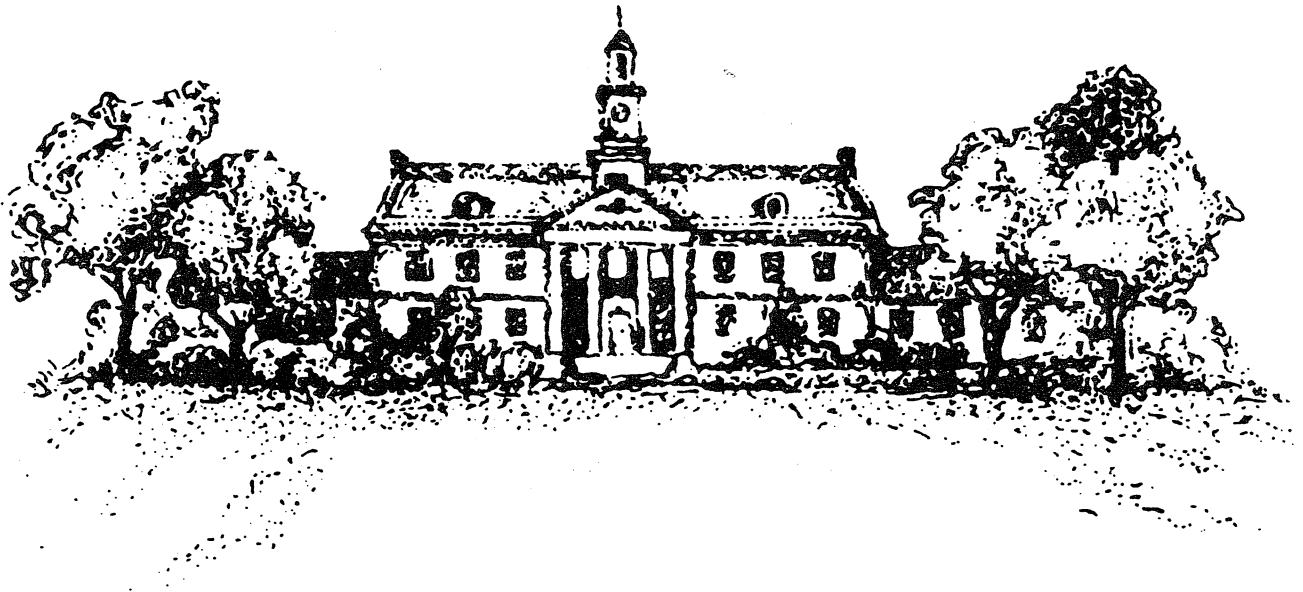


# *Village of Hinsdale, Illinois*



*Comprehensive Annual Financial Report  
For The Fiscal Year Ended  
April 30, 2007*

VILLAGE OF HINSDALE  
HINSDALE, ILLINOIS

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Year Ended  
April 30, 2007

Prepared by Finance Department

Douglas E. Cooper  
Assistant Village Manager | Director of Administration

VILLAGE OF HINSDALE, ILLINOIS  
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VILLAGE OF HINSDALE, ILLINOIS

Principal Officials  
April 30, 2007

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Principal Officials

VILLAGE PRESIDENT  
Michael D. Woerner

BOARD OF TRUSTEES

Thomas K. Cauley, Jr.  
Jean A. Follett, Ph.D.  
Vic Orler

Bob Schultz  
Michael K. Smith  
Cindy Williams

VILLAGE CLERK  
Barbara J. Grigola

VILLAGE TREASURER  
Gerry K. Fink

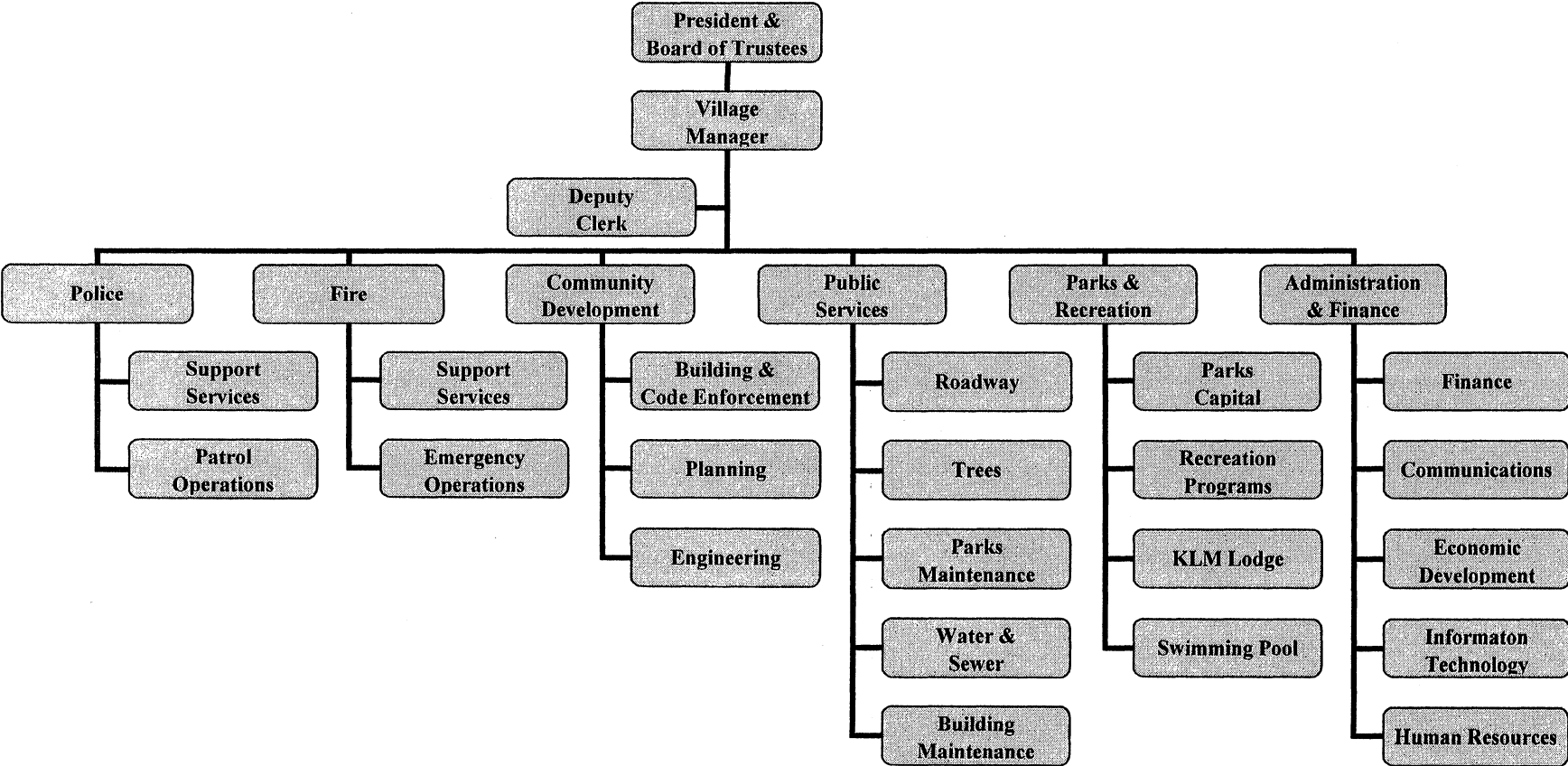
VILLAGE STAFF

David C. Cook  
Douglas E. Cooper

Patrick J. Kenny  
Bradley J. Bloom  
Carrie Haupert  
Tim Bleuher  
George Franco

Village Manager  
Assistant Village Manager/  
Director of Administration  
Fire Chief  
Police Chief  
Director of Park and Recreation Services  
Director of Community Development  
Director of Public Services

# Village of Hinsdale Department 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, 2006

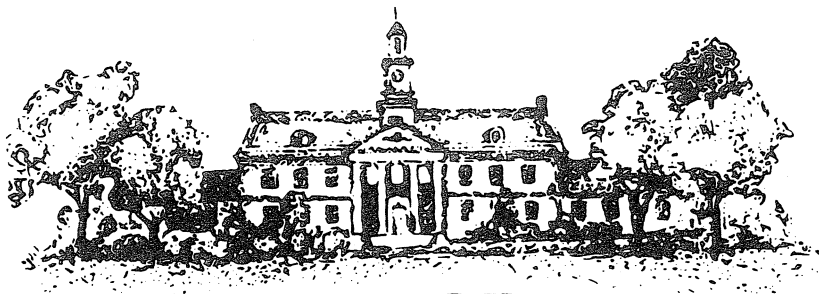
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director





# VILLAGE OF HINSDALE

FOUNDED IN 1873

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

VILLAGE PRESIDENT

Michael D. Woerner

TRUSTEES

Thomas K. Cauley, Jr.

Jean A. Follett

Vic Orier

Bob Schultz

Michael K. Smith

Cindy Williams

POUCE DEPARTMENT 789-7070  
ARE DEPARTMENT 789-7060  
121 SYMONDS DRIVE

October 17, 2007

To the President and Board of Trustees:

The Comprehensive Annual Financial Report of the Village of Hinsdale, Illinois (Village) for the year ended April 30, 2007 is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the Village issue annually a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP) in the United States of America and audited in accordance with generally accepted auditing standards by an independent firm of certified public accountants.

This report consists of management's representations concerning the finances of the Village of Hinsdale. Consequently; management assumes full responsibility for the completeness and reliability of all of the information presented in this report. 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 sufficient reliable information for the preparation of the Village's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their 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 SikichLLP, 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, 2007, 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. The independent auditor concluded, based upon audit, that there was a reasonable basis for rendering an unqualified opinion that the Village's financial statements for the fiscal year ended April 30, 2007, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.



GAAP require 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 auditors.

## 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 is located approximately 20 miles west of downtown Chicago and encompasses 4.86 square miles and a population of 17,940. Approximately 90.5% of the Village's 2006 Equalized Assessed Valuation is located in DuPage County and the remainder is located 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. As of April 30, 2007, the Village was staffed by 115 full-time positions plus part-time and seasonal positions, as needed.

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.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to 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. The Village Manager then normally presents this proposed budget to the Village Board at its first meeting in February. The Village Board reviews the proposed budget over a two-month period, which is adopted prior to the start of the new fiscal year (May 1<sup>st</sup>). The budget is prepared by fund and department (e.g. police). The Village Board may make transfers of appropriations within a department or between departments. 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 59 in the Combining and Individual Fund Financial Statements and Schedules section. For the Capital Projects Fund, this comparison is presented in the same section of this report, on page 70. For governmental funds, other than the general corporate fund and capital projects fund, with appropriated annual budgets, this comparison is presented in the same section of this report, starting on page 72.

## Major Initiatives

In 2005, the Village of Hinsdale began an intensive strategic plan called "Hinsdale 2025" (2025). A Village-wide survey completed in 2006 prompted the development of eight areas of concern. Eight groups were established to focus on each of these areas. From these eight groups, 76 action items were developed. Because of this entire process, the Village feels that there is now a "blueprint" for the future direction of the Village of Hinsdale.

One of the items that resulted from the 2025 process was the development of an overall infrastructure maintenance plan to address the Village's infrastructure. The Village Board of

Trustees established a "Finance Commission" to review 17 of the action items related to Village infrastructure. The Commission is nearing the end of this project and will place before the Board of Trustees a plan which will address the financing for a 17 year, \$60 million dollar Village Infrastructure Maintenance Plan (IMP). Once this plan is approved by the Board, the Village will develop its shorter term five year plan, incorporating the details of the IMP.

In order to finance the Infrastructure Master Plan, the Village Board, upon the recommendation from the Finance Commission, is proposing a referendum for the February 2008 Ballot to implement a 1% Non-home Rule Sales Tax. This is expected to finance one-half of the plan. The remaining financing is expected to be generated through a Utility Tax Rate increase as well as from available revenues freed up upon the extinguishment of pledged revenue debt in 2013 and 2014.

The five-year plan serves as a key management tool in setting goals and objectives for the current year and future years. The continuing objectives of the long-range planning process are as follows:

- \* Provide for an Active Capital Program
- \* Achieve and Maintain a Strong Financial Condition
- \* Maintain a Stable Property Tax Levy

Items to be included within the five-year financial plan include the Accelerated Street Improvement Project, Parks Master Plan Projects, water main and sewer replacements and continued technological upgrades to further enhance services.

Other major initiatives include the following:

- The development and implementation of economic business strategies to enhance the Village's various business districts and promote additional growth-this would include the Ogden Ave. Corridor study-a comprehensive long-term plan for one of the Village's main shopping corridors.
- Potential Acquisition of a utility system to enhance reliability-in November 2006, the voters of Hinsdale authorized through approval of a referendum, the Village to own and operate a public utility. The possibility of the Village acquiring the electrical utility system was embarked upon as a response to poor performance and reliability from the current electrical supplier. There are still several measures which need to occur prior to fruition, but the Village is prepared to accept this challenge.
- Village initiatives to address the business environment-currently the Village is proactively promoting the retail environment in Hinsdale through promotional and public relation campaigns, including a video/print campaign, new shopping directories and signage, as well as increased communication with the Village's retailers, which will help communicate the benefits of the Hinsdale retailers as well as the Village itself.
- Review of the Village's current zoning code-the Village's zoning code was previously last reviewed in totality in 1989. The Village Board feels that a review at this time will address some deficiencies that have arisen over the last 20 years.
- The redevelopment of the Office Park of Hinsdale is currently being initiated. With the approval of the Board of Trustees for the planned development, the addition of a mixed-use development at the corner of Ogden Avenue and the Tri-State Toll way (1-294) will help generate additional revenues for the Village.

## Factors Affecting Financial Condition

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

Local Economy - The Village's economy remains strong and its diversified revenue base shields it from sharp downward trends. Major revenue sources for the Village include property taxes, sales taxes, state income taxes and utility taxes. the Village has a high labor force level comprised mainly of professional positions, which helps to maintain. the relative stability of the unemployment rate in relation to the state and national unemployment rate. Hinsdale's largest employer is the Hinsdale Hospital.

Building construction continues to remain strong throughout the Village. As the Village is almost completely developed, most building construction relates to rebuilding, additions or alterations to existing residences and commercial property. Effective May 1, 2007, the Village reviewed its entire fee structure for building permits and approved average fee increases of 20% for types of permits.

Long-tenn Financial Planning - The Village's five-year financial plan also contains projections for revenues and expenses. The Village currently has a reserve level within its General Fund as of April 30, 2007 of 18%. This is attributable to several unanticipated expenditures which occurred during the fiscal year. This level is below the stated Board Policy of 25% and :the Village has taken important steps to address this issue through various revenue enhancements as well as a intensive review of its capital outlay costs. The initial 5-year plan indicates that the 25% reserve level will be met again within the next year based on expected revenue streams.

Cash Management Policies and Practices - Cash· temporarily idle· during the year was invested in U.S. Treasury securities, U.S. Agency securities, the Illinois Metropolitan Investment Fund (!MET) and the Illinois State Treasurer's pool (Illinois Funds). The maturities of the investments range from being immediately accessible (Illinois Funds) to 40 years (U.S. Treasury and Agency securities). The Police and Firefighters Pension funds also invest in mutual funds and common stocks.

Risk Management - The Village continues to participate in two public 'entity risk pools to protect against casualty and health risk losses. The Intergovernmental Personnel Benefit Cooperative (IPBC) insures health, accident and life claims and the Intergovernmental Risk Management Agency (IRMA) insures first party property losses, third party liability claims, worker's compensation claims and Public Official Liability claims. In addition, various control techniques, including employee accident prevention training, have been implemented during the year to minimize accident-related losses.

Pension and Other Post Employment Benefits - The Village sponsors single-employer defined benefit pension plans for its sworn police officers and firefighters. Each year, an independent actuary engaged by the Village and the pension plan calculates the amount of the annual contribution that the Village must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the Village fully funds each year's annual required contribution to the pension plan as determined by the

actuary. As a result of the Village's funding policy, the Village has succeeded as of April 30, 2006, in funding 81.8% for the Police Pension Fund and 71.6% for the Firefighters Pension Fund (Note: April 30, 2007 data not currently available). The remaining unfunded amount is being systematically funded over 27 years as part of the annual required contribution calculated by the actuary.

The Village also provides pension benefits for its non-public safety employees. These benefits are provided through a statewide plan managed by the Illinois Municipal Retirement Plan (IMRF). The Village has no obligation in connection with employee benefits offered through this plan beyond its contractual payments to IMRF.

Additional information on the Village's pension funds can be found in Note #12 in the financial statements.

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, 2006. This was the thirteenth 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



Douglas E. Cooper  
Asst. Village Manager/Director of Administration

**INDEPENDENT AUDITOR'S REPORT**



998 Corporate Boulevard • Aurora, IL 60502

*Members of American Institute of  
Certified Public Accountants &  
Illinois CPA Society*

## 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, 2007, 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, 2007, 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.

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, 2007, 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, 2007, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hinsdale, Illinois' financial statements. The component unit fund financial statements and the individual fund schedules and supplemental data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. The component unit fund financial statements and the individual fund schedules and supplemental data have been subjected to the auditing procedures applied in the audit of the basic, combining, and individual fund financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements and each of the combining and individual financial statements taken as a whole.

The introductory and statistical sections listed in the table of contents were not audited by us, and accordingly, we do not express an opinion thereon.

A handwritten signature in cursive script that reads "Schiel LLP".

Aurora, Illinois  
August 3, 2007



GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

VILLAGE OF HINSDALE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2007

---

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 2007, total Village wide net assets increased by \$675,115 from \$82,292,689 to \$82,967,804. Governmental Activities increased by of \$302,591, from \$67,192,839 to \$67,495,430, while the Business-type activities increased by \$372,524, from \$15,099,850 to \$15,472,374.
- In the Governmental Funds, the General Fund ending fund balance of \$3,046,284 represents 18% of total fiscal year 2007 expenditures. This does not meet the level of Fund Balance policy set by the Village Board, which is currently at 25% of total annual expenditures. The Board has continued to take several steps to address this situation including the increasing of building pennit fees and other user fees, as well as certain Village taxes. It is important to note that during the development of the Village's Five Year Plan, the reserve level will continue to be a major focus on capital policy as well as revenue estimations.
- The Village has established a Finance Commission that will be instrumental in developing and reviewing future Budget and Long-term Plan documents. One of the stated goals of the Commission is for the Village to maintain a 25% reserve policy within its General Fund.

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

In the past, the primary focus of local government financial statements has been summarized fund type information on a current financial resource basis. Beginning in fiscal year 2003, this approach has been modified and the Village's financial statements now present two kinds of statements, each with a different snapshot of the Village's finances. The financial statement's focus is on both the Village as a whole (government-wide) and on the 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 Villages 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

(See independent auditor's report)  
MD&AI

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

---

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.

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 government'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.

The Governmental Activities reflect the Village's basic services, including administration and finance, police, fire, community development, public services, public works, and parks and recreation. Property taxes, shared state 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 typically covers all or most of the cost of operations including depreciation.

#### Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than the previous model fund types.

The Governmental Funds (see pages 6-9) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Police and Firefighter's Pensions, see pages 14-15). While these Funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Business-type Fund Financial Statements (see pages 10-13) is the same as the Business-type column on the Government-Wide Financial Statements, the Governmental Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 7 and 9). The flow of current financial resources will reflect bond proceeds and inter-fund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-Wide statements).

#### Infrastructure Assets

Historically, a government's largest group of assets (infrastructure -roads, bridges, etc.) have neither been reported nor depreciated in governmental financial statements. This new statement requires that

(See independent auditor's report)

MD&A2

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

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. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. 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 \$82,967,804 from \$82,292,689 (an increase of \$675,115) primarily due to a net increase in the Business-type Activities. 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. Table 2 will focus on the changes in net assets of the governmental and business-type activities.

Table 1  
Statement of Net Assets  
As of April 30, 2007

	Governmental Activities 2007	Governmental Activities 2006	Business-type Activities 2007	Business-type Activities 2006	Total Primary Government 2007	Total Primary Government 2006
Current and other assets	14,168,485	10,592,216	3,524,978	3,245,542	17,693,463	13,837,758
Capital Assets	70,501,892	69,861,693	13,732,183	14,003,605	84,234,075	83,865,298
Total Assets	84,670,377	80,453,909	17,257,161	17,249,147	101,927,538	97,703,056
Long term liabilities	9,278,860	6,697,562	1,191,778	1,370,000	10,470,638	8,067,592
Other liabilities	7,896,087	6,563,508	593,009	779,297	8,489,096	7,342,805
Total Liabilities	17,174,947	13,261,070	1,784,787	2,149,297	18,959,734	15,410,367
Net Assets:						
Invested in capital assets, net of related debt	63,836,203	63,472,477	12,362,183	12,388,605	76,198,386	75,861,082
Restricted	2,042,918	1,593,491	0	0	2,042,918	1,593,491
Unrestricted	1,616,309	2,126,871	3,110,191	2,711,245	4,726,500	4,838,116
Total Net Assets	67,495,430	67,192,839	15,472,374	15,099,850	82,967,804	82,292,689

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

### Normal Impacts

There are six basic (nonnal) 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 Ass.ets 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 (b) 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 largest impact on the net assets of the Village of Hinsdale is the changes which occurred with regards to capital expenditures and long-term debt obligations. During 2006, the Village issued \$3,045,000 in G.O. bonds for the Library Renovation Project. The Village has expended about 30% of the bond proceeds from the 2006 G.O. bonds. The Village has approximately \$2,185,000 of the proceeds remaining. Continuing debt service payments resulted in a decrease in net debt payable of \$640,000.

The net assets of the Business-type activities showed an increase of \$372,524 demonstrating the consistent performance of the utility operations of the Village. The major impact on the net assets of the Business Type activities is due mainly to the net change in the overall level of net capital assets and the reduction of the outstanding debt. There were no debt issuances for the business-type funds during the current year.

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

Change in Net Assets

The following chart shows the revenue and expenses of the Village's activities:

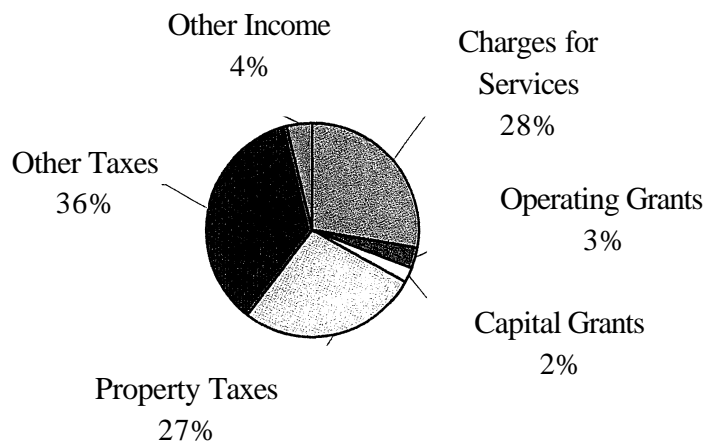
Table 2  
Changes in Net Assets  
For the Fiscal Year Ended April 30, 2007

	Governmental Activities 2007	Governmental Activities 2006	Business- type Activities 2007	Business type Activities 2006	Total Primary Government 2007	Total Primary Government 2006
<b>REVENUES</b>						
Program revenues						
Charges for services	5,056,772	4,139,303	4,381,683	4,631,254	9,438,455	8,770,557
Operating grants	583,425	537,636			583,425	537,636
Capital grants	385,139	1,173,284			385,139	1,173,284
General revenues						
Property taxes	5,016,290	4,667,262			5,016,290	4,667,262
Other taxes	6,495,787	6,327,071			6,495,787	6,327,071
Other revenues	727,749	578,475	58,391	57,577	786,140	636,052
Total Revenues	18,265,162	17,423,031	4,440,074	4,688,831	22,705,236	22,111,862
<b>EXPENSES</b>						
Governmental activities						
General government	2,385,878	2,388,907			2,385,878	2,388,907
Public safety	8,483,017	7,773,211			8,483,017	7,773,211
Public services	4,419,818	4,779,565			4,419,818	4,779,565
Parks and recreation	2,364,398	2,140,131			2,364,398	2,140,131
Interest	309,460	232,049			309,460	232,049
Business-type						
Waterworks & sewerage			4,067,550	4,408,504	4,067,550	4,408,504
Total Expenses	17,962,571	17,313,863	4,067,550	4,408,504	22,030,121	21,722,367
Change in Net Assets	302,591	109,168	372,524	280,327	675,115	389,495
NET ASSETS BEGINNING	67,192,839	67,083,671	15,099,850	14,819,523	82,292,689	81,903,194
NET ASSETS - ENDING	67,495,430	67,192,839	15,472,374	15,099,850	82,967,804	82,292,689

(See independent auditor's report)  
MD&A5

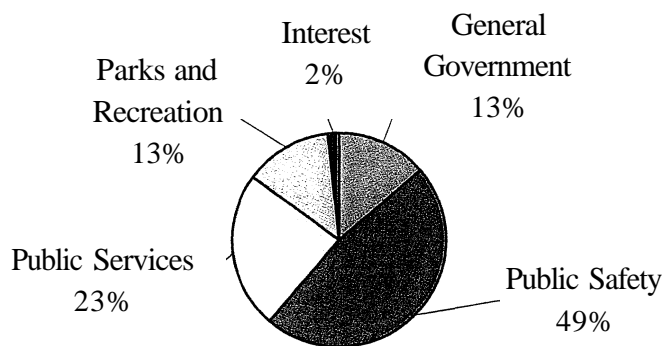
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2007 Governmental Activities Revenue



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2007 Governmental Activities Expenses



### 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 (property taxes, 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 Village's investment portfolio is managed using a longer average maturity than most governments and the market condition may cause investment income to fluctuate more than alternative shorter-term options.

#### 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.

Increase in Authorized Personnel--changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent 65% of the Village's operating cost.

Salary Increases (annual adjustments and merit)-the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range in the market place.

Inflation-while overall inflation appears to be 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

### Current Year Impacts

#### *-Governmental Activities*

#### Revenues:

Total revenues from governmental activities for the year ended April 30, 2007 amounted to \$18,265,162.

(See independent auditor's report)  
MD&A7



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

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Property Tax receipts of \$5,016,290 accounted for 27% of the total. While property taxes remain a major single source of Village revenues, other taxes, including state shared taxes (sales, income, and personal property replacement taxes) amount to \$4,380,538 or 24% of total revenues.

Utility taxes collected amounted to \$2,115,249, or 12% of total revenues. The Village collects Electrical, Gas and Telecommunications Utility Taxes. Currently the Village's Utility Tax Rate for electrical and gas is 3.50% and 4.50% for telecommunications. The Village is allowed under state law to impose a tax rate of up to 5% on electrical and gas and 6% for telecommunications.

Charges for services revenues of \$5,056,772 account for 28% of total revenues. Charges for Services revenues include building pennit revenues, parking permit revenues and park and recreation program fees, among others. Building permit revenue for fiscal year 2007 was \$1,318,233 compared to the prior year amount of \$1,357,622 a decrease of \$39,389 from the previous year due mainly to a declining amount of building permits issued. The recent downward trend in new home construction and alterations is the cause for decrease in permit fees. Effective May 1, 2007, the Village Board authorized an increase in Building Permit Fees of 20% across the Board. This will help bring the Village's fee structure in line with neighboring communities. However, due to the timing of approval of projects affected by these increases, the Village will see additional revenues beginning in the months of August or September 2007. Additional 2007 service fee collections related to Parking Permits and Recreation Program Fees of \$1,694,922 increased over last year by \$153,234, due mainly to an increase in fees charged.

Expenses:

For the fiscal year ended April 30, 2007, expenses for governmental activities totaled \$17,962,571. Total expenses increased by \$648,708 over the previous year due mainly to increased professional service costs for the general governmental department as well as personnel service costs for the police and fire departments.

With historically low unemployment levels and high demand for skilled employees in both the public and private sectors in this region, it is important that the Village provide competitive compensation levels for our employees. The fiscal year 2007 expenses included funding for the Village's performance based employee compensation package plus funding a 3.50% general salary adjustment.

*Business-type Activities*

Revenues:

Charges for services remain stable from the previous year. Total charges for services decreased by \$249,571, or 5.3% over the previous year due to a decrease in usage due mainly to wetter summer weather. Rates have been at the current level since 1990 and no adjustment is anticipated at this time.

Expenses:

Operating decreased by \$340,954. This decrease is due mainly to a decrease in the cost of staffing and the decrease in the amount of water required to be purchased.

(See independent auditor's report)  
MD&A8

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

At April 30, 2007, the governmental funds (as presented on the balance sheet on page 6) reported a combined fund balance of \$7,273,515. Of this amount, the General Fund (a major fund) maintains a balance of \$3,046,284, or a decrease of \$207,425 over the previous years fund balance. The ending General Fund Unreserved Fund Balance at April 30, 2007 amounted to \$ 2,996,324, or 18% of total operating expenditures of the General Fund. The Capital Projects Fund maintains a balance of \$2,184,312, or an increase of \$2,128,528 over previous years fund balance. The Capital Projects Fund balance increase is due mainly to the issuance of the 2006 G.O. Bonds. The Nonmajor Governmental Funds maintain a balance of \$2,042,919 or an increase of \$449,428 over the previous years fund balance.

General Fund Budgetary Highlights

General Fund	Original Budget	FY2007 Amended Budget	Actual
Revenues and Transfers			
Taxes	6,914,902	6,914,902	6,718,915
Intergovernmental	4,501,181	4,501,181	4,828,566
Service Charges	1,605,223	1,605,223	1,694,922
Licenses, Permits and Fines	2,356,758	2,356,758	2,291,103
Other	1,304,005	1,304,005	1,644,958
Total	16,682,069	16,682,069	17,178,464
Expenditures	16,652,357	16,652,357	16,921,647
Change in Fund Balance	29,712	29,712	256,817

Total Actual Revenues were \$496,395 above the budgeted amount. Intergovernmental revenues--including State Sales Taxes, Replacement Taxes and Income Taxes--exceeded the current year's budget by \$327,385, but showed a decrease over the previous year's actual by \$431,010. This decrease is due to less funding through intergovernmental grants. In 2006, the Village received a \$1,090,000 grant for the acquisition and construction of a commuter parking lot. In 2007, the Village continued to take advantage of several capital grants for the purchase of equipment in both the police and fire departments.

Additionally, actual interest income in the General Fund was above budget by \$95,654 due to unexpected higher rate of return on investment holdings. Fines in the General Fund went over budget by approximately \$165,723 during the year due mainly to an increase in parking code enforcement personnel.

Overall, the Village's actual expenditures within the General Fund exceeded budgeted expenditures by \$269,290.

(See independent auditor's report)  
 MD&A9

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

Capital Assets

At the end of Fiscal Year 2007, the Village had a combined total of Capital Assets of \$84,234,075 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. 34-36)

Table 3  
 Capital Assets at Year End  
 Net of Depreciation

	Governmental Activities		Business-type Activities		Total		Total % Chan2e
	2007	2006	2007	2006	2007	2006	
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	-
Other Capital Assets							
Infrastructure	8,156,253	8,513,628	-	-	8,156,253	8,513,628	(4.20%)
Land Improvements	3,042,993	2,814,109	-	-	3,042,993	2,814,109	8.13%
Water System	-	-	13,305,626	13,491,577	13,305,626	13,491,577	(1.38%)
Building and Pool	3,828,356	2,938,062	73,483	129,499	3,901,839	3,067,561	27.20%
Parking Lots.	199,240	218,789	-	-	199,240	218,789	(8.94%)
Vehicles	465,901	553,451	117,076	129,182	582,977	682,633	(14.60%)
Machinery & Equipment	1,948,805	2,001,708	20,546	37,895	1,969,351	2,039,603	(3.44%)
Parking Lot Equipment	76,968	38,571	-	-	76,968	38,571	99.55%
Total	70,501,892	69,861,693	13,732,183	14,003,605	84,234,075	83,865,299	0.440/0

Debt Outstanding

Currently 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 reflected in the ratings assignment. As of April 30, 2007, the Village has \$8,850,000 of outstanding debt in General Obligation Bonds, and another \$1,370,000 in Alternative Revenue Source Bonds payable with Water Revenues.

The Village currently has a legal debt limit of \$132,403,360 of which \$8,850,000 has been applied as of April 30, 2007. Current outstanding issues consist of \$1,050,000 1999 G.O. Refunding Bonds (related to the refinancing of the 1992 Bonds), and \$1,790,000 G.O. Limited Tax Bonds-2002-Road Improvement Project Bonds, and \$2,965,000 G.O. Alternate Revenue Source Bonds-Road, Parking and Parks Projects Bonds, and \$3,045,000 G.O. Alternate Revenue Source Bonds-Library Renovation Bonds. The Village also has \$1,370,000 of G.O. Alternate Source Revenue Bonds supported by the Waterworks and Sewerage Fund revenues. Further information on the Village's Debt Outstanding can be located in the Notes to the Financial Statements (pages # 38-40).

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

### Economic Factors

The Village is dependent on several sources of intergovernmental, or shared state revenue sources, to finance general operations. The current economic conditions continue to improve, and state shared revenues as well as sales taxes have increased slightly over the previous year. The Village continues to monitor these sources of revenues and adjusts its spending accordingly where necessary. In August 2003, the Village completed a special census that indicated an increase in its population level from the 2000 census of 17,349 to 17,940. This represents a 3.4% increase and has had an impact on state per-capita distributions.

Currently the Village is experiencing a slight decline in development of its residential housing stock in remodeling and additions, as well as teardowns due mainly to the excess housing inventory on the market. This phenomenon is a nationwide event which the Village hopes will begin to turn upward soon. However, the overall value of real property remains strong, as does the overall wealth of the Village in terms of per capita income and unemployment. Currently, the Village is experiencing an unemployment rate of 5.20% compared to statewide figure of 5.1% and Du Page County rate of 5.0%. According to the 2000 census, the Village had a median family income of \$132,993 compared to \$79,314 for Du Page County, and \$55,545 for the State of Illinois.

### CONTACTING THE VILLAGES 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 Douglas E. Cooper Assistant Village Manager/Director of Administration, Village of Hinsdale, 19 East Chicago Ave., Hinsdale, IL 60521.

VILLAGE OF HINSDALE, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2007

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VILLAGE OF IIIINSDALE, ILLINOIS

STATE:MENT OF ACTIVITIES

For the Year Ended April 30, 2007

	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Operating Grants</u>
FUNCTIONSIPROGRAMS			
PRIMARY GOVERNMENT			
Governmental Activities			
General government	\$ 2,385,878	\$ 1,221,412	\$ 347,640
Public safety	8,483,017	1,077,991	37,499
Public services	4,419,818	1,421,828	583,425
Parks and recreation	2,364,398	1,335,541	
Interest	309,460		
Total governmental activities	<u>17,962,571</u>	<u>5,056,772</u>	<u>385,139</u>
Business-Type Activities			
Water and sewer	<u>4,067,550</u>	<u>4,381,683</u>	
Total business-type activities	<u>4,067,550</u>	<u>4,381,683</u>	
TOTAL PRIMARY GOVERNMENT	\$ <u>22,030,121</u>	\$ <u>9,438,455</u>	\$ <u>385,139</u>
COMPONENT UNIT			
Library	\$ <u>1,785,672</u>	\$ <u>60,777</u>	\$ <u>21,950</u>

	Net (Expense) Revenue and Change in Net Assets			
	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Library
<b>FUNCTIONS/PROGRAMS</b>				
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General government	\$ (816,826)	\$	\$ (816,826)	\$
Public safety	(7,367,527)		(7,367,527)	
Public services	(2,414,565)		(2,414,565)	
Parks and recreation	(1,028,857)		(1,028,857)	
Interest	(309,460)		(309,460)	
Total governmental activities	<u>(11,937,235)</u>		<u>(11,937,235)</u>	
Business-Type Activities				
Water and sewer		314,133	314,133	
Total business-type activities		<u>314,133</u>	<u>314,133</u>	
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>(11,937,235)</u>	314,133	<u>(11,623,102)</u>	
<b>COMPONENT UNIT</b>				
Library				<u>(1,702,945)</u>
General Revenues				
Taxes				
Property	5,016,290		5,016,290	1,745,028
Utility	2,115,249		2,115,249	
Sales	2,590,916		2,590,916	
Income	1,547,333		1,547,333	
Replacement	242,289		242,289	21,889
Donations				2,210
Investment income	466,435	58,391	524,826	70,407
Miscellaneous	261,314		261,314	13,450
Total	<u>12,239,826</u>	<u>58,391</u>	<u>12,298,217</u>	<u>1,852,984</u>
<b>CHANGE IN NET ASSETS</b>	302,591	372,524	675,115	150,039
<b>NET ASSETS, BEGINNING</b>	<u>67,192,839</u>	<u>15,099,850</u>	<u>82,292,689</u>	<u>776,585</u>
<b>NET ASSETS, ENDING</b>	<u>\$ 67,495,430</u>	<u>\$ 15,472,374</u>	<u>\$ 82,967,804</u>	<u>\$ 926,624</u>

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS

BALANCE SHEET

GOVERNMENTAL FUNDS

April 30, 2007

	General	Capital Projects	Nonmajor Governmental	Total Governmental
<b>ASSETS</b>				
Cash and cash equivalents	\$ 549,310	\$ 2,203,858	\$ 1,553,571	\$ 4,306,739
Investments	590,125	495,155	497,144	1,582,424
Receivables (net, where applicable, of allowances for uncollectibles)				
Property taxes	4,190,202		381,160	4,571,362
Utility taxes and franchise fees	156,376			156,376
Accrued interest	34,081	3,500	6,274	43,855
Other	705,852			705,852
Due from other governments	2,612,857		42,628	2,655,485
Prepaid items	6,142			6,142
Inventories	43,818			43,818
<b>TOTAL ASSETS</b>	<b>\$ 8,888,763</b>	<b>\$ 2,702,513</b>	<b>\$ 2,480,777</b>	<b>\$ 14,072,053</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Due to fiduciary funds	\$ 3,174	\$	\$	\$ 3,174
Accounts payable	1,010,555	490,761	56,699	1,558,015
Accrued payroll	332,770			332,770
Deposits payable	2,123			2,123
Retainage payable		23,502		23,502
Other payables	127,182	3,938		131,120
Deferred revenues				
Property taxes	4,190,202		381,160	4,571,362
Other	176,473			176,473
<b>Total liabilities</b>	<b>5,842,479</b>	<b>518,201</b>	<b>437,859</b>	<b>6,798,539</b>
<b>FUND BALANCES</b>				
Reserved for prepaid items	6,142			6,142
Reserved for inventories	43,818			43,818
Reserved for streets			1,387,024	1,387,024
Reserved for debt service			591,865	591,865
Reserved for public safety			64,029	64,029
Reserved for capital improvement		2,184,312		2,184,312
Unreserved, undesignated				
General Fund	2,996,324			2,996,324
<b>Total fund balances</b>	<b>3,046,284</b>	<b>2,184,312</b>	<b>2,042,918</b>	<b>7,273,514</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 8,888,763</b>	<b>\$ 2,702,513</b>	<b>\$ 2,480,777</b>	<b>\$ 14,072,053</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, 2007

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FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 7,273,514
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	70,501,892
The net pension asset is not a current financial resource and is therefore not reported in the governmental funds	96,432
Long-tenn liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
Bonds payable	(8,850,000)
Less unamortized discount	32,152
Compensated absences payable	(1,501,349)
Interest payable	<u>(57,211)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 67,495,430</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, 2007

	General	Capital Projects	Nonmajor Governmental	Total Governmental
<b>REVENUES</b>				
Property taxes	\$ 4,603,666	\$	\$ 412,624	\$ 5,016,290
Utility taxes	2,115,249			2,115,249
Intergovernmental	4,828,566		554,772	5,383,338
Service charges	1,694,922			1,694,922
Licenses, permits, and fines	2,291,103			2,291,103
Investment income	355,379	31,718	79,337	466,434
Miscellaneous	1,289,579		8,246	1,297,825
<b>Total revenues</b>	<b>17,178,464</b>	<b>31,718</b>	<b>1,054,979</b>	<b>18,265,161</b>
<b>EXPENDITURES</b>				
<b>Current</b>				
General government	1,889,586	49,263		1,938,849
Public safety	8,085,105		12,143	8,097,248
Public services	3,603,356		91,241	3,694,597
Parks and recreation	2,043,044			2,043,044
Capital outlay	1,300,556	835,336	106,961	2,242,853
<b>Debt service</b>				
Principal			640,000	640,000
Interest and fees			219,449	219,449
Bond issuance costs		40,878		40,878
<b>Total expenditures</b>	<b>16,921,647</b>	<b>925,477</b>	<b>1,069,794</b>	<b>18,916,918</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>256,817</b>	<b>(893,759)</b>	<b>(14,815)</b>	<b>(651,757)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in			464,242	464,242
Transfers (out)	(464,242)			(464,242)
Bonds issued, at par		3,045,000		3,045,000
Discount on bonds		(22,713)		(22,713)
<b>Total other financing sources (uses)</b>	<b>(464,242)</b>	<b>3,022,287</b>	<b>464,242</b>	<b>3,022,287</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(207,425)</b>	<b>2,128,528</b>	<b>449,427</b>	<b>2,370,530</b>
<b>FUND BALANCES, MAY 1</b>	<b>3,253,709</b>	<b>55,784</b>	<b>1,593,491</b>	<b>4,902,984</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 3,046,284</b>	<b>\$ 2,184,312</b>	<b>\$ 2,042,918</b>	<b>\$ 7,273,514</b>

See accompanying notes to financial statements.

VILLAGE OF IDNSDALE, 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, 2007

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NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 2,370,530
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	1,874,949
The net effect of various miscellaneous transactions involving capital assets (i.e.: sales and trade-ins) is to decrease net assets	(45,073)
The change in net pension asset is not a current financial resource and therefore is not reported in the governmental funds	(1,363)
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:	
Issuance of bonds	(3,045,000)
Bond principal paid	640,000
Bond discount	(1,841)
Amortization of bond discount	22,714
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	(26,419)
Compensated absences	(296,229)
Depreciation	<u>(1,189,677)</u>
CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 302,591</u>

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS

STATEMENT OF NET ASSETS

PROPRIETARY FUND

April 30, 2007

	<u>Waterworks and Sewerage</u>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	\$ 513,673
Investments	1,976,955
Receivables	
Accounts - billed	493,185
Accounts - unbilled	519,421
Accrued interest	16,176
Other	2,718
Prepays	<u>2,850</u>
Total current assets	<u>3,524,978</u>
<b>NONCURRENT ASSETS</b>	
Capital assets	
Land	215,452
Building and improvements	2,216,267
Water system	18,860,425
Vehicles	853,467
Office equipment	88,547
Other equipment	<u>405,108</u>
Subtotal	22,639,266
Accumulated depreciation	<u>(8,907,083)</u>
Net capital assets	<u>13,732,183</u>
Total assets	<u>17,257,161</u>
<b>CURRENT LIABILITIES</b>	
Accounts payable	276,074
Bonds payable - current portion	250,000
Accmed payroll	12,873
Compensated absences payable - current portion	23,926
Accrued interest payable	20,526
Deposits payable	<u>9,610</u>
Total current liabilities	<u>593,009</u>
<b>NONCURRENT LIABILITIES</b>	
Compensated absences payable	71,778
General obligation alternate revenue bonds payable	<u>1,120,000</u>
Total noncurrent liabilities	<u>1,191,778</u>
Total liabilities	<u>1,784,787</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	12,362,183
Unrestricted	<u>3,110,191</u>
<b>TOTAL NET ASSETS</b>	<u><b>\$ 15,472,374</b></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, 2007

	<u>Waterworks and Sewerage</u>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 4,347,463
Miscellaneous	<u>34,220</u>
Total operating revenues	<u>4,381,683</u>
<b>OPERATING EXPENSES</b>	
Waterworks and sewerage	3,568,551
Depreciation	<u>443,504</u>
Total operating expenses	<u>4,012,055</u>
<b>OPERATING INCOME</b>	<u>369,628</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Investment income	58,391
Interest expense	<u>(55,495)</u>
Total nonoperating revenues (expenses)	<u>2,896</u>
<b>CHANGE IN NET ASSETS</b>	372,524
<b>NET ASSETS, MAY 1</b>	<u>15,099,850</u>
<b>NET ASSETS, APRIL 30</b>	<u>\$ 15,472,374</u>

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended April 30, 2007

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	<u>Waterworks and Sewerage</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers and users	\$ 4,127,705
Payments to suppliers	(2,218,214)
Receipts from miscellaneous revenues	34,220
Payments to employees	<u>(1,429,219)</u>
Net cash from operating activities	<u>514,492</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
None	<u>                    </u>
Net cash from noncapital financing activities	<u>                    </u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Principal payments	(245,000)
Capital assets purchased	(172,082)
Interest paid	<u>(55,495)</u>
Net cash from capital and related financing activities	<u>(472,577)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	<u>29,140</u>
Net cash from investing activities	<u>29,140</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	71,055
<b>CASH AND CASH EQUIVALENTS, MAY 1</b>	<u>442,618</u>
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<u>\$ 513,673</u>

(This statement is continued on the following page.)

VILLAGE OF mNSDALE, ILLINOIS  
STATEMENT OF CASH FLOWS (Continued)  
PROPRIETARY FUND  
For the Year Ended April 30, 2007

	Waterworks and Sewerage
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Operating income	\$ 369,628
Adjustments to reconcile operating income to net cash from operating activities	
Depreciation	443,504
Changes in assets and liabilities	
Accounts receivable	(178,274)
Prepaid expenses	(856)
Accounts payable	4,426
Deposits payable	(41,484)
Accrued payroll	(97,571)
Compensated absences payable	15,119
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ 514,492</b>

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS  
STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

April 30, 2007

	<u>Pension Trust Funds</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,592,748	\$ 135,911
Investments, at fair value		
U.S. Government and Agency Obligations	14,449,966	2,747,645
Equities	6,421,527	
Mutual Funds	6,697,400	
Receivables		
Accrued interest	155,729	
Due from other funds	3,174	
	<u>29,320,544</u>	<u>\$ 2,883,556</u>
<b>LIABILITIES</b>		
Accounts payable	58,297	\$ 12,790
Deposits payable		2,868,737
Held for medical reimbursement		525
Held for dependent care reimbursement		1,504
	<u>58,297</u>	<u>\$ 2,883,556</u>
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>	<u>\$ 29,262,247</u>	

See accompanying notes to financial statements.



VILLAGE OF mNSDALE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

PENSION TRUST FUNDS

For the Year Ended April 30, 2007

<b>ADDITIONS</b>	
Contributions	
Employer	\$ 761,182
Employees	<u>674,615</u>
Total contributions	<u>1,435,797</u>
Investment income	
Net appreciation!(depreciation) in fair value of investments	956,160
Interest income	<u>1,813,758</u>
Total investment income	2,769,918
Less investment expense	<u>(153,662)</u>
Net investment income	<u>2,616,256</u>
Total additions	<u>4,052,053</u>
<b>DEDUCTIONS</b>	
Retirement benefits	1,267,859
Disability benefits	159,758
Pension refunds	6,679
Administrative expenses	<u>7,939</u>
Total deductions	<u>1,442,235</u>
NET INCREASE	2,609,818
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>	
MAY 1	<u>26,652,429</u>
APRIL 30	\$ <u>29,262,247</u>

See accompanying notes to financial statements.

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VILLAGE OF mNSDALE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

INDEX

April 30, 2007

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VILLAGE OF mNSDALE, ILLINOIS  
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VILLAGE OF HINSDALE, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS

April 30, 2007

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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 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, public improvements, planning and zoning and general administrative services. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component units. The component units discussed below are included in the Village's reporting entity because of the significance of their operational or 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 pension trust funds:

Police Pension Employees Retirement System

The Village's 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 police employees elected by the membership constitute 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 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 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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.

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. 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.



1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Separate financial statements are provided for governmental funds, 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 or acquiring major items of equipment.

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 Firefighter's Pension Fund. The Village reports the Escrow, Special Service Areas, 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).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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 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 taxes, 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 a 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 non-negotiable 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 non-current portion of interfund loans). All other **outstanding** balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account 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.

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 estimate 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:

Assets	Years
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, 2007, the liabilities for the accumulated unpaid benefits are accounted for in the Enterprise Funds at all levels and in the governmental activities column in the government-wide financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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

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.

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.

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

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2007:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
U.S. Agency Obligations	\$ 5,925,705	\$ -	\$ 5,925,705	\$ -	\$ -
Illinois Funds	3,361,516	3,361,516			
Illinois Metropolitan Investment Fund	598,337	598,337			
Money Markets	384,044	384,044			
<b>TOTAL</b>	<b>\$10,269,602</b>	<b>\$ 4,343,897</b>	<b>\$ 5,925,705</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. The Village 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 Village 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 U.S. Agency obligations are all rated AAA.

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 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, 2007:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
u.S. Treasury Obligations	\$ 5,293,150	\$ 272,099	\$ 3,953,799	\$ 1,067,252	\$
u.S. Agency Obligations	4,009,516	408,479	1,163,499	373,937	2,063,600
Illinois Funds	5,039	5,039			
<b>TOTAL</b>	<b>\$ 9,307,705</b>	<b>\$ 685,617</b>	<b>\$ 5,117,298</b>	<b>\$ 1,441,189</b>	<b>\$ 2,063,600</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. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S Treasury Obligations and other Obligations which are rated AA or better by a national rating agency. The U.S. Treasury and Agency Obligations and Illinois Funds are rated AAA.

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 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.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

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%.

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 non-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 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.

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

2. DEPOSITS AND INVESTMENTS (Continued)

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

Investments

The following table presents the investments and maturities of the Firefighters' Pension Fund's debt securities as of April 30, 2007:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury Obligations	\$ 1,648,739	\$ -	\$ 846,589	\$ 320,410	\$ 481,740
U.S. Agency Obligations	3,498,561		2,806,522	392,876	299,163
Illinois Funds	1,282,194	1,282,194			
<b>TOTAL</b>	<b>\$ 6,429,494</b>	<b>\$ 1,282,194</b>	<b>\$ 3,653,111</b>	<b>\$ 713,286</b>	<b>\$ 780,903</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 investments 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.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Firefighters' Pension Fund limits its exposure to credit risk by primarily investing U.S. Treasury Obligations and other Obligations which are rated AA or better by a national rating agency. The U.S. Treasury and Agency Obligations and Illinois Funds are rated AAA.

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 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.

2. DEPOSITS AND INVESTMENTS (Continued)

c. Firefighters' Pension Plan Deposits and Investments (Continued)

Investments (Continued)

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 the 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.

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.

2. DEPOSITS AND INVESTMENTS (Continued)

d. Component Unit Library Deposits and Investments (Continued)

Investments

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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 U.S. Agency obligations are all rated AAA.

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 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)

d. Component Unit Library Deposits and Investments (Continued)

Investments (Continued)

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 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.

3. RECEIVABLES AND DUE FROM OTHER GOVERNMENTS

a. Property Taxes

Property taxes for 2006 attach as an enforceable lien on January 1, 2006, 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, 2007 and August 1, 2007, and are payable in two installments, on or about June 1, 2007 and September 1, 2007. Tax bills are prepared by Cook County and issued on or about February 1, 2007 and September 1, 2007, and are payable in two installments, on or about March 1, 2007 and October 1, 2007. 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 2006 taxes (except for Cook County taxes received prior to April 30, 2007) are intended to finance the 2007 fiscal year and are not considered available for current operations and are, therefore, reported as deferred revenue. The 2007 tax levy has not been recorded as a receivable at April 30, 2007, and the tax attached as a lien on property as of January 1, 2007, however, the tax will not be levied until December 2007 and, accordingly, is not measurable at April 30, 2007.

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	\$ 385,940
Sales Tax	400,169
Telecom Tax	261,254
Motor Fuel Tax	42,628
Federal Grant Funds	1,340,760
Local Grant Funds	136,322
Miscellaneous - Other	<u>88,412</u>
TOTAL	<u>\$ 2,655,485</u>

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

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2007 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
<b>PRIMARY GOVERNMENT</b>				
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 6,862,173	\$ -	\$ -	\$ 6,862,173
Land right of way	45,921,203			45,921,203
Total capital assets not being depreciated	<u>52,783,376</u>			<u>52,783,376</u>
Capital assets being depreciated				
Land improvements	3,661,746	426,051		4,087,797
Building and improvements and pool facilities	5,801,906	1,078,325		6,880,231
Parking lots and improvements	1,003,114			1,003,114
Vehicles	2,806,040	120,323	144,063	2,782,300
Machinery and equipment	4,816,715	206,191		5,022,906
Parking lot equipment	65,211	44,059		109,270
Infrastructure	18,962,914			18,962,914
Total capital assets being depreciated	<u>37,117,646</u>	<u>1,874,949</u>	<u>144,063</u>	<u>38,848,532</u>
Less accumulated depreciation for				
Land improvements	847,637	197,167		1,044,804
Building and improvements and pool facilities	2,863,844	188,031		3,051,875
Parking lots and improvements	784,325	19,549		803,874
Vehicles	2,252,590	162,799	98,990	2,316,399
Machinery and equipment	2,815,007	259,094		3,074,101
Parking lot equipment	26,640	5,662		32,302
Infrastructure	10,449,286	357,375		10,806,661
Total accumulated depreciation	<u>20,039,329</u>	<u>1,189,677</u>	<u>98,990</u>	<u>21,130,016</u>
Total capital assets being depreciated, net	<u>17,078,317</u>	<u>685,272</u>	<u>45,073</u>	<u>17,718,516</u>
<b>GOVERNMENTAL ACTIVITIES</b>				
CAPITAL ASSETS, NET	<u>\$ 69,861,693</u>	<u>\$ 685,272</u>	<u>\$ 45,073</u>	<u>\$ 70,501,892</u>

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

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

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4. CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs as follows:

Primary Government

GOVERNMENTAL

General government	\$ 112,385
Public safety	.235,539
Public services	479,487
Parks and recreation	352,151
Parking system	<u>10,115</u>

TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 1,189,677</u>
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Component Unit

GOVERNMENTAL

Culture and recreation	<u>\$ 17,790</u>
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Construction Contracts

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

	Project Authorizations	Expended to Date	Commitment
Library Renovation Project	<u>\$ 2,535,007</u>	<u>\$ 285,018</u>	<u>\$ 2,249,989</u>

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 disasterse

a. Private Insurance Coverage

The Village has purchase d insurance from private insurance companies. Risks covered included workers' compensation, employee health, and other. Premiums have been displayed as expenditures/expenses in appropriate funds. For the past three fiscal years, the Village has had no settlement amounts in excess of the insurance coverage.

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 fonned an association under the Illinois Intergovernmental Cooperations Statute to pool their risk management needs. IRMA administrators have a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

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 \$7,500 for a total deductible of \$10,000 per occurrence.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

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.

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

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 if they are expected to be repaid from proprietary 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	Reductions	Balances April 30	Current
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	\$ 1,235,000	\$ -	\$ 185,000	\$ 1,050,000	\$ 190,000
General Obligation Limited Tax Bonds Series 2002, due in annual installments of \$15,000 to \$160,000 plus interest at 4.00% to 4.95% through January 1,2022	Debt Service	1,875,000		85,000	1,790,000	90,000
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	3,335,000		370,000	2,965,000	385,000
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		3,045,000		3,045,000	-
<b>TOTAL</b>		<b>\$ 6,445,000</b>	<b>\$ 3,045,000</b>	<b>\$ 640,000</b>	<b>\$ 8,850,000</b>	<b>\$ 665,000</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	\$ 1,615,000	\$ -	\$ 245,000	\$ 1,370,000	\$ 250,000

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

6. LONG-TERM DEBT (Continued)

b. Debt Service Requirements to Maturity

The annual requirements to amortize all debt outstanding of the primary government as of April 30, 2007 are as follows:

Fiscal Year	General Obligation Bonds					
	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2008	\$ 665,000	\$ 319,859	\$ 984,859	\$ 250,000	\$ 47,165	\$ 297,165
2009	685,000	301,728	986,728	260,000	38,665	298,665
2010	785,000	281,835	1,066,835	275,000	29,825	304,825
2011	825,000	257,175	1,082,175	285,000	20,475	305,475
2012	855,000	229,807	1,084,807	300,000	10,500	310,500
2013	650,000	200,292	850,292			
2014	680,000	178,166	858,166			
2015	230,000	154,168	384,168			
2016	250,000	144,566	394,566			
2017	265,000	134,046	399,046			
2018	285,000	122,788	407,788			
2019	305,000	110,676	415,676			
2020	330,000	97,686	427,686			
2021	350,000	83,531	433,531			
2022	370,000	68,428	438,428			
2023	230,000	52,318	282,318			
2024	240,000	43,348	283,348			
2025	265,000	33,868	298,868			
2026	285,000	23,400	308,400			
2027	300,000	12,000	312,000			
<b>TOTAL</b>	<b>\$ 8,850,000</b>	<b>\$2,849,685</b>	<b>\$11,699,685</b>	<b>\$ 1,370,000</b>	<b>\$ 146,630</b>	<b>\$ 1,516,630</b>

c. 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	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
General obligation bonds payable	\$ 6,445,000	\$ 3,045,000	\$ 640,000	\$ 8,850,000	\$ 665,000
Less unamortized bond discount	(11,278)	(22,714)	1,840	(32,152)	
Subtotal	6,433,722	3,022,286	638,160	8,817,848	665,000
Compensated absences payable	1,205,120	1,501,349	1,205,120	1,501,349	375,337
<b>TOTAL GENERAL LONG-TERM DEBT</b>	<b>\$ 7,638,842</b>	<b>\$ 4,523,635</b>	<b>\$ 1,843,280</b>	<b>\$ 10,319,197</b>	<b>\$ 1,040,337</b>

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

6. LONG-TERM DEBT (Continued)

c. Changes in Long-Term Liabilities (Continued)

Primary Government (Continued)

	Balances May 1	Additions	Reductions	Balances April 30	Due Within One Year
<b>BUSINESS-TYPE ACTIVITIES</b>					
General obligation alternate revenue bonds payable	\$ 1,615,000	\$ -	\$ 245,000	\$ 1,370,000	\$ 250,000
Compensated absences	80,586	95,704	80,586	95,704	23,926
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 1,695,586</b>	<b>\$ 95,704</b>	<b>\$ 325,586</b>	<b>\$ 1,465,704</b>	<b>\$ 273,926</b>

Component Unit

	Balances May 1	Additions	Reductions	Balances April 30	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
Compensated absences	\$ 59,292	\$ 38,315	\$ 59,292	\$ 38,315	\$ 9,579
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 59,292</b>	<b>\$ 38,315</b>	<b>\$ 59,292</b>	<b>\$ 38,315</b>	<b>\$ 9,579</b>

Compensated absences are paid for out of General Fund revenues and Water Fund operating revenues. The component unit finances the liability through the general revenues.

d. Legal Debt Margin

ASSESSED VALUATION - 2006 (LATEST AVAILABLE)	<u>\$ 1,637,720,114</u>
LEGAL DEBT LIMIT - 8.625% OF ASSESSED VALUATION	\$ 141,253,360
<b>AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT</b>	
General Obligation Bonds	<u>8,850,000</u>
<b>LEGAL DEBT MARGIN</b>	<u><b>\$ 132,403,360</b></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."

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

7. INTERFUND ACTIVITY

Individual Fund Transfers

Individual fund transfers are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$	\$ 464,242
Nonmajor governmental	464,242	
		<u>464,242</u>
TOTAL	<u>\$ 464,242</u>	<u>\$ 464,242</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.

8. COMMITMENTS - DUPAGE WATER COMMISSION (DWC)

The Village is a customer of the DWC and has executed a Water Supply Contract (the Contract) with the 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 Village capitalized these costs until such time as DWC began to deliver water and is amortizing them using the straight-line method over the remaining term of the contract. These costs are being expensed along with the other operation and maintenance charges from the DWC.

<u>Fiscal Year Ending April 30</u>	<u>Amount</u>
2008	\$ 544,035
2009	543,855
2010	543,763
2011	543,996
2012	543,902
2013	543,963
2014	543,956

These amounts are estimates, which have been calculated using the Village's current allocation percentage of 2.96%. 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 the 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 plans are administered by the ICMA Retirement Corporation and the Nationwide Retirement Solutions, Inc. The plans, available to all permanent Village employees, permit them to defer a portion of their current salary to all 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 plans. Under the amendment the assets of the plans 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 plans' 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 plans, but do have the duty of care that would be required of an ordinary prudent investor.

11. POST-EMPLOYMENT HEALTH CARE BENEFITS

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 post-employment enrollment. The Village is not obligated to pay any cost associated with their enrollment. Currently, 23 retired and former employees have elected to remain in the Village's health care plans.

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. The Village's total payroll for the year ended December 31, 2006 was \$9,923,424. Of this amount, \$4,762,828 in payroll earnings were reported to and covered by IMRF.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years and 2 percent 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 percent 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 2006 the rate was 11.37 percent.



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. The Village's payroll for employees covered by the Police Pension Plan for the year ended April 30, 2006 was \$1,914,078 out of a total payroll of \$10,174,062. At April 30, 2006, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	20
Terminated employees entitled to benefits but not yet receiving them	
Current employees	
Vested	18
Nonvested	10
	<hr/>
TOTAL	<hr/> <u>48</u>

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

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 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 percent of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary.

Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension 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 percent of the original pension and 3 percent simple interest annually thereafter.

Covered employees are required to contribute 9.91 percent 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. The Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Plan Descriptions and Provisions (Continued)

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. The Village's payroll for employees covered by the Firefighters' Pension Plan for the year ended April 30, 2006 was \$1,808,117 out of a total payroll of \$10,174,062. At April 30, 2006, the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	16
Terminated employees entitled to benefits but not yet receiving them	
Current employees	
Vested	14
Nonvested	12
	42
TOTAL	42

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

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly benefit shall be increased by one-twelfth of 2.50 percent of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75 percent of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter 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 paid upon reaching at least the age 55, by 3 percent of the original pension and 3 percent annually thereafter.

Covered employees are required to contribute 9.455 percent 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. The Village's contributions must accumulate to the point where the past service cost of the Firefighters' Pension Plan is fully funded by the year 2033.

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 anyone organization that represent 5 percent or more of net assets available for benefits:

<u>Plan</u>	<u>Organization</u>	<u>Amount</u>
Police Pension	Harris Insight Funds (Small Cap Fund)	<u>\$ 1,050,529</u>
Firefighters' Pension	Washington Mutual Investors Growth and Income Fund	1,533,336
	Longleaf Partners International Fund	720,111
	Matthews Pacific Tiger Fund	679,803
	Royce Low Priced Fund	881,803
	Third Ave. REIT Fund	<u>690,205</u>
		<u>4,505,258</u>
		<u>\$ 5,555,787</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)

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

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12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Annual Pension Cost and Net Pension Obligation (NPO)

The NPO at April 30, 2006 (latest available) has been calculated as follows:

	<u>Police Pension</u>	<u>Firefighters' Pension</u>
Annual required contribution	\$ 427,012	\$ 467,743
Interest on net pension obligation	(3,120)	(4,214)
Adjustment to annual required contribution	1,929	2,605
Annual pension cost	<u>425,821</u>	<u>466,134</u>
Contributions made	<u>424,667</u>	<u>465,925</u>
Increase (decrease) in net pension obligation	1,154	209
Net pension obligation (asset) beginning of year	(41,602)	(56,193)
<b>NET PENSION OBLIGATION (ASSET) END OF YEAR</b>	<b><u>\$ (40,448)</u></b>	<b><u>\$ (55,984)</u></b>

Trend Information

On May 2, 2007, the Village received a rebate from the DuPage Water Commission (DWC) in the amount of \$1,253,608 resulting from prior year surpluses generated by DWC.

**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, 2007

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Property taxes	\$ 4,527,832	\$ 4,527,832	\$ 4,603,666
Other taxes			
Utility taxes	2,387,070	2,387,070	2,115,249
Intergovernmental			
Sales tax	2,567,109	2,567,109	2,590,916
State income tax	1,439,375	1,439,375	1,547,333
Replacement tax	221,025	221,025	242,289
State and local grants	273,672	273,672	448,028
Service charges	1,605,223	1,605,223	1,694,922
Licenses, permits and fines			
Licenses	324,725	324,725	343,837
Permits	1,550,659	1,550,659	1,317,733
Fines	481,374	481,374	629,533
Investment income	259,725	259,725	355,379
Miscellaneous	1,044,280	1,044,280	1,289,579
	<u>16,682,069</u>	<u>16,682,069</u>	<u>17,178,464</u>
<b>EXPENDITURES</b>			
Current			
General government	1,528,801	1,528,801	1,889,586
Public safety	7,776,103	7,776,103	8,085,105
Public services	3,156,009	3,156,009	3,603,356
Parks and recreation	1,960,468	1,960,468	2,043,044
Capital outlay	2,230,976	2,230,976	1,300,556
	<u>16,652,357</u>	<u>16,652,357</u>	<u>16,921,647</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>			
	<u>29,712</u>	<u>29,712</u>	<u>256,817</u>
<b>OTHER FINANCING (USES)</b>			
Transfers (out)			
Debt Service Fund	(464,242)	(464,242)	(464,242)
	<u>(464,242)</u>	<u>(464,242)</u>	<u>(464,242)</u>
<b>NET CHANGE IN FUND BALANCE</b>			
	<u>\$ (434,530)</u>	<u>\$ (434,530)</u>	<u>(207,425)</u>
<b>FUND BALANCE, MAY 1</b>			<u>3,253,709</u>
<b>FUND BALANCE, APRIL 30</b>			<u>\$ 3,046,284</u>

(See independent auditor's report.)

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

April 30, 2007

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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 Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2001	\$ 9,937,562	\$ 9,832,760	101.07%	\$ (104,802)	\$ 3,928,351	(2.67%)
2002	9,717,744	9,815,421	99.00%	97,677	3,845,950	2.54%
2003	10,563,582	11,579,538	91.23%	1,015,956	4,025,871	25.24%
2004	10,622,811	12,722,985	83.49%	2,100,174	4,354,966	48.22%
2005	11,630,563	13,785,787	84.37%	2,155,224	4,534,805	47.53%
2006	10,020,369	13,231,745	75.73%	3,211,376	4,762,828	67.43%

(See independent auditor's report.)



VILLAGE OF IDNSDALE, ILLINOIS

SCHEDULE OF FUNDING PROGRESS  
POLICE PENSION FUND

April 30, 2007

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Actuarial Valuation Date <u>April 30</u>	(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)
2001	\$ 11,062,697	\$ 12,937,985	85.51%	\$ 1,875,288	\$ 1,502,607	124.80%
2002	11,498,397	13,904,132	82.70%	2,405,734	1,603,599	150.02%
2003	12,236,510	14,763,867	82.88%	2,527,357	1,686,999	149.81%
2004	13,551,761	16,981,862	79.80%	3,430,101	1,770,462	193.74%
2005	14,402,530	18,273,511	78.80%	3,870,981	1,702,165	227.42%
2006	15,813,225	19,336,505	81.78%	3,523,280	1,914,078	184.07%

(See independent auditor's report.)

VILLAGE OF mNSDALE, ILLINOIS

SCHEDULE OF FUNDING PROGRESS  
FIREFIGHTERS' PENSION FUND

April 30, 2007

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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)
2001	\$ 8,258,613	\$ 10,085,732	81.88%	\$ 1,827,119	\$ 1,192,419	153.23%
2002	8,654,276	11,259,834	76.86%	2,605,558	1,180,615	220.69%
2003	8,549,036	11,955,858	71.50%	3,406,822	1,468,675	231.97%
2004	9,164,423	12,884,145	71.13%	3,719,722	1,545,829	240.63%
2005	9,635,866	13,788,267	69.88%	4,152,401	1,725,019	240.72%
2006	10,839,205	15,129,534	71.64%	4,290,329	1,808,117	237.28%

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2007

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<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2001	\$ 187,382	\$ 187,382	100.00%
2002	175,375	175,375	100.00%
2003	333,342	333,342	100.00%
2004	381,930	381,930	100.00%
2005	454,841	454,841	100.00%
2006	541,534	541,534	100.00%

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION FUND

April 30, 2007

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<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2002	\$ 298,290	\$ 304,829	97.85%
2003	309,702	307,056	100.86%
2004	344,804	347,952	99.10%
2005	369,364	363,213	101.69%
2006	424,667	427,012	99.70%
2007	494,277	N/A	N/A

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
FIREFIGHTERS' PENSION FUND

April 30, 2007

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Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2002	\$ 290,231	\$ 274,423	105.76%
2003	315,323	313,329	100.64%
2004	343,837	345,426	99.54%
2005	399,442	392,235	101.84%
2006	465,925	467,743	100.00%
2007	<del>560,137</del>	N/A	N/A

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2007

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Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General, Special Revenue, Debt Service, Capital Projects, and Enterprise Funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

**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 with the proceeds from general obligation debt and transfers from other funds to account for the acquisition and construction of fixed assets 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 used 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 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 for payment of principal and interest and Village general obligation debt.



VILLAGE OF HINSDALE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

For the Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>GENERAL GOVERNMENT DEPARTMENT</b>				
Administration division				
Personal services				
Salaries and wages	\$ 780,291	\$ 780,291	\$ 812,985	\$ (32,694)
Overtime	2,500	2,500	10,917	(8,417)
Temporary help	36,800	36,800	60,725	(23,925)
Longevity pay	1,700	1,700	1,700	
Water Fund cost allocation	(561,154)	(561,154)	(557,154)	(4,000)
Social Security	45,101	45,101	48,581	(3,480)
IMRF	87,662	87,662	91,044	(3,382)
Medicare	11,812	11,812	12,431	(619)
Employee insurance	90,400	90,400	86,419	3,981
Professional services				
Legal services	318,000	318,000	545,512	(227,512)
Auditing	23,225	23,225	22,300	925
Planning services	200,000	200,000	109,558	90,442
Miscellaneous services	18,980	18,980	57,469	(38,489)
Contractual services				
Data processing	57,680	57,680	74,313	(16,633)
Miscellaneous	33,250	33,250	35,279	(2,029)
Purchased services				
Postage	39,100	39,100	46,004	(6,904)
Telephone	14,100	14,100	19,348	(5,248)
Legal publications	6,000	6,000	5,836	164
Employment advertising	13,500	13,500	14,597	(1,097)
Printing and publications	24,250	24,250	37,832	(13,582)
Miscellaneous services	5,100	5,100	4,714	386
Materials and supplies				
Office supplies	20,000	20,000	20,303	(303)
Gasoline and oil	2,000	2,000	1,357	643
Licenses	2,240	2,240	2,413	(173)
Computer equipment supplies	2,000	2,000	5,072	(3,072)
Software purchases	750	750	2,063	(1,313)
Miscellaneous supplies	1,000	1,000	2,267	(1,267)
Repairs and maintenance				
Office equipment	4,867	4,867	9,773	(4,906)
Motor vehicles	500	500	1,465	(965)
Computer equipment	5,000	5,000	2,464	2,536
Other expenditures				
Conferences and staff development	9,850	9,850	14,538	(4,688)
Memberships/subscriptions	27,700	27,700	30,681	(2,981)
Employee relations	30,377	30,377	31,004	(627)
Plan commission	1,100	1,100	1,272	(172)
Historic preservation commission	35,110	35,110	24,459	10,651
BD of Fire/Police Comm	6,000	6,000	5,826	174
Economic Dev Task Force	25,000	25,000	18,767	6,233
Zoning Board of Appeals	2,400	2,400	3,148	(748)
Contributions	20,000	20,000	53,483	(33,483)
Ceremonial occasions	12,000	12,000	13,524	(1,524)
Educational training	1,500	1,500	2,478	(978)
Personnel	2,300	2,300	1,847	453
Mileage reimbursement	300	300	781	(481)
Sr. taxi program	17,000	17,000	24,936	(7,936)
Bank and bond fees	26,900	26,900	27,454	(554)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>GENERAL GOVERNMENT DEPARTMENT (Continued)</b>				
Risk management				
IRMA premiums	\$ 19,310	\$ 19,310	\$ 38,429	\$ (19,119)
Selfinsured liability	5,000	5,000	8,797	(3,797)
Other insurance	300	300	575	(275)
Total general government department	1,528,801	1,528,801	1,889,586	(360,785)
<b>PUBLIC SAFETY</b>				
Police department				
Personal services				
Salaries and wages	2,521,141	2,521,141	2,567,595	(46,454)
Overtime	232,564	232,564	265,513	(32,949)
Temporary help	101,754	101,754	116,111	(14,357)
Longevity pay	13,500	13,500	13,500	
Social Security	37,664	37,664	38,205	(541)
IMRF	56,996	56,996	64,220	(7,224)
Medicare	31,722	31,722	33,169	(1,447)
Police Pension	454,088	454,088	457,639	(3,551)
Employee insurance	417,245	417,245	420,130	(2,885)
Water Fund cost allocation	(13,969)	(13,969)	(13,969)	
Professional services				
Miscellaneous services	6,863	6,863	9,377	(2,514)
Contractual services				
Refuse removal	1,182	1,182	1,182	
Buildings and grounds	500	500	894	(394)
Custodial	17,000	17,000	14,924	2,076
Miscellaneous	28,533	28,533	22,141	6,392
Purchased services				
Postage	1,200	1,200	4,093	(2,893)
Utilities	15,000	15,000	11,346	3,654
Telephone	24,000	24,000	33,136	(9,136)
Teletype/pagers	3,000	3,000	9,529	(6,529)
Dog pound	2,300	2,300	2,300	
Printing and publications	10,100	10,100	12,476	(2,376)
Materials and supplies				
Office supplies	6,500	6,500	8,815	(2,315)
Gasoline and oil	49,000	49,000	56,688	(7,688)
Uniforms	28,700	28,700	26,789	1,911
Chemicals	500	500	41	459
Building supplies	500	500	94	406
Licenses	400	400	873	(473)
Janitor supplies	4,000	4,000	4,738	(738)
Tools	100	100	100	
Range supplies	12,805	12,805	11,491	1,314
Camera supplies	1,800	1,800	253	1,547
Emergency management	5,000	5,000	10,540	(5,540)
Medical supplies	600	600	662	(62)
Software purchases	2,500	2,500	1,601	899
Miscellaneous supplies	11,500	11,500	12,620	(1,120)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PUBLIC SAFETY (Continued)</b>				
Police department (Continued)				
Repairs and maintenance				
Buildings	\$ 12,000	\$ 12,000	\$ 7,582	\$ 4,418
Office equipment	24,000	24,000	19,354	4,646
Motor vehicles	18,350	18,350	24,196	(5,846)
Radios	8,600	8,600	3,430	5,170
Parking meters	4,000	4,000	186	3,814
General equipment	3,730	3,730	2,662	1,068
Other expenditures				
Conferences/staff development	7,200	7,200	9,944	(2,744)
Memberships/subscriptions	7,880	7,880	4,039	3,841
HSD sewer use	247	247	884	(637)
Educational training	58,000	58,000	29,094	28,906
Personnel	1,200	1,200	425	775
Mileage reimbursement	2,600	2,600	2,242	358
Risk management				
IRMA premiums	68,297	68,297	75,197	(6,900)
Self-insured deductible	5,000	5,000	13,861	(8,861)
Capital outlay				
Total police department	4,307,392	4,307,392	4,411,812	(104,420)
<b>Fire Department</b>				
Personal services				
Salaries and wages	2,073,824	2,073,824	2,080,071	(6,247)
Overtime	203,944	203,944	288,650	(84,706)
Temporary help	2,000	2,000	320	1,680
Stand-by	7,500	7,500	1,808	5,692
Longevity pay	9,800	9,800	9,100	700
Social Security	8,406	8,406	8,001	405
IMRF	15,280	15,280	14,690	590
Medicare	25,442	25,442	24,476	966
Firefighters Pension	511,939	511,939	552,860	(40,921)
Employee insurance	348,827	348,827	392,506	(43,679)
Water Fund cost allocation	(13,969)	(13,969)	(13,969)	
Contractual services				
Refuse removal	1,182	1,182	1,182	
Buildings and grounds	472	472	416	56
Custodial	17,000	17,000	20,358	(3,358)
Miscellaneous services	2,250	2,250	1,923	327
Purchased services				
Postage	1,600	1,600	1,577	23
Utilities	13,000	13,000	11,342	1,658
Telephone	9,600	9,600	10,001	(401)
Teletype/pagers	2,600	2,600	2,031	569
Equipment rental	110	110		110
Printing and publications	1,100	1,100	1,082	18
Materials and supplies				
Office supplies	4,000	4,000	5,310	(1,310)
Gasoline and oil	16,700	16,700	19,177	(2,477)
Uniforms	14,700	14,700	14,838	(138)
Chemicals	100	100		100
Motor vehicles	500	500	484	16
Building supplies	3,500	3,500	4,499	(999)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PUBLIC SAFETY (Continued)</b>				
Fire Department(Continued)				
Materials and Supplies (Continued)				
Licenses	\$ 275	\$ 275	\$ 280	\$ (5)
Janitor supplies	400	400	325	75
Tools	6,430	6,430	4,343	2,087
Camera supplies	500	500	514	(14)
Computer supplies	2,000	2,000	1,485	515
Medical supplies	6,745	6,745	7,561	(816)
Fire prevention supplies	3,000	3,000	2,657	343
Oxygen and air supplies	1,600	1,600	2,403	(803)
Hazardous material supplies	6,730	6,730	4,785	1,945
Fire suppression supplies	3,000	3,000	5,342	(2,342)
Fire inspection supplies	500	500	467	33
Infection control supplies	2,400	2,400	2,157	243
Safety supplies	750	750	284	466
Software purchases	1,000	1,000	280	720
Repairs and maintenance				
Buildings	8,000	8,000	4,970	3,030
Office equipment	1,350	1,350	10,291	(8,941)
Motor vehicles	22,700	22,700	41,258	(18,558)
Radios	7,140	7,140	814	6,326
Computer	3,260	3,260	7,820	(4,560)
General equipment	15,350	15,350	10,913	4,437
Other expenditures				
Conferences/staff development	7,800	7,800	3,829	3,971
Memberships/subscriptions	4,795	4,795	6,403	(1,608)
HSD sewer use	500	500	884	(384)
Educational training	23,745	23,745	18,665	5,080
Personnel	500	500	895	(395)
IRMA premiums	52,034	52,034	59,778	(7,744)
Self-insured deductible	4,800	4,800	21,157	(16,357)
Total fire department	<u>3,468,711</u>	<u>3,468,711</u>	<u>3,673,293</u>	<u>(204,582)</u>
Total public safety	<u>7,776,103</u>	<u>7,776,103</u>	<u>8,085,105</u>	<u>(309,002)</u>
<b>PUBLIC SERVICES</b>				
Public Works				
Personal services				
Salaries and wages	754,507	754,507	871,045	(116,538)
Overtime	57,000	57,000	116,935	(59,935)
Temporary help	18,000	18,000	21,885	(3,885)
Longevity pay	1,900	1,900	3,300	(1,400)
Social Security	50,347	50,347	56,353	(6,006)
IMRF	89,489	89,489	106,818	(17,329)
Medicare	11,775	11,775	13,179	(1,404)
Employee insurance	162,439	162,439	155,650	6,789
Water Fund cost allocation	(96,844)	(96,844)	(96,844)	
Contractual services				
Street sweeping	62,000	62,000	53,357	8,643
Refuse removal	27,040	27,040	26,740	300
Mosquito abatement	55,000	55,000	95,191	(40,191)
D E D removals	65,000	65,000	98,919	(33,919)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
PUBLIC SERVICES (Continued)				
Public Works (Continued)				
Contractual services (Continued)				
Buildings and grounds	\$ 7,600	\$ 7,600	\$ 5,961	\$ 1,639
Custodial	47,160	47,160	51,803	(4,643)
Traffic signals	3,640	3,640	367	3,273
Landscaping	120,000	120,000	163,633	(43,633)
Tree trimming	65,000	65,000	56,615	8,385
Miscellaneous	70,000	70,000	74,112	(4,112)
Purchased services				
Postage	1,800	1,800	2,078	(278)
Utilities	118,000	118,000	133,302	(15,302)
Telephone	7,100	7,100	12,105	(5,005)
Teletype/pagers	950	950	245	705
Dumping	58,000	58,000	53,340	4,660
Equipment rental	14,700	14,700	17,842	(3,142)
Printing and publications	2,700	2,700	4,270	(1,570)
Miscellaneous services	600	600	134	466
Materials and supplies				
Office supplies	1,300	1,300	1,147	153
Gasoline and oil	29,100	29,100	39,824	(10,724)
Uniforms	5,270	5,270	9,399	(4,129)
Chemicals	45,450	45,450	58,280	(12,830)
Motor vehicle supplies	3,000	3,000	1,627	1,373
Building supplies	3,300	3,300	3,268	32
Licenses	650	650	350	300
Janitor supplies	4,800	4,800	5,991	(1,191)
Tools	5,250	5,250	3,525	1,725
Camera supplies	135	135		135
Lab supplies	500	500		500
Trees	50,000	50,000	41,838	8,162
Medical supplies	700	700	813	(113)
Miscellaneous supplies	22,800	22,800	24,117	(1,317)
Repairs and maintenance				
Buildings	40,000	40,000	39,916	84
Office equipment	1,525	1,525		1,525
Motor vehicles	18,600	18,600	24,370	(5,770)
Radios	1,900	1,900	885	1,015
Grounds	4,500	4,500	4,331	169
Streets and alleys	24,000	24,000	29,889	(5,889)
General equipment	5,000	5,000	1,977	3,023
Traffic and street lights	4,000	4,000	3,877	123
Traffic and street signs	8,500	8,500	13,327	(4,827)
Miscellaneous repairs	1,800	1,800	2,828	(1,028)
Other expenditures				
Conferences/staff development	550	550	310	240
Memberships/subscriptions	1,000	1,000	1,959	(959)
HSD sewer use	1,400	1,400	1,460	(60)
Educational training	2,300	2,300	608	1,692
Personnel			456	(456)
Self-insured deductible			8,085	(8,085)
Total public works	2,062,233	2,062,233	2,422,792	(360,559)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PUBLIC SERVICES (Continued)</b>				
<b>Building inspection and code</b>				
Personal services				
Salaries and wages	\$ 683,524	\$ 683,524	\$ 750,887	\$ (67,363)
Overtime	4,000	4,000	21,234	(17,234)
Longevity pay	1,400	1,400	1,400	
Social Security	41,592	41,592	43,619	(2,027)
IMRF	77,156	77,156	86,616	(9,460)
Medicare	9,927	9,927	10,427	(500)
Employee insurance	86,152	86,152	99,156	(13,004)
Water Fund cost allocation	(110,679)	(110,679)	(110,679)	
Professional services				
Engineering	5,000	5,000	1,413	3,587
Miscellaneous	4,000	4,000	50,197	(46,197)
Contractual services				
Inspectors	50,000	50,000	33,260	16,740
Purchased services				
Postage	7,200	7,200	4,971	2,229
Telephone	6,976	6,976	12,281	(5,305)
Citizen information	500	500		500
Printing and publications	3,500	3,500	5,462	(1,962)
Miscellaneous services	5,000	5,000	6,473	(1,473)
Materials and supplies				
Office supplies	6,200	6,200	10,298	(4,098)
Publications	1,050	1,050	147	903
Gasoline and oil	2,460	2,460	5,844	(3,384)
Uniforms	380	380	166	214
Tools	100	100	145	(45)
Camera supplies	1,350	1,350	962	388
Miscellaneous supplies	4,200	4,200	7,025	(2,825)
Repairs and maintenance				
Office equipment	24,000	24,000	29,823	(5,823)
Motor vehicles	2,000	2,000	2,371	(371)
Radios	50	50	193	(143)
Miscellaneous	250	250	47	203
Other expenditures				
Conferences/staff development	7,580	7,580	9,560	(1,980)
Memberships/subscriptions	7,710	7,710	1,539	6,171
Personnel	2,900	2,900	4,001	(1,101)
Mileage reimbursement	450	450	367	83
IRMA permiums	48,198	48,198	56,826	(8,628)
Self-Insured deductible	6,000	6,000	6,840	(840)
Total building inspection and code	<u>990,126</u>	<u>990,126</u>	<u>1,152,871</u>	<u>(162,745)</u>
<b>Infrastructure</b>				
Sidewalk projects				
Professional services				
Engineering	20,000	20,000	14,360	5,640
Street projects				
Engineering	<u>67,650</u>	<u>67,650</u>		<u>67,650</u>
Total infrastructure	<u>87,650</u>	<u>87,650</u>	<u>14,360</u>	<u>73,290</u>

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PUBLIC SERVICES (Continued)</b>				
Special projects				
Parking projects				
Professional services				
Engineering	\$ 16,000	\$ 16,000	\$ 5,313	\$ 10,687
Miscellaneous professional services			2,650	(2,650)
Other services				
Property taxes			5,370	(5,370)
Total special projects	<u>16,000</u>	<u>16,000</u>	<u>13,333</u>	<u>2,667</u>
Total public services	<u>3,156,009</u>	<u>3,156,009</u>	<u>3,603,356</u>	<u>(447,347)</u>
<b>PARKS AND RECREATION</b>				
Administration				
Personal services				
Salaries and wages	152,398	152,398	193,160	(40,762)
Overtime			909	(909)
Longevity pay	700	700		700
Social Security	8,786	8,786	10,416	(1,630)
IMRF	16,800	16,800	21,616	(4,816)
Medicare	2,161	2,161	2,436	(275)
Employee insurance	24,716	24,716	25,118	(402)
Water Fund cost allocation	(13,969)	(13,969)	(13,969)	
Other services				
Postage	5,500	5,500	5,107	393
Telephone	3,000	3,000	3,701	(701)
Materials and supplies				
Office supplies	2,900	2,900	1,984	916
Gasoline and oil	800	800	940	(140)
Repairs and maintenance				
Office equipment	250	250	143	107
Motor vehicles	400	400	241	159
Other expenditures				
Conferences/staff development	2,100	2,100	2,676	(576)
Memberships/subscriptions	1,400	1,400	1,239	161
Park and recreation commission	200	200	212	(12)
Educational training	250	250	52	198
Risk management				
IRMA premiums	31,343	31,343	33,342	(1,999)
Self-insured deductible	2,000	2,000	1,238	762
Total administration	<u>241,735</u>	<u>241,735</u>	<u>290,561</u>	<u>(48,826)</u>
Parks maintenance				
Personal services				
Salaries and wages	208,183	208,183	267,961	(59,778)
Overtime	3,000	3,000	7,611	(4,611)
Temporary help	15,360	15,360	19,728	(4,368)
Longevity pay	2,700	2,700	2,700	
Social Security	14,213	14,213	18,668	(4,455)
IMRF	24,105	24,105	36,147	(12,042)
Medicare	3,324	3,324	4,366	(1,042)
Employee insurance	48,898	48,898	61,085	(12,187)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PARKS AND RECREATION (Continued)</b>				
<b>Parks maintenance (Continued)</b>				
Contractual services				
Refuse removal	\$ 13,000	\$ 13,000	\$ 12,354	\$ 646
Buildings/grounds	112,500	112,500	100,698	11,802
Landscaping	125,000	125,000	113,174	11,826
Purchased services				
Telephone	4,500	4,500	4,055	445
Teletypes/pagers	250	250	126	124
Dumping	300	300	750	(450)
Equipment rental	300	300		300
Materials and supplies				
Office supplies	2,000	2,000	2,170	(170)
Gasoline and oil	6,500	6,500	10,574	(4,074)
Uniforms	2,400	2,400	2,167	233
Chemicals	1,300	1,300	1,775	(475)
Building supplies	300	300	227	73
Janitor Supplies	1,700	1,700	1,335	365
Tools	2,500	2,500	786	1,714
Recreation supplies	23,000	23,000	21,775	1,225
Repairs and maintenance				
Buildings	10,000	10,000	13,308	(3,308)
Motor vehicles	3,500	3,500	4,060	(560)
Radios	250	250	9	241
Grounds	12,000	12,000	14,252	(2,252)
Playground equipment	3,000	3,000	625	2,375
General equipment	3,000	3,000	6,845	(3,845)
Other expenditures				
Educational training	500	500	1,732	(1,232)
Personnel	500	500	45	455
<b>Total parks maintenance</b>	<b>648,083</b>	<b>648,083</b>	<b>731,108</b>	<b>(83,025)</b>
<b>Recreational services</b>				
Personal services				
Salaries and wages	84,577	84,577	30,900	53,677
Overtime	12,000	12,000	13,272	(1,272)
Temporary help	45,000	45,000	20,883	24,117
Social Security	8,778	8,778	3,134	5,644
IMRF	10,884	10,884	3,428	7,456
Medicare	2,053	2,053	733	1,320
Employee insurance	12,511	12,511	3,804	8,707
Contractual services				
Data processing	11,500	11,500	10,861	639
Recreational programs	250,000	250,000	294,613	(44,613)
Miscellaneous Contractual Services			2,719	(2,719)
Purchased services				
Postage	3,000	3,000	1,306	1,694
Utilities	60,000	60,000	51,689	8,311
Citizens information	13,000	13,000	11,844	1,156
Equipment rental	6,000	6,000	9,596	(3,596)
Printing and publications	3,000	3,000	355	2,645
Materials and supplies				
Office supplies	3,000	3,000	2,801	199
Uniforms	1,000	1,000	470	530
Recreation supplies	23,100	23,100	18,393	4,707

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PARKS AND RECREATION (Continued)</b>				
Recreational services (Continued)				
Other expenditures				
Conferences/staff development	\$ 800	\$ 800	\$ 2,839	\$ (2,039)
Memberships/subscriptions	400	400	275	125
HSD sewer use charge	3,000	3,000	2,913	87
Mileage reimbursement	1,500	1,500	180	1,320
Bank and bond fees	4,500	4,500	4,576	(76)
Total recreational services	559,603	559,603	491,584	68,019
<b>KLMLODGE</b>				
Personal services				
Salaries and wages	20,264	20,264	23,019	(2,755)
Temporary help	30,000	30,000	28,829	1,171
Social Security	3,116	3,116	3,215	(99)
IMRF	2,284	2,284	2,583	(299)
Medicare	729	729	752	(23)
Contractual services				
Refuse removal	5,500	5,500	5,042	458
Custodial	22,000	22,000	14,495	7,505
Miscellaneous	3,000	3,000	1,127	1,873
Purchased services				
Utilities	40,000	40,000	28,951	11,049
Telephone	3,500	3,500	3,415	85
Printing and publications	4,500	4,500	2,732	1,768
Materials and supplies				
Office supplies	1,000	1,000	673	327
Building supplies	3,000	3,000	4,723	(1,723)
Janitorial supplies	3,600	3,600	4,586	(986)
KLM event supplies	3,000	3,000	3,376	(376)
Repairs and maintenance				
Buildings	11,000	11,000	15,087	(4,087)
Office equipment	750	750	265	485
Miscellaneous repairs	1,000	1,000	871	129
Other expenditures				
Mileage reimbursement	50	50	90	(40)
Bank and Bond Fees	500	500	1,084	(584)
Total KLM Lodge	158,793	158,793	144,915	13,878
<b>Swimming pool</b>				
Personal services				
Temporary help	171,300	171,300	159,539	11,761
Social Security	10,621	10,621	9,973	648
Medicare	2,483	2,483	2,341	142
Contractual services				
Refuse removal	1,000	1,000	930	70
Building and grounds	3,000	3,000	1,632	1,368
Custodial	23,000	23,000	30,356	(7,356)
Data processing	11,500	11,500	10,062	1,438
Landscaping	10,500	10,500	5,177	5,323
Recreation programs	4,900	4,900	4,837	63
Miscellaneous	7,000	7,000	9,969	(2,969)

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>PARKS AND RECREATION (Continued)</b>				
Swimming pool (Continued)				
Purchased services				
Postage	\$ 750	\$ 750	\$ -	\$ 750
Utilities	35,000	35,000	39,481	(4,481)
Telephone	1,500	1,500	6,745	(5,245)
Citizens information	3,500	3,500	4,783	(1,283)
Equipment rental	200	200	423	(223)
Printing and publications	2,000	2,000	205	1,795
Materials and supplies				
Office supplies	2,000	2,000	236	1,764
Uniforms	4,500	4,500	5,204	(704)
Chemicals	12,000	12,000	12,902	(902)
Licenses	4,500	4,500	3,130	1,370
Janitor supplies	3,500	3,500	5,623	(2,123)
Tools	200	200		200
Camera supplies			687	(687)
Recreation supplies	4,000	4,000	4,059	(59)
Medical supplies	250	250	570	(320)
Safety supplies	700	700	1,001	(301)
Miscellaneous supplies	300	300	900	(600)
Repairs and maintenance				
Buildings	7,700	7,700	4,748	2,952
General equipment	14,350	14,350	46,740	(32,390)
Other expenditures				
HSD sewer use	4,000	4,000	6,643	(2,643)
Bank & bond fees	6,000	6,000	5,980	20
Total swimming pool	352,254	352,254	384,876	(32,622)
Total parks and recreation	1,960,468	1,960,468	2,043,044	(82,576)
<b>CAPITAL OUTLAY</b>				
General government				
Administration				
Office equipment	10,000	10,000		10,000
General equipment			58,270	(58,270)
Computer equipment	5,000	5,000	10,717	(5,717)
Public safety				
Police department				
Buildings	65,000	65,000	57,936	7,064
Vehicles	40,000	40,000	45,318	(5,318)
General equipment	59,000	59,000	55,849	3,151
Computerization	60,000	60,000	39,833	20,167
Fire department				
Vehicles			46,350	(46,350)
Buildings	10,000	10,000	10,000	
General equipment	56,500	56,500	52,006	4,494
Public works				
Motor vehicles	83,200	83,200	35,272	47,928
Land/grounds			57,730	(57,730)
Buildings	472,000	472,000	296,891	175,109
General equipment	16,700	16,700		16,700

(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, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
CAPITAL OUTLAY (Continued)				
Technical support				
Office equipment	\$ 70,000	\$ 70,000	\$ 18,598	\$ 51,402
Parks and recreation				
Parks maintenance				
Playground equipment	60,214	60,214	26,365	33,849
Land/grounds	457,195	457,195	353,671	103,524
KLMLodge				
Buildings	10,000	10,000	22,652	(12,652)
Furniture and fixtures	5,000	5,000		5,000
Community swimming pool				
Land/grounds			9,853	(9,853)
Infrastructure				
Street projects				
Street improvements			104,135	(104,135)
Parking lots	286,367	286,367		286,367
Sidewalk projects				
Sidewalks	70,000	70,000	7,113	62,887
Parking projects				
Parking lots	394,800	394,800	(8,003)	402,803
Total capital outlay	<u>2,230,976</u>	<u>2,230,976</u>	<u>1,300,556</u>	<u>930,420</u>
TOTAL EXPENDITURES	<u>\$ 16,652,357</u>	<u>\$ 16,652,357</u>	<u>\$ 16,921,647</u>	<u>\$ (269,290)</u>

(See independent auditor's 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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Investment income	\$ 1,000	\$ 1,000	\$ 31,718
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>31,718</u>
<b>EXPENDITURES</b>			
Professional services			26,918
Contractual services			13,583
Purchased services			8,205
Repairs and maintenance			557
Debt service			
Bond issuance costs			40,878
Capital outlay	<u>74,633</u>	<u>874,068</u>	<u>835,336</u>
Total expenditures	<u>74,633</u>	<u>874,068</u>	<u>925,477</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(73,633)</u>	<u>(873,068)</u>	<u>(893,759)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Bonds issued, at par		3,045,000	3,045,000
Discount on bonds			<u>(22,713)</u>
Total other financing sources (uses)		<u>3,045,000</u>	<u>3,022,287</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ <u>(73,633)</u>	\$ <u>2,171,932</u>	2,128,528
FUND BALANCE, MAY 1			<u>55,784</u>
FUND BALANCE, APRIL 30			<u>\$ 2,184,312</u>

(See independent auditor's report.)

VILLAGE OF mNSDALE, ILLINOIS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET

April 30, 2007

	Special Revenue		Debt Service	
	Motor Fuel	Foreign Fire Insurance	Debt Service	Total
	Tax	Tax		
<b>ASSETS</b>				
Cash and cash equivalents	\$ 904,351	\$ 64,029	\$ 585,191	\$ 1,553,571
Investments	490,470		6,674	497,144
Receivables				
Property taxes			381,160	381,160
Accrued interest	6,274			6,274
Due from other governments	42,628			42,628
<b>TOTAL ASSETS</b>	<b><u>\$ 1,443,723</u></b>	<b><u>\$ 64,029</u></b>	<b><u>\$ 973,025</u></b>	<b><u>\$ 2,480,777</u></b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 56,699	\$ -	\$ -	\$ 56,699
Deferred property taxes			381,160	381,160
Total liabilities	56,699		381,160	437,859
<b>FUND BALANCES</b>				
Reserved for streets	1,387,024			1,387,024
Reserved for public safety		64,029		64,029
Reserved for debt service			591,865	591,865
Total fund balances	1,387,024	64,029	591,865	2,042,918
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 1,443,723</u></b>	<b><u>\$ 64,029</u></b>	<b><u>\$ 973,025</u></b>	<b><u>\$ 2,480,777</u></b>

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 2007

	Special Revenue		Debt Service	Total
	Motor Fuel Tax	Foreign Fire Insurance Tax	Debt Service	
<b>REVENUES</b>				
Property taxes	\$ -	\$ -	\$ 412,624	\$ 412,624
Intergovernmental				
Motor fuel tax allotments	520,536			520,536
Foreign fire insurance tax		34,236		34,236
Investment income	38,603	979	39,755	79,337
Miscellaneous	8,246		-	8,246
<b>Total revenues</b>	<b>567,385</b>	<b>35,215</b>	<b>452,379</b>	<b>1,054,979</b>
<b>EXPENDITURES</b>				
Current				
Public safety		12,143		12,143
Public services	91,241			91,241
Capital outlay	71,473	35,488		106,961
Debt service				
Principal			640,000	640,000
Interest and fees			219,449	219,449
<b>Total expenditures</b>	<b>162,714</b>	<b>47,631</b>	<b>859,449</b>	<b>1,069,794</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>404,671</b>	<b>(12,416)</b>	<b>(407,070)</b>	<b>(14,815)</b>
<b>OTHER FINANCING SOURCES</b>				
Transfers in			464,242	464,242
<b>Total other financing sources</b>			<b>464,242</b>	<b>464,242</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>404,671</b>	<b>(12,416)</b>	<b>57,172</b>	<b>449,427</b>
<b>FUND BALANCES, MAY 1</b>	<b>982,353</b>	<b>76,445</b>	<b>534,693</b>	<b>1,593,491</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 1,387,024</b>	<b>\$ 64,029</b>	<b>\$ 591,865</b>	<b>\$ 2,042,918</b>

See accompanying notes to financial statements.

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, 2007

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental			
Motor fuel tax allotments	\$ 530,400	\$ 530,400	\$ 520,536
Investment income	15,000	15,000	38,603
Miscellaneous income			
Private contributions	10,000	10,000	8,246
Total revenues	555,400	555,400	567,385
<b>EXPENDITURES</b>			
Current			
Public services	810,750	810,750	162,714
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ . (255,350)</b>	<b>\$ (255,350)</b>	404,671
FUND BALANCE, MAY 1			982,353
FUND BALANCE, APRIL 30			<b>\$ 1,387,024</b>

(See independent auditor's 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, 2007

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Intergovernmental			
Foreign fire insurance tax	\$ 36,000	\$ 36,000	\$ 34,236
Investment income	1,000	1,000	979
	<hr/>		
Total revenues	37,000	37,000	35,215
	<hr/>		
<b>EXPENDITURES</b>			
Current			
Public safety	47,250	47,250	12,143
Capital outlay	12,500	12,500	35,488
	<hr/>		
Total expenditures	59,750	59,750	47,631
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (22,750)</u>	<u>\$ (22,750)</u>	(12,416)
FUND BALANCE, MAY 1			<u>76,445</u>
FUND BALANCE, APRIL 30			<u>\$ 64,029</u>

(See independent auditor's report.)



VILLAGE OF ffINSDALE, ILLINOIS

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

DEBT SERVICE FUND

For the Year Ended April 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Property taxes	\$ 403,082	\$ 403,082	\$ 412,624
Investment income	20,388	20,388	39,755
Total revenues	<u>423,470</u>	<u>423,470</u>	<u>452,379</u>
<b>EXPENDITURES</b>			
Debt service			
Principal	640,000	640,000	640,000
Interest	218,060	218,060	218,060
Fees	1,500	1,500	1,389
Total expenditures	<u>859,560</u>	<u>859,560</u>	<u>859,449</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(436,090)</u>	<u>(436,090)</u>	<u>(407,070)</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in			
General Fund	464,242	464,242	464,242
Total other financing sources	<u>464,242</u>	<u>464,242</u>	<u>464,242</u>
NET CHANGE IN FUND BALANCE	<u>\$ 28,152</u>	<u>\$ 28,152</u>	57,172
FUND BALANCE, MAY 1			<u>534,693</u>
FUND BALANCE, APRIL 30			<u>\$ 591,865</u>

(See independent auditor's 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, 2007

	Operations and Maintenance	Water Capital	2001 Alt. Rev. Bond P and I	Totals
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	\$ 69,115	\$ 293,813	\$ 150,745	\$ 513,673
Investments	246,952	1,730,003		1,976,955
Receivables				
Accounts - billed	493,185			493,185
Accounts - unbilled	519,421			519,421
Accrued interest	2,036	14,140		16,176
Other	2,718			2,718
Prepays	2,850			2,850
Total current assets	1,336,277	2,037,956	150,745	3,524,978
<b>NONCURRENT ASSETS</b>				
Capital assets				
Land	215,452			215,452
Buildings and improvements	2,216,267			2,216,267
Water system	18,860,425			18,860,425
Vehicles	853,467			853,467
Office equipment	88,547			88,547
Miscellaneous	405,108			405,108
Subtotal	22,639,266			22,639,266
Accumulated depreciation	(8,907,083)			(8,907,083)
Net capital assets	13,732,183			13,732,183
Total assets	15,068,460	2,037,956	150,745	17,257,161
<b>CURRENT LIABILITIES</b>				
Accounts payable	268,041	8,033		276,074
Bonds payable - current			250,000	250,000
Accrued payroll	12,873			12,873
Compensated absences payable	95,704			95,704
Accrued interest payable			20,526	20,526
Deposits payable	9,610			9,610
Total current liabilities	386,228	8,033	270,526	664,787
<b>NONCURRENT LIABILITIES</b>				
General obligation alternate revenue bonds payable			1,120,000	1,120,000
Total noncurrent liabilities			1,120,000	1,120,000
Total liabilities	386,228	8,033	1,390,526	1,784,787
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	13,732,183		(1,370,000)	12,362,183
Unrestricted	950,049	2,029,923	130,219	3,110,191
TOTAL NET ASSETS	\$ 14,682,232	\$ 2,029,923	\$ (1,239,781)	\$ 15,472,374

See accompanying notes to financial statements.

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

MAJOR ENTERPRISE FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL

WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>WATERWORKS AND SEWERAGE</b>				
Personal services				
Salaries and wages	\$ 409,886	\$ 409,886	\$ 349,039	\$ 60,847
Overtime	56,863	56,863	51,230	5,633
Longevity pay	2,800	2,800	2,800	
Accrued benefits			15,119	(15,119)
Water Fund cost allocation	810,584	810,584	806,584	4,000
Social Security	29,112	29,112	23,092	6,020
IMRF	52,919	52,919	45,505	7,414
Medicare	6,808	6,808	5,400	1,408
Group insurance	87,219	87,219	47,998	39,221
Professional services				
Miscellaneous services	54,000	54,000	177,864	(123,864)
Contractual services				
Refuse removal	2,000	2,000	2,320	(320)
Buildings and grounds	500	500	603	(103)
Custodial	6,000	6,000	5,200	800
Water purchases	1,446,872	1,446,872	1,451,379	(4,507)
Purchased services				
Postage	2,000	2,000	3,019	(1,019)
Utilities	89,775	89,775	44,069	45,706
Telephone	4,000	4,000	12,940	(8,940)
Teletype/pagers	400	400	227	173
Dumping	10,000	10,000	11,030	(1,030)
Citizen information	2,800	2,800	2,195	605
Printing and publications	250	250	1,296	(1,046)
Miscellaneous services	14,500	14,500	13,304	1,196
Materials and supplies				
Office supplies	1,000	1,000	659	341
Gasoline and oil	13,700	13,700	13,743	(43)
Unifonns	4,100	4,100	2,815	1,285
Chemicals	500	500		500
Building supplies	500	500	306	194
Janitor supplies	1,200	1,200	1,084	116
Tools	1,950	1,950	1,109	841
Camera supplies	150	150		150
Laboratory supplies	600	600	436	164
Medical supplies	700	700	153	547
Miscellaneous supplies	1,200	1,200	2,348	(1,148)

(This schedule is continued on the following page.)

VILLAGE OF HINSDALE, ILLINOIS

MAJOR ENTERPRISE FUND

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL (Continued)

WATERWORKS AND SEWERAGE FUND

For the Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>WATERWORKS AND SEWERAGE (Continued)</b>				
Repairs and maintenance				
Buildings	\$ 5,000	\$ 5,000	\$ 4,275	\$ 725
Office equipment	500	500	397	103
Motor vehicles	7,000	7,000	5,783	1,217
Radios	2,000	2,000	525	1,475
Sewers	20,000	20,000	18,870	1,130
Water mains	66,700	66,700	71,142	(4,442)
Catch basins	10,000	10,000	17,395	(7,395)
General equipment	25,000	25,000	10,950	14,050
Miscellaneous supplies	25,000	25,000	5,912	19,088
<b>OTHER EXPENSES</b>				
Conferences/staff development	2,300	2,300	120	2,180
Memberships/subscriptions	2,300	2,300	1,100	1,200
Utility tax	208,320	208,320	191,003	17,317
HSD sewer use	1,000	1,000	232	768
Educational training	1,000	1,000	320	680
Personnel			45	(45)
<b>RISK MANAGEMENT</b>				
Liability insurance	110,441	110,441	131,825	(21,384)
Vandalism repairs	1,000	1,000		1,000
Selfinsured liability	3,000	3,000	5,158	(2,158)
<b>CAPITAL OUTLAY</b>				
Vehicles	25,000	25,000	28,768	(3,768)
Water meters	28,814	28,814	46,761	(17,947)
Fire hydrants	64,761	64,761	44,256	20,505
Water resources	25,570	25,570	18,988	6,582
General equipment	30,000	30,000		30,000
Total	3,779,594	3,779,594	3,698,691	80,903
<b>Less nonoperating items</b>				
Capitalized fixed assets	(174,145)	(174,145)	(138,773)	(35,372)
Total	\$ 3,605,449	\$ 3,605,449	\$ 3,559,918	\$ 45,531

(See independent auditor's 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 IDNSDALE, ILLINOIS  
 COMBINING STATEMENT OF PLAN NET ASSETS  
 PENSION TRUST FUNDS

April 30, 2007

	Police Pension	Firefighters' Pension	Totals
<b>ASSETS</b>			
Cash and cash equivalents	\$ 302,851	\$ 1,289,897	\$ 1,592,748
Investments, at fair value			
U.S. Government and Agency Obligations	9,302,666	5,147,300	14,449,966
Equities	6,421,527		6,421,527
Mutual funds	1,050,529	5,646,871	6,697,400
Receivables			
Accrued interest	94,490	61,239	155,729
Due from other funds	3,174		3,174
	<hr/>		
Total assets	17,175,237	12,145,307	29,320,544
<b>LIABILITIES</b>			
Accounts payable	43,278	15,019	58,297
	<hr/>		
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>	<b>\$ 17,131,959'</b>	<b>\$ 12,130,288</b>	<b>\$ 29,262,247</b>
	<hr/>		

See accompanying notes to financial statements.

VILLAGE OF HINSDALE, ILLINOIS

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS

PENSION TRUST FUNDS

For the Year Ended April 30, 2007

	Police Pension	Firefighters' Pension	Totals
<b>ADDITIONS</b>			
Contributions			
Employer	\$ 494,277	\$ 560,137	\$ 761,182
Employees	201,045	180,338	674,615
Total contributions	<u>695,322</u>	<u>740,475</u>	<u>1,435,797</u>
Investment income			
Net appreciation/(depreciation) in fair value of investments	828,495	127,665	956,160
Interest	692,952	1,120,806	1,813,758
Total investment income	1,521,447	1,248,471	2,769,918
Less investment expense	<u>(95,953)</u>	<u>(57,709)</u>	<u>(153,662)</u>
Net investment income	<u>1,425,494</u>	<u>1,190,762</u>	<u>2,616,256</u>
Total additions	<u>2,120,816</u>	<u>1,931,237</u>	<u>4,052,053</u>
<b>DEDUCTIONS</b>			
Retirement benefits	737,936	529,923	1,267,859
Disability benefits	57,061	102,697	159,758
Pension refunds		6,679	6,679
Administrative expenses	7,084	855	7,939
Total deductions	<u>802,081</u>	<u>640,154</u>	<u>1,442,235</u>
NET INCREASE	1,318,735	1,291,083	2,609,818
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>			
MAY 1	<u>15,813,224</u>	<u>10,839,205</u>	<u>26,652,429</u>
APRIL 30	<u>\$ 17,131,959</u>	<u>\$ 12,130,288</u>	<u>\$ 29,262,247</u>

See accompanying notes to financial statements.

## AGENCY FUNDS

Escrow Funds - 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, 2007

	Balances May 1	Additions	Deductions	Balances April 30
<b>Escrow Fund</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 120,222	\$ 1,796,351	\$ 1,782,691	\$ 133,882
Investments, at fair value				
U.S. Government and Agency Obligations	<u>2,636,348</u>	<u>443,440</u>	<u>332,143</u>	<u>2,747,645</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 2,756,570</u></b>	<b><u>\$ 2,239,791</u></b>	<b><u>\$ 2,114,834</u></b>	<b><u>\$ 2,881,527</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ 75,675	\$ 1,058,349	\$ 995,464	\$ 12,790
Deposits payable	<u>2,680,895</u>	<u>995,464</u>	<u>1,183,306</u>	<u>2,868,737</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$ 2,756,570</u></b>	<b><u>\$ 2,053,813</u></b>	<b><u>\$ 2,178,770</u></b>	<b><u>\$ 2,881,527</u></b>
 <b>Flexible Benefit Fund</b>				
<b>ASSETS</b>				
Cash and cash equivalents	<u>\$ 6,201</u>	<u>\$ 45,340</u>	<u>\$ 49,512</u>	<u>\$ 2,029</u>
<b>LIABILITIES</b>				
Held for medical reimbursement	\$ 5,845	\$ 44,299	\$ 38,979	\$ 525
Held for dependent care reimbursement	<u>356</u>	<u>5,212</u>	<u>6,360</u>	<u>1,504</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$ 6,201</u></b>	<b><u>\$ 49,511</u></b>	<b><u>\$ 45,339</u></b>	<b><u>\$ 2,029</u></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, 2007

	Balances April 130	Additions	Deductions	Balances April 130
All Funds				
ASSETS				
Cash and cash equivalents	\$ 126,423	\$ 1,841,691	\$ 1,832,203	\$ 135,911
Investments, at fair value				
U.S. Government and Agency Obligations	2,636,348	443,440	332,143	2,747,645
<b>TOTAL ASSETS</b>	<b>\$ 2,762,771</b>	<b>\$ 2,285,131</b>	<b>\$ 2,164,346</b>	<b>\$ 2,883,556</b>
LIABILITIES				
Accounts payable	\$ 75,675	\$ 1,058,349	\$ 995,464	\$ 12,790
Deposits payable	2,680,895	995,464	1,183,306	2,868,737
Held for medical reimbursement	5,845	44,299	38,979	525
Held for dependent care reimbursement	356	5,212	6,360	1,504
<b>TOTAL LIABILITIES</b>	<b>\$ 2,762,771</b>	<b>\$ 2,103,324</b>	<b>\$ 2,224,109</b>	<b>\$ 2,883,556</b>

See accompanying notes to financial statements.

## 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, 2007

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ASSETS

Cash and cash equivalents	\$ 635,884
Investments	297,565
Receivables	
Property taxes	1,916,318
Accrued interest	2,818
Other	5,729
Due from other governments	3,940
Prepays	<u>27,118</u>
 TOTAL ASSETS	 \$ <u>2,889,372</u>

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 31,584
Accrued payroll	54,633
Deferred revenues - property taxes	<u>1,916,318</u>
 Total liabilities	 <u>2,002,535</u>

FUND BALANCE

Reserved for prepaids	27,118
Unreserved - undesignated	<u>859,719</u>
 Total fund balance	 <u>886,837</u>

TOTAL LIABILITIES AND FUND BALANCE \$ 2,889,372

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

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

April 30, 2007

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FUND BALANCES OF COMPONENT UNIT - LFFIRARY FUNDS	\$	886,837
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		78,102
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:		<u>(38,315)</u>
NET ASSETS OF COMPONENT UNIT - LFFIRARY	\$	<u>926,624</u>

(See independent auditor's 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, 2007

	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
Property taxes	\$ 1,712,919	\$ 1,712,919	\$ 1,745,028
Intergovernmental			
Replacement tax	16,000	16,000	21,889
Grants	21,000	21,000	21,950
Service charges	40,600	40,600	29,291
Fines	30,000	30,000	31,486
Investment income	24,880	24,880	70,407
Miscellaneous			
Donations	2,000	2,000	2,210
Other			13,450
	<hr/>		
Total revenues	1,847,399	1,847,399	1,935,711
<b>EXPENDITURES</b>			
Current			
Culture			
Personal services	1,258,127	1,258,127	1,261,755
Professional services	13,402	13,402	14,758
Contractual services	25,600	25,600	19,182
Purchased services	78,469	78,469	70,291
Materials and supplies	319,252	319,252	291,976
Repairs and maintenance	58,600	58,600	53,390
Other expenditures	17,651	17,651	32,161
Risk management	39,593	39,593	39,583
Capital outlay	35,010	35,010	5,763
	<hr/>		
Total expenditures	1,845,704	1,845,704	1,788,859
NET CHANGE IN FUND BALANCE	\$ 1,695	<u>\$ 1,695</u>	146,852
FUND BALANCE, MAY 1			<u>739,985</u>
FUND BALANCE, APRIL 30			<u>\$ 886,837</u>

(See independent auditor's 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, 2007

---

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 146,852
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	20,977
Depreciation	<u>(17,790)</u>
CHANGES IN NET ASSETS OF COMPONENT UNIT - LIBRARY	<u>\$ 150,039</u>

(See independent auditor's report.)

VILLAGE OF IDNSDALE, ILLINOIS

SCHEDULE OF OPERATING EXPENDITURES - BUDGET AND ACTUAL

COMPONENT UNIT - LIBRARY FUND

For the Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Under (Over)
<b>OPERATING EXPENDITURES</b>				
Personal services				
Salaries and wages	\$ 1,028,012	\$ 1,028,012	\$ 1,041,436	\$ (13,424)
Social Security	63,733	63,733	62,975	758
IMRF	84,804	84,804	88,777	(3,973)
Medicare	14,905	14,905	14,719	186
Group insurance	66,673	66,673	53,848	12,825
Total personal services	1,258,127	1,258,127	1,261,755	(3,628)
Professional services				
Legal services	2,000	2,000	4,452	(2,452)
Miscellaneous	11,402	11,402	10,306	1,096
Total professional services	13,402	13,402	14,758	(1,356)
Contractual services				
Custodial	25,600	25,600	19,182	6,418
Total contractual services	25,600	25,600	19,182	6,418
Purchased services				
Postage	4,200	4,200	1,408	2,792
Utilities	16,364	16,364	15,077	1,287
Telephone	6,180	6,180	5,718	462
Citizen information	14,350	14,350	14,986	(636)
Accounting	11,375	11,375	11,400	(25)
Library programs	24,500	24,500	21,141	3,359
Miscellaneous services	1,500	1,500	561	939
Total purchased services	78,469	78,469	70,291	8,178
Materials and supplies				
Office supplies	15,500	15,500	11,723	3,777
Janitor supplies	6,500	6,500	3,887	2,613
Copy machine supplies	5,000	5,000	3,179	1,821
Software purchases	5,515	5,515	4,624	891
Books - junior department	55,060	55,060	51,726	3,334
Books - adult reference	200,693	200,693	187,023	13,670
Periodicals	15,537	15,537	15,436	101
Library request - books - junior department			1,393	(1,393)

(This schedule is continued on the following page.)

VILLAGE OF IDNSDALE, ILLINOIS

SCHEDULE OF OPERATING EXPENDITURES - BUDGET AND ACTUAL (Continued)

COMPONENT UNIT - LIBRARY FUND

For the Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
OPERATING EXPENDITURES (Continued)				
Materials and supplies (Continued)				
Microfilm purchases	\$ 447	\$ 447	\$ 85	\$ 362
Catalog cards	15,000	15,000	12,900	2,100
Total materials and supplies	319,252	319,252	291,976	27,276
Repairs and maintenance				
Buildings	10,178	10,178	9,461	717
Office equipment	3,882	3,882	3,185	697
Computer equipment	39,540	39,540	35,517	4,023
Miscellaneous repairs	5,000	5,000	5,227	(227)
Total repairs and maintenance	58,600	58,600	53,390	5,210
Other expenditures				
Conferences/staff development	14,151	14,151	9,546	4,605
Ceremonial occasions	1,000	1,000	294	706
Personnel	2,000	2,000	7,800	(5,800)
Helen O'Neill Scholarships	500	500		500
Miscellaneous			14,521	(14,521)
Total other expenditures	17,651	17,651	32,161	(14,510)
Risk management				
Liability insurance	38,593	38,593	39,583	(990)
Self insured liability	1,000	1,000		1,000
Total risk management	39,593	39,593	39,583	10
Capital outlay				
Office equipment	8,010	8,010	1,993	6,017
Computerization	27,000	27,000	3,770	23,230
Total capital outlay	35,010	35,010	5,763	29,247
TOTAL OPERATING EXPENDITURES	\$ 1,845,704	\$ 1,845,704	\$ 1,788,859	\$ 56,845

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION REFUNDING BONDS SERIES 1999

April 30, 2007

Date of Issue	March 10, 1999
Date of Maturity	December 15, 2011
Authorized Issue	\$1,760,000
Actual Issue	\$1,760,000
Interest Rate	3.85% to 3.95%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15, 2011
Payable at	Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2008	\$ 190,000	\$ 41,065	\$ 231,065	2007	\$ 20,533	2007	\$ 20,532
2009	200,000	33,656	233,656	2008	16,828	2008	16,828
2010	210,000	25,855	235,855	2009	12,928	2009	12,927
2011	220,000	17,665	237,665	2010	8,833	2010	8,832
2012	230,000	9,085	239,085	2011	4,543	2011	4,542
	<u>\$ 1,050,000</u>	<u>\$ 127,326</u>	<u>\$ 1,177,326</u>		<u>\$ 63,665</u>		<u>\$ 63,661</u>

(See independent auditor's report.)

VILLAGE OF IDNSDALE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION (ALTERNATE REVENUE SOURCE) BONDS SERIES 2001

April 30, 2007

Date of Issue	November 1, 2001
Date of Maturity	December 15, 2011
Authorized Issue	\$2,500,000
Actual Issue	\$2,500,000
Interest Rate	3.375% to 3.50%
Interest Date	June 15 and December 15
Principal Maturity Date	December 15, 2011
Payable at	Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Requirements			Interest Due On			
	Principal"	Interest	Total	June 15	Amount	Dec. 15	Amount
2008	\$ 250,000	\$ 47,165	\$ 297,165	2007	\$ 23,583	2007	\$ 23,582
2009	260,000	38,665	298,665	2008	19,333	2008	19,332
2010	275,000	29,825	304,825	2009	14,913	2009	14,912
2011	285,000	20,475	305,475	2010	10,238	2010	10,237
2012	300,000	10,500	310,500	2011	5,250	2011	5,250
	<u>\$ 1,370,000</u>	<u>\$ 146,630</u>	<u>\$ 1,516,630'</u>		<u>\$ 73,317</u>		<u>\$ 73,313</u>

(See independent auditor's report.)

VILLAGE OF IDNSDALE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION LIMITED TAX BONDS SERIES 2002

April 30, 2007

Date of Issue	May 1, 2002
Date of Maturity	January 1, 2022
Authorized Issue	\$2,050,000
Actual Issue	\$2,050,000
Interest Rate	4%-4.95%
Interest Date	January 1 and July 1
Principal Maturity Date	January 1, 2022
Payable at	Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	July 1	Amount	Jan. 1	Amount
2008	\$ 90,000	\$ 81,402	\$ 171,402	2007	\$ 40,701	2008	\$ 40,701
2009	90,000	77,802	167,802	2008	38,901	2009	38,901
2010	95,000	74,202	169,202	2009	37,101	2010	37,101
2011	100,000	70,402	170,402	2010	35,201	2011	35,201
2012	105,000	66,302	171,302	2011	33,151	2012	33,151
2013	105,000	61,892	166,892	2012	30,946	2013	30,946
2014	110,000	57,326	167,326	2013	28,663	2014	28,663
2015	115,000	52,430	167,430	2014	26,215	2015	26,215
2016	120,000	47,198	167,198	2015	23,599	2016	23,599
2017	125,000	41,618	166,618	2016	20,809	2017	20,809
2018	135,000	35,680	170,680	2017	17,840	2018	17,840
2019	140,000	29,268	169,268	2018	14,634	2019	14,634
2020	145,000	22,548	167,548	2019	11,274	2020	11,274
2021	155,000	15,516	170,516	2020	7,758	2021	7,758
2022	160,000	7,920	167,920	2021	3,960	2022	3,960
	<u>\$ 1,790,000</u>	<u>\$ 741,506</u>	<u>\$ 2,531,506</u>		<u>\$ 370,753</u>		<u>\$ 370,753</u>

(See independent auditor's report.)

VILLAGE OF HINSDALE, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

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

April 30, 2007

Date of Issue	August 1, 2003
Date of Maturity	December 15, 2013
Authorized Issue	\$4,000,000
Actual Issue	\$4,000,000
Interest Rate	1.00% to 3.250%
Interest Date	June 15 and Dec. 15
Principal Maturity Date	December 15, 2013
Payable at	Hinsdale Bank and Trust

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending	Requirements			Interest Due On			
	Principal	Interest	Total	June 15	Amount	Dec. 15	Amount
2008	\$ 385,000	\$ 79,242	\$ 464,242	2007	\$ 39,621	2007	\$ 39,621
2009	395,000	72,120	467,120	2008	36,060	2008	36,060
2010	410,000	63,628	473,628	2009	31,814	2009	31,814
2011	425,000	53,582	478,582	2010	26,791	2010	26,791
2012	435,000	41,895	476,895	2011	20,948	2011	20,947
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>\$ 2,965,000</u>	<u>\$ 354,641</u>	<u>\$ 3,319,641</u>		<u>\$ 177,321</u>		<u>\$ 177,320</u>

(See independent auditor's report.)



VILLAGE OF HINSDALE, ILLINOIS  
LONG-TERM DEBT REQUIREMENTS  
GENERAL OBLIGATION LIBRARY FUND TAX  
(ALTERNATE REVENUE SOURCE) BONDS SERIES 2006

April 30, 2007

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(See independent auditor's 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.

### Contents

#### 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. 95-100

#### Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax. 101-106

#### 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. 107-111

#### 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. 112-113

#### 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 city provides and the activities it performs. 114-116

*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 Four Fiscal Years

Fiscal Year	2004	2005	2006	2007
<b>GOVERNMENTAL ACTIVITIES</b>				
Invested in capital assets net of related debt	\$ 63,131,104	\$ 62,786,534	\$ 63,472,477	\$ 63,836,203
Restricted	1,190,226	1,627,684	1,593,491	2,042,918
Unrestricted	3,181,542	2,669,453	2,126,871	1,616,309
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 67,502,872</b>	<b>\$ 67,083,671</b>	<b>\$ 67,192,839</b>	<b>\$ 67,495,430</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
Unrestricted	3,407,695	2,993,311	2,711,245	3,110,191
<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>PRIMARY GOVERNMENTAL</b>				
Invested in capital assets net of related debt	\$ 74,501,371	\$ 74,612,746	\$ 75,861,082	\$ 76,198,386
Restricted	1,190,226	1,627,684	1,593,491	2,042,918
Unrestricted	6,589,237	5,662,764	4,838,116	4,726,500
<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>

Data Source

Audited Financial Statements

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VILLAGE OF mNSDALE, ILLINOIS

CHANGE IN NET ASSETS

Last Four Fiscal Years

Fiscal Year	2004	2005	2006	2007
<b>EXPENSES</b>				
Governmental activities				
General government	\$ 1,422,166	\$ 1,696,137	\$ 2,388,907	\$ 2,385,878
Public safety	6,734,789	7,129,625	7,773,211	8,483,017
Public services	5,121,431	4,860,329	4,779,565	4,419,818
Parks and recreation	2,010,870	2,044,913	2,140,131	2,364,398
Interest	183,259	269,851	232,049	309,460
Total governmental activities expenses	<u>15,472,515</u>	<u>16,000,855</u>	<u>17,313,863</u>	<u>17,962,571</u>
Business-type activities				
Water and sewer	4,260,038	4,348,405	4,408,504	4,067,550
Total business-type activities expenses	<u>4,260,038</u>	<u>4,348,405</u>	<u>4,408,504</u>	<u>4,067,550</u>
<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>PROGRAM REVENUES</b>				
Governmental activities				
Charges for services				
General government	\$ 909,059	\$ 949,345	\$ 1,063,230	\$ 1,221,412
Public safety	773,525	797,813	905,192	1,077,991
Public services	1,071,356	1,505,152	1,402,995	1,421,828
Parks and recreation	717,108	865,566	767,886	1,335,541
Operating grants and contributions	524,632	531,133	537,636	583,425
Capital grants and contributions	100,000	169,927	1,173,284	385,139
Total governmental activities program revenues	<u>4,095,680</u>	<u>4,824,936</u>	<u>5,850,223</u>	<u>6,025,336</u>
Business-type activities				
Charges for services				
Water and sewer	4,225,011	4,320,911	4,631,254	4,381,683
Total business-type activities program revenues	<u>4,225,011</u>	<u>4,320,911</u>	<u>4,631,254</u>	<u>4,381,683</u>
<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>NET (EXPENSE) REVENUE</b>				
Governmental activities	\$ (11,376,835)	\$ (11,175,919)	\$ (11,463,640)	\$ (11,937,235)
Business-type activities	<u>(35,027)</u>	<u>(27,494)</u>	<u>222,750</u>	<u>314,133</u>
<b>TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE</b>	<b>\$ (11,411,862)</b>	<b>\$ (11,203,413)</b>	<b>\$ (11,240,890)</b>	<b>\$ (11,623,102)</b>

VILLAGE OF HINSDALE, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Four Fiscal Years

Fiscal Year	2004	2005	2006	2007
<b>GENERAL REVENUES AND OTHER</b>				
<b>CHANGES IN NET ASSETS</b>				
Governmental activities				
Taxes				
Property	\$ 4,130,644	\$ 4,533,571	\$ 4,667,262	\$ 5,016,290
Utility	2,463,309	2,328,059	2,250,382	2,590,916
Sales	2,048,858	2,120,042	2,470,855	2,115,249
Income	1,063,886	1,250,074	1,387,687	1,547,333
Replacement	145,191	169,854	218,147	242,289
Investment earnings	115,163	190,430	229,880	466,435
Miscellaneous	178,169	164,688	348,595	261,314
(Loss) on sale of assets	(41,192)			
Total governmental activities	<u>10,104,028</u>	<u>10,756,718</u>	<u>11,572,808</u>	<u>12,239,826</u>
Business-type activities				
Investment earnings	32,875	69,055	57,577	58,391
Miscellaneous	10,702			
Total business-type activities	<u>43,577</u>	<u>69,055</u>	<u>57,577</u>	<u>58,391</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 10,147,605</u>	<u>\$ 10,825,773</u>	<u>\$ 11,630,385</u>	<u>\$ 12,298,217</u>
<b>CHANGE IN NET ASSETS</b>				
Governmental activities	\$ (1,272,801)	\$ (419,201)	\$ 109,168	\$ 302,591
Business-type activities	8,550	41,561	280,327	372,524
TOTAL PRIMARY GOVERNMENT	<u>\$ (1,264,257)</u>	<u>\$ (377,640)</u>	<u>\$ 389,495</u>	<u>\$ 675,115</u>

Data Source

Audited Financial Statements

VILLAGE OF HINSDALE, ILLINOIS  
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>GENERAL FUND</b>										
Reserved	\$ 326,392	\$ 270,005	\$ 218,227	\$ 288,476	\$ 728,232	\$ 565,815	\$ 273,759	\$ 36,318	\$ 50,048	\$ 49,960
Unreserved	6,573,110	7,733,985	6,469,671	4,164,730	4,673,053	4,093,679	4,038,876	3,886,279	3,203,661	2,996,324
<b>TOTAL GENERAL FUND</b>	<b>\$ 6,899,502</b>	<b>\$ 8,003,990</b>	<b>\$ 6,687,898</b>	<b>\$ 4,453,206</b>	<b>\$ 5,401,285</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>ALL OTHER GOVERNMENTAL FUNDS</b>										
Reserved	\$ 640,163	\$ 677,568	\$ 803,544	\$ 1,010,768	\$ 705,439	\$ 858,974	\$ 3,612,577	\$ 2,166,787	\$ 1,649,275	\$ 4,227,231
Unreserved, reported in										
Special Revenue Funds	1,081,715	860,576	495,407	545,305	104,034					
Capital Project Funds	(27,153)	(340,153)	93,634	124,183						
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 1,694,725</b>	<b>\$ 1,197,991</b>	<b>\$ 1,392,585</b>	<b>\$ 1,680,256</b>	<b>\$ 809,473</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>

Data Source

Audited Financial Statements

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VILLAGE OF HINSDALE, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>REVENUES</b>										
Property taxes	\$ 3,487,094	\$ 3,750,212	\$ 3,672,530	\$ 3,636,059	\$ 3,509,464	\$ 4,106,321	\$ 4,130,644	\$ 4,533,571	\$ 4,667,262	\$ 5,016,290
Utility taxes	1,321,744	1,304,916	1,396,218	1,622,053	1,780,181	2,180,678	2,463,309	2,328,059	2,250,382	2,115,249
Intergovernmental	3,483,547	3,796,440	4,560,518	4,254,291	3,982,595	3,867,989	3,915,059	4,288,320	5,823,988	5,383,338
Service charges	886,985	915,896	931,659	971,648	955,903	1,373,426	1,389,723	1,491,175	1,541,688	1,694,922
Licenses, pennits, and fines	1,002,333	1,555,250	1,539,604	1,660,562	1,707,362	1,834,298	1,703,035	2,063,125	2,108,144	2,291,103
Investment income	555,114	550,849	540,984	794,587	341,754	303,914	111,955	189,070	229,880	466,435
Miscellaneous	633,044	723,258	986,185	936,163	918,484	847,888	527,175	688,335	801,687	1,297,825
<b>Total revenues</b>	<b>11,369,861</b>	<b>12,596,821</b>	<b>13,627,698</b>	<b>13,875,363</b>	<b>13,195,743</b>	<b>14,514,514</b>	<b>14,240,900</b>	<b>15,581,655</b>	<b>17,423,031</b>	<b>18,265,162</b>
<b>EXPENDITURES</b>										
<b>Current</b>										
General government	1,869,443	1,817,901	1,855,254	2,204,305	2,343,620	1,358,441	1,203,503	1,482,744	2,098,160	1,938,849
Public safety	3,359,266	3,521,890	3,699,596	3,880,867	4,172,076	<b>5,838,064</b>	6,383,535	6,760,118	7,383,195	8,097,248
Public services	2,054,351	2,845,880	3,377,460	4,424,313	3,709,240	2,929,172	2,971,127	3,218,651	3,192,665	3,694,597
Parks and recreation	1,092,048	1,090,196	1,160,105	1,175,460	1,246,332	1,613,893	1,725,960	1,725,433	1,818,752	2,043,044
Pensions	530,535	548,989	524,982	501,742	438,308					
Capital outlay	3,399,254	2,518,799	3,866,048	3,437,344	1,424,869	3,585,430	3,205,625	3,390,325	3,267,683	2,242,853
<b>Debt service</b>										
Principal	775,342	861,492	882,729	874,057	890,000	675,000	180,000	560,000	615,000	640,000
Interest	368,667	316,270	233,740	202,780	156,684	171,766	164,406	280,212	233,976	219,449
Bond Issuance costs						25,001				40,878
Fees	2,657	31,201	3,150	1,000	1,000					
<b>Total expenditures</b>	<b>13,451,563</b>	<b>13,552,618</b>	<b>15,603,064</b>	<b>16,701,868</b>	<b>14,382,129</b>	<b>16,196,767</b>	<b>15,834,156</b>	<b>17,417,483</b>	<b>18,609,431</b>	<b>18,916,918</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(2,081,702)</b>	<b>(955,797)</b>	<b>(1,975,366)</b>	<b>(2,826,505)</b>	<b>(1,186,386)</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>

Fiscal Year	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	\$ 3,501,251	\$ 2,279,490	\$ 3,967,543	\$ 4,746,170	\$ 2,155,589	\$ 33,053	\$ 431,721	\$ 431,721	\$ 454,978	\$ 464,242
Transfers (out)	(856,013)	(767,491)	(3,113,675)	(3,866,686)	(1,249,721)	(33,053)	(431,721)	(431,721)	(454,978)	(464,242)
Bonds issued						2,050,000	4,000,000			3,045,000
Discount on bonds issued						(14,098)				(22,713)
Refunding bond proceeds		1,664,977								
Payment to escrow agent		(1,632,346)								
Total other financing sources (uses)	2,645,238	1,544,630	853,868	879,484	905,868	2,035,902	4,000,000			3,022,287
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 563,536</b>	<b>\$ 588,833</b>	<b>\$ (1,121,498)</b>	<b>\$ (1,947,021)</b>	<b>\$ (280,518)</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>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	11.38%	10.67%	9.51%	8.12%	8.08%	6.71%	2.73%	5.99%	5.53%	5.15%

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
1997	\$ 596,837,930	\$ 68,571,650	\$ 76,750	\$ 141,836	\$	\$ 738,878,586	0.6921	\$ 2,216,635,758	33.333%
1998	620,649,710	70,606,980	78,670	180,532		765,996,577	0.5806	2,297,989,731	33.333%
1999	667,441,940	72,814,170	79,530	226,458		824,645,312	0.6264	2,473,935,936	33.333%
2000	705,782,593	75,403,970	82,000	232,560		866,471,193	0.5657	2,599,413,579	33.333%
2001	799,429,559	76,766,600	84,870	252,041		965,468,438	0.5306	2,896,405,314	33.333%
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	0.4235	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%

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

\*The assessed valuations for the 2006 tax levy year have been estimated.

Data Source

Office of the County Clerk

**VILLAGE OF HINSDALE, ILLINOIS**

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

Last Ten Fiscal Years

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<b>DIRECT TAX RATES</b>										
Village of Hinsdale	0.5310	0.5079	0.4694	0.4220	0.3866	0.3586	0.3338	0.3111	0.3066	0.2902
Hinsdale Public Library	0.1611	0.1620	0.1570	0.1437	0.1440	0.1367	0.1238	0.1144	0.1169	0.1208
<b>TOTAL DIRECT TAX RATES</b>	<b>0.6921</b>	<b>0.6699</b>	<b>0.6264</b>	<b>0.5657</b>	<b>0.5306</b>	<b>0.4953</b>	<b>0.4576</b>	<b>0.4255</b>	<b>0.4235</b>	<b>0.4110</b>
<b>OVERLAPPING TAX RATES</b>										
DuPage County - General	0.2970	0.2831	0.2683	0.2536	0.2353	0.2154	0.1999	0.1850	0.1797	0.1713
DuPage County Forest Preserve	0.1871	0.1849	0.1797	0.1742	0.1654	0.1534	0.1419	0.1358	0.1271	0.1303
DuPage Water Commission	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
DuPage Airport Authority	0.0337	0.0322	0.0306	0.0291	0.0271	0.0248	0.0230	0.0213	0.0198	0.0183
Downers Grove Township	0.0974	0.0938	0.0901	0.0873	0.0850	0.0810	0.0765	0.0724	0.0416	0.0268
Hinsdale Sanitary District	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
College of DuPage District 502	0.2042	0.2027	0.2006	0.1966	0.1930	0.2179	0.2097	0.1972	0.1874	0.1929
Hinsdale High School District 86	1.4885	1.5258	1.4881	1.4367	1.4250	1.3858	1.3094	1.2310	1.2129	1.1418
Grade School District 181	2.2656	2.2722	2.1421	2.0491	2.0282	2.2920	2.1781	2.3635	2.0906	1.9490
<b>TOTAL TAX RATES</b>	<b>5.2656</b>	<b>5.2646</b>	<b>5.0259</b>	<b>4.7923</b>	<b>4.6896</b>	<b>4.8656</b>	<b>4.5961</b>	<b>4.6317</b>	<b>4.2826</b>	<b>4.4524</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 IDNSDALE, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	Type of Business	2006			Taxpayer	Type of Business	1997		
		Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation			Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Hinsdale Management Company	Grant Square Shopping Center	\$ 8,217,980		0.50%	Office Park of Hinsdale	Office Complex	\$ 11,744,840		1.59%
PHT	Real Estate Service	6,462,180	2	0.39%	Alfred N. Koplin	Office Complex	9,081,490	2	1.23%
Alfred N. Koplin	Office Complex	6,110,450	3	0.37%	Harris Bank of Hinsdale	Banking Service	7,875,560	3	1.07%
Resident	Private Property	3,785,740	4	0.23%	Howard Sproat and Company	Apartments	2,108,700	4	0.29%
Manor Care	Healthcare Facility	3,360,970	5	0.21%	Americana Healthcare	Healthcare Facility	2,046,870	5	0.28%
Foxford	Real Estate Service	2,762,750	6	0.17%	Hinsdale Management Company	Grant Square Shopping Center	1,886,440	6	0.26%
Grant Square LLC.	Grant Square Shopping Center	2,617,580	7	0.16%	Schwendenner Trost	Office Complex	1,864,120	7	0.25%
Buntrok	Banking Service	2,464,820	8	0.15%	Clay Venture	Office Complex	1,525,270	8	0.21%
Resident	Private Property	1,665,380	9	0.10%	Resident	Private Property	1,392,230	9	0.19%
Washington Square, Inc.	Retirement Community	1,615,500	10	0.10%	Washington Square, Inc.	Retirement Community	1,357,020	10	0.18%
		<u>\$ 39,063,350</u>		<u>2.38%</u>			<u>\$ 40,882,540</u>		<u>5.55%</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 IDNSDALE, 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
1997	\$ 3,967,039	\$ 3,760,753	94.80%	\$ 198,352	\$ 3,959,105	99.80%
1998	3,922,033	3,757,308	95.80%	196,102	3,953,410	100.80%
1999	3,890,199	3,671,181	94.37%	194,510	3,865,691	99.37%
2000	3,995,148	3,831,185	95.90%	199,757	4,030,942	100.90%
2001	3,876,781	3,631,784	93.68%	277,887	3,909,671	100.85%
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	274,333	5.61%		274,333	5.61%

\* Will be collected in 2007 in accordance with illinois law. Estimated levy based on Tax Levy Ordinance. Actual extension not available at time of printing.

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	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General merchandise	\$ 61,608	\$ 2,975	\$ 3,025	\$	\$	\$	\$	\$ 878	\$	\$
Food	175,814	201,372	274,272	295,211	305,761	313,894	300,978	316,446	328,858	336,960
Drinking and eating places	140,610	152,995	163,344	174,727	164,771	164,246	185,399	159,721	213,150	224,135
Apparel	117,612	145,650	137,894	145,892	125,780	119,670	137,239	156,342	158,147	150,626
Furniture & H.H. & radio	132,372	99,989	122,007	133,773	175,658	183,866	100,862	120,623	100,942	96,172
Lumber, building hardware	66,509	56,220	62,922	52,577	48,712	75,088	37,229	41,005	32,919	29,582
Automobile and filling stations	278,864	328,886	407,255	378,805	371,345	467,952	447,219	442,770	586,350	635,990
Drugs and miscellaneous retail	438,919	371,524	390,294	407,225	395,355	371,667	367,129	401,174	408,883	414,136
Agriculture and all others	68,162	299,521	299,037	263,294	243,119	258,187	256,665	203,798	238,364	274,066
Manufacturers	20,645	20,323	18,651	19,116	16,783	10,003	7,564	51,742	155,530	179,995
<b>TOTAL</b>	<b>\$ 1,501,115</b>	<b>\$ 1,679,456</b>	<b>\$ 1,878,701</b>	<b>\$ 1,870,620</b>	<b>\$ 1,847,284</b>	<b>\$ 1,964,573</b>	<b>\$ 1,840,284</b>	<b>\$ 1,894,498</b>	<b>\$ 2,223,143</b>	<b>\$ 2,341,662</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

Village Records  
 Illinois Department of Revenue

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VILLAGE OF HINSDALE, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type	Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	Judgment Funding Payable	Corporate Purpose Payable	General Obligation Bonds			
1998	\$ 5,585,000	\$ 145,000	\$ 53,281	\$	\$ 5,783,281	0.56%	\$ 330.51
1999	5,035,000		36,789		5,071,789	0.53%	289.85
2000	4,170,000		19,060		4,189,060	0.42%	239.40
2001	3,315,000				3,315,000	0.32%	191.08
2002	2,425,000			2,500,000	4,925,000	0.45%	283.88
2003	3,800,000			2,295,000	6,095,000	0.55%	339.74
2004	7,620,000			2,075,000	9,695,000	0.86%	540.41
2005	7,060,000			1,850,000	8,910,000	0.78%	496.66
2006	6,445,000			1,615,000	8,060,000	0.69%	449.28
2007	8,850,000			1,370,000	10,220,000	0.90%	569.68

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

\* See the Schedule of Demographic and Economic Statistics on page 112 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

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Fiscal Year	General Obligation Bonds	Less: Amounts Available InDebt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
1998	\$ 5,585,000	\$ 640,163	\$ 4,944,837	0.25%	\$ 282.59
1999	5,035,000	657,665	4,377,335	0.21%	250.16
2000	4,170,000	782,584	3,387,416	0.15%	193.59
2001	3,315,000	988,511	2,326,489	0.10%	134.10
2002	2,425,000	705,439	1,719,561	0.07%	99.12
2003	3,800,000	85,890	3,714,110	0.13%	207.03
2004	7,620,000	509,769	7,110,231	0.21%	396.33
2005	7,060,000	518,461	6,541,539	.0.18%	364.63
2006	6,445,000	534,693	5,910,307	0.15%	329.45
2007	8,850,000	591,866	8,258,134	0.19%	460.32

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

\* See the Schedule of Assessed Value and Actual Value of Taxable Property on page 101 for property value data.

VILLAGE OF HINSDALE, ILLINOIS

DIRECT AND OVERLAPPING BONDED DEBT  
GENERAL OBLIGATION BONDS

April 30, 2007

Taxing District Tax Code	Net General Obligation Debt Outstanding	Percentage Applicable to of Hinsdale	Amount Applicable to of Hinsdale
<b>DIRECT</b>			
Village of Hinsdale	\$ 8,850,000	100.0000%	\$ 8,850,000
<b>OVERLAPPING</b>			
DuPage County - General	314,590,000	3.8040%	11,967,004
DuPage County Forest Preserve	244,366,312	3.8040%	9,295,695
DuPage Water Commission	46,275,000	4.2226%	1,954,008
DuPage Airport Authority	6,045,000	3.9935%	241,407
Downers Grove Township		19.3964%	
York Township		0.9022%	
Hinsdale Sanitary District		30.5793%	
College of DuPage District 502	104,195,000	3.7979%	3,957,222
Hinsdale High School District 86	12,970,000	28.5744%	3,706,100
Grade School District 181	<u>85,103,938</u>	71.0193%	<u>60,440,221</u>
Total overlapping	<u>813,545,250</u>		<u>91,561,657</u>
<b>TOTAL</b>	<u>\$ 822,395,250</u>		<u>\$ 100,411,657</u>

Data Source

DuPage County Clerk

VILLAGE OF HINSDALE, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
ASSESSED VALUE OF PROPERTY	\$ 738,858,586	\$ 765,996,577	\$ 824,645,312	\$ 866,471,193	\$ 965,468,438	\$ 1,080,697,865	\$ 1,245,313,686	\$ 1,363,842,440	\$ 1,509,171,813	\$ 1,637,720,114
Legal debt limit - 8.625% of assessed value	\$ 63,726,553	\$ 66,067,205	\$ 71,125,658	\$ 74,733,140	\$ 83,271,653	\$ 93,210,191	\$ 107,408,305	\$ 117,631,410	\$ 130,166,069	\$ 141,253,360
Total net debt applicable to limit	5,783,281	5,071,789	4,189,060	3,315,000	2,425,000	3,800,000	7,620,000	7,060,000	6,445,000	8,850,000
LEGAL DEBT MARGIN	\$ 57,943,272	\$ 60,995,416	\$ 66,936,598	\$ 71,418,140	\$ 80,846,653	\$ 89,410,191	\$ 99,788,305	\$ 110,571,410	\$ 123,721,069	\$ 132,403,360
Total net debt applicable to the limit as a percentage of debt limit	9.08%	7.68%	5.89%	4.44%	2.91%	4.08%	7.09%	6.00%	4.95%	6.27%

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 IDNSDALE, ILLINOIS

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

General Obligation Alternative Revenue Source Bond Series 2001						
Fiscal Year	Water Charges and Other	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
1998	\$ 4,371,088	\$ 2,490,641	\$ 1,880,447	\$ -	\$	N/A
1999	4,413,616	2,812,638	1,600,978			N/A
2000	4,831,118	2,963,044	1,868,074			N/A
2001	4,703,845	2,894,375	1,809,470			N/A
2002	4,316,599	2,949,537	1,367,062		42,310.	32.31
2003	4,402,460	3,791,833	610,627	220,000	29,460	2.45
2004	4,268,588	3,767,255	501,333	225,000	26,676	1.99
2005	4,389,966	3,851,980	537,986	235,000	23,807	2.08
2006	4,688,831	3,921,815	767,016	245,000	20,526	2.89
2007	4,440,074	3,568,551	871,523	250,000	20,526	3.22

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

VILLAGE OF HINSDALE, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

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<u>Fiscal</u>	(1) Population	(2) Equalized Assessed Value	Personal Income	(1) Per Capita Personal Income	(3) Unemployment Rate
1998	17,498	\$ 738,878,586	\$ 1,029,809,794	\$ 58,853	2.0%
1999	17,498	765,996,577	960,990,160	54,920	1.6
2000	17,498	824,645,312	989,686,880	56,560	1.0
2001	17,349	866,471,193	1,031,502,144	59,456	2.6
2002	17,349	965,468,438	1,106,258,985	63,765	2.6
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

Date 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

1999 (1)				2007 (2)			
Employer	Rank	Employees	% of Total Village Population	Employer	Rank	Employees	% of Total Village Population
Hinsdale Hospital	1	2,225	12.40%	Hinsdale Hospital	1	2,225	12.40%
Amlings Flowerland	2	500	2.79%	Lathers Union Local 74-L	2	400	2.23%
Transport Service Co	3	500	2.79%	Professional Bennefit Administrators	3	180	1.00%
K & R Express Systems, Inc.	4	300	1.67%	Sungard Investment Management Systems	4	130	0.72%
Panoramic Landscaping Mangement Co.	5	260	1.45%	Harris Bank N.A.	5	92	0.51%
Liberty Federal Bank	6	150	0.84%	Amlings Landscape Service	6	70	0.39%
The Pilcher Hamilton Corp	7	150	0.84%	Hinsdale Surgical Center, LLC	7	53	0.30%
Professional Benefit Administrators	8	130	0.72%	Baird & Warner Inc.	8	52	0.29%
Storm Products Co	9	125	0.70%	Adventist Lab Partners Reference Lab	9	50	0.28%
FAB Express	10	115	0.64%	Midwest Bank of Hinsdale	9	50	0.28%
				Specialized Packaging Concept, Inc.	9	50	0.28%
				The Doings Newspapers	9	50	0.28%

Data Source

(1) 1998 Illinois Manufacturers Directory, 1998 Illinois Services Directory and a selective telephone survey

(2) 2006 Illinois Manufacturers Directory, 2006 Illinois Services Directory and a selective telephone survey

**VILLAGE OF HINSDALE, ILLINOIS**

**FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION**

Last Ten Fiscal Years

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Police Department	37	38	39	39	39	39	39	39	39	39.5
Fire Department	22	22	22	23	23	23	28	30	30	29
Public Services	22	23	23	24	23	22	22	22	22	22
Parks and Recreation	9	9	9	9	8	7	7	7	7	7
General Government	8	8	8	9	9	9	9	9	9.5	11.5
Water Department	11	11	11	11	9	10	10	10	10	10
<b>TOTALS</b>	<b>109</b>	<b>111</b>	<b>112</b>	<b>115</b>	<b>111</b>	<b>110</b>	<b>115</b>	<b>117</b>	<b>118</b>	<b>119</b>

Data Source

Village budget office



VILLAGE OF HINSDALE, ILLINOIS  
 OPERATING INDICATORS BY FUNCTION  
 Last Ten Fiscal Years

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007*
<b>Finance Department</b>										
Vehicle stickers issued	9,482	9,717	9,277	9,437	9,356	9,378	9,301	9,454	8,361	10,154
Utility bills****	35,352	35,352	35,352	35,352	35,352	35,352	35,352	35,352	35,352	35,352
<b>Community Development</b>										
<b>Building Division</b>										
Permits issued	905	918	1,352	1,373	1,438	1,452	1,666	1,621	1,608	2,400
Plan reviews	1,810	1,836	2,704	2,746	2,876	2,904	3,332	3,242	3,216	4,800
Building code inspections	1,222	1,239	1,825	1,854	1,936	1,962	2,553	2,897	4,195	6,800
<b>Public Safety</b>										
<b>Police</b>										
Number of crimes	757	733	689	661	606	643	608	809	1,018	960
Number of service calls	9,945	10,102	10,135	10,523	10,945	11,424	11,251	10,243	11,443	11,206
Number of arrests	155	134	197	194	137	204	141	204	291	286
Moving violations	3,978	2,832	2,887	3,210	3,647	3,538	2,777	3,069	3,330	4,057
Parking citations	5,596	7,376	4,251	7,857	7,523	8,089	2,771	4,314	4,822	4,204
<b>Fire</b>										
Fire calls	1,236	1,385	1,418	1,725	1,603	1,801	1,616	1,891	1,837	1,850
EMS calls	1,039	1,117	1,114	943	925	991	911	920	994	950
Fire prevention inspections	363	163	239	831	892	994	812	895	952	950
Training hours	N/A	N/A	N/A	N/A	7,815	8,484	9,731	12,897	9,975	10,000
<b>Public Works</b>										
<b>Streets</b>										
Street reconstruction (miles)**	0.41**	0.24	0.67	0.41**	1.38	0.00	0.33	0.48	0.00	0.21
Street resurfacing (miles)**	1.71**	2.39	4.39	1.71**	1.22	1.75	1.67	1.73	0.00	0.49
Leaves removed (cubic yards)	15,000.00	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
<b>Water</b>										
Water mains installed (lineal feet)***	1699***	385	2,645	5,090	1699***	1,375	1699***	1,980	420	1200*
Water billed (1,000 gallons)	7,726	7,915	8,458	7,900	7,822	8,004	7,660	8,021	8,603	8,209
Sanitary sewers cleaned (ft)	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
<b>Refuse (single/multi-family)</b>										
Solid waste collected (1,000 gallons)	1,159	1,187	1,269	1,185	1,173	1,201	1,149	1,203	1,290	1,231

NOTES:

- \*2007 are estimated amounts Final figures are not available at time of printing report.
- \*\*1998 and 2001 Street reconstruction and resurfacing are estimated amounts Final figures are not available at time of printing report.
- \*\*\*1998,2001, and 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.

Data Source

Various village departments

VILLAGE OF HINSDALE, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<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	122	122	122	132	132	132	132	132	132	132
<b>PUBLIC SAFETY</b>										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrols vehicles	6	6	6	14	14	14	14	14	14	14
Fire										
Fire stations	1	1	1	1	1	1	1	1	1	1
Fire engines/vehicles	8	9	9	10	10	10	10	10	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