Board of Trustees

Vernard L. Alsberry, Jr.

Kevin Moore, Sr.

Roderick S. Bashir

Susan M. Pate

Debra J. McGhee

Benjamin A. Ramsey

Village Manager

Robert L. Palmer

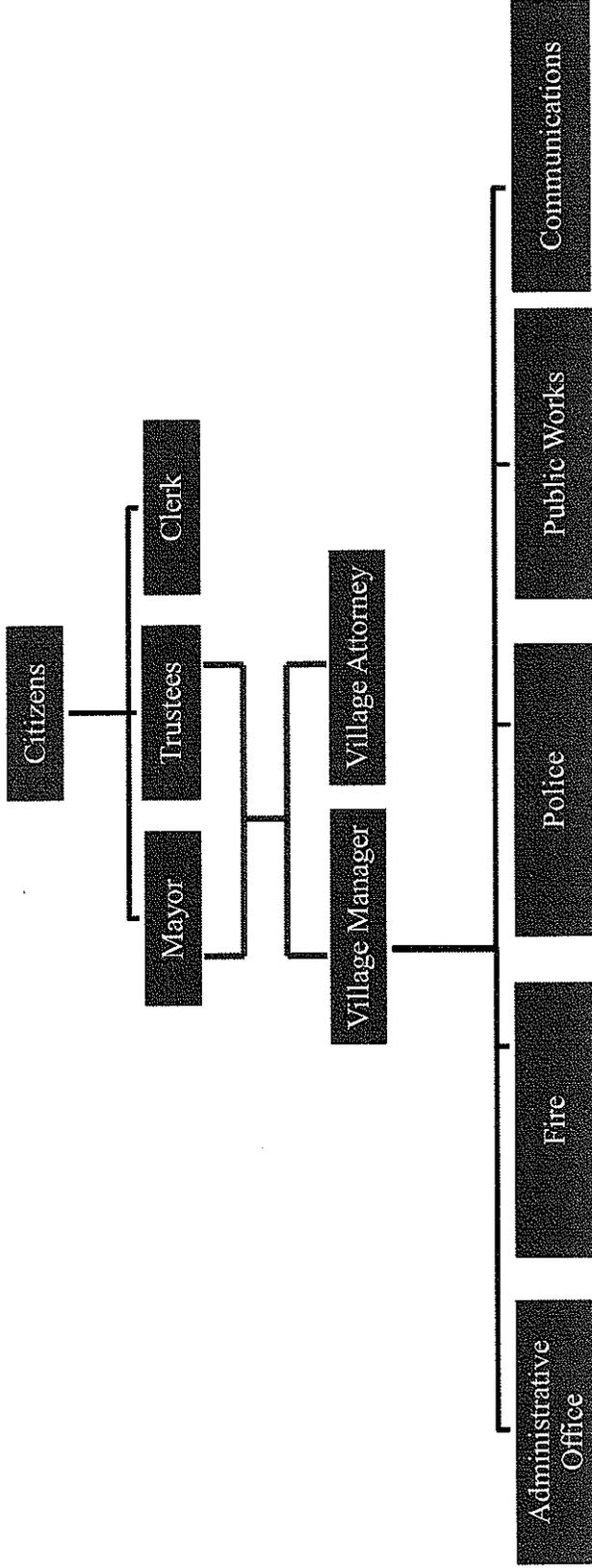
Village Clerk

Mary E. Grant

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, 2009

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.



A stylized, handwritten signature in black ink, likely belonging to the President of the GFOA.

President

A handwritten signature in black ink that reads "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, 2010, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Hazel Crest, Illinois. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. 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, 2010, 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 and postemployment healthcare plan related schedules (pages 50 - 53) and budgetary schedules (pages 54 - 62) 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 supplemental 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
August 26, 2010

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, 2010. 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 \$25,758,874. Of this amount, \$6,929,715 may be used to meet the government's ongoing obligations. The total net assets decreased by \$918,282 which was due largely in part to a decrease in state income tax revenue, an increase in pension costs, an increase in insurance costs for health and liability and salary increments from labor contracts. Also, aging infrastructure in the Village has increased maintenance and repair costs. Total long-term debt of the Village increased by \$194,335 during the fiscal year. General obligation debt of \$190,000 was repaid in fiscal year 2010. At the end of the current fiscal year, unreserved fund balance for the general fund was \$1,843,566 or 16 percent of total general fund expenditures.

Overview of the Financial Statements

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

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

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

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

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

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 three major funds: the General fund, the Palmer Lake TIF fund, and the 183rd Street TIF fund. Data from the other 9 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 9 of its funds. No budgets were prepared for any TIF funds, the Community Development Block Grant Fund, or the Capital Projects fund. A budgetary comparison statement has been provided where appropriate to demonstrate compliance with this budget.

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

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

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

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.

Government-Wide Financial Analysis

The following table is the condensed Village of Hazel Crest Statement of Net Assets as of April 30, 2010:

	Governmental Activities	Business-type Activities	Total Primary Government
Current and other assets	\$ 12,454,979	\$ 747,481	\$ 13,202,460
Capital assets	18,115,455	3,408,764	21,524,219
Noncurrent assets	41,437	-	41,437
Total assets	<u>30,611,871</u>	<u>4,156,245</u>	<u>34,768,116</u>
Long-term liabilities	3,491,826	1,023,607	4,515,433
Other liabilities	4,114,942	378,867	4,493,809
Total liabilities	<u>7,606,768</u>	<u>1,402,474</u>	<u>9,009,242</u>
Net assets:			
Invested in capital assets	-	3,408,764	3,408,764
Restricted for MFT allotments	-	-	-
Restricted for compost closure	-	-	-
Unrestricted (deficit)	23,005,103	(654,993)	22,350,110
Total net assets	<u>\$ 23,005,103</u>	<u>\$ 2,753,771</u>	<u>\$ 25,758,874</u>

The following table is the condensed Village of Hazel Crest Statement of Net Assets as of April 30, 2009:

	Governmental Activities	Business-type Activities	Total Primary Government
Current and other assets	\$ 12,634,630	\$ 705,658	\$ 13,340,288
Capital assets	19,121,223	3,750,564	22,871,787
Noncurrent assets	45,580	-	45,580
Total assets	<u>31,801,433</u>	<u>4,456,222</u>	<u>36,257,655</u>
Long-term liabilities	4,384,285	16,805	4,401,090
Other liabilities	3,682,751	1,496,658	5,179,409
Total liabilities	<u>8,067,036</u>	<u>1,513,463</u>	<u>9,580,499</u>
Net assets:			
Invested in capital assets	15,492,939	3,750,564	19,243,503
Restricted for MFT allotments	712,856	-	712,856
Restricted for compost closure	20,000	-	20,000
Unrestricted (deficit)	7,508,602	(807,805)	6,700,797
Total net assets	<u>\$ 23,734,397</u>	<u>\$ 2,942,759</u>	<u>\$ 26,677,156</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 3 to 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. Recent year rate increases are a result of City of Chicago increases that are passed on to the citizens.

The following table is the condensed Village of Hazel Crest Statement of Activities for the Fiscal Year Ended April 30, 2010:

	Governmental Activities	Business-type Activities	Total Primary Government
Revenues:			
Program revenues:			
Charges for services	\$ 2,370,990	\$ 2,743,759	\$ 5,114,749
Operating grants and contributions	648,961	-	648,961
General revenues:			
Property taxes	7,659,961	-	7,659,961
TIF rebate	94,694	-	94,694
Other taxes	3,602,165	-	3,602,165
Other	425,880	-	425,880
Total revenues	<u>14,802,651</u>	<u>2,743,759</u>	<u>17,546,410</u>
Expenses:			
General services	6,762,100	-	6,762,100
Public works	2,600,659	-	2,600,659
Public safety	6,030,645	-	6,030,645
Interest expense	138,541	-	138,541
Waterworks and sewerage	-	2,886,506	2,886,506
Municipal parking	-	46,241	46,241
Total expenses	<u>15,531,945</u>	<u>2,932,747</u>	<u>18,464,692</u>
(Decrease) in net assets	(729,294)	(188,988)	(918,282)
Net assets May 1, 2009	23,734,397	2,942,759	26,677,156
Net assets April 30, 2010	<u>\$ 23,005,103</u>	<u>\$ 2,753,771</u>	<u>\$ 25,758,874</u>

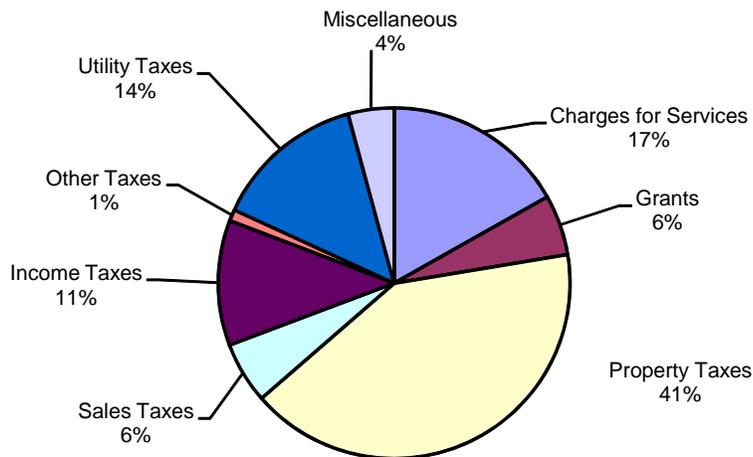
Management's Discussion and Analysis

The following table is the condensed Village of Hazel Crest Statement of Activities for the Fiscal Year Ended April 30, 2009.

	Governmental Activities	Business-type Activities	Total Primary Government
Revenues:			
Program revenues:			
Charges for services	\$ 2,306,839	\$ 2,445,231	\$ 4,752,070
Operating grants and contributions	234,864	50,000	284,864
General revenues:			
Property taxes	5,891,171	-	5,891,171
TIF rebate	125,000	-	125,000
Other taxes	4,373,122	-	4,373,122
Other	1,256,663	1,005	1,257,668
Total revenues	<u>14,187,659</u>	<u>2,496,236</u>	<u>16,683,895</u>
Expenses:			
General services	6,411,941	-	6,411,941
Public works	2,578,377	-	2,578,377
Public safety	6,694,508	-	6,694,508
Interest expense	92,565	-	92,565
Sewer and water	-	2,798,922	2,798,922
Municipal parking	-	75,877	75,877
Total expenses	<u>15,777,391</u>	<u>2,874,799</u>	<u>18,652,190</u>
(Decrease) in net assets	(1,589,732)	(378,563)	(1,968,295)
Net assets May 1, 2008	25,324,129	3,321,322	28,645,451
Net assets April 30, 2009	<u>\$ 23,734,397</u>	<u>\$ 2,942,759</u>	<u>\$ 26,677,156</u>

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 limits Village spending. The Village has continued to provide the same level of services for its residents by continuing to adhere to its prescribed fiscal controls. The challenges presented by limited revenue have been met through sound budget planning. Each year this becomes more challenging.

Business-type activities are to be funded through charges for related services. This year the waterworks and sewerage activity had expenses for \$176,310 more than its revenues. The commuter parking lot had expenses of \$12,678 more than its revenue this year.

Financial Analysis of the Government's Funds

Governmental funds provide information on near term inflows, outflows and balances of spendable resources. Unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year. At the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$9,622,428, an increase of \$172,494 from the prior year. The unreserved general fund balance represents 16 percent of total general fund expenditures.

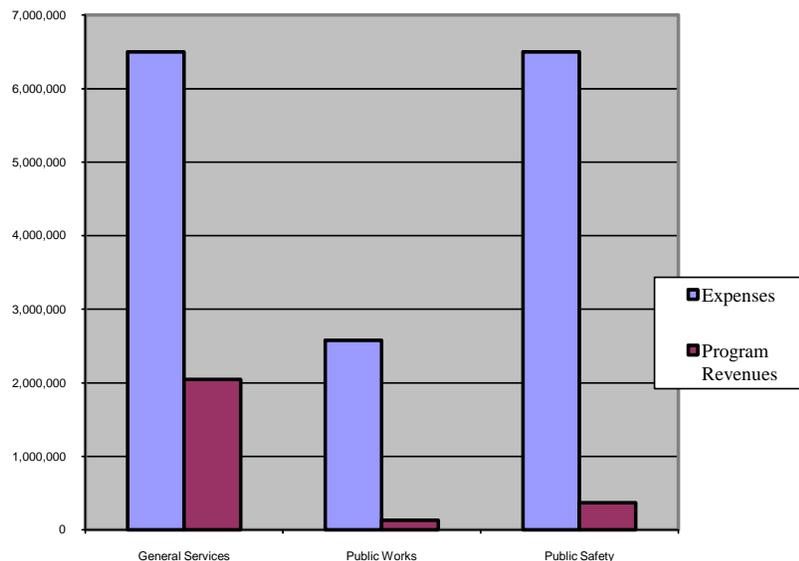
Proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the waterworks and sewerage fund were \$(780,286) and \$125,293 for the commuter parking lot fund. The cause of the sewer and water fund's negative balance is the inability of the utility to maintain a rate sufficient to cover costs of the operations. One scenario being considered is for gradual repayment over several years to avoid drastic changes in services or fees.

General Fund Budgetary Highlights

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

Actual general revenues were lower than budgeted revenues by \$198,943. This was mainly due to less income taxes received than anticipated. Actual general expenditures exceeded budgeted expenditures by \$488,008 in the current year.

% Function is Funded by Program Revenues



Management's Discussion and Analysis

This year's General Fund shows a \$712,263 fund balance decrease, as opposed to last year's increase of \$190,273. The Village continually tries to keep expenditure increases in line with revenue increases.

Fiscal year 2010 sales tax revenue of \$522,782 decreased \$107,131 or 17 percent less than 2009 sales tax revenue of \$629,913. Fiscal year 2010 income tax revenue of \$965,485 decreased \$524,832 or 35 percent less than 2009 income tax revenue of \$1,490,317. Fiscal year 2010 utility tax revenue of \$1,186,874 decreased \$128,328 or 10 percent less than 2009 utility tax revenue of \$1,315,202. The Village has no control over the amount or timing of these receipts. Fiscal year 2010 ambulance fee receipts of \$346,382 decreased \$19,748 or 5 percent less than 2009 ambulance fee receipts of \$366,130 due to more fees imposed.

Interest rates have begun to decrease causing the Village to receive \$12,083 less in interest income this year in the General Fund. The \$26,461 received is a 31 percent decrease from last year's interest of \$38,544.

Expenditures for the General Fund decreased \$1,161,034 from Fiscal 2009. The percent decrease in expenditures by major functions of the Village are shown in the following tabulations:

Expenditure by Function	2009 Amount	Percent of Total	2010 Amount	Percent of Total	Increase (Decrease) Amount	%
General Services	3,484,749	27%	3,287,203	28%	(197,546)	(1)%
Communications and Community Relations	-	-	166,068	1%	166,068	100%
Administrative Office	298,151	2%	301,474	3%	3,323	1%
Capital Outlay	1,163,600	9%	105,187	1%	(1,058,413)	(91)%
Public Works	1,278,406	10%	1,319,377	11%	40,971	3%
Police	3,441,638	27%	3,541,723	31%	100,085	3%
Fire/Paramedics	2,192,842	17%	2,209,529	19%	16,687	1%
Civil Defense	5,334	-	3,048	-	(2,286)	(43)%
Insurance	884,655	7%	655,732	6%	(229,923)	(26)%
	12,750,375	100%	11,589,341		(1,161,034)	

The unreserved fund balance of the General Fund as of April 30, 2010 was \$1,843,566.

Special Revenue Fund Highlights

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

Motor Fuel Tax (MFT) revenues are collected by the state on the sale of fuels and distributed based primarily upon a per capita figure. MFT funds are special revenues due to the restrictions to utilize them on transportation projects, related maintenance repairs or improvements. MFT Fund revenues of \$621,502 in fiscal year 2010 represented a decrease of 19 percent from the \$767,296 collected in Fiscal 2009. Expenditures were more than revenues during the year by \$212,239 resulting in the current fund balance of \$500,617.

Management's Discussion and Analysis

Other Fund Highlights

The Village has established a Capital Projects Fund in order to undertake major purchases of equipment and improvements to infrastructure or buildings. The April 30, 2010 fund balance for the Capital Projects fund was \$532,990.

Waterworks and Sewerage Fund Highlights

Fiscal year 2010 water revenue of \$2,710,196 increased \$247,721 or 10 percent from fiscal year 2009 revenue of \$2,462,475. The following table presents key statistical information over the past five years for the water and sewerage system. A loss of \$176,310 resulted from operations of the Water and Sewerage Fund for fiscal year 2010.

	2010	2009	2008	2007	2006
Number of Metered Accounts (estimate)	4630	4630	4630	4630	4630
Gross Revenue	\$2,710,196	\$2,462,475	\$2,268,814	\$2,103,009	\$2,778,528
Expense	\$2,886,506	\$2,798,922	\$2,714,028	\$2,475,858	\$3,268,363
Operating (Loss)	\$(176,310)	\$(336,447)	\$(445,214)	\$(372,849)	\$(489,835)

Capital Asset and Debt Administration

The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2010, amounts to \$21,524,219, net of depreciation. This investment in capital assets includes land and improvements, buildings and improvements, machinery and equipment, streets, sidewalks, storm sewers, manholes, hydrants, valves, streetlights and the water distribution system. More details on the Village's capital assets can be found in Note 4 of the financial statements.

At the end of the current year, the Village had total bond debt of \$1,680,000, general obligation debt certificates of \$477,000, notes payable of \$728,616, and tax incremental finance notes of \$330,061. More details on the Village's long-term debt obligations can be found in Note 5 of the financial statements.

Economic Factors and Next Year's Budget

The Village has completed four years of being a Home Rule Authority. As a result, we have implemented a gas tax of three cents per gallon and an additional 1 percent sales tax. A small retail development has been built in the Hazel Crest Proper area and should provide some additional convenience shopping in the 10,000 square foot center.

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 was initiated in fiscal year 2007. A Tax Incremental Financing District is already in place and the Village rezoned the area delineated within the TIF District to promote the 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.

Management's Discussion and Analysis

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

Other major developments are as follows:

- Local Cable Programming, Hazelnut Festival and Chamber of Commerce Reinstitution
- Beginning fourth year with E-Com Emergency Dispatch Center
- Water System Improvements

Requests for Information

This financial report is designed to provide a general overview of the Village of Hazel Crest's finances for all those with an interest in the government's operations. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Hazel 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, 2010

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	\$ 7,304,312	\$ 125,665	\$ 7,429,977
Receivables:			
Property taxes	2,853,334	-	2,853,334
TIF rebate	94,694	-	94,694
Accounts	480,694	621,816	1,102,510
Intergovernmental	1,037,205	-	1,037,205
Prepays	680,597	-	680,597
Unamortized bond discount and issuance costs	4,143	-	4,143
Total current assets	<u>12,454,979</u>	<u>747,481</u>	<u>13,202,460</u>
Noncurrent			
Capital assets, not being depreciated	2,794,975	120,337	2,915,312
Capital assets, net of accumulated depreciation	15,320,480	3,288,427	18,608,907
Unamortized bond discount and issuance costs	41,437	-	41,437
Total noncurrent assets	<u>18,156,892</u>	<u>3,408,764</u>	<u>21,565,656</u>
Total assets	<u>\$ 30,611,871</u>	<u>\$ 4,156,245</u>	<u>\$ 34,768,116</u>

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Continued
April 30, 2010

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
General obligation bonds	\$ 140,000	\$ -	\$ 140,000
General obligation debt certificates	50,000	-	50,000
Notes payable	73,217	-	73,217
Compensated absences	321,548	35,608	357,156
Accounts payable	528,886	134,749	663,635
Accrued expenses	12,776	-	12,776
Accrued interest	33,951	-	33,951
Deposits	100,182	208,510	308,692
Unearned revenue	2,854,382	-	2,854,382
Total current liabilities	4,114,942	378,867	4,493,809
Noncurrent			
Internal balances	(1,004,227)	1,004,227	-
General obligation bonds	1,540,000	-	1,540,000
General obligation debt certificates	427,000	-	427,000
Notes payable	655,399	-	655,399
Other postemployment benefits	1,152,116	-	1,152,116
Tax incremental revenue notes	330,061	-	330,061
Compensated absences	228,325	19,380	247,705
Pension obligation	163,152	-	163,152
Total noncurrent liabilities	3,491,826	1,023,607	4,515,433
Total liabilities	7,606,768	1,402,474	9,009,242
Net Assets			
Invested in capital assets, net of related debt	14,899,778	3,408,764	18,308,542
Restricted for MFT allotments	500,617	-	500,617
Restricted for compost closure	20,000	-	20,000
Unrestricted (deficit)	7,584,708	(654,993)	6,929,715
Total net assets	\$ 23,005,103	\$ 2,753,771	\$ 25,758,874

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Activities
Year Ended April 30, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:						
General services	\$ 6,762,100	\$ 1,981,729	\$ 613,764	\$ (4,166,607)	\$ -	\$ (4,166,607)
Public works	2,600,659	42,629	35,197	(2,522,833)	-	(2,522,833)
Public safety	6,030,645	346,632	-	(5,684,013)	-	(5,684,013)
Interest expense	138,541	-	-	(138,541)	-	(138,541)
Total governmental activities	15,531,945	2,370,990	648,961	(12,511,994)	-	(12,511,994)
Business-type activities:						
Waterworks and sewerage	2,886,506	2,710,196	-	-	(176,310)	(176,310)
Commuter parking lot	46,241	33,563	-	-	(12,678)	(12,678)
Total business-type activities	2,932,747	2,743,759	-	-	(188,988)	(188,988)
Total	\$ 18,464,692	\$ 5,114,749	\$ 648,961	(12,511,994)	(188,988)	(12,700,982)
General revenues						
Taxes:						
Property				7,659,961	-	7,659,961
TIF rebate				94,694	-	94,694
Replacement				28,751	-	28,751
Sales				522,782	-	522,782
Income				1,301,894	-	1,301,894
Utility taxes and other				1,748,738	-	1,748,738
Interest				26,464	-	26,464
Miscellaneous				399,416	-	399,416
Total general revenues				11,782,700	-	11,782,700
Change in net assets				(729,294)	(188,988)	(918,282)
Net assets:						
May 1, 2009				23,734,397	2,942,759	26,677,156
April 30, 2010				\$ 23,005,103	\$ 2,753,771	\$ 25,758,874

See Notes to Financial Statements.

Fund Financial Statements

Village of Hazel Crest, Illinois

Balance Sheet - Governmental Funds
April 30, 2010

	General Fund	Tax Incremental Financing District Palmer Lake Fund	Tax Incremental Financing District 183rd Street Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and equivalents	\$ 1,097,994	\$ 1,223,584	\$ 1,374,812	\$ 3,607,922	\$ 7,304,312
Receivables:					
Property taxes	2,632,573	-	-	220,761	2,853,334
TIF rebate	94,694	-	-	-	94,694
Accounts	445,497	-	-	35,197	480,694
Intergovernmental	1,000,267	-	-	36,938	1,037,205
Due from other funds	34,541	-	-	-	34,541
Advance from other funds	1,004,227	-	-	-	1,004,227
Prepays	680,597	-	-	-	680,597
Total assets	\$ 6,990,390	\$ 1,223,584	\$ 1,374,812	\$ 3,900,818	\$ 13,489,604
Liabilities					
Accounts payable	\$ 353,733	\$ 20,250	-	\$ 154,903	\$ 528,886
Accrued expenses	12,776	-	-	-	12,776
Deposits	100,182	-	-	-	100,182
Due to other funds	-	-	-	34,541	34,541
Deferred revenue	2,975,309	-	-	215,482	3,190,791
Total liabilities	3,442,000	20,250	-	404,926	3,867,176
Fund Balances					
Reserved for prepaids	680,597	-	-	-	680,597
Reserved for advances	1,004,227	-	-	-	1,004,227
Reserved for compost closure	20,000	-	-	-	20,000
Reserved for debt service	-	-	-	140,175	140,175
Unreserved:					
General fund	1,843,566	-	-	-	1,843,566
Special revenue funds	-	-	-	500,617	500,617
Capital projects funds	-	1,203,334	1,374,812	2,855,100	5,433,246
Total fund balances	3,548,390	1,203,334	1,374,812	3,495,892	9,622,428
Total liabilities and fund balances	\$ 6,990,390	\$ 1,223,584	\$ 1,374,812	\$ 3,900,818	\$ 13,489,604

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, 2010**

Total fund balances-governmental funds	\$ 9,622,428
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.	18,115,455
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.	45,580
State income tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements	336,409
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	(549,873)
General obligation debt certificates	(477,000)
General obligation bonds	(1,680,000)
Accrued interest	(33,951)
Notes payable	(728,616)
Other postemployment benefits	(1,152,116)
Tax incremental revenue notes	(330,061)
Pension obligation	(163,152)
	<hr/>
Net assets of governmental activities	<u>\$ 23,005,103</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, 2010

	General Fund	Tax Incremental Financing District Palmer Lake Fund	Tax Incremental Financing District 183rd Street Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	\$ 4,851,832	\$ 1,454,821	\$ 400,392	\$ 952,916	\$ 7,659,961
Other taxes	1,570,835	-	-	-	1,570,835
Intergovernmental	1,694,921	-	-	648,961	2,343,882
Fines, fees and permits	1,830,452	-	-	-	1,830,452
Licenses	249,769	-	-	-	249,769
Charges for services	141,225	-	-	-	141,225
TIF rebate	94,694	-	-	-	94,694
Interest	26,461	-	-	3	26,464
Miscellaneous	496,859	-	-	52,101	548,960
Total revenues	10,957,048	1,454,821	400,392	1,653,981	14,466,242
Expenditures:					
Current:					
General services	3,318,349	-	-	415,545	3,733,894
Administrative office	270,328	-	-	-	270,328
Communications and community relations	166,068	-	-	-	166,068
Public works	1,319,377	-	-	-	1,319,377
Police	3,541,723	-	-	-	3,541,723
Fire	2,209,529	-	-	-	2,209,529
Economic development	-	325,289	10,281	470,523	806,093
TIF surplus distribution	-	840,000	-	-	840,000
Insurance	655,732	-	-	-	655,732
Civil defense	3,048	-	-	-	3,048
Debt service:					
Principal	-	-	-	246,140	246,140
Interest and fees	-	-	-	104,590	104,590
Capital outlay	105,187	-	-	418,196	523,383
Total expenditures	11,589,341	1,165,289	10,281	1,654,994	14,419,905
Excess (deficiency) of revenues over expenditures	(632,293)	289,532	390,111	(1,013)	46,337
Other financing sources (uses)					
Proceeds from note payable	-	-	-	126,157	126,157
Transfers in	-	-	-	79,970	79,970
Transfers (out)	(79,970)	-	-	-	(79,970)
Total other financing sources (uses)	(79,970)	-	-	206,127	126,157
Net change in fund balance	(712,263)	289,532	390,111	205,114	172,494
Fund balances:					
May 1, 2009	4,260,653	913,802	984,701	3,290,778	9,449,934
April 30, 2010	\$ 3,548,390	\$ 1,203,334	\$ 1,374,812	\$ 3,495,892	\$ 9,622,428

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, 2010**

Net change in fund balances-total governmental funds	\$ 172,494
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	371,999
Depreciation	(1,494,342)
Discounts on issuance of bonds are reductions in the governmental funds in the year of issuance but are capitalized and amortized over the life of the bond issue on the Statement of Net Assets.	
	(4,143)
State income tax revenues are deferred in the fund financial statements because they are not available but are recognized as revenue in the government-wide financial statements	
	336,409
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.	
	246,140
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:	
Loss on disposals of capital assets	(9,582)
(Increase) in accrued interest	(33,951)
(Increase) in compensated absences	(130,351)
Decrease in pension obligation	83,125
(Increase) in other postemployment benefits	(559,726)
Decrease in tax incremental financing notes	292,634
	<hr/>
Change in net assets of governmental activities	<u>\$ (729,294)</u>

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Proprietary Funds
April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Assets			
Current			
Cash and equivalents	\$ 184	\$ 125,481	\$ 125,665
Accounts receivable	621,816	-	621,816
Total current assets	622,000	125,481	747,481
Noncurrent			
Capital assets (net of accumulated depreciation)			
Land	71,509	48,828	120,337
Land improvements	6,000	161,332	167,332
Buildings	149,347	-	149,347
Machinery and equipment	472,739	-	472,739
Distribution system	2,499,009	-	2,499,009
Total noncurrent assets	3,198,604	210,160	3,408,764
Total assets	\$ 3,820,604	\$ 335,641	\$ 4,156,245

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Net Assets - Proprietary Funds (Continued)
 April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Liabilities			
Current			
Accounts payable	\$ 134,561	\$ 188	\$ 134,749
Deposits	208,510	-	208,510
Compensated absences	35,608	-	35,608
Total current liabilities	378,679	188	378,867
Noncurrent			
Advances to other funds	1,004,227	-	1,004,227
Compensated absences	19,380	-	19,380
Total noncurrent liabilities	1,023,607	-	1,023,607
Total liabilities	1,402,286	188	1,402,474
Net Assets			
Invested in capital assets, net of related debt	3,198,604	210,160	3,408,764
Unrestricted (deficit)	(780,286)	125,293	(654,993)
Total net assets	\$ 2,418,318	\$ 335,453	\$ 2,753,771

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds
 Year Ended April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Operating revenues, charges for services	\$ 2,710,196	\$ 33,563	\$ 2,743,759
Operating expenses:			
Operations	2,477,984	40,981	2,518,965
Depreciation	408,522	5,260	413,782
Total operating expenses	2,886,506	46,241	2,932,747
Operating (loss)	(176,310)	(12,678)	(188,988)
Net assets:			
May 1, 2009	2,594,628	348,131	2,942,759
April 30, 2010	\$ 2,418,318	\$ 335,453	\$ 2,753,771

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Cash flows from operating activities			
Cash received for services	\$ 2,685,050	\$ 33,512	\$ 2,718,562
Payments to employees	(839,684)	-	(839,684)
Payments to suppliers	(1,530,858)	(40,942)	(1,571,800)
Net cash provided by (used in) operating activities	<u>314,508</u>	<u>(7,430)</u>	<u>307,078</u>
Cash flows from noncapital financing activities			
Decrease in due to other funds	<u>(242,345)</u>	-	<u>(242,345)</u>
Cash flows from capital financing activities			
Acquisition of capital assets	<u>(71,979)</u>	-	<u>(71,979)</u>
Net increase (decrease) in cash and equivalents	184	(7,430)	(7,246)
Cash and equivalents:			
May 1, 2009	-	132,911	132,911
April 30, 2010	<u>\$ 184</u>	<u>\$ 125,481</u>	<u>\$ 125,665</u>

(Continued)

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Statement of Cash Flows – Proprietary Funds (Continued)
Year Ended April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Reconciliation of operating (loss) to net cash provided by (used in) operating activities			
Operating (loss)	\$ (176,310)	\$ (12,678)	\$ (188,988)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities:			
Depreciation	408,522	5,260	413,782
Changes in assets and liabilities:			
Accounts receivable	(49,069)	(50)	(49,120)
Deposits	23,924	-	23,924
Accounts payable	90,791	39	90,829
Compensated absences	16,651	-	16,651
Total adjustments	490,818	5,248	496,066
Net cash provided by (used in) operating activities	\$ 314,508	\$ (7,430)	\$ 307,078

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Combined Statement of Fiduciary Net Assets
Pension Trust Funds
April 30, 2010

Assets

Cash and cash equivalents	\$	931,049
Investments		
Certificates of deposit		1,249,930
U.S. Treasury notes		7,232,494
U.S. Government agencies		1,732,772
Municipal bonds		157,091
Insurance contracts		1,448,919
Money market mutual funds		4,328,617
Interest receivable		<u>20,143</u>
Total assets		17,101,015
Liabilities , accounts payable		<u>6,574</u>
Net assets held in trust for pension benefits	\$	<u><u>17,094,441</u></u>

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, 2010**

Additions

Contributions:

Employer	\$ 925,982
Plan members	268,870
Total contributions	<u>1,194,852</u>

Investment income:

Net appreciation in fair value of investments	1,461,571
Dividends	53,671
Interest	143,521
Less investment expense	(19,499)
Net investment income	<u>1,639,264</u>

Total additions	<u>2,834,116</u>
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Deductions

Benefits	1,117,288
Administrative expenses	49,999
Total deductions	<u>1,167,287</u>

Net increase	1,666,829
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Net assets held in trust for pension benefits:

May 1, 2009	<u>15,427,612</u>
April 30, 2010	<u>\$ 17,094,441</u>

See Notes to Financial Statements.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

Nature of Activities

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

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

Financial Reporting Entity

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

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

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

Government-Wide and Fund Financial Statements

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

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

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

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

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

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

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements (Continued)

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

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

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

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

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.

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)

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.

Assets, Liabilities, and Net Assets or Equity

Cash and Cash Equivalents

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

Investments

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

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)

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.

Prepaid Items

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

Capital Assets

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

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

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

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

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

	<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 Sewers	40 years
Manholes	40 years
Hydrants	40 years
Valves	40 years
Streetlights	30 years
Distribution system	40 - 60 years

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

Unearned / Deferred Revenue

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

Compensated Absences

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

Long-Term Obligations

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

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

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

Fund Equity

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.

Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Note 2. Cash and Investments

Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village does not have a policy for custodial credit risk. As of April 30, 2010, the carrying amount of the Village's deposits was \$1,400,864, with bank balances totaling \$2,410,197. All of the Village's deposits were insured or collateralized at April 30, 2010.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 2. Cash and Investments (Continued)

Investments

As of April 30, 2010, 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	\$ 7,232,494	\$ -	\$ 2,688,126	\$ 3,569,593	\$ 974,775
U.S. Agencies - FFCB	51,883	51,883	-	-	-
U.S. Agencies - FHLB	90,770	-	90,770	-	-
U.S. Agencies - FNMA	104,682	14,315	30,362	60,005	-
U.S. Agencies - GNMA	1,185,082	-	12,018	98,293	1,074,771
U.S. Agencies - FRDM	300,355	-	150,173	150,182	-
Municipal bonds	157,091	-	-	86,347	70,744
Insurance contracts	1,448,919	-	1,448,919	-	-
Certificates of deposit	1,249,930	-	1,249,930	-	-
Money market mutual funds	4,328,617	4,328,617	-	-	-
Illinois Funds	6,960,162	6,960,162	-	-	-
	<u>\$ 23,109,985</u>	<u>\$ 11,354,977</u>	<u>\$ 5,670,298</u>	<u>\$ 3,964,420</u>	<u>\$ 2,120,290</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, 2010, the Village's investments in U.S. Government agencies, municipal bonds, and certificates of deposit were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service. The Village's investments in the Illinois Funds were rated 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.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 2. Cash and Investments (Continued)

Concentration of Credit Risk. Concentration of credit risk is the Village's risk when more than 5 percent of the Village's investments are with a single issuer. The Village's investment policy requires diversified investments to eliminate the risk of loss resulting in over concentration in a specific issuer or class of securities. The diversification can be by type of investment, number of institutions invested in, and length of maturity. More than 5 percent of the Village's investments are in U.S. Treasury Notes, U.S. Agencies-GNMA, Insurance Contracts, Money Market Mutual Funds, and Illinois Funds. These investments are 33.1%, 5.4%, 6.6%, 19.8% and 31.8%, respectively, of the Village's total investments.

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

The above deposits of \$1,400,864 and investments of \$23,109,985 totaling \$24,510,849 are reported in the financial statements as follows:

Governmental and business-type activities,	
Cash and cash equivalents	\$ 7,429,977
Fiduciary Funds:	
Cash and cash equivalents	931,049
Investments:	
Certificates of deposit	1,249,930
U.S. Treasury notes	7,232,494
U.S. Government agencies	1,732,772
Municipal bonds	157,091
Insurance contracts	1,448,919
Money market mutual funds	4,328,617
	<hr/>
Total	\$ 24,510,849

Note 3. Property Taxes

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

A reduction for collection losses 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 4. Capital Assets

Governmental Activities

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

	Balance May 1, 2009	Additions	Retirements	Balance April 30, 2010
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 699,770	\$ 160,243	\$ -	\$ 860,013
Right of way	1,760,980	-	-	1,760,980
Easements/open land	173,982	-	-	173,982
Construction in progress	658,599	-	658,599	-
	<u>3,293,331</u>	<u>160,243</u>	<u>658,599</u>	<u>2,794,975</u>
Capital assets being depreciated:				
Land improvements	237,748	-	-	237,748
Buildings	2,697,183	-	38,775	2,658,408
Machinery and equipment	4,940,134	669,636	514,006	5,095,764
Streets	107,920,640	-	-	107,920,640
Sidewalks	4,852,985	326,876	-	5,179,861
Storm sewers	3,683,721	-	-	3,683,721
Manholes	189,109	-	-	189,109
Hydrants	290,146	-	-	290,146
Valves	42,497	-	-	42,497
Streetlights	409,393	-	-	409,393
	<u>125,263,556</u>	<u>996,512</u>	<u>552,781</u>	<u>125,707,287</u>
Less accumulated depreciation for:				
Land improvements	189,292	5,271	-	194,563
Buildings	1,658,040	59,791	29,193	1,688,638
Machinery and equipment	3,764,453	278,424	514,006	3,528,871
Streets	95,398,167	1,041,303	-	96,439,470
Sidewalks	4,724,309	50,784	-	4,775,093
Storm sewers	3,018,959	46,300	-	3,065,259
Manholes	154,188	2,528	-	156,716
Hydrants	123,827	5,834	-	129,661
Valves	37,668	576	-	38,244
Streetlights	366,761	3,531	-	370,292
	<u>109,435,664</u>	<u>1,494,342</u>	<u>543,199</u>	<u>110,386,807</u>
Capital assets being depreciated, net:				
Land improvements	48,456	(5,271)	-	43,185
Buildings	1,039,143	(59,791)	9,582	969,770
Machinery and equipment	1,175,681	391,212	-	1,566,893
Streets	12,522,473	(1,041,303)	-	11,481,170
Sidewalks	128,676	276,092	-	404,768
Storm sewers	664,762	(46,300)	-	618,462
Manholes	34,921	(2,528)	-	32,393
Hydrants	166,319	(5,834)	-	160,485
Valves	4,829	(576)	-	4,253
Streetlights	42,632	(3,531)	-	39,101
Total capital assets being depreciated, net	<u>15,827,892</u>	<u>(497,830)</u>	<u>9,582</u>	<u>15,320,480</u>
Governmental activities capital assets, net	<u>\$ 19,121,223</u>	<u>\$ (337,587)</u>	<u>\$ 668,181</u>	<u>\$ 18,115,455</u>

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 4. Capital Assets (Continued)

Business-Type Activities

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

	Balance May 1, 2009	Additions	Retirements	Balance April 30, 2010
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	1,829,686	71,982	50,663	1,851,005
Distribution system	10,672,249	-	-	10,672,249
	<u>13,282,497</u>	<u>71,982</u>	<u>50,663</u>	<u>13,303,816</u>
Less accumulated depreciation for:				
Land improvements	133,200	7,510	-	140,710
Buildings	310,583	12,590	-	323,173
Machinery and equipment	1,356,221	72,708	50,663	1,378,266
Distribution system	7,852,266	320,974	-	8,173,240
	<u>9,652,270</u>	<u>413,782</u>	<u>50,663</u>	<u>10,015,389</u>
Capital assets being depreciated, net:				
Land improvements	174,842	(7,510)	-	167,332
Buildings	161,937	(12,590)	-	149,347
Machinery and equipment	473,465	(726)	-	472,739
Distribution system	2,819,983	(320,974)	-	2,499,009
Total capital assets being depreciated, net	<u>3,630,227</u>	<u>(341,800)</u>	<u>-</u>	<u>3,288,427</u>
Business-type activities capital assets, net	<u>\$ 3,750,564</u>	<u>\$ (341,800)</u>	<u>\$ -</u>	<u>\$ 3,408,764</u>

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 4. Capital Assets (Continued)

Depreciation Charged to Functions / Activities

Depreciation was charged to functions/activities as follows:

Governmental activities:	
General services	\$ 18,633
Public works	1,341,080
Public safety	134,629
Total depreciation expense - governmental activities	<u>\$ 1,494,342</u>
Business-type activities:	
Waterworks and sewerage	\$ 408,522
Commuter parking lot	5,260
Total depreciation expense - business-type activities	<u>\$ 413,782</u>

Note 5. Long-Term Obligations

Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2010:

	Outstanding Obligations as of May 1, 2009	Additions	Reductions	Outstanding Obligations as of April 30, 2010	Due within one year
General obligation bonds	\$ 1,820,000	\$ -	\$ 140,000	\$ 1,680,000	\$ 140,000
General obligation debt certificates	527,000	-	50,000	477,000	50,000
Tax incremental revenue notes	622,695	-	292,634	330,061	-
Notes payable	658,599	126,157	56,140	728,616	73,217
Compensated absences	419,522	386,208	255,857	549,873	321,548
Net pension obligation	246,277	-	83,125	163,152	-
Other postemployment benefits	592,390	559,726	-	1,152,116	-
	<u>\$ 4,886,483</u>	<u>\$ 1,072,091</u>	<u>\$ 877,756</u>	<u>\$ 5,080,818</u>	<u>\$ 584,765</u>

Compensated absences are typically liquidated by the General Fund.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 5. Long-Term Obligations (Continued)

Business-Type Activities

The following is a summary of long-term obligation activity for the Village associated with business-type activities for the year ended April 30, 2010:

	Outstanding Obligations as of May 1, 2009	Additions	Reductions	Outstanding Obligations as of April 30, 2010	Due within one year
Compensated absences	\$ 38,337	\$ 38,183	\$ 21,532	\$ 54,988	\$ 19,380

Outstanding obligations for both governmental and business-type activities as of April 30, 2010 consist of the following:

General obligation bonds:

General obligation bonds, Series 2006 dated December 1, 2006. Principal is due in semi-annual installments on June 1 and December 1 in varying amounts through 2021. Interest is due in semi-annual installments on June 1 and December 1 at rates from 3.7% to 3.85%.

\$ 1,680,000

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.

477,000

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 (3.25% at April 30, 2010) plus 2% and is paid with the notes as incremental property taxes become available. All notes still outstanding on June 27, 2011 will be canceled.

330,061

Notes payable:

Note payable due in annual installments on December 31 in the amount of \$15,769 through 2017. The note is interest free.

126,157

Notes payable due in semi-annual installments on June 30 and December 31 in varying amounts through 2013 with a final balloon payment in 2014. Interest is 3.83%.

602,459

Compensated absences, governmental activities

549,873

Compensated absences, business-type activities

54,988

Net pension obligation

163,152

Other postemployment benefits

1,152,116

Total long-term obligations

\$ 5,135,806

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 5. 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 are as follows:

Fiscal Year	General Obligation Bonds		Governmental Debt Certificates		Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 140,000	\$ 63,030	\$ 50,000	\$ 18,126	\$ 73,217	\$ 22,522
2012	125,000	57,850	50,000	16,226	75,438	20,300
2013	135,000	53,225	50,000	14,326	77,745	17,993
2014	140,000	48,230	50,000	12,426	439,135	17,080
2015	145,000	43,050	50,000	10,526	15,769	-
2016	150,000	37,685	50,000	8,626	15,769	-
2017	155,000	32,135	50,000	6,726	15,769	-
2018	160,000	26,400	50,000	4,826	15,774	-
2019	170,000	20,320	50,000	2,926	-	-
2020	175,000	13,860	27,000	1,026	-	-
2021	185,000	7,123	-	-	-	-
	<u>\$ 1,680,000</u>	<u>\$ 402,908</u>	<u>\$ 477,000</u>	<u>\$ 95,760</u>	<u>\$ 728,616</u>	<u>\$ 77,895</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 0.50 percent at April 30, 2010.

Note 6. Pension and Retirement Plan Commitments

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

Illinois Municipal Retirement Fund

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

Funding Policy. As set by statute, the Village's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for fiscal year 2010 was 8.77 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For fiscal year 2010, the Village's annual pension cost of \$230,861 for the Regular plan was equal to the Village's required and actual contributions.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

<u>Trend Information</u>				
Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed		
04/30/10	\$ 230,861	100	%	
04/30/09	213,385	100		
04/30/08	202,020	100		

The required contribution for 2009 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3 percent annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15 percent corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, valuation was 23 years.

Funded Status and Funding Progress. As of December 31, 2009, the most recent actuarial valuation date, the regular plan was 75 percent funded. The actuarial accrued liability for benefits was \$9,858,170 and the actuarial value of assets was \$7,393,630, resulting in an unfunded actuarial accrued liability (UAAL) of \$2,464,540. The covered payroll (annual payroll of active employees covered by the plan) was \$2,564,900 and the ratio of the UAAL to the covered payroll was 96 percent. In conjunction with the December 2009 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30 year basis. For fiscal year 2010, the Village has net pension obligation of \$25,350.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Police Pension Plan

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

Covered employees are currently required to contribute 9.91 percent of their base salary to the Police Pension Plan. The member rate is determined by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year ended April 30, 2009 was 27.98 percent of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable. Refunds are recognized as paid.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

The most recent actuarial valuation date was April 30, 2009.

The Village's annual pension cost and net pension obligation/asset to the Plan for the year ended April 30, 2010, were as follows:

Annual required contribution	\$ 565,393
Interest on net pension obligation	-
Adjustment to annual requirement contribution	12,374
Annual pension cost	<u>577,767</u>
Contributions made	651,237
Decrease in net pension obligation	<u>(73,470)</u>
Net pension obligation, beginning of year	<u>73,470</u>
 Net pension obligation, end of year	 <u><u>\$ -</u></u>

The annual required contribution for the year ended April 30, 2010, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0 percent investment rate of return, (b) projected salary increases of 5.0 percent, (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Police Pension assets was determined using 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, 2009, was 24 years.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation/(Asset)
04/30/10	\$ 577,767	\$ 651,237	115.2 %	\$ -
04/30/09	463,583	469,211	101.2	73,470
04/30/08	461,713	477,077	103.3	(22,281)

The funded status of the Police Pension Plan as of April 30, 2009, the most recent actuarial valuation, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
4/30/2009	\$ 11,086,258	\$ 18,815,504	\$ 7,729,246	58.9 %	\$ 1,676,956	460.9 %

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

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

Membership in the plan consisted of the following as of April 30, 2009:

Retirees and beneficiaries receiving benefits	18
Terminated plan members entitled to but not yet receiving benefits	2
Active vested plan members	11
Active nonvested plan members	17
	<hr/>
	48
	<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 percent of their salary to the Firefighters' Pension Plan. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year ended April 30, 2009, was 17.18 percent of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable. Refunds are recognized as paid.

The most recent actuarial valuation date was April 30, 2009.

The Village's annual pension cost and net pension obligation to the Plan for the year ended April 30, 2010, were as follows:

Annual required contribution	\$ 239,740
Interest on net pension obligation	-
Adjustment to annual requirement contribution	-
Annual pension cost	<hr/> 239,740
Contributions made	<hr/> 274,745
Decrease in net pension obligation	(35,005)
Net pension obligation, beginning of year	<hr/> 172,807
Net pension obligation, end of year	<hr/> <hr/> \$ 137,802

The required contribution for the year ended April 30, 2010, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.5 percent investment rate of return, (b) projected salary increases of 5.5 percent, and (c) 3.0 percent per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0 percent. The actuarial value of Firefighters' Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Firefighters' Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2009, was 24 years.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation
04/30/10	\$ 239,740	\$ 274,745	114.6 %	\$ 137,802
04/30/09	280,664	200,012	71.3	172,807
04/30/08	220,970	193,791	87.7	129,909

The funded status of the Firefighters' Pension Plan as of April 30, 2009, the most recent actuarial valuation, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
4/30/2009	\$ 4,341,352	\$ 6,172,319	\$ 1,830,967	70.3 %	\$ 1,164,144	157.3 %

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

Membership in the plan consisted of the following as of April 30, 2009:

Retirees and beneficiaries receiving benefits	5
Terminated plan members entitled to but not yet receiving benefits	1
Active vested plan members	4
Active nonvested plan members	15
	25
	25

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Fiduciary Net Assets

Pension Trust Funds

April 30, 2010

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and cash equivalents	\$ 737,319	\$ 193,730	\$ 931,049
Investments			
Certificates of deposit	300,025	949,905	1,249,930
U.S. Treasury notes	7,232,494	-	7,232,494
U.S. Government agencies	12,018	1,720,754	1,732,772
Municipal bonds	-	157,091	157,091
Insurance contracts	1,448,919	-	1,448,919
Money market mutual funds	2,178,492	2,150,125	4,328,617
Interest receivable	-	20,143	20,143
	<hr/>		
Total assets	11,909,267	5,191,748	17,101,015
Liabilities , accounts payable	6,574	-	6,574
	<hr/>		
Net assets held in trust for pension benefits	<u>\$ 11,902,693</u>	<u>\$ 5,191,748</u>	<u>\$ 17,094,441</u>

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended April 30, 2010

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions:			
Employer	\$ 651,237	\$ 274,745	\$ 925,982
Plan members	167,943	100,927	268,870
Total contributions	819,180	375,672	1,194,852
Investment income:			
Net appreciation in fair value of investments	897,391	564,180	1,461,571
Dividends	35,354	18,317	53,671
Interest	25,095	118,426	143,521
Less investment expense	(19,499)	-	(19,499)
Net investment income	938,341	700,923	1,639,264
Total additions	1,757,521	1,076,595	2,834,116
Deductions			
Benefits	915,397	201,891	1,117,288
Administrative expenses	25,690	24,309	49,999
Total deductions	941,087	226,200	1,167,287
Net increase	816,434	850,395	1,666,829
Net assets held in trust for pension benefits:			
May 1, 2009	11,086,259	4,341,353	15,427,612
April 30, 2010	\$ 11,902,693	\$ 5,191,748	\$ 17,094,441

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 7. Risk Management

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

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

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

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

Note 8. Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. The Plan allows eligible employees to defer a portion of their compensation up to \$13,000. Such accruals accumulate on a tax-deferred basis until the employee withdraws the funds. There were no contributions to the plan by the Village for the year ended April 30, 2010.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 9. Other Fund Disclosures (FFS Level Only)

(a) Due To/From Other Funds

Individual fund interfund receivable and payable balances as of April 30, 2010, are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>
General Fund	
Nonmajor Governmental Fund, Limited Tax Bonds	<u>\$ 34,541</u>

<u>Fund</u>	<u>Due To Other Funds</u>
Nonmajor Governmental Fund, Limited Tax Bonds	
General Fund	<u>\$ 34,541</u>

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

(b) Advances To/From Other Funds

<u>Fund</u>	<u>Advances From Other Funds</u>
General Fund	
Waterworks and Sewerage Fund	<u>\$ 1,004,227</u>

<u>Fund</u>	<u>Advances To Other Funds</u>
Waterworks and Sewerage Fund	
General Fund	<u>\$ 1,004,227</u>

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

Village of Hazel Crest, Illinois

Notes to Financial Statements

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

(c) Transfers In/Out

<u>Fund</u>	<u>Transfers In</u>
Nonmajor Governmental Funds	
General Fund	\$ 79,970

<u>Fund</u>	<u>Transfers Out</u>
General Fund	
Nonmajor Governmental Funds	\$ 79,970

Transfers are used to (a) move receipts from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them; (b) move receipts restricted to debt service from the fund collecting the receipts to the debt service fund; and (c) use unrestricted revenues collected in the General Fund to finance various programs accounted for in accordance with budgetary authorizations.

(d) Excess of Expenditures Over Budget

The following funds overexpended their budgets by the following amounts during the year ended April 30, 2010:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>
General	\$ 11,101,333	\$ 11,589,341
Motor Fuel Tax	342,000	833,741
Waterworks and Sewerage	2,736,477	2,886,506
Commuter Parking Lot	37,000	46,241

(e) Deficit Fund Balance

The Limited Bond Fund had a deficit fund balance of \$31,714 for the year ended April 30, 2010. The Village plans to eliminate this deficit with future revenues.

Note 10. Postemployment Healthcare Plan

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

Funding Policy. The required contribution is based on projected pay-as-you-go financing requirements. Retirees receive coverage under the Village's health plan with an employer contribution rate of 92.5 percent of the premiums for the coverage elected by the employee and 25 percent of the premiums for coverage elected by dependents. For fiscal year 2010, the Village contributed \$167,869 to the plan.

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 10. Postemployment Healthcare Plan (Continued)

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The Village's net OPEB obligation at April 30, 2010 is included as a liability on the Statement of Net Assets as "other postemployment benefits." The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2010, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution	\$ 727,595
Interest on net OPEB obligation	-
Adjustment to annual requirement contribution	-
Annual OPEB cost (expense)	<u>727,595</u>
Contributions made	<u>(167,869)</u>
Increase in net OPEB obligation	559,726
Net OPEB obligation, beginning of year	<u>592,390</u>
Net OPEB obligation, end of year	<u><u>\$ 1,152,116</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
04/30/10	\$ 727,595	23.1 %	1,152,116
04/30/09	727,595	18.6	592,390
04/30/08	N/A	N/A	N/A

Funded Status and Funding Progress. As of April 30, 2009, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$7,771,099, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of (\$7,771,099). The covered payroll (annual payroll of active employees covered by the plan) was \$6,725,389 and the ratio of the UAAL to the covered payroll was 115.5 percent.

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

Village of Hazel Crest, Illinois

Notes to Financial Statements

Note 10. Postemployment Healthcare Plan (Continued)

Actuarial Methods and Assumptions. In the April 30, 2009 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date and an annual healthcare cost trend rate of 10 percent initially, reduced by decrements to an ultimate rate of 5 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2009 was 30 years.

Note 11. New Governmental Accounting Standards

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. 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. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, will be effective for the Village beginning with its year ending April 30, 2012. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, will be effective for the Village with its year ended April 30, 2013. This statement addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit plans.

GASB Statement No. 59, *Financial Instrument Omnibus*, will be effective for the Village with its year ended April 30, 2012. This statement updates and improves existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice.

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 Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Underfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2009	\$ 7,393,630	\$ 9,858,170	\$ 2,464,540	75.0 %	\$ 2,564,900	96.1 %
12/31/2008	6,852,050	8,555,244	1,703,194	80.1	2,333,668	73.0
12/31/2007	7,613,326	7,775,274	161,948	97.9	2,109,090	7.7

On a market value basis, the actuarial value of assets as of December 31, 2009 is \$7,187,085. On a market basis, the funded ratio would be 72.90 percent

Village of Hazel Crest, Illinois

**Required Supplementary Information
Police Pension Fund**

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial 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]
04/30/2009	\$ 11,086,258	\$ 18,815,504	\$ 7,729,246	58.9 %	\$ 1,676,956	460.9 %
04/30/2008	11,690,207	18,219,673	6,529,466	64.2	1,619,428	403.2
04/30/2007	11,127,074	16,912,512	5,785,438	65.8	1,634,889	353.9

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
04/30/2009	\$ 565,393	115.2 %
04/30/2008	564,962	101.2
04/30/2007	461,857	103.3
04/30/2006	353,143	124.2
04/30/2005	337,456	119.2
04/30/2004	318,937	94.6

Village of Hazel Crest, Illinois

**Required Supplementary Information
Firefighters' Pension 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]
04/30/2009	\$ 4,341,352	\$ 6,172,319	\$ 1,830,967	70.3 %	\$ 1,164,144	157.3 %
04/30/2008	4,766,552	5,629,187	862,635	84.7	1,100,717	78.4
04/30/2007	4,331,203	5,201,829	870,626	83.3	1,036,084	84.0

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
04/30/2009	\$ 239,740	114.6 %
04/30/2008	280,664	71.3
04/30/2007	220,970	87.7
04/30/2006	178,105	48.4
04/30/2005	157,120	122.3
04/30/2004	146,357	95.5

Village of Hazel Crest, Illinois

**Required Supplementary Information
Postemployment Healthcare Plan**

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
4/30/2010	N/A	N/A	N/A	N/A	N/A	N/A
4/30/2009	\$ -	\$ 7,771,099	\$ 7,771,099	-	\$ 6,725,389	115.5 %
0/430/2008	N/A	N/A	N/A	N/A	N/A	N/A

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
04/30/2010	\$ 727,595	23.1 %
04/30/2009	727,595	18.6 %
04/30/2008	N/A	N/A

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

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Revenues
 Budget and Actual
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Property taxes	\$ 4,310,210	\$ 4,851,832	\$ 541,622
Other taxes:			
Utility	1,395,000	1,186,874	(208,126)
Home rule fuel tax	110,000	79,660	(30,340)
Home rule sales tax	380,000	301,642	(78,358)
Amusement	4,146	2,659	(1,487)
Total other taxes	1,889,146	1,570,835	(318,311)
Intergovernmental:			
Road and bridge - county	30,000	36,173	6,173
Replacement	35,000	28,751	(6,249)
Sales	640,000	522,782	(117,218)
Income tax	1,600,000	965,485	(634,515)
E-Com revenue	-	141,730	141,730
Total intergovernmental	2,305,000	1,694,921	(610,079)
Fines, fees and permits:			
Building permits	40,000	73,834	33,834
Circuit court fines	105,000	94,541	(10,459)
Ambulance fees	325,000	346,382	21,382
Plan reviews	10,000	24,620	14,620
Contractor registration	36,000	49,060	13,060
Zoning board fees	1,000	-	(1,000)
Inspections	100,000	108,139	8,139
Illinois red speed	-	74,463	74,463
Alarm violations	-	250	250
Franchise fees	-	35,723	35,723
Finance charges	985	420	(565)
Raffle licenses	-	25	25
Refuse removal revenue	879,000	873,492	(5,508)
Refuse removal penalties	35,000	36,075	1,075
Cable television franchise fees	134,000	113,428	(20,572)
Total fines, fees and permits	1,665,985	1,830,452	164,467

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Revenues
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Licenses:			
Liquor	\$ 3,900	\$ 5,970	\$ 2,070
Vehicles	211,750	195,727	(16,023)
Business	87,000	47,437	(39,563)
Pet	750	635	(115)
Total licenses	303,400	249,769	(53,631)
Charges for services:			
Motor fuel tax equipment rental	95,000	95,000	-
Service charge	35,000	-	(35,000)
Billboard rental	36,000	40,800	4,800
Crime free class fee	-	5,425	5,425
Total service charges	166,000	141,225	(24,775)
TIF rebate	125,000	94,694	(30,306)
Interest	-	26,461	26,461
Miscellaneous:			
Municipal center leases	12,450	106,915	94,465
IRMA refund	20,000	26,766	6,766
Bad debt recovery	500	39,643	39,143
State highway maintenance	17,000	42,098	25,098
Sidewalk/tree replacement	1,000	531	(469)
Employee health insurance contributions	112,000	121,966	9,966
Miscellaneous	228,300	158,940	(69,360)
Total miscellaneous	391,250	496,859	105,609
Total revenues	\$ 11,155,991	\$ 10,957,048	\$ (198,943)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
General services:			
Personnel:			
Salaries	\$ 294,007	\$ 274,406	\$ (19,601)
FICA	33,515	19,925	(13,590)
IMRF	45,974	23,602	(22,372)
Employee insurance	7,800	11,488	3,688
Retiree insurance	78,535	167,869	89,334
	<u>459,831</u>	<u>497,290</u>	<u>37,459</u>
Maintenance:			
Maintenance building/grounds	2,000	11,243	9,243
Maintenance equipment	10,300	16,158	5,858
	<u>12,300</u>	<u>27,401</u>	<u>15,101</u>
Contractual services:			
Payroll fees	8,600	8,877	277
FSA expense	3,300	2,340	(960)
Cleaning services	15,080	13,383	(1,697)
Economic development incentives	15,000	17,052	2,052
Telephone	70,700	88,349	17,649
Fire pension contributions	222,391	274,745	52,354
Police pension contributions	527,481	651,205	123,724
Utilities	5,500	6,536	1,036
Refuse removal/company	771,695	759,705	(11,990)
Travel	-	313	313
Legal	91,000	90,119	(881)
Accounting	44,500	35,993	(8,507)
Consultants	181,200	243,499	62,299
Training and conferences	5,000	2,032	(2,968)
Tuition reimbursement	-	2,232	2,232
Dues and subscriptions	6,095	11,971	5,876
	<u>1,967,542</u>	<u>2,208,351</u>	<u>240,809</u>
Commodities:			
Other supplies	10,000	18,488	8,488
E-Com	313,500	458,627	145,127
Boards and commissions	6,450	8,845	2,395
Recruitment/testing	5,000	11,924	6,924
Bad debts	-	33,785	33,785
Bank service charges	4,500	4,588	88
Summer youth program	20,000	16,638	(3,362)
Sundry	200	14,201	14,001
Trustee expenses	21,000	8,946	(12,054)
Miscellaneous expense	1,165	9,265	8,100
	<u>381,815</u>	<u>585,307</u>	<u>203,492</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
General services: (continued)			
Capital outlay:			
Building	\$ 40,740	\$ 31,009	\$ (9,731)
Improvements other than building	-	3,833	3,833
Equipment	1,500	2,953	1,453
	<u>42,240</u>	<u>37,795</u>	<u>(4,445)</u>
Total general services	<u>2,863,728</u>	<u>3,356,144</u>	<u>492,416</u>
Administrative office:			
Personnel:			
Salaries	176,141	185,112	8,971
FICA	13,497	13,058	(439)
IMRF	18,350	11,683	(6,667)
Employee insurance	9,450	11,639	2,189
	<u>217,438</u>	<u>221,492</u>	<u>4,054</u>
Maintenance:			
Maintenance equipment	<u>20,300</u>	<u>23,567</u>	<u>3,267</u>
Contractual services:			
Postage	14,000	15,071	1,071
Printing	8,500	5,742	(2,758)
Training and conferences	250	-	(250)
	<u>22,750</u>	<u>20,813</u>	<u>(1,937)</u>
Commodities:			
Office supplies	<u>8,600</u>	<u>4,456</u>	<u>(4,144)</u>
Capital outlay:			
Equipment	<u>3,500</u>	<u>-</u>	<u>(3,500)</u>
Total administrative office	<u>272,588</u>	<u>270,328</u>	<u>(2,260)</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Public works:			
Personnel:			
Salaries	\$ 875,128	\$ 788,108	\$ (87,020)
FICA	67,599	66,333	(1,266)
IMRF	83,014	74,942	(8,072)
Employee insurance	109,669	137,624	27,955
	<u>1,135,410</u>	<u>1,067,007</u>	<u>(68,403)</u>
Maintenance:			
Maintenance building/grounds	3,500	3,414	(86)
Maintenance/equipment	71,000	115,985	44,985
Maintenance/other	14,600	13,598	(1,002)
Trees	2,000	1,319	(681)
Streets	6,000	10,400	4,400
	<u>97,100</u>	<u>144,716</u>	<u>47,616</u>
Contractual services:			
Garbage disposal	3,500	2,485	(1,015)
Communications	400	229	(171)
Utilities	14,000	10,771	(3,229)
Traffic signals	15,000	25,576	10,576
Rental	3,500	3,606	106
Printing	700	472	(228)
Consultants	25,150	15,296	(9,854)
Training and conferences	-	83	83
Dues and subscriptions	750	(207)	(957)
	<u>63,000</u>	<u>58,311</u>	<u>(4,689)</u>
Commodities:			
Office supplies	2,300	1,916	(384)
Other supplies	1,500	1,773	273
Uniforms	6,500	5,811	(689)
Gas and oil	39,100	39,701	601
Sundry	500	142	(358)
	<u>49,900</u>	<u>49,343</u>	<u>(557)</u>
Capital outlay:			
Improvements	26,000	7,459	(18,541)
Equipment	27,200	24,035	(3,165)
	<u>53,200</u>	<u>31,494</u>	<u>(21,706)</u>
Total public works	<u>1,398,610</u>	<u>1,350,871</u>	<u>(47,739)</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Police:			
Personnel:			
Salaries	\$ 2,550,266	\$ 2,611,595	\$ 61,329
FICA	199,150	194,995	(4,155)
IMRF	28,400	37,661	9,261
Employee insurance	345,262	446,960	101,698
	<u>3,123,078</u>	<u>3,291,211</u>	<u>168,133</u>
Maintenance:			
Maintenance equipment	49,750	38,565	(11,185)
Contractual services:			
Communications	23,120	5,660	(17,460)
Printing	4,000	3,707	(293)
Cleaning services	-	14,576	14,576
Consultants	20,000	15,483	(4,517)
P ticket hearing programs	3,600	-	(3,600)
Training and conferences	20,000	23,374	3,374
Dues and subscriptions	3,500	5,507	2,007
	<u>74,220</u>	<u>68,307</u>	<u>(5,913)</u>
Commodities:			
Office supplies	4,500	3,006	(1,494)
Other supplies	11,000	15,034	4,034
Uniforms	26,475	27,712	1,237
Canine supplies	2,000	2,175	175
Prisoner needs	2,000	2,420	420
Gas and oil	90,000	86,678	(3,322)
Animal control	3,000	3,803	803
Sundry	2,000	2,812	812
	<u>140,975</u>	<u>143,640</u>	<u>2,665</u>
Capital outlay:			
Equipment	10,754	11,362	608
	<u>10,754</u>	<u>11,362</u>	<u>608</u>
Total police	<u>3,398,777</u>	<u>3,553,085</u>	<u>154,308</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Fire:			
Personnel:			
Salaries	\$ 1,419,969	\$ 1,523,167	\$ 103,198
FICA	109,240	114,477	5,237
IMRF	30,000	26,837	(3,163)
Employee insurance	225,000	322,666	97,666
	<u>1,784,209</u>	<u>1,987,147</u>	<u>202,938</u>
Maintenance:			
Maintenance buildings/grounds	50,000	41,270	(8,730)
Maintenance equipment	20,000	30,164	10,164
	<u>70,000</u>	<u>71,434</u>	<u>1,434</u>
Contractual services:			
Communications	3,000	2,859	(141)
Rental	11,150	13,695	2,545
Postage	4,600	3,483	(1,117)
Printing	3,000	3,038	38
Fire prevention	2,000	711	(1,289)
Legal	4,500	1,358	(3,142)
Consultants	50,000	75,373	25,373
Training and conferences	10,000	8,804	(1,196)
Dues and subscriptions	8,400	10,556	2,156
	<u>96,650</u>	<u>119,877</u>	<u>23,227</u>
Commodities:			
Office supplies	7,200	3,995	(3,205)
Other supplies	4,800	5,350	550
Uniforms	12,000	11,396	(604)
Gas and oil	15,000	9,639	(5,361)
Sundry	300	691	391
	<u>39,300</u>	<u>31,071</u>	<u>(8,229)</u>
Capital outlay:			
Equipment	111,000	2,940	(108,060)
Improvements	5,000	3,206	(1,794)
	<u>116,000</u>	<u>6,146</u>	<u>(109,854)</u>
Total fire	<u>2,106,159</u>	<u>2,215,675</u>	<u>109,516</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Insurance:			
Personnel:			
State unemployment insurance	\$ 800	\$ 27,625	\$ 26,825
Workers' compensation	400,000	272,058	(127,942)
	<u>400,800</u>	<u>299,683</u>	<u>(101,117)</u>
Contractual services:			
Legal	-	217	217
Consultants	-	4,314	4,314
Insurance	400,000	319,845	(80,155)
Training and conferences	250	1,045	795
	<u>400,250</u>	<u>325,421</u>	<u>(74,829)</u>
Commodities:			
Risk management	39,270	15,484	(23,786)
Loss fund	34,000	7,674	(26,326)
Uniforms	20,650	7,470	(13,180)
	<u>93,920</u>	<u>30,628</u>	<u>(63,292)</u>
Capital outlay:			
Equipment	8,101	18,390	10,289
	<u>8,101</u>	<u>18,390</u>	<u>10,289</u>
Total insurance	<u>903,071</u>	<u>674,122</u>	<u>(228,949)</u>
Civil Defense:			
Maintenance:			
Maintenance equipment	3,000	1,980	(1,020)
	<u>3,000</u>	<u>1,980</u>	<u>(1,020)</u>
Contractual services:			
Dues and subscriptions	1,000	1,068	68
	<u>1,000</u>	<u>1,068</u>	<u>68</u>
Total civil defense	<u>4,000</u>	<u>3,048</u>	<u>(952)</u>

(continued)

Village of Hazel Crest, Illinois

Required Supplementary Information
 Schedule of General Fund Expenditures
 Budget and Actual (Continued)
 Year Ended April 30, 2010

	Original and Final Budget	Actual	Over (Under) Budget
Communications and Community Relations:			
Personnel:			
Salaries	\$ 46,000	\$ 36,782	\$ (9,218)
FICA	3,500	2,652	(848)
	<u>49,500</u>	<u>39,434</u>	<u>(10,066)</u>
Contractual services:			
Consultants	82,320	79,562	(2,758)
Equipment	5,500	8,283	2,783
Villager	10,080	22,553	12,473
Pace bus	1,200	1,499	299
	<u>99,100</u>	<u>111,897</u>	<u>12,797</u>
Commodities:			
Office supplies	800	3,060	2,260
Hazelnut festival	5,000	10,890	5,890
Utilities	-	787	787
	<u>5,800</u>	<u>14,737</u>	<u>8,937</u>
Total communications and community relations	<u>154,400</u>	<u>166,068</u>	<u>11,668</u>
Total expenditures	<u>\$ 11,101,333</u>	<u>\$ 11,589,341</u>	<u>\$ 488,008</u>

Village of Hazel Crest, Illinois

Note to Required Supplementary Information

Note 1. Budgetary Basis of Accounting

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

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

- a) Village Manager submits to the Village Board of Trustees a proposed operating budget ordinance, which serves as a budget, for the fiscal year commencing the following May 1. The operating budget ordinance includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted by the Village to obtain taxpayer comments.
- c) Subsequently, the budget is legally enacted through passage of an ordinance.
- d) Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital projects funds.
- e) Budgets for the general, special revenue, debt service and the capital projects funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
- f) Budgetary authority lapses at year-end.
- g) State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. During fiscal year 2010, the Village transferred \$154,400 into the new department "Communications and Community Relations." 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 9 of its funds. No budgets were prepared for any TIF Funds, the Community Development Block Grant Fund or the Capital Projects Fund.

Supplemental Data

Governmental Funds – Combining Statements

Village of Hazel Crest, Illinois

Nonmajor Governmental Funds
 Combining Balance Sheet
 April 30, 2010

	Special Revenue (MFT)	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Assets				
Cash and equivalents	\$ 528,881	\$ 170,703	\$ 2,908,338	\$ 3,607,922
Receivables:				
Property taxes	-	220,761	-	220,761
Accounts	-	-	35,197	35,197
Intergovernmental	36,938	-	-	36,938
Total assets	\$ 565,819	\$ 391,464	\$ 2,943,535	\$ 3,900,818
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 65,202	\$ 1,266	\$ 88,435	\$ 154,903
Due to other funds	-	34,541	-	34,541
Deferred revenue	-	215,482	-	215,482
Total liabilities	65,202	251,289	88,435	404,926
Fund Balances				
Reserved for debt service	-	140,175	-	140,175
Unreserved	500,617	-	2,855,100	3,355,717
Total fund balances	500,617	140,175	2,855,100	3,495,892
Total liabilities and fund balances	\$ 565,819	\$ 391,464	\$ 2,943,535	\$ 3,900,818

Village of Hazel Crest, Illinois

**Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Year Ended April 30, 2010**

	Special Revenue (MFT)	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ -	\$ 364,746	\$ 588,170	\$ 952,916
Intergovernmental	613,764	-	35,197	648,961
Interest	-	-	3	3
Miscellaneous	7,738	-	44,363	52,101
Total revenues	621,502	364,746	667,733	1,653,981
Expenditures				
Current,				
General services	415,545	-	-	415,545
Economic development	-	-	470,523	470,523
Debt service:				
Principal	-	246,140	-	246,140
Interest and fees	-	104,590	-	104,590
Capital outlay	418,196	-	-	418,196
Total expenditures	833,741	350,730	470,523	1,654,994
Excess (deficiency) of revenues over under expenditures	(212,239)	14,016	197,210	(1,013)
Other financing sources (uses):				
Proceeds from note payable	-	-	126,157	126,157
Transfers in	-	79,970	-	79,970
Total other financing sources (uses)	-	79,970	126,157	206,127
Change in fund balances	(212,239)	93,986	323,367	205,114
Fund balances:				
May 1, 2009	712,856	46,189	2,531,733	3,290,778
April 30, 2010	\$ 500,617	\$ 140,175	\$ 2,855,100	\$ 3,495,892

Village of Hazel Crest, Illinois

Schedule of Expenditures - Budget and Actual
 Motor Fuel Tax Fund
 Year Ended April 30, 2010

	Original and Final Budget	Actual
General services:		
Personal:		
Salaries	\$ 81,000	\$ 111,397
Maintenance,		
Maintenance streets/alleys	10,000	17,912
Contractual services:		
Utilities	51,000	56,199
Rental	95,000	95,000
Consultants	20,000	48,298
Commodities,		
Salt and slag	85,000	86,739
	<u>342,000</u>	<u>415,545</u>
Capital outlay,		
183rd Street improvements	-	418,196
	<u>-</u>	<u>418,196</u>
Total expenditures	\$ 342,000	\$ 833,741

Village of Hazel Crest, Illinois

Combining Balance Sheet
 Nonmajor Debt Service Funds
 April 30, 2010

	Limited Tax Bonds	Fire Equipment Notes	2005 Capital Projects	Total
Assets				
Cash	\$ -	\$ 35,297	\$ 135,406	\$ 170,703
Property taxes receivable	118,221	44,488	58,052	220,761
Total assets	\$ 118,221	\$ 79,785	\$ 193,458	\$ 391,464
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ -	\$ 1,266	\$ 1,266
Due to general fund	34,541	-	-	34,541
Deferred revenue	115,394	43,424	56,664	215,482
Total liabilities	149,935	43,424	57,930	251,289
Fund balances, reserved	(31,714)	36,361	135,528	140,175
Total liabilities and fund balances	\$ 118,221	\$ 79,785	\$ 193,458	\$ 391,464

Village of Hazel Crest, Illinois

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Debt Service Funds
Year Ended April 30, 2010

	Limited Tax Bonds	Fire Equipment Notes	2005 Capital Projects	Total
Revenues:				
Property taxes	\$ 219,246	\$ 36,361	\$ 109,139	\$ 364,746
Total revenues	<u>219,246</u>	<u>36,361</u>	<u>109,139</u>	<u>364,746</u>
Expenditures, debt service:				
Principal	140,000	56,140	50,000	246,140
Interest and fees	68,584	23,830	12,176	104,590
Total expenditures	<u>208,584</u>	<u>79,970</u>	<u>62,176</u>	<u>350,730</u>
Excess (deficiency) of revenues over (under) expenditures	10,662	(43,609)	46,963	14,016
Other financing sources:				
Transfers in	-	79,970	-	79,970
Change in fund balances	10,662	36,361	46,963	93,986
Fund balances (deficits):				
May 1, 2009	(42,376)	-	88,565	46,189
April 30, 2010	<u>\$ (31,714)</u>	<u>\$ 36,361</u>	<u>\$ 135,528</u>	<u>\$ 140,175</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, 2010

	Limited Tax Bonds		Fire Equipment Notes		2005 Capital Projects		Total	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:								
Property taxes	\$ 218,575	\$ 219,246	\$ 82,252	\$ 36,361	\$ 107,330	\$ 109,139	\$ 408,157	\$ 364,746
Total revenues	<u>218,575</u>	<u>219,246</u>	<u>82,252</u>	<u>36,361</u>	<u>107,330</u>	<u>109,139</u>	<u>408,157</u>	<u>364,746</u>
Expenditures, debt service:								
Principal	218,575	140,000	82,252	56,140	107,330	50,000	408,157	246,140
Interest and fees	-	68,584	-	23,830	-	12,176	-	104,590
Total expenditures	<u>218,575</u>	<u>208,584</u>	<u>82,252</u>	<u>79,970</u>	<u>107,330</u>	<u>62,176</u>	<u>408,157</u>	<u>350,730</u>
Excess (deficiency) of revenues over (under) expenditures	-	10,662	-	(43,609)	-	46,963	-	14,016
Other financing sources, Transfers in	-	-	-	79,970	-	-	-	79,970
Change in fund balances	<u>\$ -</u>	<u>10,662</u>	<u>\$ -</u>	<u>36,361</u>	<u>\$ -</u>	<u>46,963</u>	<u>\$ -</u>	<u>93,986</u>
Fund balances (deficits):								
May 1, 2009		<u>(42,376)</u>		<u>-</u>		<u>88,565</u>		<u>46,189</u>
April 30, 2010		<u>\$ (31,714)</u>		<u>\$ 36,361</u>		<u>\$ 135,528</u>		<u>\$ 140,175</u>

Village of Hazel Crest, Illinois

Combining Balance Sheet
 Nonmajor Capital Projects Funds
 April 30, 2010

	Capital Projects	Community Development Block Grant	Tax Incremental Financing District Hazel Crest Proper	Tax Incremental Financing District 167th Street	Tax Incremental Financing District Cherry Creek	Total
Assets						
Cash and cash equivalents	\$ 585,720	\$ 508	\$ 1,341,406	\$ 693,068	\$ 287,636	\$ 2,908,338
Accounts receivable	-	35,197	-	-	-	35,197
Total Assets	\$ 585,720	\$ 35,705	\$ 1,341,406	\$ 693,068	\$ 287,636	\$ 2,943,535
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 52,730	\$ 35,705	\$ -	\$ -	\$ -	\$ 88,435
Fund Balances, unreserved	532,990	-	1,341,406	693,068	287,636	2,855,100
Total liabilities and fund balances	\$ 585,720	\$ 35,705	\$ 1,341,406	\$ 693,068	\$ 287,636	\$ 2,943,535

Village of Hazel Crest, Illinois

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Projects Funds
Year Ended April 30, 2010**

	Capital Projects	Community Development Block Grant	Tax Incremental Financing District Hazel Crest Proper	Tax Incremental Financing District 167th Street	Tax Incremental Financing District Cherry Creek	Total
Revenues:						
Property taxes	\$ -	\$ -	\$ 282,066	\$ 209,288	\$ 96,816	\$ 588,170
Intergovernmental	-	35,197	-	-	-	35,197
Interest income	3	-	-	-	-	3
Miscellaneous	44,363	-	-	-	-	44,363
Total revenues	44,366	35,197	282,066	209,288	96,816	667,733
Expenditures:						
Economic development	242,244	35,197	177,368	15,434	280	470,523
Excess (deficiency) of revenues over (under) expenditures	(197,878)	-	104,698	193,854	96,536	197,210
Other financing sources,						
Proceeds from note payable	-	-	126,157	-	-	126,157
Change in fund balances	(197,878)	-	230,855	193,854	96,536	323,367
Fund balances:						
May 1, 2009	730,868	-	1,110,551	499,214	191,100	2,531,733
April 30, 2010	\$ 532,990	\$ -	\$ 1,341,406	\$ 693,068	\$ 287,636	\$ 2,855,100

Major Proprietary Fund

Village of Hazel Crest, Illinois

Statement of Revenues, Expenses and Changes in Net Assets -
Budget and Actual
Waterworks and Sewerage Fund
Year Ended April 30, 2010

	Original and Final Budget	Actual
Operating revenues, charges for services	\$ 2,393,350	\$ 2,710,196
Operating expenses:		
Operations	2,314,477	2,477,984
Depreciation	422,000	408,522
Total operating expenses	<u>2,736,477</u>	<u>2,886,506</u>
Operating (loss)	<u>\$ (343,127)</u>	(176,310)
Net assets:		
May 1, 2009		<u>2,594,628</u>
April 30, 2010		<u>\$ 2,418,318</u>

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
 Waterworks and Sewerage Fund
 Year Ended April 30, 2010

	Original and Final Budget	Actual
Operating expenses:		
Personnel:		
Salaries	\$ 576,744	\$ 630,981
FICA	47,219	55,113
IMRF	58,021	56,135
Employee insurance	111,596	139,751
Total personnel	<u>793,580</u>	<u>881,980</u>
Maintenance:		
Maintenance building/grounds	7,300	6,653
Maintenance equipment	50,000	26,672
Maintenance utility system	100,000	103,170
Total maintenance	<u>157,300</u>	<u>136,495</u>
Contractual services:		
Telephone	3,052	3,451
Water purchases	1,017,000	1,247,856
Utilities	64,000	74,225
Postage	6,250	7,736
Printing	2,100	433
Legal	900	4,649
Consultants	19,000	43,371
Training and conferences	500	658
Dues and subscriptions	500	508
Total contractual services	<u>1,113,302</u>	<u>1,382,887</u>
Commodities:		
Office supplies	900	1,703
Other supplies	3,400	988
Uniforms	5,800	4,501
Gas and oil	38,000	39,701
Bad debts	-	4,919
Sundry	100	-
Total commodities	<u>48,200</u>	<u>51,812</u>

(continued)

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
Waterworks and Sewerage Fund (Continued)
Year Ended April 30, 2010

	Original and Final Budget	Actual
Operating expenses: (continued)		
Capital outlay:		
Improvements	\$ 78,095	\$ 8,614
Equipment	88,000	1,498
Meters	36,000	14,698
Total capital outlay	<u>202,095</u>	<u>24,810</u>
Total operations	2,314,477	2,477,984
Depreciation	<u>422,000</u>	<u>408,522</u>
Total operating expenses	<u>\$ 2,736,477</u>	<u>\$ 2,886,506</u>

Village of Hazel Crest, Illinois

Schedule of Expenses - Budget and Actual
 Commuter Parking Lot Fund
 Year Ended April 30, 2010

	Original and Final Budget	Actual
Operating expenses:		
Utilities	\$ 2,000	\$ 2,680
Service charge	35,000	35,000
Other improvements	-	3,301
	<hr/>	<hr/>
Total operations	37,000	40,981
Depreciation	-	5,260
	<hr/>	<hr/>
Total operating expenses	<u>\$ 37,000</u>	<u>\$ 46,241</u>

Village of Hazel Crest, Illinois

Capital Assets Used in the Operation of Governmental Funds
Schedule of Capital Assets -
By Source
April 30, 2010

Land and land improvements	\$ 1,097,761
Buildings	2,658,408
Machinery and equipment	5,095,764
Infrastructure	<u>119,650,329</u>
Total capital assets	<u><u>\$ 128,502,262</u></u>
Investment in capital assets from:	
General obligation bonds	\$ 1,680,000
Debt certificates	477,000
Notes payable	728,616
Current revenue	<u>125,616,646</u>
Total investment in capital assets	<u><u>\$ 128,502,262</u></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, 2010

	Land and Land Improvements	Construction in Progress	Buildings	Machinery and Equipment	Infrastructure
General services:					
Municipal center	\$ 27,548	\$ -	\$ 325,789	\$ 203,018	\$ -
General services	253,811	-	846,146	11,037	1,954,058
Office	-	-	6,484	-	-
Total general services	281,359	-	1,178,419	214,055	1,954,058
Public works:					
General	-	-	409,873	871,840	5,659,199
Road and bridge	156,953	-	50,466	258,851	108,394,804
Forestry	442,000	-	-	75,357	-
Waste management	13,500	-	-	55,479	3,642,268
Total public works	612,453	-	460,339	1,261,527	117,696,271
Public safety:					
Police	-	-	-	713,163	-
Fire	203,949	-	1,000,939	2,095,974	-
911	-	-	-	811,045	-
Civil defense	-	-	18,711	-	-
Total public safety	203,949	-	1,019,650	3,620,182	-
Total capital assets	\$ 1,097,761	\$ -	\$ 2,658,408	\$ 5,095,764	\$ 119,650,329

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, 2010

	Capital Assets May 1, 2009	Additions	Deletions	Capital Assets April 30, 2010
General services:				
Municipal center	\$ 556,355	\$ -	\$ -	\$ 556,355
General services	2,932,547	45,123	38,775	2,938,895
Office	6,484	-	-	6,484
Total general services	3,495,386	45,123	38,775	3,501,734
Public works:				
General	6,940,912	-	-	6,940,912
Road and bridge	108,534,198	326,876	-	108,861,074
Forestry	517,357	-	-	517,357
Waste management	3,711,247	-	-	3,711,247
Total public works	119,703,714	326,876	-	120,030,590
Public safety:				
Police	844,475	-	131,312	713,163
Fire	3,683,556	-	382,694	3,300,862
911	811,045	-	-	811,045
Civil defense	18,711	-	-	18,711
Total public safety	5,357,787	-	514,006	4,843,781
Total capital assets	\$ 128,556,887	\$ 371,999	\$ 552,781	\$ 128,376,105

Village of Hazel Crest, Illinois

**Schedule of Debt Service Requirements
April 30, 2010**

	Year Ending April 30,	Principal	Interest	Total
Series 2005				
Dated: April 26, 2005	2011	\$ 50,000	\$ 18,126	\$ 68,126
Payable at: American National Bank	2012	50,000	16,226	66,226
Interest payable monthly at the bank's current	2013	50,000	14,326	64,326
variable rate, 0.50% at April 30, 2010	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>\$ 477,000</u>	<u>\$ 95,760</u>	<u>\$ 572,760</u>
Series 2006				
Dated: December 1, 2006	2011	\$ 140,000	\$ 63,030	\$ 203,030
Authorized issue - \$2,105,000	2012	125,000	57,850	182,850
Payable at: Bank of New York	2013	135,000	53,225	188,225
Interest payable semi-annually at rates	2014	140,000	48,230	188,230
ranging from 3.7 to 3.85%	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>\$ 1,680,000</u>	<u>\$ 402,908</u>	<u>\$ 2,082,908</u>
Note Payable				
Dated: January 16, 2009	2011	\$ 57,448	\$ 22,522	\$ 79,970
Authorized issue - \$658,599	2012	59,669	20,300	79,970
Payable at: First Midwest Bank	2013	61,977	17,993	79,970
Principal and interest payable semi-annually	2014	423,365	17,080	440,445
interest rate of 3.83%				-
		<u>\$ 602,459</u>	<u>\$ 77,895</u>	<u>\$ 680,355</u>

Note Payable

Village of Hazel Crest, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections
April 30, 2010

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Assessed valuations*	\$ 222,620,274	\$ 212,019,309	\$ 194,599,212	\$ 183,449,470	\$ 182,781,075	\$ 157,083,399	\$ 152,738,655	\$ 152,738,655	\$ 123,609,348	\$ 122,157,987
Tax rates by fund:										
General:										
Corporate	0.3035	0.4492	0.3297	0.2566	0.2227	0.2347	0.2500	0.2046	0.2500	0.2370
Unemployment	0.0032	0.0034	0.0037	0.0039	0.0037	0.0048	0.0040	0.0124	0.0112	0.0030
Crossing Guards	0.0162	0.0170	0.0185	0.0132	0.0130	0.0147	0.0139	0.0164	0.0113	0.0190
Police Protection	0.0786	0.0729	0.0794	0.0770	0.0668	0.0704	0.0750	0.0614	0.0750	0.0711
Fire Protection	0.3706	0.3886	0.4234	0.4105	0.3564	0.3754	0.4000	0.3274	0.4000	0.3792
Road and Bridge - Village	0.0000	0.0000	0.0000	0.1000	0.0876	0.0938	0.1000	0.0818	0.1000	0.0948
Police Pension	0.3100	0.2747	0.2445	0.2463	0.2472	0.2220	0.2259	0.2118	0.2383	0.2361
Fire Pension	0.1421	0.1165	0.1024	0.1030	0.1034	0.1120	0.1050	0.0979	0.0991	0.0948
Civil Defense	0.0013	0.0015	0.0026	0.0020	0.0017	0.0033	0.0096	0.0409	0.0107	0.0147
Illinois Municipal Retirement	0.2965	0.3109	0.3308	0.3425	0.3345	0.3596	0.3717	0.3931	0.4707	0.4940
Waste Management	0.0270	0.0267	0.0265	0.0207	0.0310	0.1335	0.1340	0.1636	0.1534	0.1896
Paramedics	0.2089	0.2186	0.2382	0.2499	0.2190	0.2347	0.2500	0.2046	0.2500	0.2370
Insurance	0.3594	0.2672	0.2911	0.2347	0.2226	0.2399	0.2331	0.1959	0.3722	0.3217
Auditing	0.0254	0.0267	0.0291	0.0191	0.0044	0.0189	0.0236	0.0315	0.0208	0.0331
Purchase Agreement	0.0000	0.0481	0.0547	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Total general	2.1427	2.2220	2.1746	2.0794	1.9140	2.1177	2.1958	2.0433	2.4627	2.4251
Debt Service:	0.1833	0.1031	0.0146	0.0012	0.0285	0.0430	0.0974	0.1107	0.2711	0.2115
Total	2.3260	2.3251	2.1892	2.0806	1.9425	2.1607	2.2932	2.1540	2.7338	2.6366

Village of Hazel Crest, Illinois

Schedule of Assessed Valuations, Tax Rates,
Tax Extensions and Tax Collections (Continued)
April 30, 2010

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Tax extensions by fund:										
General:										
Corporate	\$ 675,637	\$ 952,415	\$ 641,690	\$ 470,731	\$ 407,053	\$ 368,675	\$ 381,846	\$ 312,504	\$ 309,023	\$ 289,503
Unemployment	7,210	7,210	7,210	7,155	6,763	7,540	6,000	18,938	13,797	3,660
Crossing Guards	36,050	36,050	36,050	24,215	23,762	23,091	20,600	25,000	14,024	23,161
Police Protection	175,000	154,500	154,500	141,256	122,098	110,587	114,554	93,751	92,707	86,852
Fire Protection	825,000	824,000	824,000	753,060	651,432	589,691	610,955	500,006	494,437	463,205
Road and Bridge - Village	-	-	-	183,449	160,116	147,344	152,739	125,001	123,609	115,802
Police Pension	690,177	582,355	475,713	451,836	451,835	348,725	335,041	323,551	294,506	288,400
Fire Pension	316,266	246,932	199,240	188,953	188,996	175,933	155,746	149,487	122,463	115,843
Civil Defense	3,000	3,090	5,150	3,669	3,107	5,184	14,200	62,501	13,213	17,915
Illinois Municipal Retirement	660,000	659,200	643,750	628,314	611,403	564,872	551,134	600,391	581,847	603,464
Waste Management	60,000	56,650	51,500	37,974	56,662	209,706	198,700	250,003	189,656	231,604
Paramedics	465,000	463,500	463,500	458,440	400,291	368,675	381,847	312,504	309,023	289,503
Insurance	800,000	566,500	566,500	430,556	406,871	376,843	345,728	299,224	460,100	393,041
Auditing	56,650	56,650	56,650	35,039	8,042	29,689	35,000	48,153	25,750	40,467
Purchase Agreement	-	102,016	106,394	-	-	-	-	-	-	-
Total general	4,769,990	4,711,068	4,231,847	3,814,648	3,498,430	3,326,555	3,304,090	3,121,014	3,044,155	2,962,420
Debt Service:	408,157	218,621	28,350	2,201	52,093	67,546	148,775	168,977	335,133	258,439
Total	\$ 5,178,147	\$ 4,929,689	\$ 4,260,197	\$ 3,816,850	\$ 3,550,523	\$ 3,394,101	\$ 3,452,865	\$ 3,289,991	\$ 3,379,288	\$ 3,220,859
Collections	\$ 2,169,469	\$ 4,497,349	\$ 3,812,644	\$ 3,491,033	\$ 3,501,134	\$ 3,369,078	\$ 3,198,171	\$ 3,162,173	\$ 3,324,658	\$ 3,151,749
Percent collections	41.90%	91.23%	89.49%	91.46%	98.61%	99.26%	92.62%	96.11%	98.38%	97.85%

* Assessed valuation for 2009 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	82-87
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	88-93
These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.	
Debt Capacity	94-97
These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	
Demographic and Economic Information	98-100
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	101-102
These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.	

Sources:

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

Village of Hazel Crest, Illinois

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

	Fiscal Year					
	2005	2006	2007	2008	2009	2010
Governmental Activities						
Invested in Capital Assets Net of Related Debt	\$ 23,447,641	\$ 21,850,030	\$ 16,750,186	\$ 15,914,004	\$ 15,492,939	\$ -
Restricted	3,370,345	-	755,837	634,466	732,856	-
Unrestricted	4,265,665	5,682,785	9,327,739	8,775,659	7,508,602	23,005,103
Total Governmental Activities	\$ 31,083,651	\$ 27,532,815	\$ 26,833,762	\$ 25,324,129	\$ 23,734,397	\$ 23,005,103
Business-type Activities						
Invested in Capital Assets Net of Related Debt	\$ 5,207,915	\$ 4,812,536	\$ 4,496,830	\$ 4,091,062	\$ 3,750,564	\$ 3,408,764
Unrestricted	(650,978)	(742,436)	(764,252)	(769,741)	(807,805)	(654,993)
Total Business-type Activities	\$ 4,556,937	\$ 4,070,100	\$ 3,732,578	\$ 3,321,321	\$ 2,942,759	\$ 2,753,771
Total						
Invested in Capital Assets Net of Related Debt	\$ 28,655,556	\$ 26,662,566	\$ 21,247,016	\$ 20,005,066	\$ 19,243,503	\$ 3,408,764
Restricted	3,370,345	-	755,837	634,466	732,856	-
Unrestricted	3,614,687	4,940,349	8,563,487	8,005,918	6,700,797	22,350,110
Total Primary Government	\$ 35,640,588	\$ 31,602,915	\$ 30,566,340	\$ 28,645,450	\$ 26,677,156	\$ 25,758,874

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

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

	Fiscal Year					
	2005	2006	2007	2008	2009	2010
Expenses						
Governmental Activities						
General Government	\$ 2,808,297	\$ 3,143,886	\$ 5,660,422	\$ 7,083,940	\$ 6,411,941	\$ 6,762,100
Public Safety	5,268,721	5,080,102	5,230,464	5,544,852	6,694,508	6,030,645
Public Works	2,340,877	2,338,699	2,333,101	2,440,638	2,578,377	2,600,659
Interest	55,906	153,460	358,355	288,937	92,565	138,541
Total Governmental Activities Expenses	10,473,801	10,716,147	13,582,342	15,358,367	15,777,391	15,531,945
Business-type Activities						
Waterworks and Sewerage	2,888,214	3,268,363	2,475,858	2,714,028	2,798,922	2,886,506
Commuter Parking Lot	40,640	38,231	7,778	11,287	75,877	46,241
Total Business-type Activities Expenses	2,928,854	3,306,594	2,483,636	2,725,315	2,874,799	2,932,747
Total Primary Government Expenses	\$ 13,402,655	\$ 14,022,741	\$ 16,065,978	\$ 18,083,682	\$ 18,652,190	\$ 18,464,692
Program Revenues						
Governmental Activities						
Charges for Services						
General Government	\$ 523,511	\$ 1,204,390	\$ 1,792,161	\$ 1,922,076	\$ 1,940,709	\$ 1,981,729
Public Safety	456,980	339,670	265,472	395,549	366,130	346,632
Public Works	266,195	14,873	89,728	11,364	-	42,629
Operating Grants and Contributions	-	688,915	710,921	771,094	234,864	648,961
Developer Contributions to Capital	-	-	57,080	-	-	-
Total Governmental Activities Program Revenues	1,246,686	2,247,848	2,915,362	3,100,083	2,541,703	3,019,951
Business-type Activities						
Charges for Services						
Waterworks and Sewerage	2,255,059	2,778,528	2,103,009	2,268,814	2,412,475	2,710,196
Commuter Parking Lot	39,304	36,286	38,456	37,142	32,756	33,563
Operating Grants and Contributions	-	-	-	-	50,000	-
Total Business-type Activities Program Revenues	2,294,363	2,814,814	2,141,465	2,305,956	2,495,231	2,743,759
Total Primary Government Program Revenues	\$ 3,541,049	\$ 5,062,662	\$ 5,056,827	\$ 5,406,039	\$ 5,036,934	\$ 5,763,710
Net (Expense) Revenue						
Governmental Activities	\$ (9,227,115)	\$ (8,468,299)	\$ (10,666,980)	\$ (12,258,284)	\$ (13,235,688)	\$ (12,511,994)
Business-type Activities	(634,491)	(491,780)	(342,171)	(419,359)	(379,568)	(188,988)
Total Primary Government Net (Expense) Revenue	\$ (9,861,606)	\$ (8,960,079)	\$ (11,009,151)	\$ (12,677,643)	\$ (13,615,256)	\$ (12,700,982)

(Continued)

Village of Hazel Crest, Illinois

Change in Net Assets (Continued)
Last Six Fiscal Years

	Fiscal Year					
	2005	2006	2007	2008	2009	2010
General Revenues and Other Changes in Net Assets						
Governmental Activities						
Taxes:						
Property	\$ 4,297,505	\$ 4,243,737	\$ 5,442,857	\$ 5,745,652	\$ 5,925,950	\$ 7,688,712
Sales	603,416	580,015	694,475	784,883	629,913	522,782
Income and Use	1,217,052	1,348,880	1,475,612	1,600,594	1,490,817	1,301,894
Utility	1,321,900	1,460,390	1,669,226	1,928,191	2,217,613	1,748,738
Other	613,477	34,907	-	106,250	125,000	94,694
Interest	85,666	200,128	301,286	303,776	104,095	26,464
Miscellaneous	288,303	144,694	159,143	279,305	1,152,568	399,416
Total Governmental Activities	8,427,319	8,012,751	9,742,599	10,748,651	11,645,956	11,782,700
Business-type Activities						
Interest	1,323	4,943	4,649	8,102	1,005	-
Total Business-type Activities	1,323	4,943	4,649	8,102	1,005	-
Total Primary Government	\$ 8,428,642	\$ 8,017,694	\$ 9,747,248	\$ 10,756,753	\$ 11,646,961	\$ 11,782,700
Change in Net Assets						
Governmental Activities	\$ (799,796)	\$ (455,548)	\$ (924,381)	\$ (1,509,633)	\$ (1,589,732)	\$ (729,294)
Business-type Activities	(633,168)	(486,837)	(337,522)	(411,257)	(378,563)	(188,988)
Total Primary Government	\$ (1,432,964)	\$ (942,385)	\$ (1,261,903)	\$ (1,920,890)	\$ (1,968,295)	\$ (918,282)

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ 353,520	\$ 294,640	\$ 434,188	\$ -	\$ 410,929	\$ -	\$ 656,294	\$ 1,584,877	\$ 1,753,982	\$ 1,704,824
Designated	289,477	306,690	9,765	-	-	-	-	-	-	-
Unreserved	2,738,384	2,585,884	3,221,613	3,800,032	3,584,443	4,021,948	3,465,514	2,485,503	2,506,671	1,843,566
Total General Fund	\$ 3,381,381	\$ 3,187,214	\$ 3,665,566	\$ 3,800,032	\$ 3,995,372	\$ 4,021,948	\$ 4,121,808	\$ 4,070,380	\$ 4,260,653	\$ 3,548,390
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ 369,139	\$ 2,232,416	\$ 760,224	\$ 725,229	\$ 696,856	\$ 46,189	\$ 140,175
Unreserved, reported in										
Special Revenue Funds	575,469	735,681	473,262	1,351,879	927,111	1,366,700	1,625,309	1,546,933	712,856	500,617
Capital Project Funds	319,821	373,998	413,734	557,777	-	520,696	3,903,705	3,507,955	4,430,236	5,433,246
Debt Service Funds	752,193	1,305,295	663,108	509,563	-	1,318,196	-	-	-	-
Total All Other Governmental Funds	\$ 1,647,483	\$ 2,414,974	\$ 1,550,104	\$ 2,788,358	\$ 3,159,527	\$ 3,965,816	\$ 6,254,243	\$ 5,751,744	\$ 5,189,281	\$ 6,074,038

Data Source

Audited Financial Statements

Village of Hazel Crest, Illinois

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	\$ 5,196,234	\$ 4,886,296	\$ 5,302,710	\$ 6,043,149	\$ 5,697,688	\$ 5,674,120	\$ 7,047,634	\$ 7,602,794	\$ 7,610,871	\$ 9,230,796
Licenses	235,306	237,643	233,887	276,494	272,063	269,234	225,746	303,028	270,120	249,769
Intergovernmental	2,580,025	2,681,171	2,479,434	2,384,668	2,462,404	2,650,855	2,839,101	3,179,440	3,216,958	2,343,882
Charges for services	441,741	419,498	403,005	409,727	140,906	404,075	90,000	95,564	173,600	141,225
Fines, fees and permits	581,065	575,777	588,041	743,260	833,717	797,308	1,743,490	1,839,657	1,766,156	1,830,452
Interest	223,653	115,784	76,251	57,943	85,666	200,128	301,286	303,776	104,095	26,464
Miscellaneous	414,037	1,073,437	579,068	448,891	310,293	264,879	353,624	524,475	1,045,858	643,654
Total Revenues	9,672,061	9,989,606	9,662,396	10,364,132	9,802,737	10,260,599	12,600,881	13,848,734	14,187,658	14,466,242
Expenditures										
General Services	1,407,684	1,410,308	1,687,816	1,539,136	1,466,126	2,314,136	3,250,733	3,686,137	3,864,716	3,733,894
Police and Fire	3,862,077	3,785,274	3,960,072	4,462,029	4,915,997	4,775,722	4,963,655	5,248,561	5,634,480	5,751,252
Administrative Office	273,806	270,788	293,470	305,158	267,939	295,837	281,233	333,203	298,151	270,328
Public Works	1,035,282	1,697,098	988,051	992,931	1,011,076	1,033,578	988,992	1,127,894	1,279,406	1,319,377
Community Relations	5,180	14,777	8,781	1,374	-	39,303	-	-	-	166,068
Economic Development	176,951	142,082	142,288	19,451	163,515	68,915	550,259	1,148,226	697,150	806,093
Civil Defense	-	-	6,020	6,014	5,362	3,303	3,282	2,958	5,334	3,048
Insurance	369,929	520,822	513,913	528,684	434,508	374,126	537,226	724,242	884,655	655,732
Capital Outlay	681,381	571,963	523,563	674,122	346,222	1,187,936	385,919	493,156	1,506,991	523,383
Debt Service										
Principal	510,317	533,943	509,921	445,585	84,000	140,693	224,106	229,333	195,000	246,140
Interest	150,759	88,880	20,608	13,519	6,827	39,318	45,365	108,951	92,564	104,590
Other Charges	486,140	470,028	-	-	12,577	-	-	-	-	-
Surplus Distribution	-	-	-	755,000	550,000	-	1,250,000	650,000	760,000	840,000
Total Expenditures	8,959,506	9,505,963	8,654,503	9,743,003	9,264,149	10,272,867	12,480,770	13,752,661	15,218,447	14,419,905
Excess of Revenues over (under) Expenditures	712,555	483,643	1,007,893	621,129	538,588	(12,268)	120,111	96,073	(1,030,789)	46,337

(Continued) (Continued)

Village of Hazel Crest, Illinois

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Other Financing Sources (Uses)										
Transfers (Out)	\$ 2,559	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (904,556)	\$ (79,970)
Transfers In	(2,559)	-	-	-	-	-	-	-	904,556	79,970
Proceeds from Notes Payable	-	-	-	-	-	-	-	-	658,599	-
Proceeds from General Obligation Bond	110,000	109,000	110,000	-	-	-	2,042,848	-	-	-
Proceeds from Installment Note	-	-	-	-	-	118,132	-	-	-	-
Proceeds from Tax Incremental Revenue Note	-	-	-	-	-	-	-	-	-	-
Sale of Debt Certificate	-	-	-	-	727,000	-	-	-	-	-
Total Other Financing Sources (Uses)	110,000	109,000	110,000	-	727,000	118,132	2,042,848	-	658,599	-
Net Change in Fund Balances	\$ 822,555	\$ 592,643	\$ 1,117,893	\$ 621,129	\$ 1,265,588	\$ 105,864	\$ 2,162,959	\$ 96,073	\$ (372,190)	\$ 46,337
Debt Service as a Percentage of Noncapital Expenditures	7.99%	6.97%	6.52%	4.88%	1.02%	1.91%	2.23%	2.53%	2.02%	2.50%

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)
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	194,599,212	578,444,276	33.3000	1,735,332,828	7	1,489,706	34	1,897,417
2008	212,019,309	636,057,927	33.3000	1,908,173,781	6	8,355,152	38	1,925,744
2009	212,019,309	636,057,927	33.3000	1,908,173,781	10	1,262,384	21	831,607
2010	212,019,309	636,057,927	33.3000	1,908,173,781	16	2,137,193	10	429,585

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									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Village Direct Rates										
General Corporate	\$ 2.550	\$ 2.637	\$ 2.734	\$ 2.154	\$ 2.201	\$ 2.161	\$ 1.943	\$ 2.081	\$ 2.190	\$ 2.326
Overlapping Rates										
County of Cook	0.085	0.082	0.746	0.690	0.630	0.593	0.533	0.500	0.446	0.415
Cook County Forest Preserve District	0.070	0.069	0.067	0.061	0.059	0.060	0.600	0.570	0.053	0.051
Suburban TB Sanitarium	0.008	0.008	0.007	0.006	0.004	0.001	0.005	0.005	0.263	-
Consolidated Elections	0.023	-	0.032	-	0.029	-	0.014	-	-	-
Bremen Township	0.061	0.063	0.062	0.051	0.053	0.054	0.049	0.051	0.006	0.049
Bremen Twp. Road & Bridge	0.038	0.040	0.041	0.035	0.037	0.019	0.032	0.033	0.012	0.031
Bremen Twp. General Assistance	0.003	0.005	0.005	0.006	0.008	0.008	0.008	0.008	0.051	0.008
Rich Township	0.213	0.223	0.230	0.202	0.211	0.211	0.193	0.199	0.033	0.191
Rich Twp. Road & Bridge	0.006	0.065	0.068	0.060	0.063	0.063	0.058	0.057	0.008	0.054
Rich Twp. General Assistance	0.002	0.025	0.026	0.023	0.024	0.024	0.022	0.022	0.196	0.022
Thornton Township	0.214	0.175	0.171	0.156	0.411	0.405	0.360	0.374	0.056	0.358
Thornton Twp. Road & Bridge	0.021	0.018	0.018	0.016	0.016	0.016	0.015	0.016	0.022	0.016
Thornton Twp. General Assistance	0.028	0.074	0.073	0.061	0.100	0.098	0.088	0.092	0.372	0.089
Metro Water Reclamation District of Chicago	0.042	0.042	0.401	0.371	0.361	0.347	0.315	0.284	0.016	0.252
So. Cook County Mosquito Abatement	0.013	0.014	0.015	0.011	0.013	0.012	0.010	0.007	0.092	0.009
Hazel Crest Park District	0.773	0.801	0.814	0.649	0.707	0.703	0.644	0.659	0.603	0.569
Grande Prairie Pub. Library District	0.356	0.371	0.376	0.308	0.323	0.312	0.277	0.279	0.273	0.265
School District #144	4.341	5.025	4.961	3.985	4.152	3.935	3.338	3.413	3.299	3.119
School District #152 1/2	2.858	3.093	3.189	2.726	4.572	4.563	4.160	4.335	4.286	4.147
School District #152 1/2 School Finance Authority	-	-	-	2.078	0.508	0.490	0.429	0.428	0.410	0.376
School District #153	4.573	4.627	4.571	3.998	4.144	4.118	3.796	3.777	3.671	3.490
School District #161	4.539	4.775	4.775	4.081	4.262	4.238	3.882	3.945	3.806	3.673
Thornton Twp. HSD #205	4.409	4.612	5.378	4.614	4.111	4.117	3.673	3.795	3.741	3.608
Community HSD #228	3.720	3.890	3.838	3.158	3.328	3.331	2.953	3.509	3.412	3.217
Homewood Flossmoor Comm. HSD #233	3.705	3.890	3.799	4.083	4.348	4.345	4.073	4.103	3.966	3.787
So. Suburban Comm. College #510	0.442	0.457	0.454	0.386	0.403	0.400	0.359	0.367	0.362	0.346
Prairie State Comm. College #515	0.368	0.376	0.379	0.338	0.346	0.341	0.292	0.292	0.294	0.280

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	2008*			2007		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Graycor Services LLC	\$ 5,798,593	1	2.73%	\$ 3,883,191	3	2.12%
Imperial Real Estate	4,846,977	2	2.29%	4,196,777	1	2.29%
Continental Wingate Assoc.	4,748,845	3	2.24%	4,133,880	2	2.25%
Paradise Prop	3,940,616	4	1.86%	2,842,975	5	1.55%
Taxpayer of 5049 W 159th St. Oak Forest	3,839,171	5	1.81%	3,481,735	4	1.90%
MI-Jack Products, Inc.	2,575,420	6	1.21%	2,520,527	6	1.37%
Hazel Crest Center, LLC	2,568,903	7	1.21%	2,335,189	7	1.27%
GLR Medical PPTY One	2,481,469	8	1.17%	2,243,517	8	1.22%
Co Marvin Poer & Comp	2,462,218	9	1.16%	1,970,756	10	1.07%
Manor Care Health 628	2,232,586	10	1.05%	2,166,072	9	1.18%
	<u>\$ 35,494,798</u>		<u>16.74%</u>	<u>\$ 29,774,619</u>		<u>14.10%</u>

Data Source

Cook County Clerk's and Assessor's Offices

* Includes only those parcels with 2008 equalized assessed valuations of \$130,000 and over as recorded in the Assessor's office

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
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	3,369,078	97.57%
2004	3,394,101	3,369,078	99.26%
2005	3,550,523	3,501,134	98.61%
2006	3,816,850	3,491,033	91.46%
2007	4,260,197	3,812,644	89.49%
2008	4,929,689	4,497,349	91.23%
2009	5,178,147	2,169,469	41.90%

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									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Merchandise	\$ 11,571	\$ 13,046	\$ 15,804	\$ -	\$ 26,444	\$ 25,944	\$ 20,100	\$ 22,026	\$ 22,255	\$ 29,928
Food	148,019	157,747	155,842	162,596	150,153	158,539	150,510	148,691	146,394	125,173
Restaurants	60,840	59,484	71,751	68,764	64,897	66,306	68,906	75,413	71,169	54,798
Apparel	138	599	-	4,922	5,413	4,883	6,282	10,156	6,683	7,294
Furniture & Radio	2,079	2,213	3,091	1,091	-	-	-	-	1,550	1,714
Lumber, Building, Hardware	3,045	1,944	-	-	-	-	-	-	-	-
Automobile and Filling Stations	108,441	111,104	107,978	103,204	114,205	111,797	121,248	241,375	100,336	85,350
Drugs and Miscellaneous Retail	68,072	77,287	91,434	98,563	112,184	114,702	127,309	134,769	147,940	144,041
Agriculture and All Others	59,695	61,787	72,479	41,820	35,932	37,517	36,105	45,461	37,885	21,157
Manufacturers	162,045	156,797	167,483	127,589	84,694	72,402	51,428	101,356	121,553	56,175
Total	\$ 623,945	\$ 642,008	\$ 685,862	\$ 608,549	\$ 593,922	\$ 592,090	\$ 581,888	\$ 779,247	\$ 655,765	\$ 525,630
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village home rule sales tax rate	N/A	N/A	N/A	N/A	N/A	N/A	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
2001	1.00%	6.25%
2002	1.00%	6.25%
2003	1.00%	6.25%
2004	1.00%	6.25%
2005	1.00%	6.25%
2006	1.00%	6.25%
2007	1.00%	6.25%
2008	1.00%	6.25%
2009	1.00%	6.25%
2010	1.00%	6.25%

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			
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	-	1,028,884	-	-	3,570,884	1.98%	241.02
2009	1,820,000	527,000	-	622,695	658,599	-	3,628,294	1.86%	244.89
2010	1,680,000	477,000	-	330,061	728,616	-	3,215,677	1.65%	217.04

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
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
2009	1,820,000	1.60%	128.60 ³
2010	1,680,000	1.60%	118.71 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, 2010**

Governmental Unit	Gross Debt	Percentage Debt Applicable to the Village of Hazel Crest*	Village of Hazel Crest Share of Debt
Cook County	\$ 3,184,830,000	0.12%	\$ 3,885,493
Cook County Forest Preserve	108,665,000	0.12%	132,571
Metropolitan Water Reclamation District	1,960,541,202 (1)	0.13%	2,450,677
Hazel Crest Park District	1,030,000	100.00%	1,030,000
School Districts:			
#144	3,748,574 (2)(3)	32.29%	1,210,452
#152 1/2	2,997,965 (2)	27.31%	818,744
#153	10,994,550 (2)	1.32%	144,688
#161	1,828,501 (2)	8.32%	152,131
High School District #205	57,615,168 (2)	1.53%	880,360
High School District #228	40,180,000	7.83%	3,146,898
High School District #233	15,543,013 (2)	5.52%	858,130
Community College District #510	18,859,286 (2)	3.63%	684,782
Community College District #515	<u>15,847,040 (2)</u>	<u>1.11%</u>	<u>175,902</u>
Subtotal, overlapping debt	<u>5,422,680,299</u>		<u>15,570,827</u>
Village of Hazel Crest direct debt	<u>\$ 1,680,000</u>	<u>100.00%</u>	<u>\$ 1,680,000</u>
Total direct and overlapping debt	<u><u>\$ 5,424,360,299</u></u>		<u><u>\$ 17,250,827</u></u>

(1) Includes IEPA Revolving Loan Fund Bonds

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

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

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

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

Village of Hazel Crest, Illinois

Schedule of Legal Debt Margin

April 30, 2010

The Village is a home rule municipality.

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

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

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

Village of Hazel Crest, Illinois

Demographic and Economic Information

Last Ten Fiscal Years

Fiscal Year	Calendar Year	Population		Equalized Assessed Value (EAV)	Per Capita EAV	Unemployment Rate	Per Capita Income**
2001	2000	14,816 (A)	\$	122,157,987	\$ 8,245	8.3%	\$ 14,112
2002	2001	14,816 (A)		123,609,348	8,343	10.1%	19,908
2003	2002	14,816 (A)		152,738,655	10,309	10.3%	19,908
2004	2003	14,816 (A)		152,738,655	10,309	9.5%	19,908
2005	2004	14,816 (A)		157,083,399	10,602	9.1%	19,908
2006	2005	14,249 (A)		182,781,075	12,828	6.8%	19,908
2007	2006	14,164 (E)		183,449,470	12,952	6.9%	19,908
2008	2007	14,094 (E)		194,599,212	13,807	7.7%	19,908
2009	2008	14,075 (E)		212,019,309	15,064	9.6%	19,908
2010	2009	14,075 (E)(O)		222,620,274	15,817	15.3%	19,908

** 2000 Census Income is shown in 1999 dollars

(A) Actual

(E) Estimate

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

Village of Hazel Crest, Illinois

**Principal Employers
Current Year and Two Years Ago**

Employer	2009		
	Employees	Rank	% of Total Village Population*
Advocate South Suburban Hospital	1,400 ⁽²⁾	1	9.95%
MI-Jack Products, Inc.	500 ⁽¹⁾	2	3.55%
In-Terminal Services Corp.	350 ⁽²⁾	3	2.49%
Lanco International	350 ⁽²⁾⁽³⁾	4	2.49%
Meany Electrical Engineering Co., Inc.	150 ⁽²⁾	5	1.07%
Alloy Sling Chains Inc.	100 ⁽³⁾	6	0.71%
Hazel Crest Park District (inc. part-time and seasonal)	12-72 ⁽⁴⁾	7	0.51%
Illinois Brick	55 ⁽¹⁾	8	0.39%
Best Homes	55 ⁽³⁾	9	0.39%
Alpha Construction	50 ⁽³⁾	10	0.36%
Interstate Scaffolding, Inc.	30 ⁽²⁾	11	0.21%
Bank Financial	25 ⁽²⁾	12	0.18%
Hill Concrete Products, Inc.	23 ⁽¹⁾	13	0.16%
McBride Engineering	21 ⁽²⁾	14	0.15%
AB&D Custom Furniture	15 ⁽¹⁾	15	0.11%

*2009 Estimated population by the US Census is 14,075.

Note: Number of employees shown in 2010 directories are actually 2009 number of employees

Data Source

- ⁽¹⁾ 2010 Illinois Manufacturers Directory
- ⁽²⁾ 2010 Illinois Services Directory
- ⁽³⁾ 2010 Harris Illinois Industrial Directory

Employer	2007		
	Employees	Rank	% of Total Village Population*
Advocate South Suburban Hospital	1,400 ⁽²⁾	1	9.93%
MI-Jack Products, Inc.	500 ⁽¹⁾	2	3.55%
In-Terminal Services Corp.	350 ⁽²⁾	3	2.48%
Lanco International	350 ⁽²⁾	4	2.48%
Illinois Brick	55 ⁽¹⁾	5	0.39%
Best Homes	55 ⁽³⁾	6	0.39%
Alpha Construction	50 ⁽³⁾	7	0.35%
Interstate Scaffolding, Inc.	50 ⁽³⁾	8	0.35%
Bank Financial	25 ⁽²⁾	9	0.18%
McBride Engineering	21 ⁽²⁾	10	0.15%
AB&D Custom Furniture	15 ⁽¹⁾	11	0.11%

*2007 Estimated Population by the US Census is 14,094

Note: Number of employees shown in 2008 directories are actually 2007 number of employees

Data Source

- ⁽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	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
Administration / Office	7	8	8	8	8	7	7	8	4	5
Public Safety										
Police	34	36	39	39	39	33	33	32	34	36
Fire	16	16	16	17	17	21	22	23	20	22
Public Works										
Public Works Administration	21	21	22	22	22	19	19	20	21	21
Total	78	81	85	86	86	80	81	83	79	84

Data Source

Village Finance Department

Village of Hazel Crest, Illinois

**Operating Indicators
Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
Community Development										
Building permits issued	53	53	52	46	46	71	41	44	31	26
Public Safety										
Police										
Physical arrests	351	389	278	438	368	352	275	374	360	309
Parking violations	1,236	1,958	2,459	2,188	2,614	2,084	1,626	2,491	2,800	2,928
Traffic violations	N/A	N/A	N/A	N/A	N/A	415	333	705	689	718
Public Works										
Streets										
Street resurfacing (miles)	0.25	1.15	0.64	0.25	0.44	2.00	6.19	5.60	2.25	1.25
Potholes repaired	620	630	570	720	430	620	580	725	650	675
Recreation and Culture										
Parks										
Open space (acres)	13	13	13	13	13	13	13	13	13	13
Water										
New Connections (tap-ons)	-	-	-	-	-	24	10	5	1	1
Average daily consumption*	1.25	1.24	1.28	1.28	1.28	1.30	1.43	1.41	1.36	1.40
Sewers										
Sanitary Sewers (miles)										
Storm Sewers (miles)	47	47	47	47	47	47	50	50	50	50
Sewers										
Sanitary Sewers (miles)	32	32	32	32	32	32	34	34	34	34

* (thousands of gallons)

Data Source

Various village departments

Village of Hazel Crest, Illinois

Capital Asset Statistics

Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Geographic Patrol Areas	3	3	3	3	3	3	3	3	3	3
Public Works										
Streets										
Streets (miles)	56	56	56	56	56	58	57	58	58	56
Streetlights	650	650	650	650	650	652	654	654	654	650
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	87,000	N/A								
Water										
Water mains (miles)	60	60	60	60	60	61	63	63	63	60
Wastewater										
Sanitary sewers (miles)	47	47	47	47	47	47	50	50	50	50
Storm Sewers (miles)	32	32	32	32	32	32	34	34	34	34

Data Source

Various village departments