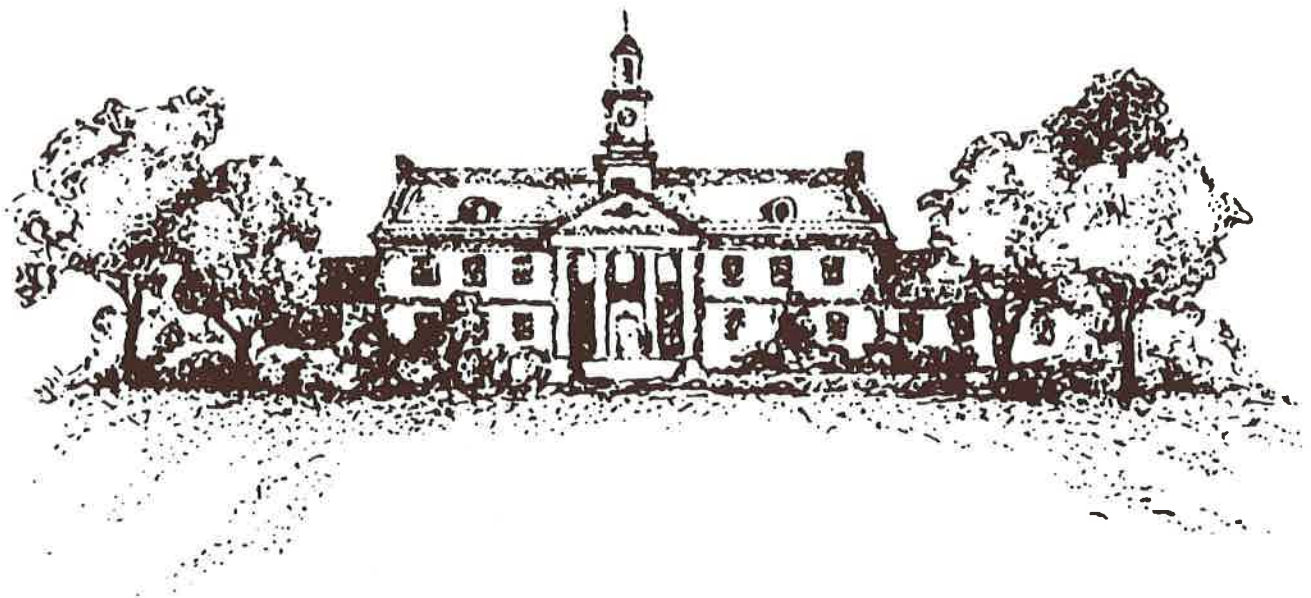


# *Village of Hinsdale, Illinois*



*Comprehensive Annual Financial Report  
For The Fiscal Year Ended  
April 30, 2012*

**VILLAGE OF HINSDALE  
HINSDALE, ILLINOIS  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**For the Year Ended  
April 30, 2012**

**Prepared by Finance Department**

**Darrell Langlois  
Assistant Village Manager/Finance Director**

**VILLAGE OF HINSDALE, ILLINOIS**  
**TABLE OF CONTENTS**

---

	<u>Page(s)</u>
<b>INTRODUCTORY SECTION</b>	
Principal Officials .....	i
Organizational Chart .....	ii
Certificate of Achievement for Excellence in Financial Reporting.....	iii
Letter of Transmittal .....	iv - vii
<b>FINANCIAL SECTION</b>	
INDEPENDENT AUDITOR’S REPORT .....	1-2
<b>GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS</b>	
Management’s Discussion and Analysis.....	MD&A 1 - 12
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets.....	3
Statement of Activities .....	4-5
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	6
Reconciliation of Fund Balances of Governmental Funds to the Government Activities in the Statement of Net Assets .....	7
Statement of Revenues, Expenditures and Changes in Fund Balances .....	8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities .....	9

**VILLAGE OF HINSDALE, ILLINOIS**  
TABLE OF CONTENTS (Continued)

---

Page(s)

FINANCIAL SECTION (Continued)

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Proprietary Fund

Statement of Net Assets .....	10
Statement of Revenues, Expenses and Changes in Fund Net Assets .....	11
Statement of Cash Flows .....	12-13

Fiduciary Funds

Statement of Fiduciary Net Assets .....	14
Statement of Changes in Fiduciary Net Assets.....	15

Notes to Financial Statements

Index .....	16-17
Notes.....	18-59

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual - General Fund.....	60
Schedule of Funding Progress	
Illinois Municipal Retirement Fund .....	61
Police Pension Fund .....	62
Firefighters' Pension Fund.....	63
Other Postemployment Benefit Plan - Village .....	64
Other Postemployment Benefit Plan - Library .....	65
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund .....	66
Police Pension Fund .....	67
Firefighters' Pension Fund.....	68
Other Postemployment Benefit Plan - Village .....	69
Other Postemployment Benefit Plan - Library .....	70
Notes to Required Supplementary Information .....	71

**VILLAGE OF HINSDALE, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**FINANCIAL SECTION (Continued)**

**COMBINING AND INDIVIDUAL FUND FINANCIAL  
STATEMENTS AND SCHEDULES**

**MAJOR GOVERNMENTAL FUNDS**

Schedule of Expenditures - Budget and Actual - General Fund .....	72-82
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Capital Projects Fund .....	83

**NONMAJOR GOVERNMENTAL FUNDS**

Combining Balance Sheet .....	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	85
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Motor Fuel Tax Fund.....	86
Foreign Fire Insurance Tax Fund .....	87
Debt Service Fund .....	88

**MAJOR ENTERPRISE FUND**

**WATERWORKS AND SEWERAGE FUND**

Schedule of Net Assets - by Subfund .....	89
Schedule of Revenues, Expenses and Changes in Net Assets - by Subfund .....	90
Schedule of Operating Expenses - Budget and Actual Operations and Maintenance Subfund.....	91-92

**FIDUCIARY FUNDS**

**PENSION TRUST FUNDS**

Combining Statement of Plan Net Assets .....	93
Combining Statement of Changes in Plan Net Assets.....	94

**AGENCY FUNDS**

Combining Statement of Changes in Assets and Liabilities - Agency Funds .....	95-96
--	-------

**VILLAGE OF HINSDALE, ILLINOIS**  
**TABLE OF CONTENTS (Continued)**

---

Page(s)

**FINANCIAL SECTION (Continued)**

**COMBINING AND INDIVIDUAL FUND FINANCIAL  
STATEMENTS AND SCHEDULES (Continued)**

**COMPONENT UNIT**

**LIBRARY FUND**

Balance Sheet .....	97
Reconciliation of Fund Balances of Library Governmental Funds to the Component Unit in the Statement of Net Assets.....	98
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.....	99
Reconciliation of Library Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Component Unit in the Statement of Activities .....	100
Schedule of Expenditures - Budget and Actual.....	101-102

**SUPPLEMENTAL DATA**

**Long-Term Debt Requirements**

General Obligation (Shared State Income Taxes Alternate Revenue Source) Bonds Series 2003.....	103
General Obligation Library Fund Tax (Alternate Revenue Source) Bonds Series 2006.....	104
2008 Fire Ladder Truck Installment Loan.....	105
2008 Library HVAC Installment Loan.....	106
General Obligation Bonds (Water and Sewerage Systems Alternate Revenue Source), Series 2008C .....	107
General Obligation Limited Tax Bonds, Series 2009 .....	108
Taxable General Obligation Bonds (Alternate Revenue Source), Series 2011 .....	109

**STATISTICAL SECTION**

**Financial Trends**

Net Assets by Component .....	110
Change in Net Assets.....	111-112
Fund Balances of Governmental Funds .....	113
Changes in Fund Balances of Governmental Funds .....	114-115

# VILLAGE OF HINSDALE, ILLINOIS

## TABLE OF CONTENTS (Continued)

---

### Page(s)

#### STATISTICAL SECTION (Continued)

##### Revenue Capacity

Assessed Value and Actual Value of Taxable Property .....	116
Property Tax Rates - Direct and Overlapping Governments .....	117
Principal Property Taxpayers .....	118
Property Tax Levies and Collections .....	119
Sales Tax by Category .....	120
Direct and Overlapping Sales Tax Rates .....	121

##### Debt Capacity

Ratios of Outstanding Debt by Type .....	122
Ratios of General Bonded Debt Outstanding .....	123
Direct and Overlapping Bonded Debt .....	124
Legal Debt Margin Information .....	125
Pledged-Revenue Coverage .....	126

##### Demographic and Economic Information

Demographic and Economic Information .....	127
Principal Employers .....	128

##### Operating Information

Budgeted Full-Time Equivalent Employees by Function .....	129
Operating Indicators by Function .....	130
Capital Asset Statistics .....	131

## **INTRODUCTORY SECTION**



# VILLAGE OF HINSDALE, ILLINOIS

Principal Officials  
April 30, 2012

---

## Principal Officials

VILLAGE PRESIDENT  
Thomas K. Cauley, Jr.

## BOARD OF TRUSTEES

J. Kimberley Angelo  
Chris Elder  
Doug Geoga

Bill Haarlow  
Laura LaPlaca  
Robert Saigh

VILLAGE CLERK  
Christine Bruton

VILLAGE TREASURER  
Darrell Langlois

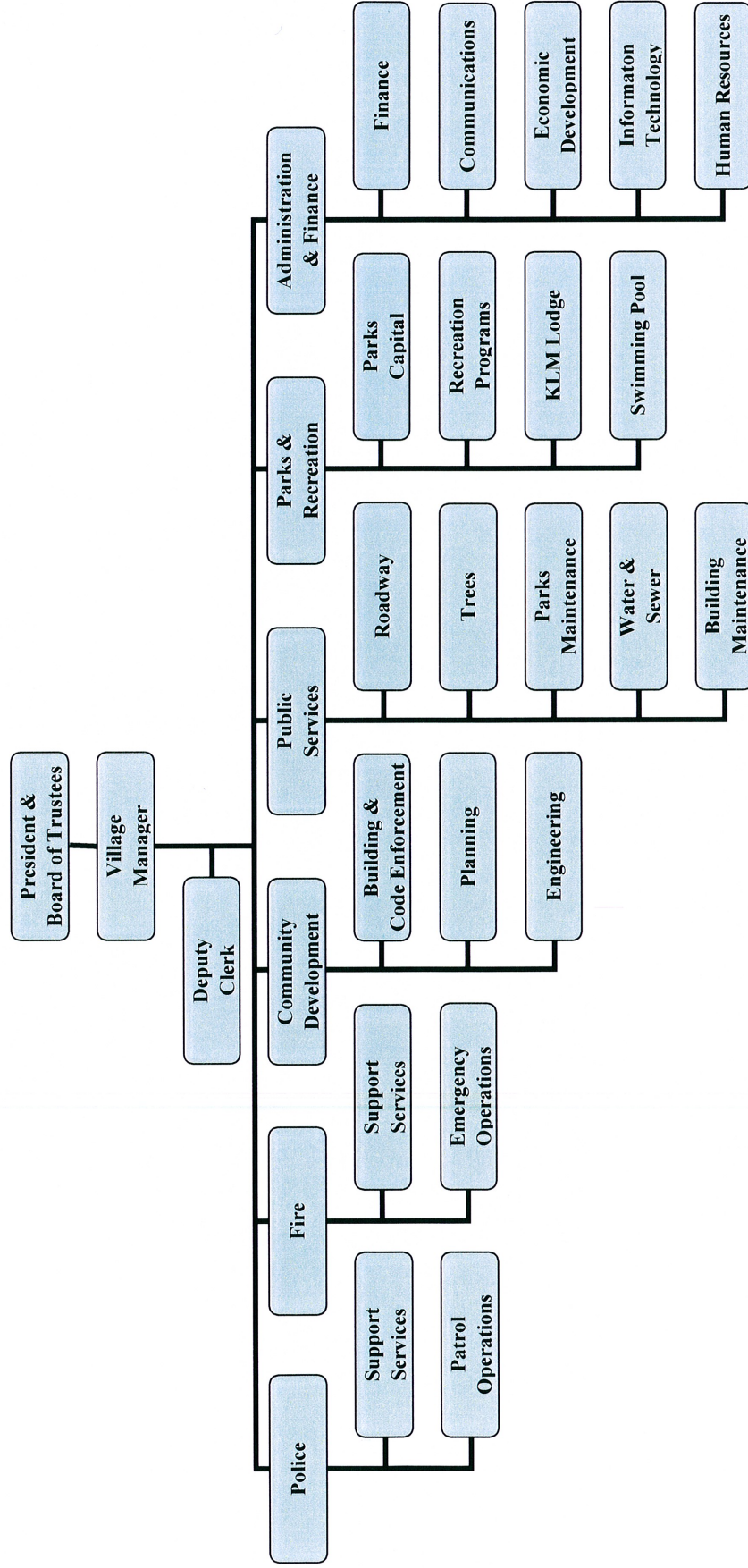
## VILLAGE STAFF

David C. Cook  
Darrell Langlois  
Rick Ronovsky  
Bradley J. Bloom  
Gina Hassett  
Robert McGinnis  
Timothy Scott  
George Franco

Village Manager  
Assistant Village Manager/Director of Finance  
Fire Chief  
Police Chief  
Director of Park and Recreation Services  
Building Commissioner/Director of Community Development  
Director of Economic Development  
Director of Public Service

# Village of Hinsdale

## Organizational Structure



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Hinsdale  
Illinois

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

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



*Linda C. Sandson*

President

*Jeffrey R. Emer*

Executive Director



# VILLAGE OF HINSDALE

FOUNDED IN 1873

19 EAST CHICAGO AVENUE  
HINSDALE, ILLINOIS 60521-3489 • (630) 789-7000  
Village Website: <http://www.villageofhinsdale.org>

POLICE DEPARTMENT 789-7070  
FIRE DEPARTMENT 789-7060  
121 SYMONDS DRIVE

VILLAGE PRESIDENT  
Tom Cauley

TRUSTEES  
J. Kimberley Angelo  
Christopher J. Elder  
Doug Geoga  
William N. Haarlow  
Laura LaPlaca  
Bob Saigh

October 10, 2012

President Cauley and Board of Trustees:

The Comprehensive Annual Financial Report of the Village of Hinsdale, Illinois (Village) for the year ended April 30, 2012 is hereby submitted. As mandated by Village ordinances and State statutes, on an annual basis the Village is required to issue a report on its financial position and activity that is presented in conformance with generally accepted accounting principles (GAAP) of the United States of America and audited in accordance with generally accepted auditing standards by an independent certified public accounting firm.

This report consists of management's representations concerning the finances of the Village of Hinsdale. Responsibility for the both the accuracy of the information and thoroughness and fairness of the presentation, including all disclosures, rests with the Village. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed both to protect the Village's assets from loss, theft or misuse and to compile reliable information for the preparation of the Village's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh the benefits, the Village's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Sikich LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village for the fiscal year ended April 30, 2012 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Based upon their audit, the independent auditor has rendered an unqualified opinion that the Village's financial statements for the fiscal year ended April 30, 2012 are fairly presented in conformity with GAAP. The independent auditor's report is presented at the beginning of the financial section of this report.



GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditor.

## **Profile of the Village of Hinsdale**

The Village of Hinsdale, incorporated in 1873, is a non-home rule municipality under the Illinois Constitution. The Village, with a population of 16,816, is located approximately 20 miles west of downtown Chicago and encompasses 4.86 square miles. Approximately 89% of the Village's 2011 Equalized Assessed Valuation is in DuPage County and the remainder in Cook County.

An elected President and Board of six Trustees govern the Village. The President is the Village's chief executive officer and is elected to a four-year term. The Trustees serve staggered four-year terms. The governing body is elected on a non-partisan, at-large basis. The Village Board appoints a Village Manager for direction of day-to-day operations. The Village provides a full range of services, including police and fire services, parks and recreation, community development, public services and water and sewer services. Although governed by a separate elected board, the Hinsdale Public Library is considered a component unit of the Village and is included in the annual report.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village submit their budget requests to the Village Manager on or before December 31<sup>st</sup> of each year. The Village Manager uses these requests as the starting point for developing a proposed budget, which is prepared on a fund and department basis (e.g. police). The Village Manager normally presents this proposed budget to the Village Board in March. The Village Board reviews the proposed budget over the next two months, which is then adopted prior to the start of the new fiscal year (May 1<sup>st</sup>). Within the first three months of the fiscal year, the Board adopts the annual appropriations ordinance, which sets the legal spending authority for the Village. The adopted budget is used as the basis for the appropriation ordinance as well as contingency amounts being added in a number of funds and programs in order to provide funding for unforeseen items.

The legal level of budgetary control has been established at the departmental level; budget transfers within a department may be authorized by the Village Manager. Budget transfers between departments or any amendments to the budget must be approved by the Village Board. Budget-to-actual comparisons are provided for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented beginning on page 72 in the Combining and Individual Fund Financial Statements and Schedules section. For the Capital Project Fund, this comparison is presented in the same section of this report, on page 83. For nonmajor governmental funds with appropriated annual budgets, this comparison is presented in the same section of this report, starting on page 86.

## **Major Initiatives**

During FY 2011-12 the Village completed the 2011 resurfacing program, completed the Garfield Street reconstruction project, completed approximately 50% of the Chestnut Street reconstruction project, completed engineering design work for the Woodlands project, made significant progress on the preliminary engineering and feasibility study for the replacement of Oak Street Bridge, purchased and installed two additional platform tennis courts at KLM park, and completed the picnic shelter project at KLM park.

In order to reduce costs, in 2010, the Village entered into a shared services agreement with the Village of Clarendon Hills for a number of fire department operations. This has proven to have been very beneficial both from a financial and operational perspective. Following up on the success of this initiative and with a desire to further reduce costs, during Fiscal Year 2012 the Villages of Hinsdale and Clarendon Hills had significant discussions regarding a full consolidation of its police department operations. This work is ongoing, but it is possible this consolidation could occur in the next twelve to eighteen months.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the perspective of the specific environment within which the Village operates.

Local Economy – Major revenue sources for the Village include property taxes, sales taxes, state income taxes and utility taxes. The Village has a highly skilled labor force comprised mostly of professional positions. Hinsdale's largest employer is Hinsdale Hospital, which completed a major expansion project in 2011.

The current economic environment has impacted most revenue streams for the Village. Income and Sales Taxes, which together account for approximately 23.4% of the Village's General Fund operating revenue, have stabilized and have been posting yearly increases for the last three years. Although property tax revenues have not declined, the tax cap legislation that limits growth in property tax revenue to changes in the consumer price index will result in minimal growth in the next several years due to the low inflationary environment. The Village's underlying assessed value of property has experienced small declines due to market factors.

Long-term Financial Planning – In December, 2009 the Finance Commission completed its work on the Infrastructure Investment Plan. Since that time, the Village Board has endeavored to put in place a financing plan in order to complete the \$86 million Plan over a fifteen year time frame. With the implementation of the non-home rule sales tax being the final piece, the Village now has a framework in place for a comprehensive financing plan that includes the new non-home rule sales tax, a portion of utility taxes and motor fuel taxes, transfers from the General Fund, approximately \$1.5 million from water and sewer revenues, IEPA loans, and up to \$10 million in additional bonded debt. During Fiscal Year 2013 the Village will complete a five year plan for non-infrastructure capital.

Financial Policies: The Village has in place several key financial policies including a General Fund fund balance policy, capitalization policy, investment policy and purchasing policy. The General Fund fund balance policy is currently 25% of annual operating expenses. After being below this policy level for several years, the ending General Fund fund balance of \$4,957,822 represented 29.2% of total FY 2011-12 expenditures. Maintaining the fund balance to an amount above the 25% policy level has been a major focus of the Village Board and Finance Commission for the last several years. This has been accomplished by careful financial planning using a combination of revenue increases and permanent reductions in the cost of operations, mostly due to a reduction in the number of full-time employees.

Awards and Acknowledgments - The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2011. This was the eighteenth consecutive year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

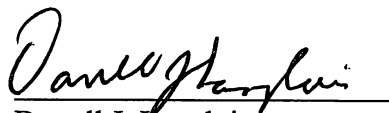
A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the dedicated services of the Finance Department staff. We would like to express our appreciation to all Finance Department staff that assisted and contributed to the preparation of this report. Recognition should be given to the Village President and Board of Trustees for their interest and support in planning and conducting the operations of the Village in a responsible manner.

Respectfully submitted,



David C. Cook  
Village Manager



Darrell J. Langlois  
Assistant Village Manager/Finance Director

## **FINANCIAL SECTION**



## **INDEPENDENT AUDITOR'S REPORT**



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

## INDEPENDENT AUDITOR'S REPORT

The Honorable Village President  
Members of the Board of Trustees  
Village of Hinsdale  
Hinsdale, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Hinsdale, Illinois, as of and for the year ended April 30, 2012, which collectively comprise the Village of Hinsdale, Illinois' basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the Village of Hinsdale, Illinois' nonmajor governmental and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended April 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the Village of Hinsdale, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

The Village adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during the year ended April 30, 2012. The statement changed the classifications of governmental fund balances and clarified the definitions of existing fund types. The adoption of this statement had no effect on any of the Village's governmental funds' assets or liabilities nor was there any effect to the total amount of any of the Village's governmental fund balances as of and for the year ended April 30, 2012.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hinsdale, Illinois' basic financial statements. The introductory section, combining and individual fund financial schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in black ink, appearing to read "Schuch LLP", is located in the lower right area of the page.

Naperville, Illinois  
October 10, 2012

## **GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS**

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**April 30, 2012**

---

The Village of Hinsdale (the "Village") discussion and analysis is designed to (1) assist the reader in focusing on significant issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD & A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter (beginning on page iv) and the Village's financial statements (beginning on page 3).

**Financial Highlights**

- During Fiscal Year 2012, total Village-wide net assets increased by \$4,725,364 from \$86,863,701 to \$91,589,065. Net assets for governmental activities increased by \$4,044,186, from \$69,916,395 to \$73,960,581, while net assets for business-type activities increased by \$681,178, from \$16,947,306 to \$17,628,484.
- The national recession of recent years has moderated here in Hinsdale as most Village revenue sources, including those received both locally (such as permit fees, services charges, etc.) as well as those received from the State (such as sales taxes, income taxes, etc.), have stabilized and in most cases have posted year-over-year increases. During Fiscal Year 2012, the Village recognized \$1,367,296 in new revenue from the new non-home rule sales tax, which was effective July 1, 2011. Over the last several years, negative revenue trends have been closely monitored by Village staff, the Finance Commission, and the Village Board.
- The General Fund ending fund balance increased by \$815,346 to \$4,957,822, which represents 29.2% of total Fiscal Year 2012 expenditures. After endeavoring for several years to restoring the fund balance over the Village Board policy level of 25% of total annual expenditures, the ending result indicates that the Village has now exceeded this target for the second consecutive year. It is important to note that during the development of the Village's FY 2012-13 Budget, the reserve level continued to be a major focus of Board policy.
- Total General Fund revenues of \$18,327,580 exceeded the budget by \$678,465; total expenditures of \$16,958,172 were \$463,758 below budget. These positive budget variances enabled the Village to transfer an additional \$400,000 (\$1.5 million total) to the Capital Projects Fund for infrastructure improvements in the future, as well an additional \$100,000 over the actuarial requirement to both the Police and Firefighters' Pension Fund. The additional transfer to the Capital Projects Fund is reflective of the current budgetary policy of setting aside much of the General Fund reserves in excess of the 25% reserve policy for use on infrastructure improvements, which has been the major focus of the Village Board in recent years. In addition, \$400,000 of the current year budget surplus has been assigned to fund departmental capital purchases in future years.

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

---

- During FY 2011-12, the Village has maintained a number of budget reduction measures implemented in recent years that were designed to balance the long-term budget of the Village, increasing the fund balance levels, and to provide sufficient funding for infrastructure improvements. These changes included reductions in personnel costs (elimination of ten full time positions), outsourcing public safety dispatch operations, reductions in many expenditure line items, non-union wage freezes, and cost shifting of a number of services formerly provided by the Village. From FY 2008-09 to FY 2011-12 the Village has reduced the number of full-time employees from 116 to 96.
- In order to maintain and improve the financial condition of the Village, the Finance Commission recommended and Village Board approved a balanced budget for FY 2012-13 that takes into account current revenue levels as well as inclusion of a \$100,000 contingency amount (should there be any unforeseen needs or declines in revenue beyond the budget assumptions). The FY 2012-13 Budget also includes a \$1.3 million General Corporate Fund contribution towards the Infrastructure Investment Plan.
- The Waterworks and Sewerage Fund had net income before depreciation and transfers of \$257,757, which was a reduction of \$1.2 million from the comparable amount in FY 2010-11. This reduction was due to increased capital outlay expenditures and a 7% decrease in water sold due primarily to seasonal factors.

**USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT**

The financial statement's focus is on both the Village as a whole (government-wide) and on major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village's accountability.

**Government-Wide Financial Statements**

The government-wide financial statements (see pages 3-5) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to "bottom line" results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus. Changes in net assets over time serves as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The Statement of Activities (see pages 4-5) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the Village's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

## VILLAGE OF HINSDALE, ILLINOIS

### MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

---

The governmental activities reflect the Village's basic services, including administration and finance, police, fire, public services, community development, and parks and recreation. Property taxes, sales taxes, local utility taxes, and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations (Waterworks and Sewerage), where the fee for service should cover all or most of the cost of operation including depreciation.

#### **Fund Financial Statements**

Traditional users of governmental financial statements will find the Fund Financial Statements to be more familiar. The focus of the presentation is on major funds rather than fund types. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as 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 funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may 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 balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Projects Fund, both of which are considered to be "major" funds. Data from the other four governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for each of its governmental funds. A budgetary comparison statement has been provided elsewhere in this report to demonstrate compliance with the budget. The basic governmental fund financial statements can be found on pages 6 through 9 of this report.

**Proprietary Fund** The Village's Waterworks and Sewerage Fund is maintained as a proprietary/enterprise fund. Proprietary funds provide the same type of information as the business-type activities in the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 10 through 13 of this report.

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Fiduciary Funds** Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements 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. The Village maintains four fiduciary funds: the Police Pension Fund, the Firefighters' Pension Fund, the Escrow Fund, and the Flexible Benefits Fund.

**Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure -roads, bridges, etc.) have neither been reported nor depreciated in governmental financial statements. GASB Statement No. 34, which the Village implemented in Fiscal Year 2004, requires that these assets be valued and reported within the Governmental Activities column of the Government-Wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity (the modified approach). The Village has chosen to depreciate assets over their useful life. If a road project is considered maintenance-a recurring cost that does not extend the road's original useful life or expand its capacity-the cost of the project will be expensed. An "overlay" of a road will be considered maintenance, whereas a "rebuild" of a road will be capitalized.

**GOVERNMENT -WIDE STATEMENTS**

**Statement of Net Assets**

The Village's combined net assets increased to \$91,589,065 from \$86,863,701, an increase of \$4,725,364. The primary cause of this increase is due to positive operating results in the General Fund, Capital Projects Fund, Woodlands SSA #13 Fund, and Waterworks and Sewerage Fund. The following analysis will look at net assets and net expenses of governmental and business type activities separately. Table 1 reflects the condensed Statement of Net Assets and Table 2 reflects changes in net assets of the governmental and business-type activities.

**Table 1**  
**Statement of Net Assets**  
**As of April 30, 2012**

	<b>Governmental Activities 2012</b>	<b>Governmental Activities 2011</b>	<b>Business-type Activities 2012</b>	<b>Business-type Activities 2011</b>	<b>Total Primary Government 2012</b>	<b>Total Primary Government 2011</b>
Current and other assets	17,244,234	14,163,238	2,754,028	1,538,351	19,998,262	15,701,589
Capital Assets	71,139,746	69,596,350	21,142,160	20,352,406	92,281,906	89,948,756
<b>Total Assets</b>	<b>88,383,980</b>	<b>83,759,588</b>	<b>23,896,188</b>	<b>21,890,757</b>	<b>112,280,168</b>	<b>105,650,345</b>
Long term liabilities	6,810,486	6,330,737	5,280,759	3,766,878	12,091,245	10,097,615
Other liabilities	7,612,913	7,512,456	986,945	1,176,573	8,599,858	8,689,029
<b>Total Liabilities</b>	<b>14,423,399</b>	<b>13,843,193</b>	<b>6,267,704</b>	<b>4,943,451</b>	<b>20,691,103</b>	<b>18,786,644</b>
Net Assets:						
Invested in capital assets, net of related debt	67,415,167	65,014,593	15,929,452	16,649,999	83,344,619	81,664,592
<b>Restricted</b>	<b>1,993,268</b>	<b>1,276,520</b>	<b>-</b>	<b>-</b>	<b>1,993,268</b>	<b>1,276,520</b>
<b>Unrestricted</b>	<b>4,552,146</b>	<b>3,625,282</b>	<b>1,699,032</b>	<b>297,307</b>	<b>6,251,178</b>	<b>3,922,589</b>
<b>Total Net Assets</b>	<b>73,960,581</b>	<b>69,916,395</b>	<b>17,628,484</b>	<b>16,947,306</b>	<b>91,589,065</b>	<b>86,863,701</b>

For more detailed information see the Statement of Net Assets (page 3).



**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

---

**Normal Impacts**

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation.

**Net Results of Activities**—which will impact (increase/decrease) current assets and unrestricted net assets.

**Borrowing for Capital**—which will increase current assets and long-term debt.

**Spending Borrowed Proceeds on New Capital**—which will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets and an increase in related net debt which will not change the invested in capital assets, net of debt.

**Spending of Non-borrowed Current Assets on New Capital**—which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase capital assets and (c) will reduce unrestricted net assets and increase invested in capital assets, net of debt.

**Principal Payment on Debt**—which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of debt.

**Reduction of Capital Assets Through Depreciation**—which will reduce capital assets and invested in capital assets, net of debt.

**Current Year Impacts**

The most significant impact on the net assets of the Village is the changes that occurred related to capital expenditures and long-term debt obligations. The largest portion of the Village's net assets, 91.0%, or \$83.3 million, reflects its investment in capital assets, net of any debt used to acquire those assets. For governmental activities, during FY 2011-12 the Village purchased \$1,988,687 in new capital assets and incurred depreciation expense of \$1,303,220. As it relates to long-term debt, governmental activities issued \$1,129,170 in new long-term debt and retired \$765,000 of principal during the year. The net assets of business-type activities increased by \$681,178 due to favorable operating results attributed to the rate increases designed to generate funds for capital improvements.

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

**Change in Net Assets**

The following table and chart highlights the revenues and expenses of the Village's activities:

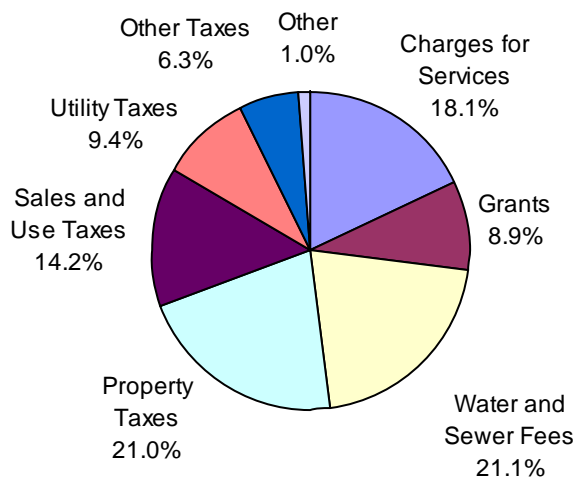
**Table 2**  
**Changes in Net Assets**  
**For the Fiscal Year Ended April 30, 2012**

	<b>Governmental Activities 2012</b>	<b>Governmental Activities 2011</b>	<b>Business- type Activities 2012</b>	<b>Business- type Activities 2011</b>	<b>Total Primary Government 2012</b>	<b>Total Primary Government 2011</b>
<b>REVENUES</b>						
Program revenues						
Charges for services	5,477,383	4,912,732	6,351,749	6,201,130	11,829,132	11,113,862
Operating grants	693,887	564,651	-	-	693,887	564,651
Capital grants	1,627,748	415,899	361,459	-	1,989,207	415,899
General revenues						
Property taxes	6,322,057	5,919,472	-	-	6,322,057	5,919,472
Other taxes	9,015,088	7,443,787	-	-	9,015,088	7,443,787
Other revenues	193,176	150,631	97,418	20,662	290,594	171,293
<b>Total Revenues</b>	<b>23,329,339</b>	<b>19,407,172</b>	<b>6,810,626</b>	<b>6,221,792</b>	<b>30,139,965</b>	<b>25,628,964</b>
<b>EXPENSES</b>						
<b>Governmental activities</b>						
General government	3,715,812	2,909,892	-	-	3,715,812	2,909,892
Public safety	8,745,551	9,355,755	-	-	8,745,551	9,355,755
Public services	3,162,886	2,627,303	-	-	3,162,886	2,627,303
Community development	886,866	910,724	-	-	886,866	910,724
Parks and recreation	1,999,830	1,964,836	-	-	1,999,830	1,964,836
Interest	174,208	170,982	-	-	174,208	170,982
<b>Business-type</b>						
Waterworks & sewerage	-	-	6,729,448	5,244,810	6,729,448	5,244,810
<b>Total Expenses</b>	<b>18,685,153</b>	<b>17,939,492</b>	<b>6,729,448</b>	<b>5,244,810</b>	<b>25,414,601</b>	<b>23,184,302</b>
<b>Change in Net Assets Before Transfers</b>	<b>4,644,186</b>	<b>1,467,680</b>	<b>81,178</b>	<b>976,982</b>	<b>4,725,364</b>	<b>2,444,662</b>
Transfers	(600,000)	(900,000)	600,000	900,000	-	-
<b>Change in Net Assets</b>	<b>4,044,186</b>	<b>567,680</b>	<b>681,178</b>	<b>1,876,982</b>	<b>4,725,364</b>	<b>2,444,662</b>
<b>NET ASSETS - BEGINNING</b>	<b>69,916,395</b>	<b>69,348,715</b>	<b>16,947,306</b>	<b>15,070,324</b>	<b>86,863,701</b>	<b>84,419,039</b>
<b>NET ASSETS - ENDING</b>	<b>73,960,581</b>	<b>69,916,395</b>	<b>17,628,484</b>	<b>16,947,306</b>	<b>91,589,065</b>	<b>86,863,701</b>

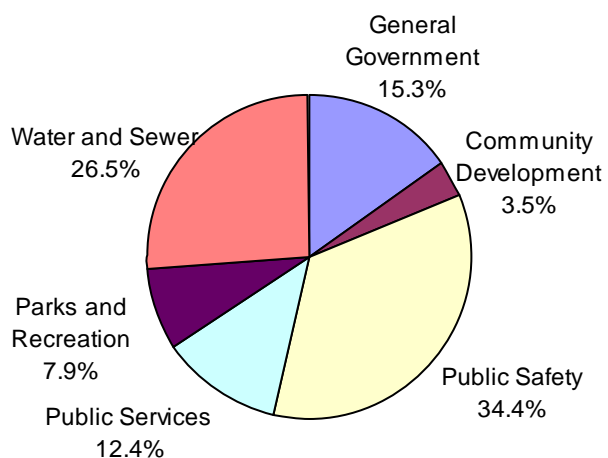
**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

---

**2012 Government-Wide Revenues**



**2012 Government-Wide Expenses**



**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (continued)**

---

**Normal Impacts**

**Revenues:**

**Economic Condition**—which can reflect a declining, stable, or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees, and volumes of consumption.

**Increase/Decrease in Village approved rates**—while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water/sewer, building fees, utility tax rates, etc.).

**Changing patterns in Intergovernmental and Grant Revenue (both Recurring and Non-recurring)**—certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically, while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year to year comparisons.

**Market Impacts on Investment Income**—the maturity schedule of the Village’s investment portfolio may cause investment income to fluctuate due to changes in market interest rates.

**Expenses:**

**Introduction of New Programs**—within the functional expense categories (General Government, Police, Fire, Public Services, Parks and Recreation, etc.) individual programs may be added or deleted to meet changing community needs.

**Changes in Authorized Personnel**—changes in service demand may cause the Village Board to increase/decrease authorized staffing. Personnel costs (salary and related benefits) represent 62.9% of the Village’s General Fund operating expenditures.

**Salary Increases (annual adjustments and merit)**—the ability to attract and retain quality personnel requires the Village to strive to approach a competitive salary range in the market place.

**Inflation**—while overall inflation has been reasonably modest, the Village is a major consumer of certain commodities such as supplies, natural gas and fuels, and parts. Some functions may experience unusual commodity-specific increases.

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

---

**Current Year Impacts**

***Governmental Activities***

**Revenues:**

Total revenue from governmental activities for the year ended April 30, 2012 amounted to \$23,329,339. Property tax receipts of \$6,322,057 accounted for 27.1% of the total. While property taxes remain the largest single source of Village revenue, other taxes, including state shared taxes (sales, income, and personal property replacement taxes) amount to \$5,864,400 or 25.1% of total revenues. Included in this amount is \$1,367,296 of new revenue from the locally imposed non-home rule sales tax, which was authorized by referendum and imposed effective July 1, 2011.

Utility tax revenues amounted to \$2,832,737 or 12.1% of total revenues from governmental activities. The Village imposes utility taxes on electric, natural gas, water, and telecommunications services. The Village's current utility tax rates are 5% for all utilities, which is the maximum rate allowed by law except for telecommunications services, which has been imposed at the statutory maximum rate of 6%. Revenue from grants totaled \$2,321,635, an increase of \$1,341,085 from the prior year due to recognition of grant revenue associated the Garfield Street road project.

Revenue from charges for services totaled \$5,477,383 or 23.5% of total revenues. Major charges for service revenue categories include fines, building permits, parking permits and meter fees, ambulance service fees, and park and recreation program fees. Revenue from fines totaled \$472,356, an increase of \$19,867 or 4.4% due to an increase in the number of citations issued. Building permit revenue amounted to \$1,253,670, which is a decrease of \$2,056 or 0.2% from the prior year amount. Most other services fee categories have been relatively consistent to the preceding year.

**Expenses:**

For the fiscal year ended April 30, 2012, expenses for governmental activities totaled \$18,685,153, an increase of \$745,561 or 4.2% from 2011. General government expenses increased by \$805,290 or 27.7% due primarily to the Village paying off its early retirement liability with IMRF (bonds were sold to fund this outlay). Public safety expenses decreased by \$610,204 or 6.9% due in part to lower pension costs and the occurrence of a number of one-time expenses occurring in the prior year. Public services expenses increased by \$535,583 (20.4%) due to storm-related costs as well as engineering expenses related to a number of capital projects, most significantly the Oak Street Bridge project. Park and recreation expenses increased by \$34,994 (1.8%), and Community development expenses decreased by \$23,858 (2.6%).

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

---

***Business-type Activities***

**Revenues:**

Total revenue from water and sewer fees decreased by \$149,381 or 2.2% from the previous year. Despite increasing rates by 3.6% on May 1, 2011 and another rate increase of 11% on January 1, 2012 (both increases designed to pass through rate increases from the Du Page Water Commission), the Village still experienced a decline in revenue due to an 8% reduction in the quantity of water purchased due to the wet summer weather in 2011.

**Expenses:**

Operating expenses increased by \$1,484,638 or 28% due to the increased cost of water purchased from the Du Page Water Commission and system maintenance expenses incurred in conjunction with roadway resurfacing work. The change in water purchase cost is reflective of a series of rate increase imposed by DWC in order to pass through increases in the City of Chicago wholesale rate as well as the need to increase DWC's operating reserves, which had been used to subsidize rates in the past.

**FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS**

At April 30, 2012, the governmental funds (as presented on the balance sheet on page 6) reported a combined fund balance of \$8,926,536. Of this amount, the General Fund (the major operating fund of the Village) ended the year with a fund balance of \$4,957,822, which is an increase of \$815,346 over the previous year. The ending General Fund unassigned fund balance at April 30, 2012 amounted to \$4,387,007. For the Capital Projects Fund, the total fund balance was \$2,030,077, an increase of \$1,109,513 over the previous year due to receipt of the new non-home rule sales tax and an unbudgeted transfer of \$400,000 from the General Fund at year end. For the Nonmajor Governmental Funds, the ending fund balance was \$1,938,637, an increase of \$751,345 over the previous year. An increase in the ending fund balance in the Motor Fuel Tax Fund of \$236,585 and an increase of \$509,726 in the Woodlands SSA #13 fund from resident contributions are the primary causes of the increase.

**General Fund Budgetary Highlights**

<b>General Fund</b>	<b>FY 2012 Original Budget</b>	<b>FY 2012 Amended Budget</b>	<b>FY 2012 Actual</b>
Revenues and Other			
Financing Sources			
Taxes	7,920,563	7,920,563	8,049,301
Intergovernmental	4,509,850	4,509,850	4,862,476
Service Charges	2,336,345	2,336,345	2,245,988
Licenses, Permits and Fines	1,912,150	1,912,150	2,139,151
Other	970,207	970,207	2,455,664
Total	17,649,115	17,649,115	19,752,580
Expenditures and Transfers Out	17,589,928	19,000,992	18,937,234
Change in Fund Balance	59,187	(1,351,877)	815,346

(See independent auditor's report)  
MD & A-10

**VILLAGE OF HINSDALE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

Total General Fund revenues and other financing sources were \$2,103,465 over the budgeted amount. Tax revenue was \$128,738 over budget due increased property tax collections. Intergovernmental revenue was over budget by \$352,626 due to over budget sales tax and grant revenue. Licenses, permits, and fines were \$227,001 over budget due primarily to building permit exceeding the budget projections. Other revenue was over budget by \$1,485,457 due primarily to receipt of unbudgeted bond proceeds of \$1,425,000 that was used to retire the Village's early retirement liability with IMRF. This is expected to save the Village and the Library approximately \$375,000 over the life of the bonds.

Overall, the Village's actual expenditures and other financing uses within the General Fund were under the amended budget by \$63,758. General government expenditures were under budget by \$293,014 due primarily to the unspent Village Board contingency amount of \$200,000 as well as under budget legal fees. Public safety expenditures were over budget by \$17,569 due to the Village making \$200,000 in unbudgeted discretionary contributions to the Police and Firefighters' Pension Funds at year end. Public services and park and recreation expenditures were under budget by \$321,175 due to positive variances spread across many budget line items.

The original budget included a transfer of \$1,100,000 from the General Fund to the Capital Projects Fund in order to set aside funds for infrastructure improvements. Due to the positive revenue and expense variances the actual transfer amount was increased by \$400,000 to \$1.5 million.

**Capital Assets**

At the end of Fiscal Year 2011-12, the Village had a combined total of net Capital Assets of \$92,281,906 invested in a broad range of capital assets including general government buildings and equipment, police and fire equipment, parks and recreation equipment and facilities, other village physical plant, roads and related infrastructure, water plant equipment, and parking lot land improvements (see Table 3). Further information on the Village's capital assets is located in the notes to the financial statements (pgs. 36-38)

**Table 3**  
**Capital Assets at Year End**  
**Net of Depreciation**

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Non-depreciable Assets						
Land	6,862,173	6,862,173	215,452	215,452	7,077,625	7,077,625
Land Right of Way	45,921,203	45,921,203	-	-	45,921,203	45,921,203
Construction in Process	1,079,424	66,039	757,868	702,674	1,837,292	768,713
Other Capital Assets						
Infrastructure	9,662,903	9,016,796	-	-	9,662,903	9,016,796
Land Improvements	2,279,135	2,488,460	-	-	2,279,135	2,488,460
Water System	-	-	19,902,821	19,250,177	19,902,821	19,250,177
Building and Pool	2,869,127	2,528,648	30,438	33,004	2,899,565	2,561,652
Parking Lots	459,562	497,918	-	-	459,562	497,918
Vehicles	707,113	872,112	75,336	59,180	782,449	931,292
Machinery & Equipment	1,241,711	1,276,362	160,245	91,919	1,401,956	1,368,281
Parking Lot Equipment	57,395	66,639	-	-	57,395	66,639
Total	71,139,746	69,596,350	21,142,160	20,352,406	92,281,906	89,948,756

## **VILLAGE OF HINSDALE, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)**

---

### **Debt Outstanding**

The Village maintains a AAA bond rating by both Standard and Poor's (S & P) and Fitch Ratings. Low debt levels, well managed financial operations, and a population base characterized by high wealth and income levels were all items noted in these rating assignments. As of April 30, 2012, the Village has \$4,164,170 of outstanding debt in General Obligation Bonds, \$3,330,000 in General Obligation Alternative Revenue Source Bonds payable with water revenues, loans from the IEPA totaling \$1,867,477 payable with water and sewer revenues, and an installment contract of \$700,230. The Component Unit-Library has General Obligation Alternative Revenue Source Bonds of \$3,105,830 and an installment contract of \$350,000. Further information on the Village's Debt Outstanding can be located in the Notes to the Financial Statements (pages # 40-45).

### **Economic Factors**

The Village is dependent on several sources of intergovernmental, or shared state revenue sources, to finance general government operations. The Village continues to monitor these sources of revenues and has adjusted its spending accordingly where necessary. After several years of declines, the Village has started to see stabilization and in some cases improvement in a number of revenue categories. Over the last several years, the Village had also experienced declines in the development and re-development of its residential and commercial properties due to the economy, which is consistent with what has been experienced nationally. In FY 2011 and FY 2012, the Village has started to experience increases in these activities as indicated by an increase in the number of new and re-developed homes, the Hinsdale Hospital expansion project, and resumption of work in the Hamptons development.

Despite the current economic climate, the overall value of real property in Hinsdale remains strong, as does the overall wealth of the Village in terms of per capita income and unemployment. According to the U.S. Census bureau, in 2009 the Village had a median family income of \$193,810 compared to \$92,059 for Du Page County, and \$67,660 for the State of Illinois.

### **CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions regarding this report or requests for additional information should be directed to Darrell J. Langlois, Assistant Village Manager/Finance Director, Village of Hinsdale, 19 East Chicago Ave., Hinsdale, IL 60521.



**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF NET ASSETS**

April 30, 2012

	Governmental Activities	Business-Type Activities	Total	Component Unit Library
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,197,709	\$ 1,395,422	\$ 5,593,131	\$ 1,088,757
Investments	3,090,655	1,063	3,091,718	655,703
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	5,480,232	-	5,480,232	2,467,725
Utility taxes and franchise fees	465,898	-	465,898	-
Accrued interest	2,296	-	2,296	-
Accounts	-	1,337,064	1,337,064	-
Other	1,245,301	20,479	1,265,780	445
Due from other governments	1,936,662	-	1,936,662	20,135
Prepays	4,800	-	4,800	16,501
Inventories	60,928	-	60,928	-
Net pension asset	759,753	-	759,753	-
Capital assets not being depreciated	53,862,800	973,320	54,836,120	-
Capital assets (net of accumulated depreciation)	17,276,946	20,168,840	37,445,786	3,284,612
<b>Total assets</b>	<b>88,383,980</b>	<b>23,896,188</b>	<b>112,280,168</b>	<b>7,533,878</b>
<b>LIABILITIES</b>				
Accounts payable	657,709	750,811	1,408,520	31,395
Accrued payroll	218,522	14,536	233,058	33,592
Accrued interest payable	54,968	47,827	102,795	45,112
Deposits payable	40,994	-	40,994	-
Retainage payable	188,780	133,480	322,260	-
Other payables	88,047	40,291	128,338	253
Unearned revenues	6,363,893	-	6,363,893	2,467,725
Noncurrent liabilities				
Due within one year	1,133,438	380,646	1,514,084	192,622
Due in more than one year	5,677,048	4,900,113	10,577,161	3,312,809
<b>Total liabilities</b>	<b>14,423,399</b>	<b>6,267,704</b>	<b>20,691,103</b>	<b>6,083,508</b>
<b>NET ASSETS</b>				
Invested in capital assets net of related debt	67,415,167	15,929,452	83,344,619	140,510
Restricted for				
Capital projects	509,726	-	509,726	-
Public services	657,541	-	657,541	-
Debt service	717,686	-	717,686	-
Public safety	108,315	-	108,315	-
Unrestricted	4,552,146	1,699,032	6,251,178	1,309,860
<b>TOTAL NET ASSETS</b>	<b>\$ 73,960,581</b>	<b>\$ 17,628,484</b>	<b>\$ 91,589,065</b>	<b>\$ 1,450,370</b>

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2012

		Program Revenues		
	Expenses	Charges for Services	Operating Grants	Capital Grants
FUNCTIONS/PROGRAMS				
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 3,715,812	\$ 2,051,125	\$ -	\$ 422,322
Public safety	8,745,551	1,178,046	177,195	-
Public services	3,162,886	59,953	516,692	1,044,588
Community development	886,866	1,282,520	-	-
Parks and recreation	1,999,830	905,739	-	160,838
Interest	174,208	-	-	-
Total governmental activities	18,685,153	5,477,383	693,887	1,627,748
Business-Type Activities				
Water and sewer	6,729,448	6,351,749	-	361,459
Total business-type activities	6,729,448	6,351,749	-	361,459
TOTAL PRIMARY GOVERNMENT	\$ 25,414,601	\$ 11,829,132	\$ 693,887	\$ 1,989,207
COMPONENT UNIT				
Library	\$ 2,681,581	\$ 47,406	\$ 17,245	\$ -

	Net (Expense) Revenue and Change in Net Assets			
	Primary Government		Component Unit	
	Governmental Activities	Business-Type Activities	Total	Library
FUNCTIONS/PROGRAMS				
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ (1,242,365)	\$ -	\$ (1,242,365)	\$ -
Public safety	(7,390,310)	-	(7,390,310)	-
Public services	(1,541,653)	-	(1,541,653)	-
Community development	395,654	-	395,654	-
Parks and recreation	(933,253)	-	(933,253)	-
Interest	(174,208)	-	(174,208)	-
Total governmental activities	(10,886,135)	-	(10,886,135)	-
Business-Type Activities				
Water and sewer	-	(16,240)	(16,240)	-
Total business-type activities	-	(16,240)	(16,240)	-
TOTAL PRIMARY GOVERNMENT	(10,886,135)	(16,240)	(10,902,375)	-
COMPONENT UNIT				
Library	-	-	-	(2,616,930)
General Revenues				
Taxes				
Property	6,322,057	-	6,322,057	2,558,582
Utility	2,832,737	-	2,832,737	-
Replacement	211,711	-	211,711	19,153
Places for eating	317,951	-	317,951	-
Intergovernmental				
Sales tax	4,227,935	-	4,227,935	-
Income tax	1,424,754	-	1,424,754	-
Investment income	17,647	2,493	20,140	3,727
Miscellaneous	175,529	94,925	270,454	20,312
Transfers in (out)	(600,000)	600,000	-	-
Total	14,930,321	697,418	15,627,739	2,601,774
CHANGE IN NET ASSETS	4,044,186	681,178	4,725,364	(15,156)
NET ASSETS, MAY 1	69,916,395	16,947,306	86,863,701	1,465,526
NET ASSETS, APRIL 30	\$ 73,960,581	\$ 17,628,484	\$ 91,589,065	\$ 1,450,370

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

**BALANCE SHEET**

**GOVERNMENTAL FUNDS**

April 30, 2012

	General	Capital Projects	Nonmajor Governmental	Total Governmental
<b>ASSETS</b>				
Cash and cash equivalents	\$ 682,086	\$ 2,199,605	\$ 1,316,018	\$ 4,197,709
Investments	2,274,628	214,350	601,677	3,090,655
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	5,318,737	-	161,495	5,480,232
Utility taxes and franchise fees	350,096	115,802	-	465,898
Accrued interest	2,296	-	-	2,296
Other	1,245,301	-	-	1,245,301
Due from other governments	1,412,441	491,575	32,646	1,936,662
Prepaid items	4,800	-	-	4,800
Inventories	60,928	-	-	60,928
<b>TOTAL ASSETS</b>	<b>\$ 11,351,313</b>	<b>\$ 3,021,332</b>	<b>\$ 2,111,836</b>	<b>\$ 16,484,481</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	412,289	233,716	11,704	657,709
Accrued payroll	218,522	-	-	218,522
Deposits payable	40,994	-	-	40,994
Retainage payable	-	188,780	-	188,780
Other payables	88,047	-	-	88,047
Deferred revenues				
Property taxes	5,318,737	-	161,495	5,480,232
Other	314,902	568,759	-	883,661
<b>Total liabilities</b>	<b>6,393,491</b>	<b>991,255</b>	<b>173,199</b>	<b>7,557,945</b>
<b>FUND BALANCES</b>				
Nonspendable				
Prepaid items	4,800	-	-	4,800
Inventory	60,928	-	-	60,928
Restricted				
Capital projects	-	-	509,726	509,726
Public services	54,631	-	602,910	657,541
Social security	33,705	-	-	33,705
IMRF	16,751	-	-	16,751
Debt service	-	-	717,686	717,686
Public safety	-	-	108,315	108,315
Unrestricted				
Assigned				
Capital projects/capital outlay	400,000	2,030,077	-	2,430,077
Unassigned	4,387,007	-	-	4,387,007
<b>Total fund balances</b>	<b>4,957,822</b>	<b>2,030,077</b>	<b>1,938,637</b>	<b>8,926,536</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,351,313</b>	<b>\$ 3,021,332</b>	<b>\$ 2,111,836</b>	<b>\$ 16,484,481</b>

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

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

April 30, 2012

---

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 8,926,536
-------------------------------------	--------------

Amounts reported for governmental activities in the  
statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	71,139,746
---	------------

The net pension asset is not a current financial resource and, therefore, is not reported in the governmental funds	759,753
--	---------

Long-term liabilities, including bonds payable, are  
not due and payable in the current period and,  
therefore, are not reported in the governmental funds:

Bonds payable	(4,164,170)
Unamortized bond discount	10,651
Installment contract payable	(700,230)
Compensated absences payable	(1,315,572)
OPEB liability	(641,165)
Interest payable	(54,968)

NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 73,960,581</u>
---------------------------------------	----------------------

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES**

**GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2012

	General	Capital Projects	Nonmajor Governmental	Total Governmental
<b>REVENUES</b>				
Property taxes	\$ 5,914,013	\$ -	\$ 408,043	\$ 6,322,056
Utility taxes	2,135,288	697,448	-	2,832,736
Intergovernmental	4,862,476	1,784,792	546,316	7,193,584
Service charges	2,245,988	-	-	2,245,988
Licenses, permits and fines	2,124,536	-	-	2,124,536
Investment income	14,615	1,604	1,428	17,647
Miscellaneous	1,030,664	4,826	540,054	1,575,544
<b>Total revenues</b>	<b>18,327,580</b>	<b>2,488,670</b>	<b>1,495,841</b>	<b>22,312,091</b>
<b>EXPENDITURES</b>				
Current				
General government	2,713,578	-	-	2,713,578
Public safety	8,400,637	-	7,838	8,408,475
Public services	2,205,062	491,667	235,851	2,932,580
Community development	905,934	-	-	905,934
Parks and recreation	1,557,312	-	-	1,557,312
Capital outlay	1,030,708	1,787,490	89,717	2,907,915
Debt service				
Principal	92,805	-	765,000	857,805
Interest and fees	52,136	-	125,152	177,288
<b>Total expenditures</b>	<b>16,958,172</b>	<b>2,279,157</b>	<b>1,223,558</b>	<b>20,460,887</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,369,408</b>	<b>209,513</b>	<b>272,283</b>	<b>1,851,204</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bonds issued at par	1,425,000	-	-	1,425,000
Transfers in	-	1,500,000	479,062	1,979,062
Transfers (out)	(1,979,062)	(600,000)	-	(2,579,062)
<b>Total other financing sources (uses)</b>	<b>(554,062)</b>	<b>900,000</b>	<b>479,062</b>	<b>825,000</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>815,346</b>	<b>1,109,513</b>	<b>751,345</b>	<b>2,676,204</b>
<b>FUND BALANCES, MAY 1</b>	<b>4,142,476</b>	<b>920,564</b>	<b>1,187,292</b>	<b>6,250,332</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 4,957,822</b>	<b>\$ 2,030,077</b>	<b>\$ 1,938,637</b>	<b>\$ 8,926,536</b>

See accompanying notes to financial statements.

# VILLAGE OF HINSDALE, ILLINOIS

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

For the Year Ended April 30, 2012

---

NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 2,676,204

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	1,984,824
Contributions of capital assets are not a current financial resource of governmental funds.	1,017,248
The net effect of various miscellaneous transactions involving capital assets (i.e., sales and trade-ins) is to decrease net assets	(155,456)
The change in net pension asset is not a current financial resource and, therefore, is not reported in the governmental funds	300,628

The change in net OBEB liability is not a current financial resource and, therefore, is not reported in the governmental funds	(186,402)
--	-----------

The issuance of long-term debt provides current financial resources to governmental funds while the repayment of long-term debt is reported as an expenditure when due in governmental funds. The issuance and repayment of long-term debt are reported as an increase and reduction of principal outstanding, respectively, in the statement of activities. Also, governmental funds report the effect of discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Bonds issued	(1,129,170)
Bond principal paid	765,000
Installment contract principal paid	92,805
Amortization of bond discount	(627)

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds

Interest	3,707
Compensated absences	(21,355)
Depreciation	(1,303,220)

CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 4,044,186</u>
--	---------------------

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS

STATEMENT OF NET ASSETS

PROPRIETARY FUND

April 30, 2012

	Waterworks and Sewerage
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	\$ 1,395,422
Investments	1,063
Receivables	
Accounts - billed	742,283
Accounts - unbilled	594,781
Other	20,479
Total current assets	<u>2,754,028</u>
<b>NONCURRENT ASSETS</b>	
Capital assets	
Construction in progress	757,868
Land	215,452
Building and improvements	2,216,267
Water and sewerage system	27,491,029
Vehicles	1,063,107
Office equipment	98,957
Other equipment	612,398
Subtotal	32,455,078
Accumulated depreciation	<u>(11,312,918)</u>
Net capital assets	<u>21,142,160</u>
Total assets	<u>23,896,188</u>
<b>CURRENT LIABILITIES</b>	
Accounts payable	750,811
Bonds payable - current portion	365,000
Retainage payable	133,480
Accrued payroll	14,536
Compensated absences payable - current portion	15,646
Accrued interest payable	47,827
Other payables	40,291
Total current liabilities	<u>1,367,591</u>
<b>NONCURRENT LIABILITIES</b>	
Compensated absences payable	46,939
OPEB liability	5,466
Unamortized premium on bonds	15,231
General obligation alternate revenue bonds payable	2,965,000
Installment loan payable	1,867,477
Total noncurrent liabilities	<u>4,900,113</u>
Total liabilities	<u>6,267,704</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	15,929,452
Unrestricted	<u>1,699,032</u>
<b>TOTAL NET ASSETS</b>	<u><u>\$ 17,628,484</u></u>

See accompanying notes to financial statements.



**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS**

**PROPRIETARY FUND**

For the Year Ended April 30, 2012

	<u>Waterworks and Sewerage</u>
OPERATING REVENUES	
Charges for services	\$ 6,351,749
Miscellaneous	<u>94,925</u>
Total operating revenues	<u>6,446,674</u>
OPERATING EXPENSES	
Waterworks and sewerage	6,056,149
Depreciation	<u>538,038</u>
Total operating expenses	<u>6,594,187</u>
OPERATING INCOME (LOSS)	<u>(147,513)</u>
NONOPERATING REVENUES (EXPENSES)	
Investment income	2,493
Interest expense	<u>(135,261)</u>
Total nonoperating revenues (expenses)	<u>(132,768)</u>
INCOME BEFORE TRANSFERS AND CONTRIBUTIONS	(280,281)
Transfer from Capital Projects Fund	600,000
Contributions	<u>361,459</u>
CHANGE IN NET ASSETS	681,178
NET ASSETS, MAY 1	<u>16,947,306</u>
NET ASSETS, APRIL 30	<u><u>\$ 17,628,484</u></u>

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF CASH FLOWS**

**PROPRIETARY FUND**

For the Year Ended April 30, 2012

	<u>Waterworks and Sewerage</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers and users	\$ 6,134,427
Payments to suppliers	(4,349,094)
Receipts from miscellaneous revenues	94,925
Payments for interfund services	(969,712)
Payments to employees	<u>(725,159)</u>
Net cash from operating activities	<u>185,387</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Transfer from Capital Projects Fund	600,000
Repayment of interfund loan	<u>(450,000)</u>
Net cash from noncapital financing activities	<u>150,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Capital assets purchased	(716,501)
Loan proceeds	1,867,477
Principal payments	(355,000)
Interest paid	<u>(142,071)</u>
Net cash from capital and related financing activities	<u>653,905</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Sale of investments	30,061
Interest received	<u>2,493</u>
Net cash from investing activities	<u>32,554</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	1,021,846
<b>CASH AND CASH EQUIVALENTS, MAY 1</b>	<u>373,576</u>
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<u><u>\$ 1,395,422</u></u>

This statement is continued on the following page.

**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF CASH FLOWS (Continued)**

**PROPRIETARY FUND**

For the Year Ended April 30, 2012

---

	<u>Waterworks and Sewerage</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (147,513)
Adjustments to reconcile operating income to net cash from operating activities	
Depreciation	538,038
Changes in assets and liabilities	
Accounts receivable	(215,830)
Other receivable	(8,062)
Accounts payable	6,927
Other payables	6,570
Accrued payroll	1,677
Compensated absences payable	9,520
OPEB liability	<u>(5,940)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 185,387</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital asset contributions	<u>\$ 361,459</u>

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF FIDUCIARY NET ASSETS**

**FIDUCIARY FUNDS**

April 30, 2012

	Pension Trust Funds	Agency Funds
<hr/>		
<b>ASSETS</b>		
Cash and cash equivalents	\$ 845,962	\$ 1,732,452
Investments, at fair value		
IMET	-	905,723
U.S. Government and agency obligations	11,399,626	-
Corporate bonds	6,243,729	-
Municipal bonds	488,221	-
International bonds	296,150	-
Equities	10,843,559	-
Mutual funds	4,363,657	-
Receivables		
Accrued interest	151,099	-
Due from municipality	200,000	-
Prepaid expense	4,119	-
	<hr/>	<hr/>
Total assets	34,836,122	\$ 2,638,175
	<hr/>	<hr/>
<b>LIABILITIES</b>		
Accounts payable	19,801	\$ 113,226
Deposits payable	-	2,525,752
Held for medical and dependent care reimbursement	-	(803)
	<hr/>	<hr/>
Total liabilities	19,801	\$ 2,638,175
	<hr/>	<hr/>
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>	<u>\$ 34,816,321</u>	

See accompanying notes to financial statements.

**VILLAGE OF HINSDALE, ILLINOIS**

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**

**PENSION TRUST FUNDS**

For the Year Ended April 30, 2012

---

**ADDITIONS**

Contributions

Employer	\$ 1,560,465
Employees	410,083
Other	<u>135,050</u>

Total contributions	<u>2,105,598</u>
---------------------	------------------

Investment income

Net appreciation in fair value of investments	302,039
Interest income	<u>918,068</u>

Total investment income	1,220,107
Less investment expense	<u>(217,587)</u>

Net investment income	<u>1,002,520</u>
-----------------------	------------------

Total additions	<u>3,108,118</u>
-----------------	------------------

**DEDUCTIONS**

Retirement benefits	1,762,578
Disability benefits	302,318
Administrative expenses	<u>100,654</u>

Total deductions	<u>2,165,550</u>
------------------	------------------

NET INCREASE	942,568
--------------	---------

**NET ASSETS HELD IN TRUST FOR  
PENSION BENEFITS**

MAY 1	<u>33,873,753</u>
-------	-------------------

APRIL 30	<u><u>\$ 34,816,321</u></u>
----------	-----------------------------

See accompanying notes to financial statements.

# VILLAGE OF HINSDALE, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

### INDEX

April 30, 2012

---

<u>NOTES</u>	<u>Page(s)</u>
1. Summary of Significant Accounting Policies	
Reporting Entity	18-19
Fund Accounting	20-21
Government-Wide and Fund Financial Statements	21-22
Measurement Focus, Basis of Accounting and Financial Statement Presentation	22-23
Cash and Investments	24
Interfund Receivables/Payables	24
Inventories	24
Prepays	24
Capital Assets	25
Compensated Absences	25
Long-Term Obligations	25-26
Fund Balances/Net Assets	26
Interfund Transactions	27
2. Deposits and Investments	
Village Deposits and Investments	27-29
Police Pension Fund Deposits and Investments	29-31
Firefighters' Pension Fund Deposits and Investments	31-33
Component Unit Library Deposits and Investments	33-35
3. Receivables and Due From Other Governments	
Property Taxes	35
Due From Other Governments	36
4. Capital Assets	
Governmental Activities	36
Business-Type Activities	37
Component Unit - Library	37-38
Depreciation	38
Construction Contracts	38

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**INDEX (Continued)**

---

<u>NOTES</u>	<u>Page(s)</u>
5. Risk Management	
Intergovernmental Personnel Benefit Cooperative	39
Intergovernmental Risk Management Agency	39-40
6. Long-Term Debt	
General Obligation Bonds	40-41
Installment Contracts	42
IEPA Loans	42
Debt Service Requirements to Maturity	43
Pledged Future Revenues	44
Changes in Long-Term Liabilities	44-45
Legal Debt Margin	46
7. Interfund Activity	
Individual Fund Transfers	46
8. Commitments - DuPage Water Commission (DWC)	47
9. Contingent Liabilities	
Litigation	47
Grants	47
DuPage Water Commission (DWC)	47
10. Deferred Compensation	48
11. Postemployment Health Care Benefits	48-52
12. Employee Retirement Systems	52-59
13. Subsequent Event	59

# **VILLAGE OF HINSDALE, ILLINOIS**

## **NOTES TO FINANCIAL STATEMENTS**

April 30, 2012

---

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

#### **a. Reporting Entity**

The Village was incorporated on April 3, 1873. The Village is a municipal corporation governed by an elected seven-member board. The Village operates under a Board-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water and sanitation, planning and zoning, public improvements and general administrative services. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component unit. The component unit discussed below is included in the Village's reporting entity because of the significance of its operational and financial relationship with the Village.

#### **Discretely Presented Component Unit**

The component unit columns in the basic financial statements include the financial data of the Village's other component unit. It is reported in a separate column to emphasize that it is legally separate from the Village.

#### **Village of Hinsdale Public Library**

The Village of Hinsdale Public Library (the Library) is governed by the Hinsdale Public Library Board of Trustees elected by the voters of the Village. The Library Board of Trustees selects management staff, establishes budgets and otherwise directs the affairs of the Library. The Library may not issue bonded debt without the Village's approval. The Library receives most of its funding through property taxes levied by the Village on behalf of the Library. The Library does not issue separate financial statements.



**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**a. Reporting Entity (Continued)**

The Village's financial statements include two pension trust funds:

**Police Pension Employees Retirement System**

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership and two active police officers elected by the membership constitute the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund. No separate annual financial report is issued for PPERS.

**Firefighters' Pension Employees Retirement System**

The Village's firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership and two active fire employees elected by the membership constitute the pension board. The Village and FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, FPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's firefighters and because of the fiduciary nature of such activities, FPERS is reported as a pension trust fund. No separate annual financial report is issued for FPERS.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**b. Fund Accounting**

The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances/net assets, revenues and expenditures/expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are those through which most governmental functions of the Village are financed. The Village's expendable resources (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the Village's governmental funds:

General Fund - the General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related cost.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Proprietary funds are used to account for activities which are similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. The measurement focus is upon determination of net income.

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**b. Fund Accounting (Continued)**

The Village has elected, under the provisions of GASB Statement 20, titled *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements and all FASB statements and interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB) issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements.

Fiduciary funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, other governmental units or other funds.

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. These include Pension Trust and Agency Funds. Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**c. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes or intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**c. Government-Wide and Fund Financial Statements (Continued)**

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

The General Fund 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 Capital Projects Fund accounts for the costs of various improvements to village property and infrastructure.

The Village reports the following major proprietary fund:

The Waterworks and Sewerage Fund accounts for the activities of the water and sewerage operations.

The Village reports the following fiduciary funds:

The Village reports pension trust funds as fiduciary funds to account for the Police Pension Fund and Firefighters' Pension Fund. The Village reports the Escrow and Flexible Benefit Agency Funds as fiduciary funds.

**d. Measurement Focus, 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 and fiduciary (excluding agency) fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenue in the year for which they are levied (i.e., intended to finance).

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing water and sewer services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes, income taxes and telecommunication taxes, which use a 90-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

Sales taxes owed to the state at year end, franchise fees, licenses, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**e. Cash and Investments**

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary fund considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments with a maturity of one year or less when purchased and nonnegotiable certificates of deposits are stated at amortized cost. Investments with a maturity greater than one year when purchased are reported at fair value. Investments in the pension trust funds are stated at fair value. Fair value is based on quoted market prices at April 30 for debt securities, equity securities and mutual funds, and contract values for insurance contracts.

**f. Interfund Receivables/Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, when reported in the fund financial statements, are offset by nonspendable fund balance in applicable governmental funds fund financial statements to indicate that they are not available for appropriation and are not expendable available financial resources.

**g. Inventories**

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental inventories are recorded as expenditures when consumed rather than when purchased.

**h. Prepaids**

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

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**i. Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

<b>Assets</b>	<b>Years</b>
Land improvements	20
Buildings and building improvements	20-45
Parking lots and improvements	20
Water and sewer system	10-67
Vehicles	5
Machinery and equipment	3-10
Infrastructure	40-50

**j. Compensated Absences**

The Village accrues a liability for vacation and sick leave benefits as these benefits are earned. At April 30, 2012, the liabilities for the accumulated unpaid benefits are accounted for in the Enterprise Fund at all levels and in the governmental activities column in the government-wide financial statements.

**k. Long-Term Obligations**

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund financial statements. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**k. Long-Term Obligations (Continued)**

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

**l. Fund Balances/Net Assets**

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

The Village has not adopted a formal written fund balance policy. However, during the budget process, the Village strives to maintain a minimum unassigned fund balance of at least 25% of budgeted General Fund expenditures. Therefore, the Village's flow of funds assumption defaults to that contained in GASB Statement No. 54. Therefore, the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds.

In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt, represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.



**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**m. Interfund Transactions**

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

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

**2. DEPOSITS AND INVESTMENTS**

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

**a. Village Deposits and Investments**

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

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and yield.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**2. DEPOSITS AND INVESTMENTS (Continued)**

**a. Village Deposits and Investments (Continued)**

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 105% of the fair market value of the funds secured, with the collateral held by the Village, an independent third party or the Federal Reserve Bank of Chicago.

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
Illinois Metropolitan Investment Fund	\$ 2,276,232	\$ -	\$ 2,276,232	\$ -	\$ -
Negotiable certificates of deposit	198,426	198,426	-	-	-
<b>TOTAL</b>	<b>\$ 2,474,658</b>	<b>\$ 198,426</b>	<b>\$ 2,276,232</b>	<b>\$ -</b>	<b>\$ -</b>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter-term securities, money market funds or similar investment pools and limiting the length of maturity for debt securities.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. To limit its exposure, the Village invests in the safest types of securities; pre-qualifies financial institutions, intermediaries and advisors with which the Village will conduct business; and diversifies the investment portfolio so that potential losses on individual investments will be minimized. Illinois Funds and IMET funds are rated AAA. The negotiable certificate of deposits are not rated. The Village has no formal policy relating to credit risk.

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

**2. DEPOSITS AND INVESTMENTS (Continued)**

**a. Village Deposits and Investments (Continued)**

Investments (Continued)

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village's investment policy requires diversification of investments but does not establish specific portfolio percentages to avoid unreasonable risk by limiting investments to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); limiting investment in securities that have higher credit risks; investing in securities with varying maturities; and continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPS's) or money market funds to ensure that proper liquidity is maintained in order to meet ongoing obligations.

**b. Police Pension Fund Deposits and Investments**

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, interest-bearing obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township, or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, mutual funds, common and preferred stock, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value) and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Police Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of the Police Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and rate of return.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy does not address this issue.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**2. DEPOSITS AND INVESTMENTS (Continued)**

**b. Police Pension Fund Deposits and Investments (Continued)**

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 3,528,830	\$ -	\$ -	\$ 2,143,894	\$ 1,384,936
U.S. agency obligations	3,778,320	-	1,396,594	196,650	2,185,076
Municipal bonds	157,927	-	157,927	-	-
Corporate bonds	3,810,789	101,610	1,812,928	1,485,201	411,050
<b>TOTAL</b>	<b>\$ 11,275,866</b>	<b>\$ 101,610</b>	<b>\$ 3,367,449</b>	<b>\$ 3,825,745</b>	<b>\$ 3,981,062</b>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund's investment policy does not address this issue. The Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market. The Police Pension Fund further limits its exposure to interest rate risk by limiting the length of maturity debt securities.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. 100% of the investments in the municipal bonds have been rated A. The U.S. agency obligations have been rated Aaa; 35% of the investments in corporate bonds have been rated A; 8% have been rated Aa and 57% have been rated Baa. The Police Pension Fund has no formal policy relating to credit risk.

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

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy does not address this above. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk but does not establish specific maximum portfolio percentages. Target percentages are cash 3%; fixed income 62%; large cap domestic equities 25%; small cap domestic equities 5%; and international equities 5%.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**2. DEPOSITS AND INVESTMENTS (Continued)**

**b. Police Pension Fund Deposits and Investments (Continued)**

Derivative Instruments

The fair value balances and notional amounts of derivative instruments outstanding at April 30, 2012, classified by type, and the changes in fair value of such derivative instruments for the year then ended as reported in the 2012 financial statements are as follows:

	Changes in Fair Value		Fair Value at April 30, 2012		
	Classification	Amount	Classification	Amount	Notional
Investment derivatives:					
GNMA REMIC	Investment Income	\$ 476	Investment	\$ 29,221	\$ 28,745

The fair values of the investment derivatives were based on quoted market values as of April 30, 2012.

	Terms		
	Maturities	Interest Rate	Rating
Investment derivatives:			
GNMA REMIC	7/16/2028	Variable	AAA

**c. Firefighters' Pension Fund Deposits and Investments**

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

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**2. DEPOSITS AND INVESTMENTS (Continued)**

**c. Firefighters' Pension Fund Deposits and Investments (Continued)**

It is the policy of the Firefighters' Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Firefighters' Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and return on investment.

**Deposits with Financial Institutions**

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Firefighters' Pension Fund's deposits may not be returned to it. The Firefighters' Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance at an amount not less than 110% of the fair market value at the funds secured, with the collateral held by an independent third party or the Federal Reserve Bank, and evidenced by safekeeping receipts.

**Investments**

The following table presents the investments and maturities of the Firefighters' Pension Fund's debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 2,989,894	\$ -	\$ 2,590,928	\$ 398,966	\$ -
U.S. agency obligations	1,102,582	-	1,102,582	-	-
Municipal bonds	330,294	-	-	-	330,294
International bonds	296,150	-	75,322	220,828	-
Corporate bonds	2,432,940	-	630,236	1,510,415	292,289
<b>TOTAL</b>	<b>\$ 7,151,860</b>	<b>\$ -</b>	<b>\$ 4,399,068</b>	<b>\$ 2,130,209</b>	<b>\$ 622,583</b>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Firefighters' Pension Fund's investment policy does not address this issue. The Firefighters' Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market. The Firefighters' Pension Fund further limits its exposure to interest rate risk by limiting the length of maturity for debt securities.

**2. DEPOSITS AND INVESTMENTS (Continued)**

**c. Firefighters' Pension Fund Deposits and Investments (Continued)**

Investments (Continued)

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The U.S. agency obligations are rated Aaa. 100% of the investments in the municipal bonds have been rated Aa by Moody's Investor Service. 4% of the investments in corporate bonds are rated Aaa; 44% are rated A and 52% are rated Baa. 23% of investments in international bonds are rated Aaa; 51% are rated A and 26% are rated Baa. The Firefighters' Pension Fund has no formal policy relating to credit risk.

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

Concentration of credit risk is the risk that the Firefighters' Pension Fund has a high percentage of its investments invested in one type of investment. The Firefighters' Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk but does not establish specific portfolio percentages.

**d. Component Unit Library Deposits and Investments**

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

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**2. DEPOSITS AND INVESTMENTS (Continued)**

**d. Component Unit Library Deposits and Investments (Continued)**

It is the policy of the Library to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Library and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and yield.

**Deposits with Financial Institutions**

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library’s deposits may not be returned to it. The Library’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 105% of the fair market value of the funds secured, with the collateral held by the Library, an independent third party or the Federal Reserve Bank of Chicago.

**Investments**

The following table presents the investments and maturities of the Library’s debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater than 10
Illinois Metropolitan Investment Fund	\$ 655,703	\$ -	\$ 655,703	\$ -	\$ -
<b>TOTAL</b>	<b>\$ 655,703</b>	<b>\$ -</b>	<b>\$ 655,703</b>	<b>\$ -</b>	<b>\$ -</b>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter-term securities, money market funds or similar investment pools.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Library limits its exposure to credit risk limiting investments to the safest types of securities; pre-qualifying the financial institutions, intermediaries and advisors with which the Library will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized. Illinois Funds and IMET funds are rated AAA. The Library has no formal policy relating to a specific investment-related risk.



**2. DEPOSITS AND INVESTMENTS (Continued)**

**d. Component Unit Library Deposits and Investments (Continued)**

Investments (Continued)

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

Concentration of credit risk is the risk that the Library has a high percentage of its investments invested in one type of investment. The Library's investment policy requires diversification of investments but does not establish specific portfolio percentages to avoid unreasonable risk by limiting investments to avoid over concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); limiting investment in securities that have higher credit risks; investing in securities with varying maturities; and continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPS's) or money market funds to ensure that proper liquidity is maintained in order to meet ongoing obligations.

**3. RECEIVABLES AND DUE FROM OTHER GOVERNMENTS**

**a. Property Taxes**

Property taxes for 2011 attach as an enforceable lien on January 1, 2011, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by DuPage County and issued on or about May 1, 2012 and August 1, 2012, and are payable in two installments, on or about June 1, 2012 and September 1, 2012. Tax bills are prepared by Cook County and issued on or about February 1, 2012 and September 1, 2012, and are payable in two installments, on or about March 1, 2012 and October 1, 2012. The Counties collect such taxes and remit them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy to reflect actual collection experience. Those 2011 taxes (except for Cook County taxes received prior to April 30, 2012) are intended to finance the 2013 fiscal year and are not considered available for current operations and are, therefore, reported as deferred revenue. For the 2012 tax levy that attached as a lien on property as of January 1, 2012 and will be levied in December 2012, this tax levy has not been recorded as a receivable as of April 30, 2012 since it is not measurable or available.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**3. RECEIVABLES AND DUE FROM OTHER GOVERNMENTS (Continued)**

**b. Due From Other Governments**

The following receivables are included in Due from Other Governments on the Statement of Net Assets.

GOVERNMENTAL ACTIVITIES	
Income Tax	\$ 712,876
Sales Tax	1,025,885
Motor Fuel Tax	32,646
Local Grant Funds	17,245
Miscellaneous - other	148,010
	<u>1,936,662</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 1,936,662</u>

**4. CAPITAL ASSETS**

Capital asset activity for the year ended April 30, 2012 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>PRIMARY GOVERNMENT</b>				
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Construction in progress	\$ 66,039	\$ 1,079,424	\$ 66,039	\$ 1,079,424
Land	6,862,173	-	-	6,862,173
Land right of way	45,921,203	-	-	45,921,203
Total capital assets not being depreciated	52,849,415	1,079,424	66,039	53,862,800
Capital assets being depreciated				
Land improvements	4,425,698	20,400	-	4,446,098
Buildings, improvements, and pool facilities	6,270,802	540,243	-	6,811,045
Parking lots and improvements	1,473,598	-	-	1,473,598
Vehicles	3,274,771	90,710	187,179	3,178,302
Machinery and equipment	5,117,338	186,635	49,538	5,254,435
Parking lot equipment	133,202	-	-	133,202
Infrastructure	21,204,582	1,150,699	326,608	22,028,673
Total capital assets being depreciated	41,899,991	1,988,687	563,325	43,325,353
Less accumulated depreciation for				
Land improvements	1,937,238	229,725	-	2,166,963
Buildings, improvements, and pool facilities	3,742,154	199,764	-	3,941,918
Parking lots and improvements	975,680	38,356	-	1,014,036
Vehicles	2,402,659	247,469	178,939	2,471,189
Machinery and equipment	3,840,976	221,286	49,538	4,012,724
Parking lot equipment	66,563	9,244	-	75,807
Infrastructure	12,187,786	357,376	179,392	12,365,770
Total accumulated depreciation	25,153,056	1,303,220	407,869	26,048,407
Total capital assets being depreciated, net	16,746,935	685,467	155,456	17,276,946
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 69,596,350	\$ 1,764,891	\$ 221,495	\$ 71,139,746

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**4. CAPITAL ASSETS (Continued)**

	Beginning Balances	Increases	Decreases	Ending Balances
<b>PRIMARY GOVERNMENT (Continued)</b>				
<b>BUSINESS-TYPE ACTIVITIES</b>				
Capital assets not being depreciated				
Construction in progress	\$ 702,674	\$ 757,868	\$ 702,674	\$ 757,868
Land	215,452	-	-	215,452
Total capital assets not being depreciated	918,126	757,868	702,674	973,320
Capital assets being depreciated				
Buildings and improvements	2,216,267	-	-	2,216,267
Water system	26,363,804	1,127,225	-	27,491,029
Vehicles	1,007,830	55,277	-	1,063,107
Machinery and equipment	98,957	-	-	98,957
Other equipment	522,302	90,096	-	612,398
Total capital assets being depreciated	30,209,160	1,272,598	-	31,481,758
Less accumulated depreciation for				
Buildings and improvements	2,183,263	2,566	-	2,185,829
Water system	7,113,627	474,581	-	7,588,208
Vehicles	948,650	39,121	-	987,771
Machinery and equipment	92,190	1,041	-	93,231
Other equipment	437,150	20,729	-	457,879
Total accumulated depreciation	10,774,880	538,038	-	11,312,918
Total capital assets being depreciated, net	19,434,280	734,560	-	20,168,840
<b>BUSINESS-TYPE ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 20,352,406</b>	<b>\$ 1,492,428</b>	<b>\$ 702,674</b>	<b>\$ 21,142,160</b>

	Beginning Balances	Increases	Decreases	Ending Balances
<b>COMPONENT UNIT - LIBRARY</b>				
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets being depreciated				
Buildings and improvements	\$ 3,670,865	\$ 17,260	\$ -	\$ 3,688,125
Machinery and equipment	821,101	7,201	-	828,302
Library books/multimedia	2,678,800	-	-	2,678,800
Total capital assets being depreciated	7,170,766	24,461	-	7,195,227

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**4. CAPITAL ASSETS (Continued)**

	Beginning Balances	Increases	Decreases	Ending Balances
<b>COMPONENT UNIT - LIBRARY (Continued)</b>				
Less accumulated depreciation for				
Buildings and improvements	\$ 477,403	\$ -	\$ -	\$ 477,403
Machinery and equipment	637,501	100,557	-	738,058
Library books/multimedia	2,678,800	16,354	-	2,695,154
Total accumulated depreciation	3,793,704	116,911	-	3,910,615
Total capital assets being depreciated, net	3,377,062	(92,450)	-	3,284,612
<b>GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET</b>				
	\$ 3,377,062	\$ (92,450)	\$ -	\$ 3,284,612

Depreciation expense was charged to functions/programs as follows:

**Primary Government**

**GOVERNMENTAL ACTIVITIES**

General government	\$ 573,777
Community development	1,085
Public safety	345,686
Public services	85,515
Parks and recreation	297,157

**TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES** \$ 1,303,220

**Component Unit**

Library	<u>\$ 116,911</u>
---------	-------------------

**Construction Contracts**

The Village has entered into contracts for the construction or renovation of various facilities as follows:

	Project Authorizations	Expended to Date	Commitment
2011 Resurfacing	\$ 1,572,140	\$ 1,508,515	\$ 63,625
2011 Reconstruction	3,736,925	1,557,029	2,179,896
2012 Reconstruction	4,247,525	157,058	4,090,467

## **5. RISK MANAGEMENT**

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets and omissions; injuries to employees; illnesses of employees; and natural disasters. Settled claims have not exceeded the coverages in the current year or preceding two fiscal years.

### **a. Intergovernmental Personnel Benefit Cooperative (IPBC)**

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC is a public entity risk pool established by certain units of local government in Illinois to administer most of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi governmental and nonprofit public service entities.

The IPBC receives, processes and pays such claims as may come within the benefit program of each member. Management consists of a board of directors comprised of one appointed representative from each member. The Village does not exercise any control over the activities of the IPBC beyond its representation on the Board of Directors.

### **b. Intergovernmental Risk Management Agency (IRMA)**

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperations Statute to pool their risk management needs. IRMA administers have a mix of self-insurance and commercial insurance coverage; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level. Currently, the Village has chosen an additional optional deductible of \$22,500 for a total deductible of \$25,000 per occurrence.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. RISK MANAGEMENT (Continued)**

**b. Intergovernmental Risk Management Agency (IRMA) (Continued)**

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to any membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

**6. LONG-TERM DEBT**

**a. General Obligation Bonds**

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds, therefore, are reported in the proprietary funds as they are expected to be repaid from proprietary revenues. The Village also issues general obligation bonds for the Component Unit-Hinsdale Public Library. These bonds, therefore, are reported in the component unit fund as they are expected to be repaid from component unit revenues.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
<b>Primary Government</b>						
General Obligation Refunding Bonds Series 1999, due in annual installments of \$30,000 to \$230,000 plus interest at 3.85% to 3.95% through December 15, 2011	Debt Service	\$ 230,000	\$ -	\$ 230,000	\$ -	\$ -
General Obligation (Shared State Income Taxes Alternative Revenue Source) Bonds Series 2003, due in annual installments of \$305,000 to \$465,000 plus interest at 1.00% to 3.25% through December 15, 2013	Debt Service	1,350,000	-	435,000	915,000	450,000
General Obligation Limited Tax Bonds Series 2009 due in annual installments of \$85,000 to \$160,000 plus interest at 2.00% to 4.20% through December 15, 2029	General Fund	2,220,000	-	100,000	2,120,000	100,000

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

**a. General Obligation Bonds (Continued)**

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
<b>Primary Government (Continued)</b>						
Taxable General Obligation Bonds (Alternate Revenue Source) Series 2011, due in annual installments of \$160,000 to \$219,170 plus interest at 1.45% to 2.55% through December 15, 2017	Debt Service	\$ -	\$ 1,129,170	\$ -	\$ 1,129,170	\$ 160,000
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>		<b>\$ 3,800,000</b>	<b>\$ 1,129,170</b>	<b>\$ 765,000</b>	<b>\$ 4,164,170</b>	<b>\$ 710,000</b>
General Obligation (Alternate Revenue Source) Bonds Series 2001, due in annual installments of \$205,000 to \$300,000 plus interest at 3.375% to 3.500% through December 15, 2011	Waterworks and Sewerage	\$ 300,000	\$ -	\$ 300,000	\$ -	\$ -
General Obligation (Alternate Revenue Source) Bonds Series 2008C, due in annual installments of \$55,000 to \$475,000 plus interest at 3.375% to 4.000% through December 15, 2020	Waterworks and Sewerage	3,385,000	-	55,000	3,330,000	365,000
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>		<b>\$ 3,685,000</b>	<b>\$ -</b>	<b>\$ 355,000</b>	<b>\$ 3,330,000</b>	<b>\$ 365,000</b>
<b>Component Unit - Library</b>						
General Obligation Library Fund Tax (Alternate Revenue Source) Bonds Series 2006, due in annual installments of \$70,000 to \$300,000 plus interest at 3.75% to 4.00% through December 15, 2026	Debt Service	\$ 2,895,000	\$ -	\$ 85,000	\$ 2,810,000	\$ 95,000
Taxable General Obligation Bonds (Alternate Revenue Source) Series 2011, due in annual installments of \$40,000 to \$55,830 plus interest at 1.45% to 2.55% through December 15, 2017	Debt Service	-	295,830	-	295,830	40,000
<b>TOTAL COMPONENT UNIT - LIBRARY</b>		<b>\$ 2,895,000</b>	<b>\$ 295,830</b>	<b>\$ 85,000</b>	<b>\$ 3,105,830</b>	<b>\$ 135,000</b>

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

**b. Installment Contracts**

The Village has issued an installment contract to provide funds for the purchase of a fire ladder truck. The Component Unit - Hinsdale Public Library has issued an installment contract for the acquisition of HVAC equipment.

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
<b>Primary Government</b>						
<b>GOVERNMENTAL ACTIVITIES</b>						
2008 installment loan due in annual installments of \$89,420 to \$105,693 plus interest at 3.75% through July 1, 2018	General Fund	\$ 793,035	\$ -	\$ 92,805	\$ 700,230	\$ 94,545
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>		<u>\$ 793,035</u>	<u>\$ -</u>	<u>\$ 92,805</u>	<u>\$ 700,230</u>	<u>\$ 94,545</u>
<b>Component Unit - Library</b>						
2008 Installment loan due in annual installments of \$50,000 plus interest at 3.94% through October 1, 2018	Debt Service	\$ 400,000	\$ -	\$ 50,000	\$ 350,000	\$ 50,000
<b>TOTAL COMPONENT UNIT - LIBRARY</b>		<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ 350,000</u>	<u>\$ 50,000</u>

**c. IEPA Loans**

The Village, through the Illinois Environmental Protection Agency (IEPA), received low interest loans for sewer improvements in conjunction with roadway improvements. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements/ Refundings	Balances April 30	Current Portion
<b>Primary Government</b>						
<b>BUSINESS-TYPE ACTIVITIES</b>						
EPA Loan L17-4509	Waterworks and Sewerage	\$ -	\$ 1,423,317	\$ -	\$ 1,423,317	\$ -
EPA Loan L17-4511	Waterworks and Sewerage	-	444,160	-	444,160	-
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>		<u>\$ -</u>	<u>\$ 1,867,477</u>	<u>\$ -</u>	<u>\$ 1,867,477</u>	<u>\$ -</u>

The IEPA loans are still in the completion phase and, therefore, no repayment schedule has been determined as of April 30, 2012.



**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

**d. Debt Service Requirements to Maturity**

**Primary Government**

The annual requirements to amortize all debt outstanding of the primary government as of April 30, 2012 are as follows:

Fiscal Year	Governmental Activities				Business-Type Activities	
	General Obligation Bonds Principal	Interest	Installment Contract Principal	Interest	Principal	Interest
2013	\$ 710,000	\$ 123,240	\$ 94,545	\$ 24,486	\$ 365,000	\$ 127,538
2014	735,000	105,850	96,318	20,907	380,000	115,219
2015	285,000	86,613	98,124	17,261	390,000	101,919
2016	300,000	81,363	99,964	13,547	405,000	87,294
2017	315,000	74,614	101,838	9,763	420,000	71,600
2018	329,170	66,226	103,748	5,909	440,000	54,800
2019	115,000	56,160	105,693	1,983	455,000	37,200
2020	115,000	52,596	-	-	475,000	19,000
2021	120,000	48,800	-	-	-	-
2022	125,000	44,660	-	-	-	-
2023	130,000	40,160	-	-	-	-
2024	135,000	35,480	-	-	-	-
2025	140,000	30,350	-	-	-	-
2026	145,000	25,030	-	-	-	-
2027	150,000	19,230	-	-	-	-
2028	155,000	13,230	-	-	-	-
2029	160,000	6,720	-	-	-	-
<b>TOTAL</b>	<b>\$ 4,164,170</b>	<b>\$ 910,322</b>	<b>\$ 700,230</b>	<b>\$ 93,856</b>	<b>\$ 3,330,000</b>	<b>\$ 614,570</b>

**Component Unit - Library**

The annual requirements to amortize all debt outstanding of the component unit as of April 30, 2012 are as follows:

Fiscal Year	Component Unit			
	General Obligation Bonds Interest	Principal	Installment Contract Interest	
2013	\$ 135,000	\$ 117,346	\$ 50,000	\$ 12,805
2014	150,000	109,323	50,000	10,835
2015	165,000	103,910	50,000	8,865
2016	180,000	98,436	50,000	6,895
2017	195,000	92,983	50,000	4,925
2018	205,830	87,190	50,000	2,955
2019	165,000	81,408	50,000	985
2020	185,000	75,138	-	-
2021	195,000	68,015	-	-
2022	210,000	60,508	-	-
2023	230,000	52,318	-	-
2024	240,000	43,348	-	-
2025	265,000	33,868	-	-
2026	285,000	23,400	-	-
2027	300,000	12,000	-	-
<b>TOTAL</b>	<b>\$ 3,105,830</b>	<b>\$ 1,059,191</b>	<b>\$ 350,000</b>	<b>\$ 48,265</b>

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

**e. Pledged Future Revenues**

The amount of pledges remaining at April 30, 2012 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Remaining	Commitment End Date
General Obligation (Shared State Income Taxes and Alternate Revenue Source) bonds Series 2003	Shared state income taxes	\$ 959,174	December 15, 2013

A comparison of pledges collected and the related principal and interest expenditures for fiscal year 2012 is as follows:

Debt Issue	Pledged Revenue	Principal and Interest Paid	Estimate % of Revenue Pledged
General Obligation (Shared State Income Taxes and Alternate Revenue Source) bonds Series 2003	\$ 1,424,754	\$ 476,895	33.47%

**f. Changes in Long-Term Liabilities**

During the fiscal year, the following changes occurred in liabilities reported on the schedule of long-term liabilities payable by governmental funds:

**Primary Government**

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
<b>GOVERNMENTAL ACTIVITIES</b>					
General obligation bonds	\$ 3,800,000	\$ 1,129,170	\$ 765,000	\$ 4,164,170	\$ 710,000
Installment contracts	793,035	-	92,805	700,230	94,545
Less: unamortized bond discount	(11,278)	-	(627)	(10,651)	-
Subtotal	4,581,757	1,129,170	857,178	4,853,749	804,545
Compensated absences Payable*	1,294,217	344,909	323,554	1,315,572	328,893
Net other postemployment benefits obligation*	454,763	186,402	-	641,165	-
Subtotal	1,748,980	531,311	323,554	1,956,737	328,893
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 6,330,737</b>	<b>\$ 1,660,481</b>	<b>\$ 1,180,732</b>	<b>\$ 6,810,486</b>	<b>\$ 1,133,438</b>

\* The General Fund typically liquidates the compensated absences and the net other postemployment benefits obligation.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

**f. Changes in Long-Term Liabilities (Continued)**

**Primary Government (Continued)**

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
<b>BUSINESS-TYPE ACTIVITIES</b>					
General obligation alternate revenue bonds series 2001	\$ 300,000	\$ -	\$ 300,000	\$ -	\$ -
General obligation alternate revenue bonds series 2008	3,385,000	-	55,000	3,330,000	365,000
IEPA Loans	-	1,867,477	-	1,867,477	-
Plus: unamortized bond premium	17,407	-	2,176	15,231	-
Subtotal	3,702,407	1,867,477	357,176	5,212,708	365,000
Compensated absences payable	53,065	22,786	13,266	62,585	15,646
Net other postemployment benefits obligation	11,406	-	5,940	5,466	-
Subtotal	64,471	22,786	19,206	68,051	15,646
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 3,766,878</b>	<b>\$ 1,890,263</b>	<b>\$ 376,382</b>	<b>\$ 5,280,759</b>	<b>\$ 380,646</b>

**Component Unit - Library**

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
General obligation alternate revenue bonds Series 2006	\$ 2,895,000	\$ -	\$ 85,000	\$ 2,810,000	\$ 95,000
General obligation alternate revenue bonds Series 2011	-	295,830	-	295,830	40,000
2008 installment loan	400,000	-	50,000	350,000	50,000
Less: unamortized bond discount	(17,034)	-	(1,136)	(15,898)	-
Subtotal	3,277,966	295,830	133,864	3,439,932	185,000
Compensated absences payable	24,566	12,064	6,142	30,488	7,622
Net other postemployment benefits obligation	23,536	11,474	-	35,010	-
Subtotal	48,102	23,538	6,142	65,499	7,622
<b>TOTAL COMPONENT UNIT</b>	<b>\$ 3,326,068</b>	<b>\$ 319,369</b>	<b>\$ 140,006</b>	<b>\$ 3,505,431</b>	<b>\$ 192,622</b>

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**6. LONG-TERM DEBT (Continued)**

**f. Changes in Long-Term Liabilities (Continued)**

Compensated absences for the primary government are paid for out of General Fund revenues and Water Fund operating revenues. The component unit finances these liabilities through the Library revenues. The General Fund typically liquidates the net OPEB liability.

**g. Legal Debt Margin**

ASSESSED VALUATION - 2011 (LATEST AVAILABLE)	\$ 1,721,425,310
LEGAL DEBT LIMIT - 8.625% OF ASSESSED VALUATION	\$ 148,472,933
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT	
General obligation bonds	10,600,000
Installment loans	1,050,230
	<u>11,650,230</u>
LEGAL DEBT MARGIN	<u>\$ 136,822,703</u>

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

**7. INTERFUND ACTIVITY**

**a. Individual Fund Transfers**

Individual fund transfers are as follows:

Transfers In	Transfers Out	Amount
Debt Service	General	\$ 479,062
Capital Projects	General	1,500,000
Waterworks and Sewerage	Capital Projects	600,000
TOTAL		<u>\$ 2,579,062</u>

As required under the bond ordinance the General Fund transferred the required annual financing amount of state income tax revenues to finance the principal and interest due in the next year for the 2003 General Obligation (Shared State Income Taxes Alternate Revenue Source) Bonds. The General Fund transferred \$1,500,000 to the Capital Projects Fund to set aside funds for roadway improvements for the future. The Capital Projects Fund transferred \$600,000 to the Waterworks and Sewerage Fund to partially fund capital improvements in FY 2012.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**8. COMMITMENTS - DUPAGE WATER COMMISSION (DWC)**

The Village is a customer of the DuPage Water Commission (DWC) and has executed a Water Supply Contract (the Contract) with DWC for a term ending 2024. The Contract provides that the Village pay its proportionate share of fixed costs (debt service and capital costs) to DWC, such obligation being unconditional and irrevocable whether or not water is delivered. The following is the estimated fixed cost commitments for the subsequent five years:

<u>Fiscal Year Ending April 30</u>	<u>Amount</u>
2013	\$ 475,965
2014	475,965
2015	475,965
2016	475,965
2017	475,965

These amounts are estimates, which have been calculated using the Village's current allocation percentage of 3.3%. In future years, the estimates and the allocation percentage will be subject to change. Estimates for the remaining years of the Contract are not currently available. However, the Village does not expect the minimum amounts for the remaining years of the Contract to materially vary from the amounts presented above.

**9. CONTINGENT LIABILITIES**

**a. Litigation**

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

**b. Grants**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

**c. DuPage Water Commission (DWC)**

The Village's water supply agreement with DWC provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

## **10. DEFERRED COMPENSATION**

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is administered by the ICMA Retirement Corporation and the Nationwide Retirement Solutions, Inc. The plan, available to all permanent village employees, permits them to defer a portion of their current salary to future years. The deferred compensation is not available to the participants until termination, retirement, death or an unforeseeable emergence occurs.

On December 1, 1996, the Village amended the deferred compensation plan. Under the amendment the assets of the plan are now held in trust (ICMA Retirement Corporation Deferred Compensation Plan and Trust) and Nationwide Retirement Solutions, Inc., with the Village serving as trustee, for the exclusive benefit of the plan's participants and their beneficiaries. The assets cannot be diverted to any other purpose. The Village's beneficial ownership of the plan's assets held in the ICMA Retirement Trust is held for the future exclusive benefit of the participants and their beneficiaries. The Village and its agent have no liability for losses under the plan, but do have the duty of care that would be required of an ordinary prudent investor.

## **11. POSTEMPLOYMENT HEALTH CARE BENEFITS**

### **Plan Description and Benefits Provided**

The Village provides pre and post-Medicare postretirement healthcare benefits to all retirees who worked for the Village, were enrolled in one of the Village's healthcare plans at the time of employment and receive a pension from the Village through one of the following plans:

- Illinois Municipal Retirement Fund (IMRF)
- Police Pension Fund
- Firefighters' Pension Fund

The eligibility and vesting requirements for pension benefits are:

- IMRF participants are eligible at age 55 with at least eight years of service, or if they are totally and permanently disabled
- Police officers and firefighters are eligible at age 50 with 20 years of service, or if they are medically disabled and unable to perform the duties of a police officer or firefighter
- Police officers are eligible for a reduced benefit at age 60 with at least eight years of service but less than 20 and firefighters are eligible for a reduced benefit at age 60 with at least ten years of service but less than 20
- Police officers and firefighters that terminate with a vested benefit are eligible for postretirement healthcare benefits commencing at the time of separation

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**11. POSTEMPLOYMENT HEALTH CARE BENEFITS (Continued)**

**Plan Description and Benefits Provided (Continued)**

Spouses and dependents of retirees are eligible to continue healthcare coverage while the retiree is alive if they were enrolled at the time of retirement. Surviving spouses and dependent children of police officers and firefighters that were injured or killed in the line of duty, during an emergency, and surviving spouses of all retirees are eligible to continue healthcare coverage.

In addition to providing pension benefits, the Village permits retired employees and former employees receiving disability pensions from any of the Village's pension plans to continue their enrollment in the Village's health care plans. The retired and former employees pay all health care premiums during their postemployment period. The Village is not obligated to pay any cost associated with their enrollment. Currently, 28 retired and former employees have elected to remain in the Village's health care plans.

	Village	Library
Retirees and beneficiaries currently receiving benefits	27	1
Terminated employees entitled to benefits but not yet receiving them	-	-
Current employees		
Vested	15	1
Nonvested	82	14
TOTAL	124	16

**Funding Policy**

Retiree healthcare benefits are funded on a pay as you go basis.

**Annual OPEB Costs and Net OPEB Obligation**

The Village had an actuarial valuation performed for the plan as of April 30, 2012 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2012. The following is information for the last three years:

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**11. POSTEMPLOYMENT HEALTH CARE BENEFITS (Continued)**

**Annual OPEB Costs and Net OPEB Obligation (Continued)**

	For Fiscal Year	Village	Library
Annual OPEB	2010	\$ 277,255	\$ 9,502
	2011	369,459	13,062
	2012	381,862	13,986
Employer contributions	2010	\$ 141,435	\$ 4,291
	2011	181,403	788
	2012	201,400	2,512
Percentage of annual OPEB cost contributed	2010	51.00%	45.20%
	2011	49.10%	6.03%
	2012	52.74%	17.96%
Net OPEB obligation	2010	\$ 278,113	\$ 11,262
	2011	466,169	23,536
	2012	646,631	35,010

The net OPEB obligation as of April 30, 2012 was calculated as follows:

	Village	Library
Annual required contribution	\$ 370,306	\$ 12,987
Interest on net OPEB obligation	18,647	941
Adjustment to annual required contributions	(7,091)	58
Annual OPEB cost	381,862	13,986
Contributions made	201,400	2,512
Increase in net OPEB obligation	180,462	11,474
Net OPEB obligation, beginning of year	466,169	23,536
<b>NET OPEB OBLIGATION, END OF YEAR</b>	<b>\$ 646,631</b>	<b>\$ 35,010</b>



**11. POSTEMPLOYMENT HEALTH CARE BENEFITS (Continued)**

**Funded Status and Funding Progress**

The funded status of the plan as of April 30, 2012 was as follows:

	Village	Library
Actuarial accrued liability (AAL)	\$ 4,066,068	\$ 93,828
Actuarial value of plan assets	-	-
Unfunded actuarial accrued liability (UAAL)	4,066,068	93,828
Funded ratio (actuarial value of plan assets/AAL)	-	-
Covered payroll (active plan members)	7,481,869	858,541
UAAL as a percentage of covered payroll	52.04%	9.80%

Actuarial valuations of the 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 future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as the actual results are compared with the past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements present multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and includes the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long-term perspective of calculations.

The retiree healthcare valuation was based on the entry-age normal cost method. Under this method, each participant's projected benefits are assumed to be funded by annual installments, equal to a level percentage of compensation, payable from date of participation to assumed date of retirement. The total normal cost is the sum of the current year's annual installment determined for all active participants. The actuarial accrued liability is the excess value of the present value of future benefits for all participants (both active and retired) over the present value of future normal costs.

**11. POSTEMPLOYMENT HEALTH CARE BENEFITS (Continued)**

**Actuarial Methods and Assumptions (Continued)**

In the April 30, 2012 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a 4.00% investment rate of return (net of administrative expenses) and an initial healthcare cost trend of 7.60% reducing to an ultimate rate of 4.50%. Both rates include a 3.00% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll for a 30-year open amortization period.

**12. EMPLOYEE RETIREMENT SYSTEMS**

**Plan Descriptions and Provisions**

**Illinois Municipal Retirement Fund**

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois.

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

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

IMRF issues a separate financial report for the plan as a whole, but not for individual employers, which may be obtained by writing them at: IMRF, Drake Oak Brook Plaza, Suite 500, 2211 S. York Road, Oak Brook, Illinois 60523.

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the coverage of its own employees in the system, using the actuarial basis specified by state statute (entry-age normal); for 2011 the rate was 15.15%.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Plan Descriptions and Provisions (Continued)**

**Police Pension Plan**

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (Chapter 40-Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a Pension Trust Fund. At April 30, 2011, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	19
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	22
Nonvested	4
	<hr/>
TOTAL	45
	<hr/>

The following is a summary of the Police Pension Plan as provided for in Illinois Compiled Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Plan Descriptions and Provisions (Continued)**

**Police Pension Plan (Continued)**

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1<sup>st</sup> after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2012, the Village's contribution was 34.40% of covered payroll.

**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 mandated by Illinois Compiled Statutes (Chapter 40-Article 5/4) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a Pension Trust Fund. At April 30, 2011, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	21
Terminated employees entitled to benefits but not yet receiving them	1
Current employees	
Vested	12
Nonvested	10
	<hr/>
TOTAL	44
	<hr/> <hr/>

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Plan Descriptions and Provisions (Continued)**

**Firefighters' Pension Plan (Continued)**

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois Compiled Statutes.

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1<sup>st</sup> after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts necessary to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past services costs for the Firefighters' Pension Plan. For the year ended April 30, 2012, the Village's contribution was 51.53% of covered payroll.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Summary of Significant Accounting Policies and Plan Asset Matters**

**a. Basis of Accounting**

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

**b. Method Used to Value Investments**

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

**c. Significant Investments**

The following are investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5% or more of net assets available for benefits:

Plan	Organization	Amount
Police Pension	IShares Russell 2000	\$ 1,643,657
	Dodge & Cox International Stock Fund	740,535
Firefighters' Pension	IShares TR MSCI EAFE Index Fund	971,853
	IShares Russell 2000	538,493
	IShares TR Russell Midcap Index Fund	480,113
	IShares TR S&P 500 Index Fund	1,413,602
	Matthews Int'l Fund Asian Growth & Income	539,145
	Lazard Emerging Markets Equity	1,139,883
		<u>\$ 7,467,281</u>

**d. Administrative Costs**

Administrative costs for both the Police Pension Plan and the Firefighters' Pension Plan are financed primarily through investment earnings.

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**e. Annual Pension Cost and Net Pension Obligation (NPO)**

The annual pension costs (APC) and the net pension obligation (asset) (NPO) as of April 30, 2011 were derived from the actuarial valuations performed as of the dates and using the assumptions notes bellowed:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2009	April 30, 2011	April 30, 2011
Actuarial cost method	Entry-age Normal	Projected Unit Credit	Projected Unit Credit
Asset valuation method	5 Year Smoothed Market	Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	30 Years, Open	30 Years, Closed	30 Years, Closed
Significant actuarial assumptions			
a) Rate of return on present and future assets	7.50% Compounded Annually	6.75% Compounded Annually	6.75% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	4.25% Compounded Annually	4.25% Compounded Annually
c) Additional projected salary increases - seniority/merit	0.40% to 10.0%	3.00%	3.00%

**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**e. Annual Pension Cost and Net Pension Obligation (NPO) (Continued)**

The net pension obligation (asset) at April 30, 2012 has been calculated as follows:

	Police Pension	Firefighters' Pension
Annual required contribution	\$ 643,952	\$ 629,769
Interest on net pension obligation (asset)	(19,794)	(11,503)
Adjustment to annual required contribution	10,933	6,380
Annual pension cost	635,091	624,646
Contributions made	748,486	811,879
Increase (decrease) in net pension obligation	(113,395)	(187,233)
Net pension obligation (asset), beginning of year	(290,360)	(168,765)
NET PENSION OBLIGATION (ASSET), END OF YEAR	\$ (403,755)	\$ (355,998)

**Trend Information**

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

	For Fiscal Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual pension cost (APC)	2010	\$ 822,961	\$ 607,939	\$ 766,537
	2011	854,149	810,000	915,435
	2012	785,804	635,091	624,646
Actual contribution	2010	\$ 822,961	\$ 794,923	\$ 851,100
	2011	854,149	814,376	920,581
	2012	785,804	748,486	811,879
Percentage of APC contributed	2010	100.00%	130.8%	111.0%
	2011	100.00%	100.5%	100.6%
	2012	100.00%	117.9%	130.0%
NPO (asset)	2009	\$ -	\$ (285,984)	\$ (163,619)
	2010	-	(290,360)	(168,765)
	2011	-	(403,755)	(355,998)



**VILLAGE OF HINSDALE, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

---

**12. EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Funded Status and Funding Progress**

The funded status of IMRF as of December 31, 2011 and the Police Pension Fund and Firefighters' Pension Fund as of April 30, 2011 was as follows. The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer APC of the plans as disclosed previously:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial accrued liability (AAL)	\$ 12,251,279	\$ 27,073,053	\$ 22,500,763
Actuarial value of plan assets	6,757,541	19,809,724	14,064,030
Unfunded actuarial accrued liability (UAAL)	5,493,738	7,263,329	8,436,733
Funded ratio (actuarial value of plan assets/AAL)	55.16%	73.17%	62.50%
Covered payroll (active plan members)	\$ 4,346,978	\$ 2,367,096	\$ 1,786,427
UAAL as a percentage of covered payroll	126.38%	306.85%	472.27%

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

**13. SUBSEQUENT EVENT**

In August 2012, the Village authorized the issue of \$5,000,000 General Obligation Bonds (Alternate Revenue Source), Series 2012A. The bonds are payable in installments of \$180,000 to \$335,000 through December 15, 2031 with interest at rates of 2.00% to 2.50%. The bonds will be repaid from pledged use and sales tax revenue.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**VILLAGE OF HINSDALE, ILLINOIS**

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

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Property taxes	\$ 5,761,963	\$ 5,761,963	\$ 5,914,013
Utility taxes	2,158,600	2,158,600	2,135,288
Intergovernmental			
Sales tax	2,669,400	2,669,400	2,860,639
State income tax	1,430,700	1,430,700	1,424,754
Replacement tax	229,750	229,750	211,711
State and local grants	180,000	180,000	365,372
Service charges	2,336,345	2,336,345	2,245,988
Licenses	407,150	407,150	398,510
Permits	986,300	986,300	1,253,670
Fines	458,200	458,200	472,356
Investment income	60,500	60,500	14,615
Miscellaneous	970,207	970,207	1,030,664
<b>Total revenues</b>	<b>17,649,115</b>	<b>17,649,115</b>	<b>18,327,580</b>
<b>EXPENDITURES</b>			
Current			
General government	1,619,728	3,030,792	2,713,578
Public safety	8,383,068	8,383,068	8,400,637
Public services	2,267,278	2,267,278	2,205,062
Community development	898,080	898,080	905,934
Parks and recreation	1,816,273	1,816,273	1,557,312
Capital outlay	905,635	905,635	1,030,708
Debt service			
Principal	92,805	92,805	92,805
Interest and fees	27,999	27,999	52,136
<b>Total expenditures</b>	<b>16,010,866</b>	<b>17,421,930</b>	<b>16,958,172</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,638,249</b>	<b>227,185</b>	<b>1,369,408</b>
<b>OTHER FINANCING (USES)</b>			
Bonds issued at par	-	-	1,425,000
Transfers (out)	(1,579,062)	(1,579,062)	(1,979,062)
<b>Total other financing (uses)</b>	<b>(1,579,062)</b>	<b>(1,579,062)</b>	<b>(554,062)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 59,187</b>	<b>\$ (1,351,877)</b>	<b>815,346</b>
<b>FUND BALANCE, MAY 1</b>			<b>4,142,476</b>
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 4,957,822</b>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**  
**SCHEDULE OF FUNDING PROGRESS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**

April 30, 2012

Actuarial Valuation Date December 31,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2006	\$ 10,020,369	\$ 13,231,745	75.73%	\$ 3,211,376	\$ 4,762,828	67.43%
2007*	6,255,863	10,507,603	59.54%	4,251,740	4,941,243	86.05%
2008*	3,226,393	11,325,524	28.49%	8,099,131	5,042,687	160.61%
2009	3,700,615	11,509,877	32.15%	7,809,262	4,916,336	158.84%
2010	4,623,752	11,821,695	39.11%	7,197,943	4,495,745	160.11%
2011	6,757,541	12,251,279	55.16%	5,493,738	4,346,978	126.38%

\* Assets and liabilities were reduced to reflect participants retiring or who had left the plan.

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF FUNDING PROGRESS  
POLICE PENSION FUND**

April 30, 2012

---

Actuarial Valuation Date April 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2006	\$ 15,813,225	\$ 19,336,505	81.78%	\$ 3,523,280	\$ 1,914,078	184.07%
2007	17,131,960	20,849,619	82.17%	3,717,659	2,040,977	182.15%
2008	17,434,315	24,200,582	72.04%	6,766,267	2,102,533	321.82%
2009	15,319,718	25,817,390	59.34%	10,497,672	2,266,498	463.17%
2010	17,573,585	27,003,624	65.08%	9,430,039	2,290,290	411.74%
2011	19,809,724	27,073,053	73.17%	7,263,329	2,367,096	306.85%

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF FUNDING PROGRESS  
FIREFIGHTERS' PENSION FUND**

April 30, 2012

---

Actuarial Valuation Date April 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2006	\$ 10,839,205	\$ 15,129,534	71.64%	\$ 4,290,329	\$ 1,808,117	237.28%
2007	12,130,288	16,521,668	73.42%	4,391,380	1,939,098	226.47%
2008	12,452,680	19,657,775	63.35%	7,205,095	1,985,384	362.91%
2009	11,195,183	21,034,153	53.22%	9,838,970	2,040,687	482.14%
2010	12,759,655	21,897,992	58.27%	9,138,337	1,996,878	457.63%
2011	14,064,030	22,500,763	62.50%	8,436,733	1,786,427	472.27%

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF FUNDING PROGRESS  
OTHER POSTEMPLOYMENT BENEFIT PLAN - VILLAGE**

April 30, 2012

Actuarial Valuation Date April 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2009	\$ -	\$ 3,047,112	0.00%	\$ 3,047,112	\$ 7,924,847	38.45%
2010	-	3,181,131	0.00%	3,181,131	8,241,842	38.60%
2011	-	3,893,847	0.00%	3,893,847	7,481,869	52.04%
2012	-	4,066,068	0.00%	4,066,068	7,781,144	52.26%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available.

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF FUNDING PROGRESS  
OTHER POSTEMPLOYMENT BENEFIT PLAN - LIBRARY**

April 30, 2012

---

Actuarial Valuation Date April 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2009	\$ -	\$ 86,762	0.00%	\$ 86,762	\$ 725,643	11.96%
2010	-	93,454	0.00%	93,454	754,669	12.38%
2011	-	80,902	0.00%	80,902	825,520	9.80%
2012	-	93,828	0.00%	93,828	825,520	11.37%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available.

(See independent auditors report.)



**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND**

April 30, 2012

---

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 541,534	\$ 541,534	100.00%
2008	548,972	548,972	100.00%
2009	722,125	722,125	100.00%
2010	822,961	822,961	100.00%
2011	854,149	854,149	100.00%
2012	785,804	785,804	100.00%

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION FUND**

April 30, 2012

---

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 494,277	\$ 454,088	108.85%
2008	472,227	473,404	99.75%
2009	521,838	503,404	103.66%
2010	794,923	609,971	130.32%
2011	814,376	815,354	99.88%
2012	748,486	643,952	116.23%

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
FIREFIGHTERS' PENSION FUND**

April 30, 2012

---

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 516,221	\$ 510,408	101.14%
2008	521,823	522,710	99.83%
2009	565,947	547,801	103.31%
2010	851,100	768,160	110.80%
2011	920,581	918,498	100.23%
2012	811,879	629,769	128.92%

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
OTHER POSTEMPLOYMENT BENEFIT PLAN - VILLAGE**

April 30, 2012

---

<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2009	\$ 125,345	\$ 267,638	46.83%
2010	141,435	277,255	51.01%
2011	181,403	368,206	49.27%
2012	201,400	370,306	54.39%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009.  
Information for prior years is not available.

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
OTHER POSTEMPLOYMENT BENEFIT PLAN - LIBRARY**

April 30, 2012

---

<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2009	\$ 2,943	\$ 8,994	32.72%
2010	4,291	9,502	45.16%
2011	788	12,987	6.07%
2012	2,512	12,987	19.34%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009.  
Information for prior years is not available.

(See independent auditors report.)

## **VILLAGE OF HINSDALE, ILLINOIS**

### **NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

April 30, 2012

---

#### **BUDGETS AND BUDGETARY ACCOUNTING**

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

- a. A proposed operating budget for the General, Special Revenue, Debt Service, Capital Projects (except for the Woodlands SSA Fund) and Enterprise Funds of the Village is submitted to the Board of Trustees for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- b. Budgets are prepared on a basis consistent with GAAP.
- c. Budget hearings are conducted to obtain taxpayer comments.
- d. The Board of Trustees adopts the fiscal year budget.
- e. The appropriation ordinance sets the legal spending limit for the Village. The adopted budget is used as the basis for the appropriation ordinance. In addition to the budget amounts, contingency amounts are added in a number of funds and programs in order to provide funding for unforeseen items. Prior to July 31 each year, an appropriation ordinance is adopted by the Board of Trustees.
- f. The legal level of budgetary control has been established at the department level.
- g. The appropriation ordinance may be amended by the Board of Trustees. One such amendment occurred this year.
- h. The budget presented in this report is the original operating budget plus any supplemental appropriations.

**COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES**

## **MAJOR GOVERNMENTAL FUNDS**

**General Fund Schedule of Expenditures - Budget and Actual** - General Fund actual expenditures by department with comparison to budget by line item budget amounts.

**Capital Projects Fund** - A fund established to account for the resources assigned for the acquisition and construction of capital facilities of governmental fund operations.

## **NONMAJOR GOVERNMENTAL FUNDS**

**Motor Fuel Tax Fund** - A special revenue fund established to account for the municipal portion of motor fuel tax revenues collected and distributed by the State of Illinois, which are restricted to pay for street improvements, maintenance and repairs.

**Foreign Fire Insurance Tax Fund** - This fund is used to account for revenue derived from non-Illinois insurance companies. Monies are restricted to be expended for fire department related items.

**Debt Service Fund** - This fund is used to account for revenues derived from a debt service property tax levy restricted for payment of principal and interest and Village general obligation debt.

**Woodlands SSA Fund** - This fund is used to account for the private contributions restricted to projects within Woodlands Special Service Area.



**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>GENERAL GOVERNMENT</b>				
Administration division				
Personal services				
Salaries and wages	\$ 881,540	\$ 881,540	\$ 830,681	\$ 50,859
Overtime	6,000	6,000	13,131	(7,131)
Temporary help	64,691	64,691	85,045	(20,354)
Longevity pay	2,100	2,100	2,100	-
Water Fund cost allocation	(671,315)	(671,315)	(671,316)	1
Social Security	51,573	51,573	49,437	2,136
IMRF	187,729	187,729	160,741	26,988
Medicare	13,838	13,838	13,179	659
Employee insurance	123,803	123,803	118,309	5,494
Unemployment compensation	-	-	1,456	(1,456)
IMRF early retirement incentive	-	1,411,064	1,411,064	-
Professional services				
Legal services	225,000	225,000	176,085	48,915
Auditing	25,729	25,729	25,330	399
Miscellaneous services	7,000	7,000	10,950	(3,950)
Contractual services				
Data processing	66,940	66,940	68,197	(1,257)
Miscellaneous	37,290	37,290	41,010	(3,720)
Purchased services				
Postage	20,000	20,000	18,732	1,268
Utilities	1,920	1,920	1,948	(28)
Telephone	17,960	17,960	16,628	1,332
Legal publications	3,500	3,500	6,847	(3,347)
Employment advertising	2,500	2,500	4,340	(1,840)
Printing and publications	13,000	13,000	11,220	1,780
Miscellaneous services	5,295	5,295	4,429	866
Materials and supplies				
Office supplies	15,000	15,000	18,160	(3,160)
Gasoline and oil	2,700	2,700	5,407	(2,707)
Licenses	3,000	3,000	2,892	108
Computer equipment supplies	5,600	5,600	4,155	1,445
Software purchases	1,500	1,500	99	1,401
Miscellaneous supplies	500	500	373	127
Repairs and maintenance				
Office equipment	6,100	6,100	7,451	(1,351)
Motor vehicles	1,500	1,500	252	1,248
Computer equipment	2,000	2,000	-	2,000
Other expenditures				
Conferences and staff development	13,300	13,300	8,284	5,016
Memberships/subscriptions	25,905	25,905	42,716	(16,811)
Employee relations	16,250	16,250	11,965	4,285
Plan Commission	1,500	1,500	252	1,248
Historic Preservation Commission	1,700	1,700	17	1,683
BD of Fire/Police Commission	15,000	15,000	2,739	12,261
Economic Development Task Force	143,650	143,650	151,093	(7,443)
Zoning Board of Appeals	500	500	-	500
Ceremonial occasions	1,500	1,500	50	1,450
Educational training	1,000	1,000	135	865
Personnel	60	60	468	(408)

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>GENERAL GOVERNMENT (Continued)</b>				
Administration division (Continued)				
Other expenditures (Continued)				
Mileage reimbursement	\$ 530	\$ 530	\$ 47	\$ 483
Sr. taxi program	-	-	237	(237)
Bank and bond fees	41,500	41,500	38,652	2,848
Miscellaneous expenditures	200,000	200,000	-	200,000
IRMA premiums	28,065	28,065	16,650	11,415
Self-insured deductible	5,000	5,000	1,677	3,323
Insurance - others	275	275	264	11
Total general government	1,619,728	3,030,792	2,713,578	317,214
<b>PUBLIC SAFETY</b>				
Police department				
Personal services				
Salaries and wages	2,462,646	2,462,646	2,480,424	(17,778)
Overtime	165,000	165,000	135,944	29,056
Temporary help	216,608	216,608	230,662	(14,054)
Longevity pay	16,100	16,100	15,300	800
Reimbursable overtime	50,000	50,000	32,436	17,564
Extra detail - grant	-	-	29,868	(29,868)
Water Fund cost allocation	(16,711)	(16,711)	(16,711)	-
Social Security	18,822	18,822	19,582	(760)
IMRF	36,185	36,185	29,953	6,232
Medicare	34,153	34,153	34,283	(130)
Police Pension	643,952	643,952	748,486	(104,534)
Employee insurance	391,433	391,433	301,281	90,152
Unemployment compensation	10,400	10,400	26,254	(15,854)
Professional services				
Miscellaneous services	7,530	7,530	(1,200)	8,730
Contractual services				
Building and grounds	750	750	1,159	(409)
Custodial	15,700	15,700	14,037	1,663
Dispatch services	237,361	237,361	237,361	-
Data processing	14,800	14,800	16,871	(2,071)
Miscellaneous	39,834	39,834	38,107	1,727
Other services				
Postage	1,500	1,500	1,331	169
Utilities	6,700	6,700	5,908	792
Telecommunications	39,200	39,200	37,280	1,920
Printing and publications	5,000	5,000	6,453	(1,453)
Materials and supplies				
Office supplies	6,000	6,000	5,128	872
Gasoline and oil	60,000	60,000	77,685	(17,685)
Uniforms	22,650	22,650	29,911	(7,261)
Building supplies	500	500	410	90
Licenses and permits	1,200	1,200	1,432	(232)
Janitor supplies	5,000	5,000	4,729	271
Range supplies	7,000	7,000	6,217	783
Camera supplies	500	500	334	166
Computer equipment supplies	3,000	3,000	1,993	1,007.0

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
PUBLIC SAFETY (Continued)				
Police department (Continued)				
Materials and supplies (continued)				
Emergency management	\$ 500	\$ 500	\$ -	\$ 500
Medical supplies	600	600	306	294
Software purchases	2,500	2,500	4,601	(2,101)
Miscellaneous supplies	13,900	13,900	9,413	4,487
Repairs and maintenance				
Buildings	12,800	12,800	10,756	2,044
Office equipment	8,900	8,900	7,635	1,265
Motor vehicles	27,000	27,000	25,600	1,400
Radios	2,550	2,550	9,332	(6,782)
Parking meters	12,000	12,000	3,907	8,093
General equipment	1,000	1,000	544	456
Other expenditures				
Conferences/staff development	7,250	7,250	3,368	3,882
Memberships/subscriptions	6,510	6,510	6,718	(208)
HSD sewer use	800	800	156	644
Educational training	25,000	25,000	18,532	6,468
Personnel	1,000	1,000	2,044	(1,044)
Mileage reimbursement	1,800	1,800	881	919
Asset forfeiture program	-	-	44,699	(44,699)
Risk management				
IRMA premiums	104,499	104,499	56,471	48,028
Self-insured deductible	15,000	15,000	6,325	8,675
Total police department	4,746,422	4,746,422	4,764,196	(17,774)
Fire department				
Personal services				
Salaries and wages	1,934,687	1,934,687	1,987,997	(53,310)
Overtime	169,878	169,878	185,242	(15,364)
Temporary help	59,568	59,568	31,422	28,146
Longevity pay	8,700	8,700	8,700	-
Water Fund cost allocation	(16,711)	(16,711)	(16,711)	-
Social Security	10,228	10,228	8,338	1,890
IMRF	21,490	21,490	18,758	2,732
Medicare	26,795	26,795	27,374	(579)
Firefighters' Pension	702,105	702,105	811,979	(109,874)
Employee insurance	385,816	385,816	309,842	75,974
Contractual services				
Building and grounds	600	600	618	(18)
Custodial	2,350	2,350	1,893	457
Dispatch services	52,893	52,893	39,090	13,803
Miscellaneous contractual services	2,000	2,000	1,948	52
Purchased services				
Postage	750	750	709	41
Utilities	7,000	7,000	6,070	930
Telephone	13,100	13,100	11,228	1,872
Printing and publications	800	800	757	43

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PUBLIC SAFETY (Continued)</b>				
Fire department (Continued)				
Materials and supplies				
Office supplies	\$ 4,000	\$ 4,000	\$ 4,156	\$ (156)
Gasoline and oil	18,000	18,000	24,044	(6,044)
Uniforms	18,000	18,000	15,442	2,558
Motor vehicles	500	500	355	145
Building supplies	6,370	6,370	4,405	1,965
Licenses	275	275	-	275
Tools	4,500	4,500	4,608	(108)
Camera supplies	200	200	103	97
Computer supplies	4,250	4,250	3,578	672
Medical supplies	8,000	8,000	5,981	2,019
Fire prevention supplies	2,000	2,000	1,698	302
Oxygen and air supplies	1,200	1,200	751	449
Hazardous material supplies	2,500	2,500	2,696	(196)
Fire suppression supplies	7,000	7,000	5,202	1,798
Fire inspection supplies	225	225	53	172
Infection control supplies	1,949	1,949	1,245	704
Safety supplies	500	500	172	328
Software purchases	500	500	-	500
Repairs and maintenance				
Buildings	5,000	5,000	4,438	562
Office equipment	1,350	1,350	1,658	(308)
Motor vehicles	31,350	31,350	37,695	(6,345)
Radios	2,500	2,500	2,411	89
Computer	3,100	3,100	1,585	1,515
General equipment	9,000	9,000	4,846	4,154
Other expenditures				
Conferences/staff development	4,100	4,100	3,142	958
Memberships/subscriptions	6,625	6,625	7,094	(469)
HSD sewer use	500	500	156	344
Educational training	12,525	12,525	11,254	1,271
Personnel	500	500	488	12
Risk Management				
IRMA premiums	88,078	88,078	47,597	40,481
Self-insured deductible	10,000	10,000	4,334	5,666
Total fire department	3,636,646	3,636,646	3,636,441	205
Total public safety	8,383,068	8,383,068	8,400,637	(17,569)
<b>PUBLIC SERVICES</b>				
Public services department				
Personal services				
Salaries and wages	807,730	807,730	810,043	(2,313)
Overtime	67,500	67,500	39,045	28,455
Temporary help	39,800	39,800	38,869	931
Longevity pay	4,100	4,100	4,100	-
Extra detail	-	-	10,859	(10,859)
Social Security	56,179	56,179	54,481	1,698
IMRF	179,602	179,602	152,421	27,181

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
PUBLIC SERVICES (Continued)				
Public services department (Continued)				
Personal services (Continued)				
Medicare	\$ 13,350	\$ 13,350	\$ 12,892	\$ 458
Employee insurance	145,186	145,186	124,547	20,639
Unemployment compensation	-	-	13,003	(13,003)
Water Fund cost allocation	(115,856)	(115,856)	(115,856)	-
Contractual services				
Street sweeping	38,000	38,000	35,690	2,310
Mosquito abatement	60,000	60,000	55,881	4,119
D E D removals	51,000	51,000	117,552	(66,552)
Buildings and grounds	9,300	9,300	6,885	2,415
Custodial	44,560	44,560	45,362	(802)
Traffic signals	1,000	1,000	-	1,000
Landscaping	26,000	26,000	16,683	9,317
Tree trimming	40,000	40,000	39,402	598
Elm tree fungicide program	140,000	140,000	139,200	800
Miscellaneous	36,500	36,500	60,600	(24,100)
Purchased services				
Postage	1,000	1,000	1,052	(52)
Utilities	165,500	165,500	134,276	31,224
Telephone	13,500	13,500	13,134	366
Dumping	23,000	23,000	14,788	8,212
Equipment rental	1,500	1,500	-	1,500
Holiday decorating	4,600	4,600	4,474	126
Miscellaneous services	550	550	85	465
Materials and supplies				
Office supplies	1,200	1,200	1,055	145
Gasoline and oil	37,300	37,300	44,815	(7,515)
Uniforms	8,500	8,500	10,417	(1,917)
Chemicals	86,000	86,000	79,424	6,576
Motor vehicle supplies	3,000	3,000	1,602	1,398
Building supplies	4,550	4,550	2,726	1,824
Licenses	250	250	410	(160)
Janitor supplies	6,500	6,500	6,390	110
Tools	6,500	6,500	3,223	3,277
Laboratory supplies	500	500	-	500
Trees	25,500	25,500	25,624	(124)
Camera supplies	700	700	-	700
Computer equipment supplies	1,000	1,000	2,159	(1,159)
Medical supplies	600	600	663	(63)
Miscellaneous supplies	15,000	15,000	7,075	7,925
Repairs and maintenance				
Buildings	32,500	32,500	27,548	4,952
Office equipment	1,300	1,300	1,651	(351)
Motor vehicles	42,100	42,100	48,741	(6,641)
Radios	750	750	761	(11)
Grounds	2,500	2,500	2,692	(192)
Streets and alleys	42,200	42,200	31,788	10,412
General equipment	4,000	4,000	90	3,910
Traffic and street lights	16,000	16,000	15,362	638
Traffic and street signs	9,000	9,000	10,307	(1,307)
Miscellaneous repairs	2,200	2,200	2,172	28

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PUBLIC SERVICES (Continued)</b>				
Public services department (Continued)				
Other expenditures				
Conferences/staff development	\$ 300	\$ 300	\$ 70	\$ 230
Memberships/subscriptions	2,025	2,025	1,152	873
HSD sewer use	1,200	1,200	222	978
Educational training	1,700	1,700	1,201	499
Personnel	600	600	855	(255)
Risk management				
IRMA premiums	48,202	48,202	26,049	22,153
Self-insured deductible	10,000	10,000	19,350	(9,350)
<b>Total public services</b>	<b>2,267,278</b>	<b>2,267,278</b>	<b>2,205,062</b>	<b>62,216</b>
<b>COMMUNITY DEVELOPMENT</b>				
Community development department				
Personal services				
Salaries and wages	576,676	576,676	581,452	(4,776)
Overtime	5,000	5,000	910	4,090
Temporary help	19,000	19,000	27,414	(8,414)
Longevity pay	1,400	1,400	1,400	-
Social Security	36,804	36,804	36,792	12
IMRF	118,889	118,889	102,643	16,246
Medicare	8,730	8,730	8,614	116
Employee insurance	80,513	80,513	58,867	21,646
Unemployment compensation	-	-	15,605	(15,605)
Water Fund cost allocation	(132,407)	(132,407)	(132,407)	-
Professional services				
Engineering	3,000	3,000	2,760	240
Miscellaneous	2,000	2,000	175	1,825
Contractual services				
Data processing	8,700	8,700	12,882	(4,182)
Inspectors	12,500	12,500	15,590	(3,090)
Commercial review	67,500	67,500	103,674	(36,174)
Purchased services				
Postage	4,000	4,000	3,626	374
Telephone	11,650	11,650	8,442	3,208
Citizen information	500	500	-	500
Printing and publications	2,000	2,000	1,530	470
Miscellaneous services	6,750	6,750	7,297	(547)
Materials and supplies				
Office supplies	4,000	4,000	5,723	(1,723)
Publications	2,250	2,250	1,475	775
Gasoline and oil	6,400	6,400	7,244	(844)
Uniforms	500	500	512	(12)
Tools	200	200	302	(102)
Camera supplies	250	250	14	236
Computer equipment supplies	3,000	3,000	3,097	(97)
Software purchases	4,000	4,000	4,609	(609)
Miscellaneous supplies	500	500	329	171

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>COMMUNITY DEVELOPMENT (Continued)</b>				
Community development department (Continued)				
Repairs and maintenance				
Building	\$ -	\$ -	\$ 649	\$ (649)
Office equipment	7,800	7,800	6,082	1,718
Motor vehicles	2,000	2,000	1,233	767
Radios	50	50	-	50
General equipment	-	-	8	(8)
Other expenditures				
Conferences/staff development	2,750	2,750	582	2,168
Memberships/subscriptions	2,950	2,950	2,394	556
Educational training	3,200	3,200	2,068	1,132
Personnel	-	-	66	(66)
Mileage reimbursement	-	-	108	(108)
Risk Management				
IRMA premiums	22,525	22,525	12,173	10,352
Self-insured deductible	2,500	2,500	-	2,500
 Total community development	 898,080	 898,080	 905,934	 (7,854)
<b>PARKS AND RECREATION</b>				
Administration				
Personal services				
Salaries and wages	151,416	151,416	152,239	(823)
Overtime	300	300	779	(479)
Longevity pay	600	600	600	-
Social Security	9,444	9,444	9,211	233
IMRF	31,057	31,057	26,980	4,077
Medicare	2,209	2,209	2,154	55
Employee insurance	36,637	36,637	29,101	7,536
Water Fund cost allocation	(16,711)	(16,711)	(16,711)	-
Other services				
Postage	3,600	3,600	3,305	295
Telephone	3,800	3,800	3,221	579
Legal publications	-	-	685	(685)
Materials and supplies				
Office supplies	1,000	1,000	1,441	(441)
Gasoline and oil	1,500	1,500	1,759	(259)
Computer equipment supplies	600	600	572	28
Repairs and maintenance				
Office equipment	150	150	315	(165)
Motor vehicles	500	500	473	27
Other expenditures				
Conferences/staff development	1,400	1,400	776	624
Memberships/subscriptions	1,375	1,375	1,156	219
Personnel	-	-	50	(50)
Park and recreation commission	300	300	-	300
Risk management				
IRMA premiums	40,373	40,373	21,818	18,555
Self-insured deductible	5,000	5,000	806	4,194
 Total administration	 274,550	 274,550	 240,730	 33,820

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PARKS AND RECREATION (Continued)</b>				
Parks maintenance				
Personal services				
Salaries and wages	\$ 231,308	\$ 231,308	\$ 176,052	\$ 55,256
Overtime	8,022	8,022	3,500	4,522
Temporary help	28,050	28,050	28,042	8
Longevity pay	1,600	1,600	800	800
Social Security	16,677	16,677	12,880	3,797
IMRF	49,126	49,126	31,529	17,597
Medicare	3,900	3,900	3,012	888
Employee insurance	50,584	50,584	36,987	13,597
Unemployment compensation	-	-	3,916	(3,916)
Contractual services				
Buildings/grounds	22,000	22,000	21,784	216
Landscaping	92,000	92,000	89,273	2,727
Purchased services				
Telecommunications	2,700	2,700	3,035	(335)
Teletype/pagers	100	100	-	100
Dumping	300	300	-	300
Materials and supplies				
Office supplies	800	800	1,019	(219)
Gasoline and oil	9,500	9,500	12,591	(3,091)
Uniforms	2,800	2,800	2,442	358
Chemicals	1,000	1,000	2,377	(1,377)
Building supplies	300	300	185	115
Janitor supplies	100	100	1,789	(1,689)
Tools	2,500	2,500	2,371	129
Recreation supplies	42,500	42,500	33,930	8,570
Repairs and maintenance				
Buildings	8,000	8,000	14,953	(6,953)
Motor vehicles	3,500	3,500	5,517	(2,017)
Radios	500	500	-	500
Grounds	16,000	16,000	17,341	(1,341)
Parks - playground equipment	3,500	3,500	3,113	387
General equipment	3,000	3,000	2,590	410
Other expenditures				
Conferences/staff development	-	-	29	(29)
Membership/subscriptions	-	-	99	(99)
Educational training	1,200	1,200	1,046	154
Total parks maintenance	601,567	601,567	512,202	89,365
<b>Recreational services</b>				
Personal services				
Salaries and wages	41,628	41,628	41,735	(107)
Overtime	1,500	1,500	1,361	139
Temporary help	31,675	31,675	12,366	19,309
Social Security	4,638	4,638	3,342	1,296
IMRF	8,488	8,488	7,451	1,037
Medicare	1,085	1,085	782	303
Employee insurance	6,888	6,888	5,255	1,633

(This schedule is continued on the following pages.)



**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PARKS AND RECREATION (Continued)</b>				
Recreational services (Continued)				
Contractual services				
Buildings and grounds	\$ 7,500	\$ 7,500	\$ 1,759	\$ 5,741
Custodial	4,500	4,500	5,475	(975)
Data processing	16,200	16,200	17,495	(1,295)
Recreational programs	250,450	250,450	211,125	39,325
Other services				
Postage	1,200	1,200	29	1,171
Utilities	43,775	43,775	36,964	6,811
Citizens information	19,500	19,500	20,726	(1,226)
Equipment rental	7,500	7,500	3,291	4,209
Printing and publications	2,700	2,700	2,700	-
Materials and supplies				
Office supplies	500	500	1,138	(638)
Uniforms	1,150	1,150	507	643
Tools	-	-	93	(93)
Recreation supplies	10,100	10,100	10,813	(713)
Computer equipment supplies	500	500	364	136
Miscellaneous supplies	-	-	6	(6)
Repairs and maintenance				
Buildings	2,000	2,000	3,327	(1,327)
Other expenditures				
Conferences/staff development	600	600	383	217
Memberships/subscriptions	700	700	339	361
HSD sewer use charge	4,000	4,000	750	3,250
Mileage reimbursement	400	400	157	243
Bank and bond fees	3,000	3,000	5,768	(2,768)
Total recreational services	472,177	472,177	395,501	76,676
<b>KLM Lodge</b>				
Personal services				
Temporary help	48,000	48,000	45,643	2,357
Social Security	2,976	2,976	2,830	146
IMRF	5,917	5,917	4,259	1,658
Medicare	696	696	662	34
Contractual services				
Custodial	18,500	18,500	16,188	2,312
Miscellaneous	2,500	2,500	3,078	(578)
Purchased services				
Utilities	26,500	26,500	27,670	(1,170)
Telephone	3,000	3,000	2,883	117
Printing and publications	6,200	6,200	7,895	(1,695)
Materials and supplies				
Office supplies	800	800	345	455
Building supplies	3,900	3,900	1,661	2,239
Janitorial supplies	4,000	4,000	3,256	744
KLM event supplies	3,500	3,500	1,481	2,019
Computer equipment supplies	-	-	104	(104)

(This schedule is continued on the following pages.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PARKS AND RECREATION (Continued)</b>				
<b>KLM Lodge (Continued)</b>				
Repairs and maintenance				
Buildings	\$ 15,000	\$ 15,000	\$ 10,490	\$ 4,510
Office equipment	500	500	398	102
Miscellaneous repairs	1,000	1,000	874	126
Other expenditures				
Bank and bond fees	600	600	577	23
<b>Total KLM Lodge</b>	<b>143,589</b>	<b>143,589</b>	<b>130,294</b>	<b>13,295</b>
<b>Swimming pool</b>				
Personal services				
Temporary help	160,000	160,000	142,577	17,423
Extra detail	-	-	946	(946)
Social Security	9,920	9,920	8,902	1,018
Medicare	2,320	2,320	2,082	238
Contractual services				
Building and grounds	2,300	2,300	922	1,378
Custodial	725	725	-	725
Data processing	11,000	11,000	10,927	73
Landscaping	3,500	3,500	3,135	365
Recreation programs	4,800	4,800	4,326	474
Miscellaneous	8,000	8,000	7,222	778
Purchased services				
Utilities	38,000	38,000	28,892	9,108
Telephone	6,000	6,000	5,550	450
Citizens information	4,000	4,000	4,300	(300)
Printing and publications	3,500	3,500	2,926	574
Materials and supplies				
Office supplies	2,100	2,100	565	1,535
Uniforms	5,000	5,000	3,351	1,649
Chemicals	13,500	13,500	13,502	(2)
Licenses	5,575	5,575	2,100	3,475
Janitor supplies	3,800	3,800	3,914	(114)
Tools	250	250	90	160
Recreation supplies	5,900	5,900	5,873	27
Computer equipment supplies	1,500	1,500	1,555	(55)
Medical supplies	500	500	75	425
Safety supplies	800	800	57	743
Miscellaneous supplies	450	450	764	(314)
Repairs and maintenance				
Buildings	6,350	6,350	4,925	1,425
General equipment	14,000	14,000	12,866	1,134
Other expenditures				
HSD sewer use	5,000	5,000	1,050	3,950
Bank and bond fees	5,600	5,600	5,191	409
<b>Total swimming pool</b>	<b>324,390</b>	<b>324,390</b>	<b>278,585</b>	<b>45,805</b>
<b>Total parks and recreation</b>	<b>1,816,273</b>	<b>1,816,273</b>	<b>1,557,312</b>	<b>258,961</b>

(This schedule is continued on the following page.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)**

**GENERAL FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
DEBT SERVICE				
Principal	\$ 92,805	\$ 92,805	\$ 92,805	\$ -
Interest	27,999	27,999	27,936	63
Fees	-	-	24,200	(24,200)
Total debt service	120,804	120,804	144,941	(24,137)
CAPITAL OUTLAY				
General Government				
Administration division				
Office equipment	10,000	10,000	3,645	6,355
General equipment	65,000	65,000	56,000	9,000
Public safety				
Police department				
Vehicles	29,000	29,000	31,688	(2,688)
General equipment	44,500	44,500	130,465	(85,965)
Computer equipment	7,385	7,385	19,108	(11,723)
Fire department				
Vehicles	30,000	30,000	32,937	(2,937)
Office equipment	-	-	3,555	(3,555)
General equipment	32,000	32,000	7,155	24,845
Computer equipment	15,000	15,000	13,039	1,961
Public works				
Vehicles	19,900	19,900	19,850	50
Buildings	155,000	155,000	146,680	8,320
General equipment	31,000	31,000	28,267	2,733
Parks and recreation				
Parks maintenance				
Land/grounds	83,500	83,500	120,053	(36,553)
General equipment	4,500	4,500	3,746	754
Paddle Tennis				
Land/grounds	141,000	141,000	188,182	(47,182)
KLM Lodge				
Buildings	177,000	177,000	180,641	(3,641)
Community swimming pool				
Buildings	45,850	45,850	39,804	6,046
General equipment	15,000	15,000	5,893	9,107
Total capital outlay	905,635	905,635	1,030,708	(125,073)
TOTAL EXPENDITURES	\$ 16,010,866	\$ 17,421,930	\$ 16,958,172	\$ 463,758

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

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

**CAPITAL PROJECTS FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Utility tax - electric	\$ 283,000	\$ 283,000	\$ 272,131
Utility tax - gas	117,000	117,000	86,789
Utility tax - telephone	317,000	317,000	338,528
Intergovernmental			
Non-home rule sales tax	1,150,000	1,150,000	1,367,296
State and local grants	600,000	600,000	417,496
Investment income	10,000	10,000	1,604
Miscellaneous	-	-	4,826
Total revenues	2,477,000	2,477,000	2,488,670
<b>EXPENDITURES</b>			
Current			
Public services			
Professional services	731,540	731,540	491,667
Capital outlay	3,410,000	3,410,000	1,787,490
Total expenditures	4,141,540	4,141,540	2,279,157
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(1,664,540)	(1,664,540)	209,513
<b>OTHER FINANCING SOURCES (USES)</b>			
IEPA loan proceeds	2,810,000	2,810,000	-
General fund transfer in	1,100,000	1,100,000	1,500,000
Water capital transfer (out)	(600,000)	(600,000)	(600,000)
Total other financing sources (uses)	3,310,000	3,310,000	900,000
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 1,645,460</u>	<u>\$ 1,645,460</u>	1,109,513
<b>FUND BALANCE, MAY 1</b>			<u>920,564</u>
<b>FUND BALANCE, APRIL 30</b>			<u><u>\$ 2,030,077</u></u>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**NONMAJOR GOVERNMENTAL FUNDS**

**COMBINING BALANCE SHEET**

April 30, 2012

	Special Revenue			Capital Projects	
	Motor Fuel	Foreign	Debt	Woodlands	
	Tax	Fire	Service	SSA	Total
		Insurance			
		Tax			
<b>ASSETS</b>					
Cash and cash equivalents	\$ 515,420	\$ 108,315	\$ 182,557	\$ 509,726	\$ 1,316,018
Investments	66,548	-	535,129	-	601,677
Receivables					
Property taxes	-	-	161,495	-	161,495
Due from other governments	32,646	-	-	-	32,646
<b>TOTAL ASSETS</b>	<b>\$ 614,614</b>	<b>\$ 108,315</b>	<b>\$ 879,181</b>	<b>\$ 509,726</b>	<b>\$ 2,111,836</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 11,704	\$ -	\$ -	\$ -	\$ 11,704
Deferred property taxes	-	-	161,495	-	161,495
<b>Total liabilities</b>	<b>11,704</b>	<b>-</b>	<b>161,495</b>	<b>-</b>	<b>173,199</b>
<b>FUND BALANCES</b>					
Restricted					
Capital projects	-	-	-	509,726	509,726
Public services	602,910	-	-	-	602,910
Public safety	-	108,315	-	-	108,315
Debt service	-	-	717,686	-	717,686
<b>Total fund balances</b>	<b>602,910</b>	<b>108,315</b>	<b>717,686</b>	<b>509,726</b>	<b>1,938,637</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 614,614</b>	<b>\$ 108,315</b>	<b>\$ 879,181</b>	<b>\$ 509,726</b>	<b>\$ 2,111,836</b>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**NONMAJOR GOVERNMENTAL FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES**

For the Year Ended April 30, 2012

	<u>Special Revenue</u>			<u>Capital Projects</u>	
	Motor Fuel Tax	Foreign Fire Insurance Tax	Debt Service	Woodlands SSA	Total
<b>REVENUES</b>					
Property taxes	\$ -	\$ -	\$ 408,043	\$ -	\$ 408,043
Intergovernmental					
Motor fuel tax allotments	502,030	-	-	-	502,030
Foreign fire insurance tax	-	44,286	-	-	44,286
Investment income	519	146	763	-	1,428
Miscellaneous	14,662	-	-	525,392	540,054
Total revenues	517,211	44,432	408,806	525,392	1,495,841
<b>EXPENDITURES</b>					
Current					
Public safety	-	7,838	-	-	7,838
Public services	220,185	-	-	15,666	235,851
Capital outlay	60,441	29,276	-	-	89,717
Debt service					
Principal	-	-	765,000	-	765,000
Interest and fees	-	-	125,152	-	125,152
Total expenditures	280,626	37,114	890,152	15,666	1,223,558
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	236,585	7,318	(481,346)	509,726	272,283
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	479,062	-	479,062
Total other financing sources (uses)	-	-	479,062	-	479,062
<b>NET CHANGE IN FUND BALANCES</b>	236,585	7,318	(2,284)	509,726	751,345
<b>FUND BALANCES, MAY 1</b>	366,325	100,997	719,970	-	1,187,292
<b>FUND BALANCES, APRIL 30</b>	\$ 602,910	\$ 108,315	\$ 717,686	\$ 509,726	\$ 1,938,637

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

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

**MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Motor fuel tax allotments	\$ 465,000	\$ 465,000	\$ 502,030
Investment income	3,000	3,000	519
Miscellaneous income			
Private contributions	6,000	6,000	14,662
Total revenues	474,000	474,000	517,211
EXPENDITURES			
Current			
Public services	124,500	153,726	220,185
Capital outlay	85,000	85,000	60,441
Total expenditures	209,500	238,726	280,626
NET CHANGE IN FUND BALANCE	<u>\$ 264,500</u>	<u>\$ 235,274</u>	236,585
FUND BALANCE, MAY 1			<u>366,325</u>
FUND BALANCE, APRIL 30			<u>\$ 602,910</u>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

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

**FOREIGN FIRE INSURANCE TAX FUND**

For the Year Ended April 30, 2012

---

	Original Budget	Final Budget	Actual
<hr/>			
REVENUES			
Intergovernmental			
Foreign fire insurance tax	\$ 42,500	\$ 42,500	\$ 44,286
Investment income	300	300	146
	<hr/>		
Total revenues	42,800	42,800	44,432
	<hr/>		
EXPENDITURES			
Current			
Public safety	12,750	12,750	7,838
Capital outlay	37,250	37,250	29,276
	<hr/>		
Total expenditures	50,000	50,000	37,114
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (7,200)</u>	<u>\$ (7,200)</u>	7,318
FUND BALANCE, MAY 1			<u>100,997</u>
FUND BALANCE, APRIL 30			<u>\$ 108,315</u>

(See independent auditors report.)



**VILLAGE OF HINSDALE, ILLINOIS**

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

**DEBT SERVICE FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 409,058	\$ 409,058	\$ 408,043
Investment income	8,200	8,200	763
Total revenues	417,258	417,258	408,806
EXPENDITURES			
Debt service			
Principal	765,000	765,000	765,000
Interest	123,488	123,488	123,488
Fees	1,500	1,500	1,664
Total expenditures	889,988	889,988	890,152
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(472,730)	(472,730)	(481,346)
OTHER FINANCING SOURCES (USES)			
Transfers in	479,062	479,062	479,062
NET CHANGE IN FUND BALANCE	\$ 6,332	\$ 6,332	(2,284)
FUND BALANCE, MAY 1			719,970
FUND BALANCE, APRIL 30			\$ 717,686

(See independent auditors report.)

## **MAJOR ENTERPRISE FUND**

**Waterworks and Sewerage Fund** - An enterprise fund established to account for all operations of the water and sewer utility services provided by the Village.

**VILLAGE OF HINSDALE, ILLINOIS**

**MAJOR ENTERPRISE FUND**

**SCHEDULE OF NET ASSETS - BY SUBFUND**

**WATERWORKS AND SEWERAGE FUND**

April 30, 2012

	Operations and Maintenance	Water Capital	2001 Alt. Rev. Bond P and I	2008 Alt. Rev. Bond P and I	Totals
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	\$ 1,173,790	\$ 16,863	\$ -	\$ 204,769	\$ 1,395,422
Investments	-	-	-	1,063	1,063
Receivables					
Accounts - billed	742,283	-	-	-	742,283
Accounts - unbilled	594,781	-	-	-	594,781
Other	20,479	-	-	-	20,479
Due to/from other funds	325,000	(325,000)	-	-	-
<b>Total current assets</b>	<b>2,856,333</b>	<b>(308,137)</b>	<b>-</b>	<b>205,832</b>	<b>2,754,028</b>
<b>NONCURRENT ASSETS</b>					
Capital assets					
Construction in progress	757,868	-	-	-	757,868
Land	215,452	-	-	-	215,452
Buildings and improvements	2,216,267	-	-	-	2,216,267
Water system	27,491,029	-	-	-	27,491,029
Vehicles	1,063,107	-	-	-	1,063,107
Office equipment	98,957	-	-	-	98,957
Miscellaneous	612,398	-	-	-	612,398
Subtotal	32,455,078	-	-	-	32,455,078
Accumulated depreciation	(11,312,918)	-	-	-	(11,312,918)
<b>Net capital assets</b>	<b>21,142,160</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,142,160</b>
<b>Total assets</b>	<b>23,998,493</b>	<b>(308,137)</b>	<b>-</b>	<b>205,832</b>	<b>23,896,188</b>
<b>CURRENT LIABILITIES</b>					
Accounts payable	318,764	432,047	-	-	750,811
Accrued payroll	14,536	-	-	-	14,536
Accrued interest payable	-	-	-	47,827	47,827
Retainage payable	-	133,480	-	-	133,480
Other payables	40,291	-	-	-	40,291
Bonds payable - current	-	-	-	365,000	365,000
Compensated absences payable - current portion	15,646	-	-	-	15,646
<b>Total current liabilities</b>	<b>389,237</b>	<b>565,527</b>	<b>-</b>	<b>412,827</b>	<b>1,367,591</b>
<b>NONCURRENT LIABILITIES</b>					
Compensated absences payable	46,939	-	-	-	46,939
OPEB liability	5,466	-	-	-	5,466
Unamortized premium on bonds	-	-	-	15,231	15,231
General obligation alternate revenue bonds payable	-	-	-	2,965,000	2,965,000
Installment loan payable	1,867,477	-	-	-	1,867,477
<b>Total noncurrent liabilities</b>	<b>1,919,882</b>	<b>-</b>	<b>-</b>	<b>2,980,231</b>	<b>4,900,113</b>
<b>Total liabilities</b>	<b>2,309,119</b>	<b>565,527</b>	<b>-</b>	<b>3,393,058</b>	<b>6,267,704</b>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	19,274,683	-	-	(3,345,231)	15,929,452
Unrestricted	2,414,691	(873,664)	-	158,005	1,699,032
<b>TOTAL NET ASSETS</b>	<b>\$ 21,689,374</b>	<b>\$ (873,664)</b>	<b>\$ -</b>	<b>\$ (3,187,226)</b>	<b>\$ 17,628,484</b>

(See independent auditor's report.)

**VILLAGE OF HINSDALE, ILLINOIS**  
**MAJOR ENTERPRISE FUND**  
**SCHEDULE OF REVENUES, EXPENSES**  
**AND CHANGES IN NET ASSETS - BY SUBFUND**  
**WATERWORKS AND SEWERAGE FUND**  
For the Year Ended April 30, 2012

	Operations and Maintenance	Water Capital	2001 Alt. Rev. Bond P and I	2008 Bond P and I	Totals
<b>OPERATING REVENUES</b>					
Service charges					
Water sales	\$ 5,731,371	\$ -	\$ -	\$ -	\$ 5,731,371
Sewer use	597,238	-	-	-	597,238
Lost customer discount	23,140	-	-	-	23,140
Total service charges	6,351,749	-	-	-	6,351,749
Miscellaneous	33,391	61,534	-	-	94,925
Total operating revenues	6,385,140	61,534	-	-	6,446,674
<b>OPERATING EXPENSES</b>					
Waterworks and sewerage					
Personal services	1,700,128	-	-	-	1,700,128
Professional services	21,833	172,157	-	-	193,990
Contractual services	2,288,791	-	-	-	2,288,791
Purchased services	131,136	-	-	-	131,136
Materials and supplies	34,853	-	-	-	34,853
Repairs and maintenance	192,257	-	-	-	192,257
Other expenses	299,636	-	488	488	300,612
Risk management	89,665	-	-	-	89,665
Capital outlay	31,071	1,093,646	-	-	1,124,717
Total operating expenses	4,789,370	1,265,803	488	488	6,056,149
<b>OPERATING INCOME (LOSS) BEFORE DEPRECIATION</b>	1,595,770	(1,204,269)	(488)	(488)	390,525
Depreciation	538,038	-	-	-	538,038
<b>OPERATING INCOME (LOSS)</b>	1,057,732	(1,204,269)	(488)	(488)	(147,513)
<b>NONOPERATING INCOME (EXPENSE)</b>					
Investment income	-	39	196	2,258	2,493
Interest expense	-	-	(6,563)	(128,698)	(135,261)
Total nonoperating income (expense)	-	39	(6,367)	(126,440)	(132,768)
<b>NET INCOME (LOSS) BEFORE INTRAFUND TRANSFERS AND CONTRIBUTIONS</b>	1,057,732	(1,204,230)	(6,855)	(126,928)	(280,281)
<b>INTRAFUND TRANSFERS IN (OUT)</b>					
Water capital	1,119,327	(1,119,327)	-	-	-
Operations and maintenance	(700,000)	700,000	-	-	-
Transfer from Capital Projects Fund	-	600,000	-	-	600,000
Bond principal and interest payments	(450,564)	-	137,777	312,787	-
Total intrafund transfers in (out)	(31,237)	180,673	137,777	312,787	600,000
<b>CONTRIBUTIONS</b>	-	361,459	-	-	361,459
<b>CHANGE IN NET ASSETS</b>	1,026,495	(662,098)	130,922	185,859	681,178
<b>NET ASSETS (DEFICIT), MAY 1</b>	20,662,879	(211,566)	(130,922)	(3,373,085)	16,947,306
<b>NET ASSETS (DEFICIT), APRIL 30</b>	\$ 21,689,374	\$ (873,664)	\$ -	\$ (3,187,226)	\$ 17,628,484

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**MAJOR ENTERPRISE FUND**

**SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL**

**OPERATIONS AND MAINTENANCE SUBFUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>WATERWORKS AND SEWERAGE</b>				
Personal services				
Salaries and wages	\$ 442,298	\$ 442,298	\$ 457,549	\$ (15,251)
Overtime	65,000	65,000	66,416	(1,416)
Temporary help	15,000	15,000	8,561	6,439
Longevity pay	1,300	1,300	1,400	(100)
Leave time accrual	-	-	1,525	(1,525)
Water Fund cost allocation	969,712	969,712	969,712	-
Social Security	31,539	31,539	31,689	(150)
IMRF	103,723	103,723	82,887	20,836
Medicare	7,376	7,376	7,411	(35)
Employee insurance	98,307	98,307	72,914	25,393
Unemployment compensation	-	-	64	(64)
Professional services				
Legal expenses	5,000	5,000	518	4,482
Engineering	8,000	8,000	13,457	(5,457)
Miscellaneous services	12,000	12,000	7,858	4,142
Contractual services				
Buildings and grounds	1,000	1,000	2,053	(1,053)
Custodial	3,600	3,600	3,168	432
Data processing	71,000	71,000	1,452	69,548
Water purchases	2,175,640	2,175,640	2,282,118	(106,478)
Purchased services				
Postage	11,000	11,000	12,409	(1,409)
Utilities	69,000	69,000	65,027	3,973
Telecommunications	13,650	13,650	17,768	(4,118)
Dumping	20,000	20,000	11,035	8,965
Citizen information	2,500	2,500	2,045	455
Printing and publications	250	250	-	250
Miscellaneous services	25,400	25,400	22,852	2,548
Materials and supplies				
Office supplies	1,200	1,200	1,670	(470)
Gasoline and oil	14,325	14,325	20,910	(6,585)
Uniforms	4,200	4,200	3,455	745
Chemicals	6,500	6,500	2,046	4,454
Building supplies	-	-	143	(143)
Janitor supplies	600	600	505	95
Tools	2,850	2,850	2,585	265
Laboratory supplies	750	750	330	420
Computer equipment supplies	2,500	2,500	2,065	435
Medical supplies	400	400	312	88
Miscellaneous supplies	1,000	1,000	832	168

(This schedule is continued on the following page.)

**VILLAGE OF HINSDALE, ILLINOIS**

**MAJOR ENTERPRISE FUND**

**SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)**

**OPERATIONS AND MAINTENANCE SUBFUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>WATERWORKS AND SEWERAGE (Continued)</b>				
Repairs and maintenance				
Buildings	\$ 10,000	\$ 10,000	\$ 8,245	\$ 1,755
Office equipment	750	750	66	684
Motor vehicles	6,500	6,500	10,248	(3,748)
Radios	1,000	1,000	380	620
Sewers	18,000	18,000	8,977	9,023
Water mains	52,000	52,000	93,454	(41,454)
Catch basins	18,500	18,500	10,861	7,639
Streets and alleys	-	-	-	-
General equipment	32,000	32,000	46,082	(14,082)
Miscellaneous supplies	20,000	20,000	13,944	6,056
Other expenses				
Conferences/staff development	750	750	1,160	(410)
Memberships/subscriptions	5,500	5,500	15,687	(10,187)
Utility tax	299,500	299,500	282,224	17,276
HSD sewer use	400	400	70	330
Educational training	1,000	1,000	495	505
Risk management				
IRMA premiums	165,922	165,922	89,665	76,257
Vandalism repairs	300	300	-	300
Self insured liability	3,800	3,800.00	-	3,800
Capital outlay				
Motor vehicles	-	-	47,172	(47,172)
Water meters	20,500	20,500	63,093	(42,593)
Fire hydrants	10,000	10,000	-	10,000
General equipment	70,000	70,000	114,272	(44,272)
Subtotal	4,923,042	4,923,042	4,982,836	(59,794)
Less nonoperating items				
Capitalized fixed assets	-	-	(193,466)	193,466
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 4,923,042</b>	<b>\$ 4,923,042</b>	<b>\$ 4,789,370</b>	<b>\$ 133,672</b>

(See independent auditors report.)

## **FIDUCIARY FUNDS**

## **PENSION TRUST FUNDS**

**Police Pension Fund** - A pension trust fund established to account for pensions paid for police officers.

**Firefighters' Pension Fund** - A pension trust fund established to account for pensions paid for firefighters.



**VILLAGE OF HINSDALE, ILLINOIS****COMBINING STATEMENT OF PLAN NET ASSETS****PENSION TRUST FUNDS**

April 30, 2012

---

	Police Pension	Firefighters' Pension	Totals
<hr/>			
ASSETS			
Cash and cash equivalents	\$ 504,521	\$ 341,441	\$ 845,962
Investments, at fair value			
U.S. Government and agency obligations	7,307,150	4,092,476	11,399,626
Corporate bonds	3,810,789	2,432,940	6,243,729
Municipal bonds	157,927	330,294	488,221
International bonds	-	296,150	296,150
Equities	6,263,509	4,580,050	10,843,559
Mutual funds	2,384,192	1,979,465	4,363,657
Receivables			
Accrued interest	90,495	60,604	151,099
Due from municipality	100,000	100,000	200,000
Prepaid expenses	517	3,602	4,119
	<hr/>		
Total assets	20,619,100	14,217,022	34,836,122
LIABILITIES			
Accounts payable	11,802	7,999	19,801
	<hr/>		
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	\$ 20,607,298	\$ 14,209,023	\$ 34,816,321
	<hr/>		

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS**

**PENSION TRUST FUNDS**

For the Year Ended April 30, 2012

	Police Pension	Firefighters' Pension	Totals
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 748,486	\$ 811,979	\$ 1,560,465
Employees	235,782	174,301	410,083
Other	-	135,050	135,050
	<hr/>	<hr/>	<hr/>
Total contributions	984,268	1,121,330	2,105,598
	<hr/>	<hr/>	<hr/>
Investment income			
Net appreciation (depreciation) in fair value of investments	397,077	(95,038)	302,039
Interest	538,814	379,254	918,068
	<hr/>	<hr/>	<hr/>
Total investment income	935,891	284,216	1,220,107
Less investment expense	(139,484)	(78,103)	(217,587)
	<hr/>	<hr/>	<hr/>
Net investment income	796,407	206,113	1,002,520
	<hr/>	<hr/>	<hr/>
Total additions	1,780,675	1,327,443	3,108,118
	<hr/>	<hr/>	<hr/>
<b>DEDUCTIONS</b>			
Retirement benefits	875,590	886,988	1,762,578
Disability benefits	64,070	238,248	302,318
Administrative expenses	43,440	57,214	100,654
	<hr/>	<hr/>	<hr/>
Total deductions	983,100	1,182,450	2,165,550
	<hr/>	<hr/>	<hr/>
<b>NET INCREASE</b>	797,575	144,993	942,568
	<hr/>	<hr/>	<hr/>
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>			
 MAY 1	 19,809,723	 14,064,030	 33,873,753
	<hr/>	<hr/>	<hr/>
APRIL 30	\$ 20,607,298	\$ 14,209,023	\$ 34,816,321
	<hr/>	<hr/>	<hr/>

(See independent auditors report.)

## **AGENCY FUNDS**

**Escrow Fund** - This fund is used to account for money deposited by developers and contractors in the Village to guarantee performance of construction requirements.

**Flexible Benefit Fund** - This fund is used to account for assets held for employees in accordance with provisions of the Internal Revenue Code Section 125.

**VILLAGE OF HINSDALE, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**

**AGENCY FUNDS**

For the Year Ended April 30, 2012

	Balances			Balances	
	May 1	Additions	Deductions	April 30	
<b>Escrow Fund</b>					
<b>ASSETS</b>					
Cash and cash equivalents	\$ 914,581	\$ 3,664,097	\$ 2,845,423	\$ 1,733,255	
Investments, at fair value					
IMET	905,723	-	-	905,723	
Due from other funds	450,000	-	450,000	-	
<b>TOTAL ASSETS</b>	<b>\$ 2,270,304</b>	<b>\$ 3,664,097</b>	<b>\$ 3,295,423</b>	<b>\$ 2,638,978</b>	
<b>LIABILITIES</b>					
Accounts payable	\$ 51,171	\$ 905,500	\$ 967,555	\$ 113,226	
Deposits payable	2,219,133	1,030,057	1,336,676	2,525,752	
<b>TOTAL LIABILITIES</b>	<b>\$ 2,270,304</b>	<b>\$ 1,935,557</b>	<b>\$ 2,304,231</b>	<b>\$ 2,638,978</b>	
<b>Flexible Benefit Fund</b>					
<b>ASSETS</b>					
Cash and cash equivalents	\$ (244)	\$ 20,736	\$ 21,295	\$ (803)	
<b>LIABILITIES</b>					
Held for medical reimbursement	\$ (2,247)	\$ 18,667	\$ 16,443	\$ (4,471)	
Held for dependent care reimbursement	2,003	2,628	4,293	3,668	
<b>TOTAL LIABILITIES</b>	<b>\$ (244)</b>	<b>\$ 21,295</b>	<b>\$ 20,736</b>	<b>\$ (803)</b>	

(This statement is continued on the following page.)

**VILLAGE OF HINSDALE, ILLINOIS****COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)****AGENCY FUNDS**

For the Year Ended April 30, 2012

	Balances				Balances
	May 1	Additions	Deductions		April 30
<b>All Funds</b>					
<b>ASSETS</b>					
Cash and cash equivalents	\$ 914,337	\$ 3,684,833	\$ 2,866,718	\$	1,732,452
Investments, at fair value					
IMET	905,723	-	-		905,723
Due from other funds	450,000	-	450,000		-
<b>TOTAL ASSETS</b>	<b>\$ 2,270,060</b>	<b>\$ 3,684,833</b>	<b>\$ 3,316,718</b>	<b>\$</b>	<b>2,638,175</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 51,171	\$ 905,500	\$ 967,555	\$	113,226
Deposits payable	2,219,133	1,030,057	1,336,676		2,525,752
Held for medical reimbursement	(2,247)	18,667	16,443		(4,471)
Held for dependent care reimbursement	2,003	2,628	4,293		3,668
<b>TOTAL LIABILITIES</b>	<b>\$ 2,270,060</b>	<b>\$ 1,956,852</b>	<b>\$ 2,324,967</b>	<b>\$</b>	<b>2,638,175</b>

(See independent auditors report.)

## **COMPONENT UNIT**

Discretely presented component units are reported in a separate column in the basic financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position, results of operations and cash flows from those of the primary government.

**Library Fund** - To account for all operations of the Library. The main revenue source of the Library is a special property tax levy.

**VILLAGE OF HINSDALE, ILLINOIS**

**BALANCE SHEET**

**COMPONENT UNIT - LIBRARY FUND**

April 30, 2012

---

**ASSETS**

Cash and cash equivalents	\$ 1,088,757
Investments	655,703
Receivables	
Property taxes	2,467,725
Other	445
Due from other governments	20,135
Prepays	<u>16,501</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 4,249,266</u></u></b>

**LIABILITIES AND FUND BALANCE**

**LIABILITIES**

Accounts payable	\$ 31,395
Accrued payroll	33,592
Other payables	253
Deferred revenues - property taxes	<u>2,467,725</u>
<b>Total liabilities</b>	<b><u>2,532,965</u></b>

**FUND BALANCE**

Nonspendable	16,501
Unrestricted - unassigned	<u>1,699,800</u>
<b>Total fund balance</b>	<b><u>1,716,301</u></b>

<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b><u><u>\$ 4,249,266</u></u></b>
---	-----------------------------------

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF LIBRARY GOVERNMENTAL FUNDS  
TO THE COMPONENT UNIT IN THE STATEMENT OF NET ASSETS**

April 30, 2012

---

FUND BALANCES OF COMPONENT UNIT - LIBRARY FUNDS	\$	1,716,301
---	----	-----------

Amounts reported for governmental activities in the  
statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	3,284,612
---	-----------

Long-term liabilities are not due and payable in the  
current period and, therefore, are not reported  
in the governmental funds:

Compensated absences payable	(30,489)
OPEB liability	(35,010)
Installment loans payable	(3,105,830)
Bonds payable	(350,000)
Interest payable	(45,112)
Unamortized discount	<u>15,898</u>

NET ASSETS OF COMPONENT UNIT - LIBRARY	\$	<u><u>1,450,370</u></u>
--	----	-------------------------

(See independent auditors report.)



**VILLAGE OF HINSDALE, ILLINOIS**

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

**COMPONENT UNIT - LIBRARY FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 2,498,512	\$ 2,498,512	\$ 2,558,582
Intergovernmental			
Replacement tax	16,150	16,150	19,153
Grants	-	-	17,245
Service charges	13,000	13,000	10,501
Fines	32,500	32,500	36,905
Investment income	12,000	12,000	3,727
Miscellaneous			
Donations	1,000	1,000	6,980
Other	10,800	10,800	13,332
Total revenues	2,583,962	2,583,962	2,666,425
EXPENDITURES			
Current			
Culture			
Personal services	1,634,788	1,634,788	1,500,608
Professional services	36,550	36,550	29,200
Contractual services	34,200	34,200	24,504
Purchased services	93,260	93,260	79,414
Materials and supplies	338,825	338,825	330,162
Repairs and maintenance	78,565	78,565	77,361
Other expenditures	22,000	22,000	28,682
Risk management	59,000	59,000	39,454
Capital outlay	24,000	24,000	34,885
Debt service			
Principal	135,000	135,000	135,000
Interest	125,300	125,300	127,583
Total expenditures	2,581,488	2,581,488	2,406,853
NET CHANGE IN FUND BALANCE	\$ 2,474	\$ 2,474	259,572
FUND BALANCE, MAY 1			1,456,729
FUND BALANCE, APRIL 30			\$ 1,716,301

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

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

For the Year Ended April 30, 2012

---

NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 259,572
 Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	 24,461
 The issuance and repayment of long-term debt are reported as an increase and reduction of principal outstanding, respectively, in the statement of activities	
Installment contract principal paid	50,000
Bond principal paid	85,000
Bonds issued, at par	(295,830)
 Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Compensated absences	(5,923)
OPEB liability	(11,474)
Amortization of bond discount	(1,136)
Interest payable	(2,915)
Depreciation	<u>(116,911)</u>
 CHANGES IN NET ASSETS OF COMPONENT UNIT - LIBRARY	 <u>\$ (15,156)</u>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**

**COMPONENT UNIT - LIBRARY FUND**

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>EXPENDITURES</b>				
Personal services				
Salaries and wages	\$ 1,218,865	\$ 1,218,865	\$ 1,161,400	\$ 57,465
Temporary help	4,000	4,000	-	4,000
Social Security	72,500	72,500	70,292	2,208
IMRF	248,527	248,527	161,471	87,056
Medicare	17,675	17,675	16,440	1,235
Group insurance	73,221	73,221	91,005	(17,784)
Total personal services	1,634,788	1,634,788	1,500,608	134,180
Professional services				
Legal	5,000	5,000	2,918	2,082
Planning services	15,000	15,000	17,007	(2,007)
Miscellaneous	16,550	16,550	9,275	7,275
Total professional services	36,550	36,550	29,200	7,350
Contractual services				
Custodial	34,200	34,200	24,504	9,696
Total contractual services	34,200	34,200	24,504	9,696
Purchased services				
Postage	4,500	4,500	4,122	378
Utilities	17,000	17,000	17,000	-
Telephone	7,200	7,200	7,652	(452)
Citizen information	30,000	30,000	17,236	12,764
Accounting	13,560	13,560	13,560	-
Library programs	20,000	20,000	19,354	646
Miscellaneous services	1,000	1,000	490	510
Total purchased services	93,260	93,260	79,414	13,846
Materials and supplies				
Office supplies	15,500	15,500	12,692	2,808
Janitor supplies	5,500	5,500	4,978	522
Copy machine supplies	4,000	4,000	4,791	(791)
Software purchases	19,225	19,225	36,301	(17,076)
Books - junior department	59,950	59,950	60,815	(865)
Books - adult reference	200,000	200,000	178,810	21,190
Periodicals	18,150	18,150	16,628	1,522
Microfilm purchases	500	500	-	500
Catalog cards	16,000	16,000	15,147	853
Total materials and supplies	338,825	338,825	330,162	8,663

(This schedule is continued on the following page.)

**VILLAGE OF HINSDALE, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

COMPONENT UNIT - LIBRARY FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual	Variance Under (Over)
EXPENDITURES (Continued)				
Repairs and maintenance				
Buildings	\$ -	\$ -	\$ -	\$ -
Office equipment	5,200	5,200	5,621	(421)
Computer equipment	58,365	58,365	49,008	9,357
Miscellaneous repairs	15,000	15,000	22,732	(7,732)
Total repairs and maintenance	78,565	78,565	77,361	1,204
Other expenditures				
Conferences/staff development	17,000	17,000	19,860	(2,860)
Membership - board development	2,000	2,000	2,667	(667)
Ceremonial occasions	1,500	1,500	2,050	(550)
Personnel	1,000	1,000	-	1,000
Helen O'Neill scholarships	500	500	500	-
Friends Pledges expenditures	-	-	2,105	(2,105)
Donation expenditures	-	-	500	(500)
Miscellaneous	-	-	1,000	(1,000)
Total other expenditures	22,000	22,000	28,682	(6,682)
Risk management				
Liability insurance	59,000	59,000	30,280	28,720
Self-insured liability	-	-	9,174	(9,174.00)
Total risk management	59,000	59,000	39,454	19,546
Debt service				
Installment loan payment	50,000	50,000	50,000	-
Interest	14,775	14,775	14,770	5
Bond principal payment	85,000	85,000	85,000	-
Interest	110,525	110,525	112,813	(2,288)
Total debt service	260,300	260,300	262,583	(2,283)
Capital outlay				
Buildings	24,000	24,000	34,885	(10,885)
Total capital outlay	24,000	24,000	34,885	(10,885)
TOTAL EXPENDITURES	\$ 2,581,488	\$ 2,581,488	\$ 2,406,853	\$ 174,635

(See independent auditors report.)

## **SUPPLEMENTAL DATA**

**VILLAGE OF HINSDALE, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS**

**GENERAL OBLIGATION (SHARED STATE INCOME TAXES  
ALTERNATE REVENUE SOURCE) BONDS SERIES 2003**

April 30, 2012

---

Date of Issue	August 1, 2003
Date of Maturity	December 15, 2013
Authorized Issue	\$4,000,000
Actual Issue	\$4,000,000
Interest Rate	1.000% to 3.250%
Interest Date	June 15 and Dec. 15
Principal Maturity Date	December 15, 2013
Payable at	Amalgamated Bank of Chicago

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 450,000	\$ 29,062	\$ 479,062	2012	\$ 14,531	2012	\$ 14,531
2014	465,000	15,112	480,112	2013	7,556	2013	7,556
	<u>\$ 915,000</u>	<u>\$ 44,174</u>	<u>\$ 959,174</u>		<u>\$ 22,087</u>		<u>\$ 22,087</u>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS**

**GENERAL OBLIGATION LIBRARY FUND TAX  
(ALTERNATE REVENUE SOURCE) BONDS SERIES 2006**

April 30, 2012

Date of Issue	December 15, 2006
Date of Maturity	December 15, 2026
Authorized Issue	\$3,045,000
Actual Issue	\$3,045,000
Interest Rate	3.75% to 4.00%
Interest Date	June 15 and December 15
Principal Maturity Date	December 15, 2026
Payable at	Amalgamated Bank of Chicago

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 95,000	\$ 109,338	\$ 204,338	2012	\$ 54,669	2012	\$ 54,669
2014	105,000	105,728	210,728	2013	52,864	2013	52,864
2015	115,000	101,738	216,738	2014	50,869	2014	50,869
2016	130,000	97,368	227,368	2015	48,684	2015	48,684
2017	140,000	92,428	232,428	2016	46,214	2016	46,214
2018	150,000	87,108	237,108	2017	43,554	2017	43,554
2019	165,000	81,408	246,408	2018	40,704	2018	40,704
2020	185,000	75,138	260,138	2019	37,569	2019	37,569
2021	195,000	68,016	263,016	2020	34,008	2020	34,008
2022	210,000	60,508	270,508	2021	30,254	2021	30,254
2023	230,000	52,318	282,318	2022	26,159	2022	26,159
2024	240,000	43,348	283,348	2023	21,674	2023	21,674
2025	265,000	33,868	298,868	2024	16,934	2024	16,934
2026	285,000	23,400	308,400	2025	11,700	2025	11,700
2027	300,000	12,000	312,000	2026	6,000	2026	6,000
	<u>\$ 2,810,000</u>	<u>\$ 1,043,712</u>	<u>\$ 3,853,712</u>		<u>\$ 521,853</u>		<u>\$ 521,856</u>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS**

**2008 FIRE LADDER TRUCK INSTALLMENT LOAN**

April 30, 2012

Date of Issue	June 25, 2008
Date of Maturity	July 1, 2018
Authorized Issue	\$973,552
Actual Issue	\$973,552
Interest Rate	3.75%
Interest Date	January 1 and July 1
Principal Maturity Date	July 1, 2018
Payable at	Chase Bank

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	July 1	Amount	January 1	Amount
2013	\$ 94,545	\$ 24,486	\$ 119,031	2012	\$ 13,129	2012	\$ 11,357
2014	96,318	20,908	117,226	2013	11,357	2013	9,551
2015	98,124	17,262	115,386	2014	9,551	2014	7,711
2016	99,964	13,547	113,511	2015	7,711	2015	5,836
2017	101,838	9,763	111,601	2016	5,836	2016	3,927
2018	103,748	5,909	109,657	2017	3,927	2017	1,982
2019	105,693	1,982	107,675	2018	1,982	2018	-
	<u>\$ 700,230</u>	<u>\$ 93,857</u>	<u>\$ 794,087</u>		<u>\$ 53,493</u>		<u>\$ 40,364</u>

(See independent auditors report.)



**VILLAGE OF HINSDALE, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS**

**2008 LIBRARY HVAC INSTALLMENT LOAN**

April 30, 2012

Date of Issue	August 29, 2008
Date of Maturity	October 1, 2018
Authorized Issue	\$500,000
Actual Issue	\$500,000
Interest Rate	3.94%
Interest Date	October 1 and April 1
Principal Maturity Date	October 1, 2018
Payable at	Chase Bank

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	October 1	Amount	April 1	Amount
2013	\$ 50,000	\$ 12,805	\$ 62,805	2012	\$ 6,895	2013	\$ 5,910
2014	50,000	10,835	60,835	2013	5,910	2014	4,925
2015	50,000	8,865	58,865	2014	4,925	2015	3,940
2016	50,000	6,895	56,895	2015	3,940	2016	2,955
2017	50,000	4,925	54,925	2016	2,955	2017	1,970
2018	50,000	2,955	52,955	2017	1,970	2018	985
2019	50,000	985	50,985	2018	985	2019	-
	<u>\$ 350,000</u>	<u>\$ 48,265</u>	<u>\$ 398,265</u>		<u>\$ 27,580</u>		<u>\$ 20,685</u>

(See independent auditors report.)

VILLAGE OF HINSDALE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION BONDS (WATER AND SEWERAGE SYSTEMS  
ALTERNATE REVENUE SOURCE), SERIES 2008

April 30, 2012

Date of Issue	December 9, 2008
Date of Maturity	December 15, 2019
Authorized Issue	\$3,500,000
Actual Issue	\$3,500,000
Interest Rate	3.75% to 4.00%
Interest Date	June 15 and December 15
Principal Maturity Date	December 15, 2019
Payable at	Amalgamated Bank of Chicago

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 365,000	\$ 127,538	\$ 492,538	2012	\$ 63,769	2012	\$ 63,769
2014	380,000	115,219	495,219	2013	57,609	2013	57,609
2015	390,000	101,919	491,919	2014	50,959	2014	50,959
2016	405,000	87,294	492,294	2015	43,647	2015	43,647
2017	420,000	71,600	491,600	2016	35,800	2016	35,800
2018	440,000	54,800	494,800	2017	27,400	2017	27,400
2019	455,000	37,200	492,200	2018	18,600	2018	18,600
2020	475,000	19,000	494,000	2019	9,500	2019	9,500
	<u>\$ 3,330,000</u>	<u>\$ 614,570</u>	<u>\$ 3,944,570</u>		<u>\$ 307,284</u>		<u>\$ 307,284</u>

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS**

**GENERAL OBLIGATION LIMITED TAX BONDS, SERIES 2009**

April 30, 2012

Date of Issue	September 1, 2009
Date of Maturity	December 15, 2028
Authorized Issue	\$2,305,000
Actual Issue	\$2,305,000
Interest Rate	2.00% to 4.20%
Interest Date	June 15 and December 15
Principal Maturity Date	December 15, 2028
Payable at	Amalgamated Bank of Chicago

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 100,000	\$ 70,508	\$ 170,508	2012	\$ 35,254	2012	\$ 35,254
2014	100,000	68,508	168,508	2013	34,254	2013	34,254
2015	105,000	66,508	171,508	2014	33,254	2014	33,254
2016	105,000	64,408	169,408	2015	32,204	2015	32,204
2017	110,000	62,046	172,046	2016	31,023	2016	31,023
2018	110,000	59,296	169,296	2017	29,648	2017	29,648
2019	115,000	56,160	171,160	2018	28,080	2018	28,080
2020	115,000	52,596	167,596	2019	26,298	2019	26,298
2021	120,000	48,800	168,800	2020	24,400	2020	24,400
2022	125,000	44,660	169,660	2021	22,330	2021	22,330
2023	130,000	40,160	170,160	2022	20,080	2022	20,080
2024	135,000	35,480	170,480	2023	17,740	2023	17,740
2025	140,000	30,350	170,350	2024	15,175	2024	15,175
2026	145,000	25,030	170,030	2025	12,515	2025	12,515
2027	150,000	19,230	169,230	2026	9,615	2026	9,615
2028	155,000	13,230	168,230	2027	6,615	2027	6,615
2029	160,000	6,720	166,720	2028	3,360	2028	3,360
	<u>\$ 2,120,000</u>	<u>\$ 763,690</u>	<u>\$ 2,883,690</u>		<u>\$ 381,845</u>		<u>\$ 381,845</u>

\*\* The Village issued bonds in the amount of \$2,305,000 to pay off the 2002 Limited source bonds balance of \$1,520,000. The additional funds of \$780,000 will be used to help finance capital improvement projects.

(See independent auditors report.)

**VILLAGE OF HINSDALE, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS**

**TAXABLE GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2011**

April 30, 2012

Date of Issue	November 8, 2011
Date of Maturity	December 15, 2017
Authorized Issue	\$1,500,000
Actual Issue	\$1,450,000
Interest Rate	1.45% to 2.55%
Interest Date	June 15 and December 15
Principal Maturity Date	December 15, 2017
Payable at	Hinsdale Bank & Trust Company

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS - VILLAGE**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 160,000	\$ 23,670	\$ 183,670	2012	\$ 11,835	2012	\$ 11,835
2014	170,000	22,230	192,230	2013	11,115	2013	11,115
2015	180,000	20,105	200,105	2014	10,053	2014	10,052
2016	195,000	16,955	211,955	2015	8,478	2015	8,477
2017	205,000	12,568	217,568	2016	6,284	2016	6,284
2018	219,170	6,930	226,100	2017	3,465	2017	3,465
	<u>\$ 1,129,170</u>	<u>\$ 102,458</u>	<u>\$ 1,231,628</u>		<u>\$ 51,230</u>		<u>\$ 51,228</u>

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS - LIBRARY**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 40,000	\$ 8,008	\$ 48,008	2012	\$ 5,480	2012	\$ 2,528
2014	45,000	3,595	48,595	2013	1,798	2013	1,797
2015	50,000	2,172	52,172	2014	1,086	2014	1,086
2016	50,000	1,068	51,068	2015	534	2015	534
2017	55,000	555	55,555	2016	278	2016	277
2018	55,830	82	55,912	2017	41	2017	41
	<u>\$ 295,830</u>	<u>\$ 15,480</u>	<u>\$ 311,310</u>		<u>\$ 9,217</u>		<u>\$ 6,263</u>

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS - TOTAL**

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2013	\$ 200,000	\$ 31,678	\$ 231,678	2012	\$ 17,315	2012	\$ 14,363
2014	215,000	25,825	240,825	2013	12,913	2013	12,912
2015	230,000	22,277	252,277	2014	11,139	2014	11,138
2016	245,000	18,023	263,023	2015	9,012	2015	9,011
2017	260,000	13,123	273,123	2016	6,562	2016	6,561
2018	275,000	7,012	282,012	2017	3,506	2017	3,506
	<u>\$ 1,425,000</u>	<u>\$ 117,938</u>	<u>\$ 1,542,938</u>		<u>\$ 60,447</u>		<u>\$ 57,491</u>

(See independent auditors report.)

## STATISTICAL SECTION

This part of the Village of Hinsdale, Illinois' 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	
These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	110-115
Revenue Capacity	
These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	116-121
Debt Capacity	
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.	122-126
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	127-128
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	129-131

*Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village of Hinsdale, Illinois implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.*

**VILLAGE OF HINSDALE, ILLINOIS**

**NET ASSETS BY COMPONENT**

Last Nine Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>GOVERNMENTAL ACTIVITIES</b>									
Invested in capital assets net of related debt	\$ 69,001,104	\$ 67,475,442	\$ 63,472,477	\$ 63,386,203	\$ 62,220,632	\$ 63,052,158	\$ 65,041,753	\$ 65,014,593	\$ 67,415,167
Restricted	1,439,219	2,248,776	1,593,491	2,042,918	1,864,165	978,973	1,084,616	1,276,520	1,993,268
Unrestricted	(2,937,451)	(2,640,547)	2,126,871	1,606,309	1,088,914	2,368,062	3,222,346	3,625,282	4,552,146
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 67,502,872</b>	<b>\$ 67,083,671</b>	<b>\$ 67,192,839</b>	<b>\$ 67,035,430</b>	<b>\$ 65,173,711</b>	<b>\$ 66,399,193</b>	<b>\$ 69,348,715</b>	<b>\$ 69,916,395</b>	<b>\$ 73,960,581</b>
<b>BUSINESS-TYPE ACTIVITIES</b>									
Invested in capital assets net of related debt	\$ 11,370,267	\$ 11,826,212	\$ 12,388,605	\$ 12,362,183	\$ 12,831,653	\$ 11,792,064	\$ 15,893,899	\$ 16,649,999	\$ 15,929,452
Unrestricted	3,407,695	2,993,311	2,711,245	3,110,191	3,612,697	3,742,095	(823,575)	297,307	1,699,032
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 14,777,962</b>	<b>\$ 14,819,523</b>	<b>\$ 15,099,850</b>	<b>\$ 15,472,374</b>	<b>\$ 16,444,350</b>	<b>\$ 15,534,159</b>	<b>\$ 15,070,324</b>	<b>\$ 16,947,306</b>	<b>\$ 17,628,484</b>
<b>PRIMARY GOVERNMENT</b>									
Invested in capital assets net of related debt	\$ 80,371,371	\$ 79,301,654	\$ 75,861,082	\$ 76,198,386	\$ 75,052,285	\$ 74,844,222	\$ 80,935,652	\$ 81,664,592	\$ 83,344,619
Restricted	1,439,219	2,248,776	1,593,491	2,042,918	1,864,165	978,973	1,084,616	1,276,520	1,993,268
Unrestricted	470,244	352,764	4,838,116	4,726,500	4,701,611	6,110,157	2,398,771	3,922,589	6,251,178
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 82,280,834</b>	<b>\$ 81,903,194</b>	<b>\$ 82,292,689</b>	<b>\$ 82,967,804</b>	<b>\$ 81,618,061</b>	<b>\$ 81,933,352</b>	<b>\$ 84,419,039</b>	<b>\$ 86,863,701</b>	<b>\$ 91,589,065</b>

Data Source

Audited Financial Statements

**VILLAGE OF HINSDALE, ILLINOIS**

**CHANGE IN NET ASSETS**

Last Nine Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>EXPENSES</b>									
Governmental activities									
General government	\$ 1,422,166	\$ 1,696,137	\$ 2,388,907	\$ 2,385,878	\$ 5,522,424	\$ 2,553,442	\$ 2,682,575	\$ 2,909,892	\$ 3,715,812
Public safety	6,734,789	7,129,625	7,773,211	8,483,017	8,861,223	9,101,637	9,302,669	9,355,755	8,745,551
Public services	5,121,431	4,860,329	4,779,565	4,419,818	4,401,392	2,943,573	2,803,977	2,627,303	3,162,886
Community development	-	-	-	-	-	1,232,760	992,363	910,724	886,866
Parks and recreation	2,010,870	2,044,913	2,140,131	2,364,398	2,410,526	2,162,186	1,980,601	1,964,836	1,999,830
Interest	183,259	269,851	232,049	309,460	302,074	300,800	304,640	170,982	174,208
Total governmental activities expenses	15,472,515	16,000,855	17,313,863	17,962,571	21,497,639	18,294,398	18,066,825	17,939,492	18,685,153
Business-type activities									
Water and sewer	4,260,038	4,348,405	4,408,504	4,067,550	4,510,300	5,133,001	4,967,964	5,244,810	6,729,448
Total business-type activities expenses	4,260,038	4,348,405	4,408,504	4,067,550	4,510,300	5,133,001	4,967,964	5,244,810	6,729,448
<b>TOTAL PRIMARY GOVERNMENT EXPENSES</b>	<b>\$ 19,732,553</b>	<b>\$ 20,349,260</b>	<b>\$ 21,722,367</b>	<b>\$ 22,030,121</b>	<b>\$ 26,007,939</b>	<b>\$ 23,427,399</b>	<b>\$ 23,034,789</b>	<b>\$ 23,184,302</b>	<b>\$ 25,414,601</b>
<b>PROGRAM REVENUES</b>									
Governmental activities									
Charges for services									
General government	\$ 909,059	\$ 949,345	\$ 1,063,230	\$ 1,221,412	\$ 1,464,008	\$ 1,478,135	\$ 1,452,459	\$ 1,509,606	\$ 2,051,125
Public safety	773,525	797,813	905,192	1,077,991	1,192,009	1,098,984	993,545	1,208,597	1,178,046
Public services	1,071,356	1,505,152	1,402,995	1,421,828	1,385,078	16,889	7,711	78,072	59,953
Community development	-	-	-	-	-	1,066,247	888,151	1,315,632	1,282,520
Parks and recreation	717,108	865,566	767,886	1,335,541	1,013,074	937,807	806,074	800,825	905,739
Operating grants and contributions	524,632	537,133	537,636	583,425	531,694	610,186	513,589	564,651	693,887
Capital grants and contributions	100,000	169,927	1,173,284	385,139	47,725	22,877	271,315	415,899	1,627,748
Total governmental activities program revenues	4,095,680	4,824,936	5,850,223	6,025,336	5,633,588	5,231,125	4,932,844	5,893,282	7,799,018
Business-type activities									
Charges for services									
Water and sewer	4,225,011	4,320,911	4,631,254	4,381,683	3,982,209	4,096,779	4,459,381	6,201,130	6,351,749
Capital grants and contributions	-	-	-	-	-	-	-	-	361,459
Total business-type activities program revenues	4,225,011	4,320,911	4,631,254	4,381,683	3,982,209	4,096,779	4,459,381	6,201,130	6,713,208
<b>TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES</b>	<b>\$ 8,320,691</b>	<b>\$ 9,145,847</b>	<b>\$ 10,481,477</b>	<b>\$ 10,407,019</b>	<b>\$ 9,615,797</b>	<b>\$ 9,327,904</b>	<b>\$ 9,392,225</b>	<b>\$ 12,094,412</b>	<b>\$ 14,512,226</b>

**VILLAGE OF HINSDALE, ILLINOIS**

CHANGE IN NET ASSETS (Continued)

Last Nine Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012
NET (EXPENSE) REVENUE									
Governmental activities	\$ (11,376,835)	\$ (11,175,919)	\$ (11,463,640)	\$ (11,937,235)	\$ (15,864,051)	\$ (13,063,273)	\$ (13,133,981)	\$ (12,046,210)	\$ (10,886,135)
Business-type activities	(35,027)	(27,494)	222,750	314,133	(528,091)	(1,036,222)	(508,583)	956,320	(16,240)
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	<u>\$ (11,411,862)</u>	<u>\$ (11,203,413)</u>	<u>\$ (11,240,890)</u>	<u>\$ (11,623,102)</u>	<u>\$ (16,392,142)</u>	<u>\$ (14,099,495)</u>	<u>\$ (13,642,564)</u>	<u>\$ (11,089,890)</u>	<u>\$ (10,902,375)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS									
Governmental activities									
Taxes									
Property	\$ 4,130,644	\$ 4,533,571	\$ 4,667,262	\$ 5,016,290	\$ 5,154,180	\$ 5,568,964	\$ 5,902,769	\$ 5,919,472	\$ 6,322,057
Utility	2,463,309	2,328,059	2,250,382	2,590,916	2,338,989	2,652,968	2,665,934	2,846,479	2,832,737
Replacement	145,191	169,854	218,147	242,289	267,190	233,323	194,919	238,830	211,711
Places for eating	-	-	-	122,682	252,202	237,613	313,998	291,060	317,951
Intergovernmental - unrestricted									
Sales	2,048,858	2,120,042	2,470,855	2,115,249	2,704,298	2,587,484	2,442,968	2,679,095	4,227,935
Income	1,063,886	1,250,074	1,387,687	1,547,333	1,690,241	1,579,895	1,383,656	1,388,323	1,424,754
Investment earnings	115,163	-	229,880	466,435	335,650	104,224	87,838	59,780	17,647
Special item	-	-	-	-	-	-	3,040,462	-	-
Miscellaneous	178,169	190,430	348,595	138,632	799,582	610,999	50,959	90,851	175,529
Gain on sale of assets	(41,192)	164,688	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	(900,000)	(600,000)
Total governmental activities	<u>10,104,028</u>	<u>10,756,718</u>	<u>11,572,808</u>	<u>12,239,826</u>	<u>13,542,332</u>	<u>13,575,470</u>	<u>16,083,503</u>	<u>12,613,890</u>	<u>14,930,321</u>
Business-type activities									
Investment earnings	32,875	69,055	57,577	58,391	183,678	105,839	28,605	4,804	2,493
Miscellaneous	10,702	-	-	-	61,986	20,192	16,143	15,858	94,925
DWC rebate	-	-	-	-	1,254,403	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	900,000	600,000
Total business-type activities	<u>43,577</u>	<u>69,055</u>	<u>57,577</u>	<u>58,391</u>	<u>1,500,067</u>	<u>126,031</u>	<u>44,748</u>	<u>920,662</u>	<u>697,418</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 10,147,605</u>	<u>\$ 10,825,773</u>	<u>\$ 11,630,385</u>	<u>\$ 12,298,217</u>	<u>\$ 15,042,399</u>	<u>\$ 13,701,501</u>	<u>\$ 16,128,251</u>	<u>\$ 13,534,552</u>	<u>\$ 15,627,739</u>
CHANGE IN NET ASSETS									
Governmental activities	\$ (1,272,807)	\$ (419,201)	\$ 109,168	\$ 302,591	\$ (2,321,719)	\$ 512,197	\$ 2,949,522	\$ 567,680	\$ 4,044,186
Business-type activities	8,550	41,561	280,327	372,524	971,976	(910,191)	(463,835)	1,876,982	681,178
TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS	<u>\$ (1,264,257)</u>	<u>\$ (377,640)</u>	<u>\$ 389,495</u>	<u>\$ 675,115</u>	<u>\$ (1,349,743)</u>	<u>\$ (397,994)</u>	<u>\$ 2,485,687</u>	<u>\$ 2,444,662</u>	<u>\$ 4,725,364</u>

Data Source

Audited Financial Statements



**VILLAGE OF HINSDALE, ILLINOIS**

**FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>GENERAL FUND</b>										
Reserved	\$ 565,815	\$ 273,759	\$ 36,318	\$ 50,048	\$ 49,960	\$ 97,475	\$ 44,757	\$ 172,542	\$ 154,308	\$ -
Unreserved	4,093,679	4,038,876	3,886,279	3,203,661	2,996,324	2,778,884	3,617,102	3,510,722	3,988,168	-
Nonspendable	-	-	-	-	-	-	-	-	-	65,728
Restricted	-	-	-	-	-	-	-	-	-	105,087
Unrestricted										
Assigned	-	-	-	-	-	-	-	-	-	400,000
Unassigned	-	-	-	-	-	-	-	-	-	4,387,007
<b>TOTAL GENERAL FUND</b>	<b>\$ 4,659,494</b>	<b>\$ 4,312,635</b>	<b>\$ 3,922,597</b>	<b>\$ 3,253,709</b>	<b>\$ 3,046,284</b>	<b>\$ 2,876,359</b>	<b>\$ 3,661,859</b>	<b>\$ 3,683,264</b>	<b>\$ 4,142,476</b>	<b>\$ 4,957,822</b>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>										
Reserved	\$ 858,974	\$ 3,612,577	\$ 2,166,787	\$ 1,649,275	\$ 4,227,231	\$ 1,864,165	\$ 978,973	\$ 964,511	\$ 1,187,292	\$ -
Unreserved, reported in										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	-
Capital Project Funds	-	-	-	-	-	-	(29,405)	855,077	920,564	-
Restricted	-	-	-	-	-	-	-	-	-	1,938,637
Unrestricted										
Assigned	-	-	-	-	-	-	-	-	-	2,030,077
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 858,974</b>	<b>\$ 3,612,577</b>	<b>\$ 2,166,787</b>	<b>\$ 1,649,275</b>	<b>\$ 4,227,231</b>	<b>\$ 1,864,165</b>	<b>\$ 949,568</b>	<b>\$ 1,819,588</b>	<b>\$ 2,107,856</b>	<b>\$ 3,968,714</b>

Data Source

Audited Financial Statements

Note

The Village adopted GASB Statement No. 54 as of April 30, 2012.

**VILLAGE OF HINSDALE, ILLINOIS**

**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>REVENUES</b>										
Property taxes	\$ 4,106,321	\$ 4,130,644	\$ 4,533,571	\$ 4,667,262	\$ 5,016,290	\$ 5,154,180	\$ 5,568,964	\$ 5,902,769	\$ 5,919,472	\$ 6,322,056
Utility taxes	2,180,678	2,463,309	2,328,059	2,250,382	2,115,249	2,338,988	2,652,968	2,665,934	2,846,478	2,832,736
Intergovernmental	3,867,989	3,915,059	4,288,320	5,823,988	5,383,338	5,277,485	5,078,370	4,847,095	5,329,243	7,193,584
Service charges	1,373,426	1,389,723	1,491,175	1,541,688	1,694,922	2,093,797	2,056,504	1,945,163	2,124,591	2,245,988
Licenses, permits and fines	1,834,298	1,703,035	2,063,125	2,108,144	2,291,103	2,314,144	1,960,669	1,730,882	2,106,912	2,124,536
Investment income	303,914	111,955	189,070	229,880	466,435	335,651	104,224	87,838	59,779	17,647
Miscellaneous	847,888	527,175	688,335	801,687	1,297,825	1,661,675	1,384,896	796,204	1,020,697	1,575,544
Total revenues	14,514,514	14,240,900	15,581,655	17,423,031	18,265,162	19,175,920	18,806,595	17,975,885	19,407,172	22,312,091
<b>EXPENDITURES</b>										
Current										
General government	1,358,441	1,203,503	1,482,744	2,098,160	1,938,849	2,578,511	1,568,841	1,352,386	1,216,497	2,713,578
Public safety	5,838,064	6,383,535	6,760,118	7,383,195	8,097,248	8,381,013	8,576,622	8,936,255	8,784,610	8,408,475
Public services	2,929,172	2,971,127	3,218,651	3,192,665	3,694,597	3,841,888	2,684,716	2,679,552	2,493,890	2,932,580
Community development	-	-	-	-	-	-	1,232,760	1,011,237	901,362	905,934
Parks and recreation	1,613,893	1,725,960	1,725,433	1,818,752	2,043,044	2,026,592	1,853,914	1,679,285	1,628,921	1,557,312
Capital outlay	3,585,430	3,205,625	3,390,325	3,267,683	2,242,853	3,897,579	3,003,954	1,163,767	1,720,373	2,907,915
Debt service										
Principal	675,000	180,000	560,000	615,000	640,000	665,000	685,000	804,420	821,097	857,805
Interest and fees	171,766	164,406	280,212	233,976	219,449	318,327	303,437	165,580	192,942	177,288
Bond issuance costs	25,001	-	-	-	40,878	-	-	47,220	-	-
Total expenditures	16,196,767	15,834,156	17,417,483	18,609,431	18,916,918	21,708,910	19,909,244	17,839,702	17,759,692	20,460,887
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,682,253)</b>	<b>(1,593,256)</b>	<b>(1,835,828)</b>	<b>(1,186,400)</b>	<b>(651,756)</b>	<b>(2,532,990)</b>	<b>(1,102,649)</b>	<b>136,183</b>	<b>1,647,480</b>	<b>1,851,204</b>

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	\$ 33,053	\$ 431,721	\$ 431,721	\$ 454,978	\$ 464,242	\$ 467,120	\$ 473,628	\$ 478,502	\$ 1,876,895	\$ 1,979,062
Transfers (out)	(33,053)	(431,721)	(431,721)	(454,978)	(464,242)	(467,120)	(473,628)	(478,502)	(2,776,895)	(2,579,062)
Bonds issued	2,050,000	4,000,000	-	-	3,045,000	-	-	2,305,000	-	1,425,000
Payment to bond escrow agent	-	-	-	-	-	-	-	(1,549,758)	-	-
Discount on bonds issued	(14,098)	-	-	-	(22,713)	-	-	-	-	-
Installment contract proceeds	-	-	-	-	-	-	973,552	-	-	-
Total other financing sources (uses)	2,035,902	4,000,000	-	-	3,022,287	-	973,552	755,242	(900,000)	825,000
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 353,649</b>	<b>\$ 2,406,744</b>	<b>\$ (1,835,828)</b>	<b>\$ (1,186,400)</b>	<b>\$ 2,370,531</b>	<b>\$ (2,532,990)</b>	<b>\$ (129,097)</b>	<b>\$ 891,425</b>	<b>\$ 747,480</b>	<b>\$ 2,676,204</b>
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	<b>6.71%</b>	<b>2.73%</b>	<b>5.99%</b>	<b>5.53%</b>	<b>5.15%</b>	<b>5.52%</b>	<b>5.85%</b>	<b>5.82%</b>	<b>5.87%</b>	<b>5.60%</b>

Data Source

Audited Financial Statements

**VILLAGE OF HINSDALE, ILLINOIS**

**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Levy Years

Levy Year	Residential Property	Commercial Property	Industrial Property	Railroad Property	Less Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2002	\$ 874,934,296	\$ 82,961,790	\$ -	\$ 264,830	\$ -	\$ 1,080,697,865	0.4953	\$ 3,242,093,595	33.333%
2003	1,035,415,806	83,454,980	-	229,843	-	1,245,313,686	0.4576	3,735,941,058	33.333%
2004	1,145,139,471	89,432,010	-	224,611	-	1,363,842,440	0.4255	4,091,527,320	33.333%
2005	1,248,838,812	92,072,140	-	208,021	-	1,509,171,813	0.4196	4,527,515,439	33.333%
2006	1,370,582,758	98,810,190	57,590	216,736	-	1,637,720,114	0.4110	4,913,160,342	33.333%
2007	1,712,201,638	109,799,140	-	242,584	-	1,822,243,362	0.3964	5,466,730,086	33.333%
2008	1,829,792,697	114,833,480	-	277,905	-	1,944,904,082	0.3888	5,834,712,246	33.333%
2009	1,869,449,771	113,015,650	-	334,188	-	1,982,799,609	0.4024	5,948,398,827	33.333%
2010	1,780,007,557	104,034,970	-	362,811	-	1,884,405,338	0.4538	5,653,216,014	33.333%
2011*	1,618,932,233	102,060,880	-	432,197	-	1,721,425,310	0.4928	5,164,275,930	33.333%

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

\*The assessed valuations for the 2011 tax levy year have been estimated.

Data Source

Office of the DuPage County Clerk

**VILLAGE OF HINSDALE, ILLINOIS**

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**

Last Ten Levy Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>DIRECT TAX RATES</b>										
Village of Hinsdale	0.3586	0.3338	0.3111	0.3066	0.2902	0.2773	0.2745	0.2818	0.3177	0.3401
Hinsdale Public Library	0.1367	0.1238	0.1144	0.1130	0.1208	0.1191	0.1143	0.1206	0.1361	0.1527
<b>TOTAL DIRECT TAX RATES</b>	<b>0.4953</b>	<b>0.4576</b>	<b>0.4255</b>	<b>0.4196</b>	<b>0.4110</b>	<b>0.3964</b>	<b>0.3888</b>	<b>0.4024</b>	<b>0.4538</b>	<b>0.4928</b>
<b>OVERLAPPING TAX RATES</b>										
DuPage County - General	0.2154	0.1999	0.1850	0.1797	0.1713	0.1651	0.1557	0.1554	0.1659	0.1773
DuPage County Forest Preserve	0.1534	0.1419	0.1358	0.1271	0.1303	0.1187	0.1206	0.1217	0.1321	0.1414
DuPage Water Commission	-	-	-	-	-	-	-	-	-	-
DuPage Airport Authority	0.0248	0.0230	0.0213	0.0198	0.0183	0.0170	0.0160	0.0148	0.0158	0.0169
Downers Grove Township	0.0810	0.0765	0.0724	0.0694	0.0669	0.0629	0.0633	0.0641	0.0701	0.0766
York Grove Township	0.0379	0.0368	0.0345	0.0352	0.0344	0.0331	0.0318	0.0334	0.0373	0.0410
Hinsdale Sanitary District	-	-	-	-	-	-	-	-	-	-
College of DuPage District 502	0.2179	0.2097	0.1972	0.1874	0.1929	0.1888	0.1858	0.2127	0.2349	0.2495
Hinsdale High School District 86	1.3858	1.3094	1.2310	1.1910	1.1418	1.0943	1.0804	1.0948	1.2011	1.3362
Grade School District 181	2.2920	2.1781	2.3635	2.0148	1.9491	1.8836	1.8306	1.9023	2.1179	2.3877
<b>TOTAL OVERLAPPING TAX RATES</b>	<b>4.9035</b>	<b>4.6329</b>	<b>4.6662</b>	<b>4.2440</b>	<b>4.1160</b>	<b>3.9599</b>	<b>3.8730</b>	<b>4.0016</b>	<b>4.4289</b>	<b>4.9194</b>

(1) Property tax rates are listed per \$100 of assessed valuation.

(2) The property tax rates listed above are for the largest tax districts in the Village and are indicative of the property tax rates in other tax districts of the Village.

Data Source

DuPage County Clerk

**VILLAGE OF HINSDALE, ILLINOIS**

**PRINCIPAL PROPERTY TAXPAYERS**

Current Year and Nine Years Ago

Taxpayer	Type of Business	2011			Taxpayer	Type of Business	2002		
		Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation			Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Spinning Wheel LLC	Real Estate Service	\$ 9,117,340	1	0.53%	AHS Midwest Financial Services	Office Complex	\$ 11,999,670	1	1.11%
Pht Hinsdale Mobs	Real Estate Service	5,832,700	2	0.34%	Individual	Office Complex	8,661,970	2	0.80%
Midwest Bank	Banking Services	4,315,330	3	0.25%	HCR Manor Care	Health Care Facility	2,399,350	3	0.22%
Whole Foods Market	Grocery Store	3,190,183	4	0.18%	Individual	Office Complex	2,038,870	4	0.19%
Individual	Private Property	3,128,440	5	0.18%	Hinsdale Management Company	Grant Square Center	2,015,480	5	0.19%
Manor Care	Healthcare Facility	2,848,830	6	0.17%	Howard Sproat and Company	Apartments	1,973,610	6	0.18%
Grant Square LLC	Grant Square Shopping Center	2,698,490	7	0.17%	Harris Bank of Hinsdale	Commercial Property	1,497,790	7	0.14%
Individual	Real Estate	2,501,310	8	0.16%	Individual	Private Property	1,492,770	8	0.14%
North Star Trust Co	Real Estate Service	1,980,300	9	0.15%	Washington Square, Inc.	Retirement Community	1,487,470	9	0.14%
Individual	Real Estate	1,924,893	10	0.11%	Wild Oats	Retail Complex	1,458,596	10	0.13%
		<u>\$ 37,537,816</u>		<u>2.24%</u>			<u>\$ 35,025,576</u>		<u>3.24%</u>

**NOTE:**

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

Data Source

Office of the County Clerk

# VILLAGE OF HINSDALE, ILLINOIS

## PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy**
2002	\$	3,938,129	\$ 3,667,431	93.13%	\$ 252,162	\$ 3,919,593	99.53%
2003		4,237,709	4,042,991	95.41%	231,901	4,274,892	100.88%
2004		4,424,326	4,146,704	93.73%	237,094	4,383,798	99.08%
2005		4,658,954	4,417,996	94.83%	250,812	4,668,808	100.21%
2006		4,891,870	4,585,217	93.73%	274,333	4,859,550	99.34%
2007		5,109,805	4,947,676	96.83%	273,873	5,221,549	102.19%
2008		5,483,285	5,214,137	95.09%	301,891	5,516,028	100.60%
2009		5,609,324	5,243,231	93.47%	345,388	5,588,619	99.63%
2010		5,827,451	5,663,103	97.18%	308,474	5,971,577	102.47%
2011*		5,826,683	270,155	4.64%		270,155	4.64%

\* Will be collected in 2012 in accordance with Illinois law. Estimated levy based on Tax Levy Ordinance. Actual extension not available at time of printing.

\*\*The counties include a loss factor of 1% when extending taxes and in addition the collections may include past due amounts. This can result in tax collections exceeding the tax levy in certain years.

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

### Data Source

Office of the County Clerk

**VILLAGE OF HINSDALE, ILLINOIS**

**SALES TAX BY CATEGORY**

Last Ten Calendar Years

Calendar Year	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General merchandise	\$ -	\$ -	\$ 878	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food	313,894	300,978	316,446	328,858	336,960	358,221	376,022	377,265	430,060	645,828
Drinking and eating places	164,246	185,399	159,721	213,150	224,135	235,290	221,152	197,767	214,416	223,007
Apparel	119,670	137,239	156,342	158,147	150,626	148,071	128,166	101,075	89,557	90,185
Furniture & H.H. & radio	183,866	100,862	120,623	100,942	96,172	104,151	90,557	84,296	78,970	88,888
Lumber, building hardware	75,088	37,229	41,005	32,919	29,582	27,691	27,545	-	-	34
Automobile and filling stations	467,952	447,219	442,770	586,350	635,990	662,649	627,561	580,207	633,080	678,644
Drugs and miscellaneous retail	371,667	367,129	401,174	408,883	414,136	413,342	379,887	357,318	425,304	480,927
Agriculture and all others	258,187	256,665	203,798	238,364	274,066	289,371	278,454	261,065	263,532	249,351
Manufacturers	10,003	7,564	51,742	155,530	179,995	201,523	207,788	182,949	213,581	59,529
<b>TOTAL</b>	<b>\$ 1,964,573</b>	<b>\$ 1,840,284</b>	<b>\$ 1,894,499</b>	<b>\$ 2,223,143</b>	<b>\$ 2,341,662</b>	<b>\$ 2,440,309</b>	<b>\$ 2,337,132</b>	<b>\$ 2,141,942</b>	<b>\$ 2,348,500</b>	<b>\$ 2,516,393</b>
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%

Data Source

Illinois Department of Revenue



**VILLAGE OF HINSDALE, ILLINOIS**

**DIRECT AND OVERLAPPING SALES TAX RATES**

Last Ten Fiscal Years

Cook County Tax Rate									DuPage County Tax Rate							
Fiscal Year	State Rate	Village Direct Rate	Cook County Rate	Regional Transportation Authority	Cook County Home Rule	DuPage Water Commission	Non Home Rule	Total Rate Cook	Fiscal Year	State Rate	Village Direct Rate	DuPage County Rate	Regional Transportation Authority	DuPage Water Commission	Non Home Rule	Total Rate DuPage
2003	5.00%	1.00%	0.25%	0.75%	0.75%	0.25%	0.00%	8.00%	2003	5.00%	1.00%	0.25%	0.25%	0.25%	0.00%	6.75%
2004	5.00%	1.00%	0.25%	0.75%	0.75%	0.25%	0.00%	8.00%	2004	5.00%	1.00%	0.25%	0.25%	0.25%	0.00%	6.75%
2005	5.00%	1.00%	0.25%	0.75%	0.75%	0.25%	0.00%	8.00%	2005	5.00%	1.00%	0.25%	0.25%	0.25%	0.00%	6.75%
2006	5.00%	1.00%	0.25%	0.75%	0.75%	0.25%	0.00%	8.00%	2006	5.00%	1.00%	0.25%	0.25%	0.25%	0.00%	6.75%
2007	5.00%	1.00%	0.25%	0.75%	0.75%	0.25%	0.00%	8.00%	2007	5.00%	1.00%	0.25%	0.25%	0.25%	0.00%	6.75%
2008	5.00%	1.00%	0.25%	1.00%	0.75%	0.25%	0.00%	8.25%	2008	5.00%	1.00%	0.25%	0.75%	0.25%	0.00%	7.25%
2009	5.00%	1.00%	0.25%	1.00%	1.75%	0.25%	0.00%	9.25%	2009	5.00%	1.00%	0.25%	0.75%	0.25%	0.00%	7.25%
2010	5.00%	1.00%	0.25%	1.00%	1.75%	0.25%	0.00%	9.25%	2010	5.00%	1.00%	0.25%	0.75%	0.25%	0.00%	7.25%
2011	5.00%	1.00%	0.25%	1.00%	1.25%	0.25%	0.00%	8.75%	2011	5.00%	1.00%	0.25%	0.75%	0.25%	0.00%	7.25%
2012	5.00%	1.00%	0.25%	1.00%	1.00%	0.25%	1.00%	9.50%	2012	5.00%	1.00%	0.25%	0.75%	0.25%	1.00%	8.25%

Data Source

Village and County Records

# VILLAGE OF HINSDALE, ILLINOIS

## RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities	Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Alternate Revenue Source	Installment Contracts	Alternate Revenue Source			
		G.O. Bonds		G.O. Bonds			
2003	\$ 3,800,000	\$ -	-	\$ 2,295,000	\$ 6,095,000	0.55%	\$ 339.74
2004	3,620,000	4,000,000	-	2,075,000	9,695,000	0.86%	540.41
2005	3,365,000	3,695,000	-	1,850,000	8,910,000	0.78%	496.66
2006	3,110,000	3,335,000	-	1,615,000	8,060,000	0.69%	449.28
2007	2,840,000	2,965,000	-	1,370,000	7,175,000	0.63%	399.94
2008	2,560,000	2,580,000	-	1,120,000	6,260,000	0.55%	348.94
2009	2,270,000	2,185,000	973,552	860,000	6,288,552	0.55%	350.53
2010	2,755,000	1,775,000	884,132	4,030,000	9,444,132	0.89%	561.62
2011	2,450,000	1,350,000	793,035	3,685,000	8,278,035	0.68%	492.27
2012	2,120,000	2,044,170	700,230	3,330,000	8,194,400	0.61%	487.30

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

\* See the schedule of Demographic and Economic Information on page 127 for personal income and population data.

### Data Source

Audited financial statements

# VILLAGE OF HINSDALE, ILLINOIS

## RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-Type Activities		Total	Less Amounts Available In Debt		Total	Estimated Actual Taxable Value of Property*	Per Capita
	General Obligation Bonds	Alternate Revenue Source G.O. Bonds	Alternate Revenue Source G.O. Bonds	Service Fund						
2003	\$ 3,800,000	\$ -	\$ 2,295,000	\$ 6,095,000	\$ 85,890	\$ 6,009,110	0.19%	\$ 334.96		
2004	3,620,000	4,000,000	2,075,000	9,695,000	509,769	9,185,231	0.25%	512.00		
2005	3,365,000	3,695,000	1,850,000	8,910,000	518,461	8,391,539	0.21%	467.76		
2006	3,110,000	3,335,000	1,615,000	8,060,000	534,693	7,525,307	0.17%	419.47		
2007	2,840,000	2,965,000	1,370,000	7,175,000	591,866	6,583,134	0.13%	366.95		
2008	2,560,000	2,580,000	1,120,000	6,260,000	620,752	5,639,248	0.10%	314.34		
2009	2,270,000	2,185,000	860,000	5,315,000	671,335	4,643,665	0.08%	258.84		
2010	2,755,000	1,775,000	4,030,000	8,560,000	721,931	7,838,069	0.13%	466.11		
2011	2,450,000	1,350,000	3,685,000	7,485,000	719,970	6,765,030	0.12%	402.30		
2012	2,120,000	2,044,170	3,330,000	7,494,170	717,686	6,776,484	0.13%	402.98		

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

\* See the schedule of Assessed Value and Actual Value of Taxable Property on page 116 for property value data.

# VILLAGE OF HINSDALE, ILLINOIS

## DIRECT AND OVERLAPPING BONDED DEBT GENERAL OBLIGATION BONDS

April 30, 2012

Taxing District Tax Code	Net General Obligation Debt Outstanding	Percentage Applicable to Hinsdale	Amount Applicable to Hinsdale
<b>DIRECT</b>			
Village of Hinsdale	\$ 4,164,170	100.00%	\$ 4,164,170
<b>COMPONENT UNIT</b>			
Library	2,815,000	100.00%	2,815,000
<b>OVERLAPPING</b>			
Schools			
School District Number 60	20,235,000	0.22%	44,517
School District Number 101	9,830,000	0.02%	1,966
School District Number 106	4,650,000	0.35%	16,275
Grade School District 181	75,870,000	70.38%	53,397,306
High School District Number 86	22,260,000	31.14%	6,931,764
High School District Number 204	2,410,000	0.06%	1,446
Community College District Number 502	260,980,000	3.99%	10,413,102
Total Schools	<u>396,235,000</u>		<u>70,806,376</u>
Others			
Cook County - General	3,709,260,000	0.12%	4,451,112
Cook County Forest Preserve	9,485,000	0.12%	11,382
DuPage County - General	256,370,000	3.97%	10,177,889
DuPage County Forest Preserve	235,078,071	3.97%	9,332,599
Metropolitan Water Reclamation District	2,300,335,115	0.12%	2,760,402
Total Others	<u>6,510,528,186</u>		<u>26,733,384</u>
Total overlapping	<u>6,906,763,186</u>		<u>97,539,760</u>
<b>TOTAL</b>	<u><u>\$ 6,913,742,356</u></u>		<u><u>\$ 104,518,930</u></u>

### Data Source

1 DuPage County Clerks' Offices

2 Overlapping debt percentages based on DuPage County 2011 EAV,  
the most current available.

**VILLAGE OF HINSDALE, ILLINOIS**

**LEGAL DEBT MARGIN INFORMATION**

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
ASSESSED VALUE OF PROPERTY	\$ 1,080,697,865	\$ 1,245,313,686	\$ 1,363,842,440	\$ 1,509,171,813	\$ 1,637,720,114	\$ 1,822,243,362	\$ 1,944,904,082	\$ 1,982,799,609	\$ 1,884,405,338	\$ 1,721,425,310
Legal debt limit - 8.625% of assessed value	\$ 93,210,191	\$ 107,408,305	\$ 117,631,410	\$ 130,166,069	\$ 141,253,360	\$ 157,168,490	\$ 167,747,977	\$ 171,016,466	\$ 162,529,960	\$ 148,472,933
Total net debt applicable to limit	6,095,000	9,695,000	8,910,000	8,060,000	10,220,000	9,305,000	13,333,552	12,869,132	11,573,035	11,650,230
LEGAL DEBT MARGIN	\$ 87,115,191	\$ 97,713,305	\$ 108,721,410	\$ 122,106,069	\$ 131,033,360	\$ 147,863,490	\$ 154,414,425	\$ 158,147,334	\$ 150,956,925	\$ 136,822,703
Total net debt applicable to the limit as a percentage of debt limit	6.54%	9.03%	7.57%	6.19%	7.24%	5.92%	7.95%	7.53%	7.12%	7.85%

Note: State finance statues limit the Village's outstanding general debt to no more than 8.625% of the assessed value of property. The legal debt margin is the Village's available borrowing authority under state finance statues and is calculated by submitting the total debt applicable to the legal debt limit from the legal debt limit.

Data Source

Audited financial statements

# VILLAGE OF HINSDALE, ILLINOIS

## PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

General Obligation Alternative Revenue Source Bond Series 2001 and General Obligation Alternative Revenue Source Bond Series 2008						
Fiscal Year	Water Charges and Other	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2003	\$ 4,402,460	\$ 3,791,833	\$ 610,627	\$ 205,000	\$ 29,460	2.60
2004	4,268,588	3,767,255	501,333	220,000	26,676	2.03
2005	4,389,966	3,851,980	537,986	225,000	23,807	2.16
2006	4,688,831	3,921,815	767,016	235,000	20,526	3.00
2007	4,440,074	3,568,551	871,523	245,000	20,526	3.28
2008	5,482,276	3,987,946	1,494,330	250,000	14,350	5.65
2009	4,222,810	3,662,940	559,870	260,000	163,100	1.32
2010	4,504,129	3,993,609	510,520	330,000	163,100	1.04
2011	6,221,792	4,553,985	1,667,807	345,000	151,893	3.36
2012	6,446,674	4,798,370	1,648,304	355,000	135,261	3.36

Note: Details of the Village's outstanding debt can be found in the notes to financial statements. Operating expenses does not include depreciation expense.

# VILLAGE OF HINSDALE, ILLINOIS

## DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

---

Fiscal	(1) Population	(2) Equalized Assessed Value	Personal Income	(1) Per Capita Personal Income	(3) Unemployment Rate
2003	17,940	\$ 1,080,697,865	\$ 1,117,626,120	\$ 62,298	3.2%
2004	17,940	1,245,313,686	1,127,690,460	62,859	2.8%
2005	17,940	1,363,842,440	1,138,974,720	63,488	3.0%
2006	17,940	1,509,171,813	1,172,002,260	65,329	2.5%
2007	17,940	1,637,720,114	1,139,835,840	63,536	5.4%
2008	17,940	1,822,243,362	1,139,835,840	63,536	3.6%
2009	17,940	1,944,904,082	1,137,306,300	63,395	7.4%
2010	16,816	1,982,799,609	1,063,965,136	63,271	8.7%
2011	16,816	1,884,405,338	1,216,788,944	72,359	8.0%
2012	16,816	1,721,425,310	1,343,749,744	79,909	7.1%

### Data Source

(1) U.S. Census Bureau

(2) Office of the County Clerk

(3) Department of Labor Statistics

# VILLAGE OF HINSDALE, ILLINOIS

## PRINCIPAL EMPLOYERS

Current Year and Eight Years Ago

2003 (1)				2012 (2)			
Employer	Rank	Employees	% of Total Village Population	Employer	Rank	Employees	% of Total Village Population
Hinsdale Hospital	1	2,225	13.23%	Adventist Hinsdale Hospital	1	1,555	9.25%
Amlings Flowerland	2	500	2.97%	Lathers Union Local 74-L	2	400	2.38%
Transport Service Co	3	500	2.97%	ERA Jensen & Feinstein Realtors, LLC	3	60	0.36%
Lathers Union Local 74-L	4	400	2.38%	Hinsdale Surgical Center, LLC	4	53	0.32%
Charter One	5	150	0.89%	Adventist Lab Partners Reference Lab	5	50	0.30%
The Pilcher Hamilton Corp	6	150	0.89%	Alfred Koplin Co, Inc	6	50	0.30%
Professional Benefit Administrators	7	145	0.86%	United States Compliance Corp	7	50	0.30%
Sungard Investment Management Systems	8	130	0.77%	Mavon & Co., G.A.	8	40	0.24%
Storm Products- Microwave	9	125	0.74%	Normandy Construction Co., Inc.	9	40	0.24%
				Hinsdale Bank & Trust Co.	10	30	0.18%

Note: Information for 2011 is unavailable at the time publishing the audit. The latest available information has been published.

### Data Source

(1) 2003 Illinois Manufacturers Directory, 2003 Illinois Services Directory and a selective telephone survey

(2) 2012 Illinois Manufacturers Directory, 2012 Illinois Services Directory and a selective telephone survey



**VILLAGE OF HINSDALE, ILLINOIS**

**BUDGETED FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION**

Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police Department	41.3	41.3	41.3	41.3	41.8	41.8	41.8	40.3	34.9	33.6
Fire Department	23.0	28.0	29.3	29.3	29.0	29.0	29.0	26.0	24.0	24.3
Public Services	24.0	24.0	24.0	24.0	23.0	23.5	23.9	25.8	24.6	24.6
Parks and Recreation	18.0	17.1	17.6	18.5	18.5	17.4	17.4	16.4	14.3	13.8
General Government	9.5	9.5	9.5	10.0	11.5	11.9	10.9	10.5	11.5	12.4
Community Development	8.0	8.0	8.0	9.0	10.5	11.7	12.7	10.0	8.0	8.0
TOTALS	123.8	127.9	129.7	132.1	134.3	135.3	135.7	129.0	117.3	116.7

Data Source

Village budget office

**VILLAGE OF HINSDALE, ILLINOIS**

**OPERATING INDICATORS BY FUNCTION**

Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008*	2009	2010	2011	2012
<b>Finance Department</b>										
Vehicle stickers issued	9,378	9,301	9,454	8,361	10,154	10,727	10,246	10,511	10,060	10,570
Utility bills****	35,352	35,352	35,352	35,352	35,352	34,335	34,371	34,464	34,542	35,041
<b>Community Development</b>										
<b>Building Division</b>										
Permits issued	1,452	1,666	1,621	1,608	1,842	1,750	1,348	1,301	1,335	1,305
Plan reviews	2,904	3,332	3,242	3,216	3,684	3,500	2,700	2,600	2,670	2,610
Building code inspections	1,962	2,553	2,897	4,195	7,923	7,300	6,900	4,200	4,652	5,074
<b>Public Safety</b>										
<b>Police</b>										
Number of crimes	643	608	809	1,018	960	777	650	341	565	462
Number of service calls	11,424	11,251	10,243	11,443	11,206	10,714	9,831	7,359	9,358	10,950
Number of arrests	204	141	204	291	286	418	520	244	218	464
Moving violations	3,538	2,777	3,069	3,330	4,057	3,571	3,828	1,913	3,978	5,264
Parking citations	8,089	2,771	4,314	4,822	4,204	5,460	5,219	3,330	4,722	3,464
<b>Fire</b>										
Fire calls	1,801	1,616	1,891	1,837	1,850	1,778	1,634	1,375	1,638	1,676
EMS calls	991	911	920	994	950	1,026	967	1,033	1,140	1,041
Fire prevention inspections	994	812	895	952	950	768	991	1,080	1,057	976
Training hours	8,484	9,731	12,897	9,975	10,000	7,281	5,083	7,134	4,029	6,415
<b>Public Works</b>										
<b>Streets</b>										
Street reconstruction (miles)**	0.00	0.33	0.48	0.00	0.21	0.20	0.70	0.20	0.53	0.41
Street resurfacing (miles)**	1.75	1.67	1.73	0.00	0.49	0.53	1.00	1.00	2.13	2.19
Leaves removed (cubic yards)	15,000	15,000	15,000	15,000	15,000	3,828*****	500	2,000	2,100	486
<b>Water</b>										
Water mains installed (lineal feet)***	1,375	1,699***	1,980	420	1,334	1,200	1,500	1,600	2,736	3,200
Water billed (1,000 gallons)	8,004	7,660	8,021	8,603	8,209	8,228	7,571	7,594	7,022	7,045
Sanitary sewers cleaned (ft)	75,000	75,000	75,000	75,000	75,000	103,870	85,000	76,000	79,000	83,692
<b>Refuse (single/multi-family)</b>										
Solid waste collected (1,000 gallons)	1,201	1,149	1,203	1,290	1,231	1,234	1,230	1,191	1,201	1,121

**NOTES:**

\*2008 are estimated amounts Final figures are not available at time of printing report.

\*\*\*2004 Water mains installed are estimated amounts Final figures are not available at time of printing report.

\*\*\*\* Utility Bills produced are based off estimates. Final figures are not available at time of printing.

\*\*\*\*\*The Village implemented a new Leaf Program. Leaf removal was distributed to hired landscapers, Fullers and Allied Waste.

Data Source

Various village departments

# VILLAGE OF HINSDALE, ILLINOIS

## CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>CULTURE AND RECREATION</b>										
Community Centers	2	2	2	2	2	2	2	2	2	2
Parks	18	18	18	18	18	18	18	18	18	18
Park Acreage	132	132	132	132	132	132	122	122	122	122
<b>PUBLIC SAFETY</b>										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrols vehicles	8	8	8	8	9	9	9	9	9	9
Fire										
Fire stations	1	1	1	1	1	1	1	1	1	1
Fire engines/vehicles	10	10	10	10	10	10	9	9	10	10
<b>PUBLIC WORKS</b>										
Aterial streets (miles)	8	8	8	8	8	8	8	8	8	8
Residential streets (miles)	66	66	66	66	66	66	66	66	66	66
Streetlights	865	865	865	865	865	865	865	865	865	865
<b>WATER</b>										
Water mains (miles)	81	81	81	81	81	81	81	81	81	81
Fire hydrants	869	869	869	869	869	869	869	869	869	869
Storage capacity (gallons)	4,420,000	4,420,000	4,420,000	4,420,000	4,420,000	4,420,000	4,420,000	4,420,000	4,420,000	4,420,000
<b>WASTEWATER</b>										
Sanitary sewers (miles)	41	41	41	41	41	41	41	41	41	41
Storm sewers (miles)	28	28	28	28	28	28	28	28	28	28

### Data Source

Various village departments