HANOVER TOWNSHIP

COOK COUNTY, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
MARCH 31, 2020

HANOVER TOWNSHIP

Comprehensive Annual Financial Report
Prepared by:
Hanover Township Department of
Administrative Services

HANOVER TOWNSHIP

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INTRODUCTORY SECTION

Hanover Township
Principal Officials
For the Year Ended March 31, 2020

Elected Officials

Brian P. McGuire
Supervisor

Katy Dolan Baumer
Clerk

Thomas S. Smogolski
Assessor

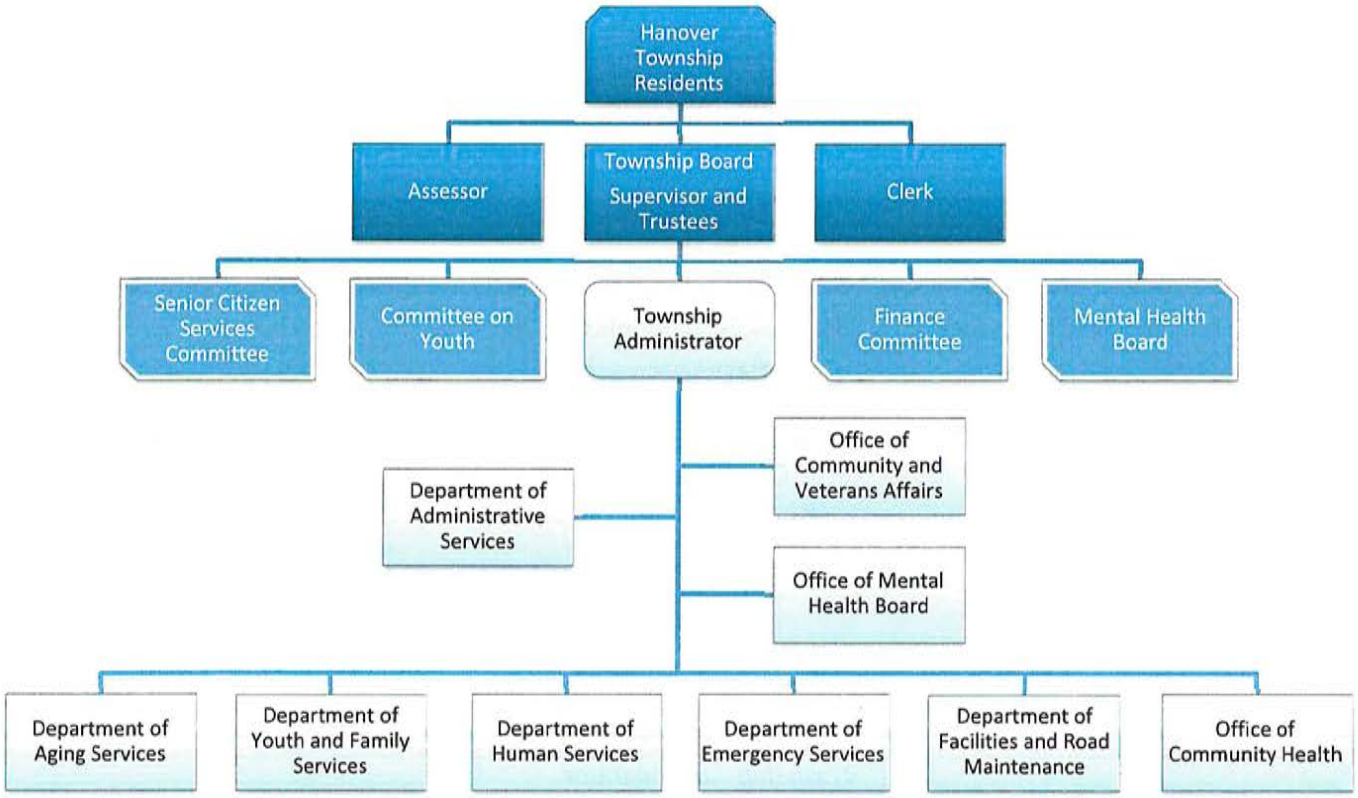
Alisa "Lee" Beattie
Craig Essick
Khaja Moinuddin
Eugene N. Martinez
Trustees

Administrative Staff

James C. Barr
Township Administrator

Kristin Vana
Assistant Township Administrator

Hanover Township
Organizational Chart
For the Year Ended March 31, 2020



HANOVER TOWNSHIP

September 15, 2020

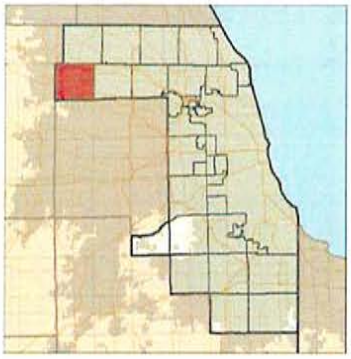
Board of Trustees
Hanover Township
250 S. Route 59
Bartlett, Illinois 60103

Honorable Trustees:

The Comprehensive Annual Financial Report (CAFR) of Hanover Township for the fiscal year ending March 31, 2020 is submitted herewith. The report was prepared by the Township's Supervisor, Administrator and accountant. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with Hanover Township. We believe the data presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and the results of operations of Hanover Township as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Township's financial affairs have been included.

This report includes all funds of the Township. Hanover Township contains portions of six communities within its jurisdiction: Streamwood, Bartlett, Hanover Park, Elgin, Schaumburg and Hoffman Estates. Specific operating departments within the Township include: Department of Administrative Services, Department of Emergency Services, the Office of Community Health, Department of Aging Services, Department of Youth and Family Services, Department of Human Services, Department of Facilities and Road Maintenance, Office of the Mental Health Board, Assessor's Office, and the Office of Community and Veterans Affairs.





ECONOMIC CONDITION AND OUTLOOK

Hanover Township is a municipal corporation of the State of Illinois. The Township covers approximately 36 square miles and includes portions of Streamwood, Elgin, Bartlett, Hanover Park, Hoffman Estates and Schaumburg. It is located in Cook County and is approximately 30 miles northwest of downtown Chicago. The Township maintains a total of six locations in four different municipalities. The Bartlett locations are as follows: Town Hall at 250 S. Route 59, Senior Center at 240 S. Route 59, and Emergency Services Station #1 at 218 Main Street. The Hanover Park location is the Astor Avenue Community Center at 7431 Astor Avenue. The Streamwood location is the Mental Health Community Resource Center at 1535 Burgundy Parkway and the Elgin location is Izaak Walton Center at 899 Jay Street.

The 2018 American Community Survey (ACS), the population of 99,623 for the Township represents almost no increase from the 2010 population of 99,538. The 2018 median household income is $76,184 and per capita income is $30,461. The potential for future population growth is modest even with a slightly improving housing market as the Township has minimal buildable land available for future development. Throughout last three tax years ('17 through '19), the Township's equalized assessed valuation has increased by 12.6%.

The Township levies taxes for four agencies. The agencies are the Town of Hanover, General Assistance (Human Services), Road Maintenance, and Mental Health. Within the Town of Hanover are the following funds: Corporate, IMRF, Social Security, and Senior Citizens. The annual assessed valuation (EAV) is shown below.

Tax Year	EAV	Town Tax Rate	General Asst. Tax Rate	Road Maintenance Tax Rate	Mental Health Tax Rate
2014	$ 1,775,681,535	0.277	0.021	0.095	0.061
2015	1,719,228,781	0.295	0.023	0.099	0.058
2016	2,002,214,061	0.255	0.020	0.086	0.057
2017	2,014,457,752	0.261	0.020	0.086	0.059
2018	1,967,914,991	0.276	0.021	0.087	0.063
2019	2,268,205,300	0.247	0.018	0.075	0.056

According to the 2018 ACS, the total housing units for the Township amounted to 31,119 with an average household containing three individuals and 40% had children under the age of 18 living with them. Additionally, this contributes to the Township's strong demand for community-based adult and youth services.

MAJOR INITIATIVES/HAPPENINGS FOR THE YEAR

The 2020 Budget for Operations remained fairly static for the year. The Township's total major funds were 5.6% under budget. Additionally, the Township was able to transfer monies into the aging, vehicle and capital projects funds in the amounts of $155,000, $90,000 and $305,000, respectively. These monies in addition to prior years' reserves, funded the following major projects from fiscal year 2020: youth and family cargo van, a senior ADA accessible bus, Lenoci and Runzel Reserves planning and improvements, aging center carpet installation, Izaak Walton parking lot extension, and food pantry building improvements.

FUTURE INITIATIVES/FUTURE DIRECTION

Although the Capital Improvement Program anticipates expenditures over a five-year period, the Town Board has allocated up to $3.7M to be expended on Fiscal Year 2021 capital improvements. Funding of capital projects will be derived from local property tax revenues and reserves. These funds are to be budgeted on the following projects: Emergency Services Station, Izaak Walton Reserve improvements, senior center Billing Automated System, senior center building improvements, road resurfacing projects and the Township security camera system.

FINANCIAL INFORMATION

Accounting System and Budgetary Control - The Township's records for general governmental operations are maintained on an accrual basis, with the revenues being recorded when earned and expenditures being recorded when the liability is incurred or the economic asset is used.

In developing and maintaining the Township's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.d

All internal control evaluations occur within the above framework. We believe that the Township's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control has been established at the individual fund level. Financial reports are produced showing budget and actual expenditures by line item, and are distributed monthly to Township departmental and divisional management and to others upon request.

Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level and capital expenditures (items over $5,000 and having a useful life of more than 1 year) are monitored and controlled item by item. Revenue budgets are reviewed monthly.

Additionally, all expenditures are reviewed by the Supervisor and the Board prior to the release of payments.

The Reporting Entity and its Services - This report includes all of the funds and activities controlled by the Township.

The Township participates in the Illinois Municipal Retirement Fund and Illinois Counties Risk Management Trust. Those organizations are separate legal entities because (1) they are organized entities, (2) have governmental character, and (3) are substantially autonomous. Audited financial statements for these organizations are not included in this report. However, such statements are available upon request from their respective business offices.

General Government Functions - The reporting period covered by these financial statements encompasses twelve months. Funds are provided for services by taxes, user fees, interest income, grants, donations and miscellaneous sources.

Property taxes are a major source of income for general operations. The Township's property taxes make up 86% of the total revenue for the major governmental funds.

Assessed valuation of $2,268,205,300 represents a significant increase from the prior fiscal year. As a result, the tax rates for 2019 decreased.

Allocation of the property tax levy for 2019 and the preceding tax year are as follows (amounts for each $100 of assessed value).

Purpose	2019	2018
Town of Hanover	.247	.276
General Assistance Fund	.018	.021
Road Maintenance Fund	.075	.087
Mental Health Fund	.056	.063
Total Tax Rate	.396	.447

The Town of Hanover represents the Corporate, Senior, IMRF, and Social Security Funds. The maximum tax rate for the Corporate Fund is .2500. The maximum tax rate for the Senior Services and Mental Health Fund is .1500.

Capital Assets Additions - As of March 31, 2020 the general capital assets of the Hanover Township amounted to $7,066,056. The major category of decrease results from yearly depreciation of $770,984.

Independent Audit - Chapter 50, Section 310/2 of the Illinois Revised Statutes requires that Townships secure a licensed public accountant to perform an annual audit of accounts. The firm of Mack & Associates, P.C. has performed the audit for the year ended March 31, 2020. Their unmodified opinion on the general-purpose financial statements is presented in this report.

OTHER INFORMATION

Awards & Acknowledgments – The government received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated April 1, 2019, in addition to the GFOA's Award for Reporting Excellence for its CAFR dated March 31, 2019. To qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device. The Illinois Policy Institute has also recognized the Township as one of the few local governments to provide 100% transparency online.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff. Appreciation is expressed to the Township's employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

We would like to thank the Hanover Township board and elected officials for their interest and support in planning and conducting the financial operation of the Township in a responsible and progressive manner.

Respectfully submitted,

Brian P. McGuire
Supervisor

James C. Barr
Administrator

James R. Howard
Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hanover Township

Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

March 31, 2019

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Mack & associates
CERTIFIED PUBLIC ACCOUNTANTS

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TREVOR DEBELAK, CPA
CHRIS CHRISTENSEN

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of
Hanover Township
Bartlett, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township, as of March 31, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-8, and the budgetary comparison information, IMRF pension data schedules and related notes on pages 36-57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Hanover Township's basic financial statements. The introductory section, other information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund and capital project fund financial statements on pages 58-63 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Information

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Hanover Township, for the year ended March 31, 2019, which are presented in summary for comparative purposes with the accompanying financial statements. In our report dated September 3, 2019, we expressed unmodified opinions on the respective financial statements of the governmental activities and each major fund.

Mack & Associates, P. C.

Mack & Associates, P.C.

Morris, Illinois
September 15, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Management's Discussion and Analysis - Unaudited
For the Year Ended March 31, 2020

As the Hanover Township (Township) management we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended March 31, 2020. The management of the Township encourages the readers of this financial information presented in conjunction with the financial statements to obtain a better understanding of the Township's financial operations.

Financial Highlights

The assets and deferred outflows of resources of Hanover Township exceeded its liabilities and deferred inflows of resources by $14,152,872 and $14,342,077 as of March 31, 2020 and 2019, respectively. The Township's net position decreased $189,205 in fiscal year 2020.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Hanover Township's basic financial statements. The Township's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic financial statements, this report also contains required supplementary information and additional information.

Government-wide Financial Analysis

The government-wide financial statements are prepared using the full accrual basis of accounting and are designed to provide readers with a broad overview of Hanover Township's finances, in a manner similar to private-sector businesses.

The Statement of Net Position presents financial information on all of Hanover Township's assets and deferred outflows of resources and liabilities and deferred inflow of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Hanover Township is improving or deteriorating.

The Statement of Activities presents information showing how the Township's net position changed during the most recent fiscal year.

Both of the government-wide financial statements distinguish functions of Hanover Township that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover a portion of the costs through user fees and charges. The governmental activities of Hanover Township include general government, services for youth, seniors, community health, general assistance, mental health, and road projects.

Government-wide Financial Analysis (Continued):

Fund Financial Statements

All of the funds of Hanover Township are governmental funds. The fund financial statements are prepared using the modified accrual basis of accounting. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. The fund financial statements report the Township's operations in more detail than the government-wide statements by providing information about the Township's nine funds.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

Notes to Financial Statements

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

Required Supplementary Information

In addition to the basic financial statements and the accompanying notes, this report also presents certain required supplementary information concerning Hanover Township's progress in funding its obligation to provide pension benefits to its employees. Additionally, required supplementary information regarding a statement of revenues, expenditures, and changes in fund balance – budget vs. actual for each major fund is presented in this section.

Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Hanover Township, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $14,152,872 for the year ended March 31, 2020, which was a decrease of $189,205, or a decrease of 1.3%, from the prior year.

A portion of the Township's net position reflects its investment in capital assets of $7,066,056. The Township uses these capital assets to provide services and consequently these assets are not available to liquidate liabilities or for other spending.

The unrestricted net position of $3,006,328 at March 31, 2020 is available to fund future Township obligations.

Government-wide Financial Analysis (Continued):

Condensed Financial Information

Statement of Net Position

	2020	2019
Assets		
Current assets	$ 12,529,579	12,299,312
Capital assets	7,066,056	7,491,622
Total assets	19,595,635	19,790,934
Deferred Outflows of Resources		
Changes in net pension liabilities*	1,421,537	1,159,291
Total deferred outflows of resources	1,421,537	1,159,291
Liabilities		
Current liabilities	202,805	250,457
Noncurrent liabilities	1,630,217	1,791,590
Total liabilities	1,833,022	2,042,047
Deferred Inflows of Resources		
Property taxes levied for subsequent years	4,007,256	3,963,270
Changes in net pension liabilities*	1,024,022	602,831
Total deferred inflows of resources	5,031,278	4,566,101
Net Position		
Net investment in capital assets	7,066,056	7,491,622
Restricted	4,080,488	4,154,407
Unrestricted	3,006,328	2,696,048
Total net position	$ 14,152,872	14,342,077

**See the schedule of deferred outflows and inflows of resources for the IMRF plan on page 31 for additional information.*

Government-wide Financial Analysis (Continued):

Condensed Financial Information (Continued)

Changes in Net Position

	For the Year Ended March 31,	
	2020	2019
Revenues:		
Program revenues:		
Charges for services	$ 447,742	477,558
Operating grants and contributions	399,359	345,914
Capital grants and contributions	46,892	45,854
General revenues:		
Property taxes	7,841,281	7,550,729
Personal property replacement taxes	72,566	60,958
Interest income	148,829	107,676
Other revenues	122,655	124,385
Total revenues	9,079,324	8,713,074
Expenses:		
General government	3,591,872	3,484,594
Youth services	889,762	950,210
Community relations	237,417	227,149
Home relief	115,265	213,478
Road maintenance	1,082,577	564,061
Mental health	1,272,143	1,173,344
Senior center	2,079,493	1,855,746
Total expenses	9,268,529	8,468,582
Change in net position	(189,205)	244,492
Net position, beginning of year	14,342,077	14,097,585
Net position, end of year	$ 14,152,872	14,342,077

Financial Analysis of the Township's Funds

The following is a summary of changes in fund balances for the year ended March 31, 2020:

Governmental Funds	Fund Balance March 31, 2019	Increase (Decrease)	Fund Balance March 31, 2020
General (Town)	$ 2,586,137	350,956	2,937,093
Senior Citizens Services	1,111,457	44,419	1,155,876
Road Maintenance	1,111,891	(215,142)	896,749
Mental Health	1,028,227	(474)	1,027,753
Capital Projects	1,067,895	(54,436)	1,013,459
General Assistance	699,766	88,138	787,904
Illinois Municipal Retirement	124,154	5,128	129,282
Social Security	78,912	4,012	82,924
Vehicle Replacement	277,146	11,332	288,478
Totals	$ 8,085,585	233,933	8,319,518

The majority of the changes in fund balance are due to operations. Specifically, the General Fund increased due largely to increases in property tax revenues in the current year. The Road Maintenance Fund decreased due to significant road repair and maintenance projects that were completed during the fiscal year. The General Assistance Fund experienced a significant increase in fund balance this year because food pantry expenditures were allocated to General Fund in 2020. In 2019, the food pantry expenditures were allocated to the General Assistance Fund. During the year $155,000 was transferred to the Senior Citizens Services Fund, $90,000 was transferred to the Vehicle Replacement Fund, and $305,000 was transferred to the Capital Projects Fund for capital expenditures. For more information please refer to Note 13 of the financial statements on page 33.

Budgetary Highlights

There were no revisions to the original budget.

Expenditures in the General Town Fund of $3,648,613 were less than revenues by $680,956, and were $218,590 less than the appropriation of $3,867,203. The excess of appropriations over expenditures was largely attributable to youth and family service expenditures that were less than appropriations ($163,492). In addition, total administrative appropriations exceeded expenditures by $30,427, offset by several instances in which expenditures exceeded appropriations for a specific department or function.

Capital Assets

The following is a summary of the Township's capital assets, net of accumulated depreciation:

	March 31, 2019	March 31, 2020
Land	$ 936,041	936,041
Construction in progress	-	76,674
Buildings	5,722,786	5,722,786
Building improvements	2,667,364	2,667,364
Office furniture & equipment	1,159,445	1,187,041
Trucks & equipment	1,306,998	1,421,981
Buses	636,179	578,488
Infrastructure	2,304,107	2,375,794
Cost of capital assets	14,732,920	14,966,169
Less accumulated depreciation	(7,241,298)	(7,900,113)
Net capital assets	$ 7,491,622	7,066,056

For more information please refer to Note 7 of the financial statements on page 25.

Description of Current or Expected Conditions

In the midst of the COVID-19 pandemic, the economy has experienced significant declines and Hanover Township is not immune to the impact of COVID-19. Due to property taxes being the primary source of revenue for the Township, this poses challenges for the Township to maintain and enhance services while operating within available resources. Because the overall impact of COVID-19 is not known or estimable, combined with expected cost increases, the Township has made, and continues to make, difficult choices to continue to provide services to residents within the Township.

Requests for Information

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Administrator, Hanover Township, 250 S. Route 59, Bartlett, Illinois 60103-1684.

BASIC FINANCIAL STATEMENTS

STATEMENT A

Government-wide Financial Statement
Statement of Net Position
March 31, 2020

	Governmental Activities	
	2020	2019
Assets		
Cash and investments	$ 8,304,572	8,138,873
Receivables, net of allowance for uncollectibles:		
Property taxes	4,145,424	4,097,207
Other accounts receivable	-	705
Prepaid items	79,583	62,527
Capital assets not being depreciated:		
Land	936,041	936,041
Construction in Progress	76,674	-
Capital assets being depreciated, net of accumulated depreciation:	6,053,341	6,555,581
Total assets	19,595,635	19,790,934
Deferred Outflows of Resources		
Changes in net pension liabilities	1,421,537	1,159,291
Total deferred outflows of resources	1,421,537	1,159,291
Liabilities		
Accounts payable and other current liabilities	202,805	250,457
Non-current liabilities:		
Due in less than one year:		
Compensated absences	168,361	183,800
Due in more than one year:		
Compensated absences	259,456	223,132
Net pension liability	1,202,400	1,384,658
Total liabilities	1,833,022	2,042,047
Deferred Inflows of Resources		
Property taxes levied for subsequent years	4,007,256	3,963,270
Changes in net pension liabilities	1,024,022	602,831
Total deferred inflows of resources	5,031,278	4,566,101
Net Position		
Net investment in capital assets	7,066,056	7,491,622
Restricted for:		
Senior services	1,155,876	1,111,457
Road maintenance	896,749	1,111,891
Mental health	1,027,753	1,028,227
General assistance	787,904	699,766
Retirement benefits	212,206	203,066
Unrestricted	3,006,328	2,696,048
Total net position	$ 14,152,872	14,342,077

The Notes to Basic Financial Statements are an integral part of this statement.

HANOVER TOWNSHIP

STATEMENT B

Government-wide Financial Statement
Statement of Activities
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

Programs:	Expenses	Program Revenues: Charges for Services and Sales	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position Governmental Activities 2020	2019
Governmental activities:						
General government	$ 3,591,872	171,852	6,291	2,522	(3,411,207)	(3,310,341)
Youth services	889,762	24,723	102,255	-	(762,784)	(815,479)
Community relations	237,417	-	-	-	(237,417)	(227,149)
Home relief	115,265	-	-	-	(115,265)	(213,478)
Road maintenance	1,082,577	-	-	-	(1,082,577)	(564,061)
Mental health	1,272,143	13,820	-	-	(1,258,323)	(1,161,744)
Senior center	2,079,493	237,347	290,813	44,370	(1,506,963)	(1,307,004)
Total governmental activities	$ 9,268,529	447,742	399,359	46,892	(8,374,536)	(7,599,256)
General revenues:						
Taxes:						
Property taxes					7,841,281	7,550,729
Replacement taxes					72,566	60,958
Interest income					148,829	107,676
Miscellaneous					122,655	124,385
Total general revenues					8,185,331	7,843,748
Change in net position					(189,205)	244,492
Net position, beginning of year					14,342,077	14,097,585
Net position, end of year					$ 14,152,872	14,342,077

The Notes to Basic Financial Statements are an integral part of this statement.

HANOVER TOWNSHIP

STATEMENT C

Balance Sheet
Governmental Funds
March 31, 2020
(With Comparative Figures for March 31, 2019)

	Major Funds						Total Non-major Governmental Funds	Total Governmental Funds	
	General (Town) Fund	Senior Citizens Services Fund	Road Maintenance Fund	Mental Health Fund	General Assistance Fund	Capital Projects Fund		2020	2019
Assets									
Cash and investments	$ 2,945,897	1,169,422	883,469	1,011,216	786,301	1,013,459	494,808	8,304,572	8,138,873
Property taxes receivable (net)	2,077,061	606,247	420,208	651,124	204,420	-	186,364	4,145,424	4,097,207
Other receivables	-	-	-	-	-	-	-	-	705
Prepaid items	47,485	21,290	6,237	1,908	2,663	-	-	79,583	62,527
Total assets	$ 5,070,443	1,796,959	1,309,914	1,664,248	993,384	1,013,459	681,172	12,529,579	12,299,312
Liabilities									
Accounts payable	$ 66,426	27,542	4,600	5,231	3,381	-	200	107,382	133,850
Accrued salaries payable	57,555	27,074	4,377	1,554	4,863	-	-	95,423	116,607
Total liabilities	123,983	54,616	8,977	6,785	8,244	-	200	202,805	250,457
Deferred Inflows of Resources									
Property taxes levied for subsequent years	2,009,367	586,467	404,188	629,710	197,236	-	180,288	4,007,256	3,963,270
Fund Balances									
Nonspendable	47,485	21,290	6,237	1,908	2,663	-	-	79,583	62,527
Restricted	-	1,134,586	890,512	1,025,845	785,241	-	212,206	4,048,390	4,131,610
Assigned	-	-	-	-	-	1,013,459	288,478	1,301,937	1,345,041
Unassigned	2,889,608	-	-	-	-	-	-	2,889,608	2,546,407
Total fund balances	2,937,093	1,155,876	896,749	1,027,753	787,904	1,013,459	500,684	8,319,518	8,085,585
Total liabilities, deferred inflows of resources, and fund balances	$ 5,070,443	1,796,959	1,309,914	1,664,248	993,384	1,013,459	681,172	12,529,579	12,299,312

The Notes to Basic Financial Statements are an integral part of this statement.

Balance Sheet
Governmental Funds
March 31, 2020
(With Comparative Figures for March 31, 2019)

	Total Governmental Funds	
	2020	2019
Reconciliation to Statement of Net Position:		
Total fund balances - governmental funds	$ 8,319,518	8,085,585
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets of governmental activities are not financial resources and, therefore, are not reported in the funds.	7,066,056	7,491,622
Long-term liabilities, including compensated absences, and deferred outflows/inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences payable	(427,817)	(406,932)
Net pension liability	(1,202,400)	(1,384,658)
Net deferred pension outflows (inflows)	397,515	556,460
Net position of governmental activities	$ 14,152,872	14,342,077

The Notes to Basic Financial Statements are an integral part of this statement.

HANOVER TOWNSHIP

STATEMENT D

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Major Funds						Total Non-major Governmental Funds	Total Governmental Funds	
	General (Town) Fund	Senior Citizens Services Fund	Road Maintenance Fund	Mental Health Fund	General Assistance Fund	Capital Projects Fund		2020	2019
Revenues:									
Property taxes	$ 3,856,651	1,134,347	869,780	1,226,105	404,767	-	349,631	7,841,281	7,550,729
Replacement taxes	39,016	-	25,165	6,289	2,096	-	-	72,566	60,958
Program revenues	-	237,347	-	-	-	-	-	237,347	269,290
Passport fees	161,802	-	-	-	-	-	-	161,802	156,367
Rental income	10,050	-	-	13,820	-	-	-	23,870	21,600
Youth commission	126,978	-	-	-	-	-	-	126,978	134,731
Intergovernmental	-	335,183	-	-	6,291	2,522	-	343,996	287,338
Interest income	106,557	8,911	5,049	6,411	4,037	-	17,864	148,829	107,676
Miscellaneous	28,515	58,753	1,363	15,282	8,998	-	9,744	122,655	124,385
Total revenues	4,329,569	1,774,541	901,357	1,267,907	426,189	2,522	377,239	9,079,324	8,713,074
Expenditures:									
Current:									
Town	2,327,588	-	-	-	222,499	-	342,021	2,892,108	2,637,579
Youth services	921,023	-	-	-	-	-	-	921,023	944,685
Community relations	222,947	-	-	-	-	-	-	222,947	227,639
Home relief	-	-	-	-	115,552	-	-	115,552	215,678
Road maintenance	-	-	827,003	-	-	-	-	827,003	343,343
Mental health	-	-	-	1,268,381	-	-	-	1,268,381	1,169,349
Senior center	-	1,845,122	-	-	-	-	-	1,845,122	1,795,432
Capital outlay	177,055	-	109,496	-	-	361,958	104,746	753,255	584,945
Total expenditures	3,648,613	1,845,122	936,499	1,268,381	338,051	361,958	446,767	8,845,391	7,918,650
Excess (deficiency) of revenues over (under) expenditures	680,956	(70,581)	(35,142)	(474)	88,138	(359,436)	(69,528)	233,933	794,424
Other financing sources (uses):									
Transfers in	-	155,000	-	-	-	305,000	90,000	550,000	602,000
Transfers out	(330,000)	(40,000)	(180,000)	-	-	-	-	(550,000)	(602,000)
Total other financing sources (u	(330,000)	115,000	(180,000)	-	-	305,000	90,000	-	-
Net change in fund balances	350,956	44,419	(215,142)	(474)	88,138	(54,436)	20,472	233,933	794,424
Fund balances, beginning of year	2,586,137	1,111,457	1,111,891	1,028,227	699,766	1,067,895	480,212	8,085,585	7,291,161
Fund balances, end of year	$ 2,937,093	1,155,876	896,749	1,027,753	787,904	1,013,459	500,684	8,319,518	8,085,585

The Notes to Basic Financial Statements are an integral part of this statement.

HANOVER TOWNSHIP

STATEMENT D
(Continued)

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Total Governmental Funds	
	2020	2019
Reconciliation to the Statement of Activities:		
Net change in fund balances - governmental funds	$ 233,933	794,424
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Depreciation	(770,984)	(783,252)
Capitalized expenditures	345,899	267,440
Disposals, net of accumulated depreciation	(481)	(14,162)
The change in the compensated absences liability is shown as an increase/decrease of expense on the Statement of Activities.	(20,885)	23,675
Certain expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:		
Pension expense	(231,326)	(309,157)
Employer contributions to IMRF	254,639	265,524
Change in net position of governmental activities (Statement B)	$ (189,205)	244,492

The Notes to Basic Financial Statements are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Hanover Township is an Illinois unit of local government. The Township operates under a Board of Trustees form of government, and provides the following services: general assistance, road maintenance, assessment of properties, general administrative services, services for youth and seniors, community health, emergency services and mental health.

The financial statements of the Township have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental 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 Township's accounting policies are described below.

A. The Reporting Entity

The Township follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of Statement No. 14." As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.

2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.

3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

The Township, for financial purposes, includes all funds relevant to the operations of the Township. The accompanying financial statements present the Township's primary government over which the Township exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the Township. Based on the criteria above, the Township did not identify and report any component units for the year ended March 31, 2020.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

B. Financial Statement Presentation

Government-wide Financial Statements

The government-wide financial statements (i.e., The Statement of Net Position and Statement of Activities) report information on all of the non-fiduciary activities of the Township. The effect of inter-fund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

The Statement of Net Position presents the financial condition of the governmental activities of the Township at year end. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

Governmental activities of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/expenses. All of the Township's funds are governmental. An emphasis is placed on major funds within the governmental category.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The Township does not report any proprietary or fiduciary funds.

A fund is considered major if it is the primary operating fund of the Township or meets the following criteria:

a. at least 10 percent of the corresponding total for all funds of total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at that category or type, and

b. total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

B. Financial Statement Presentation – (continued)

Fund Financial Statements – (continued)

The funds reported by the Township are described below.

Governmental Funds Types – the focus of the governmental funds measurement (in the fund statements) is upon determination of financial position and changes in financial position rather than upon net income. The following is a description of the major governmental funds of the Township:

Town Fund – The Town Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The major Special Revenue Funds of the Township are:

Senior Citizens Services Fund – The Senior Citizens Services Fund accounts for revenues restricted for services and programs for seniors. Major sources of revenue include property taxes, grants, and program income.

Road Maintenance Fund – The Road Maintenance Fund is to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified road maintenance activity. Major sources of revenue include property taxes, replacement taxes, and permits and fees income.

Mental Health Fund – The Mental Health Fund accounts for revenues restricted for services and programs in the areas of mental health, developmental disabilities and alcohol and substance abuse. Major sources of revenue include property taxes, replacement taxes, rental income, and program revenue.

General Assistance Fund - The General Assistance Fund is used to account for the proceeds of specific revenue sources related to local public aid for the Township's residents. Property taxes are the major source of revenue for the General Assistance Fund.

Capital Projects Fund – The Capital Projects Fund accounts for revenues assigned for the acquisition and/or construction of capital assets.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

C. *Measurement Focus and Basis of Accounting*

In the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

In the fund financial statements, the current financial resources measurement focus and the modified accrual basis of accounting are used. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., 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 Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures are recorded when the related fund liability is incurred.

Those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. Donations are not susceptible to accrual because they are generally not measurable until received in cash.

D. *Cash, Cash Equivalents, and Investments*

Cash Equivalents – The Township considers cash equivalents as cash on hand, demand deposits, money market accounts and short-term investments.

Investments – Statutes authorize the Township to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agency, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Public Treasurer's Investment Pool. At March 31, 2020, the Township's investments are comprised solely of negotiable certificates of deposit that are stated at fair value.

E. *Prepaid Expenses*

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method. Prepaid expenses are comprised primarily of health insurance premiums that were paid before March 31, 2020 while the service period extends beyond the fiscal year end.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- (continued)

F. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. All capital assets are reported at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to 2004. Donated capital assets are reported at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets are recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

A capitalization threshold of $5,000 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings	30 years
Building improvements	5-20 years
Vehicles	7-20 years
Infrastructure	7-20 years
Furniture and equipment	5-10 years

In the fund financial statements, capital assets acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

G. Pensions

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions and pension expense, information about the fiduciary net position of IMRF and additions to/ deductions from the IMRF fiduciary net position have been determined on the same basis as they are reported by IMRF.

H. Compensated Absences

Vested or accumulated vacation and sick leave are reported as an expenditure and a fund liability of the governmental function that will pay out once retirement or separation has occurred. Vested or accumulated vacation and sick leave of governmental activities are recorded as an expense and liability as the benefits accrue to employees.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

I. Interfund Transactions

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

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

J. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The Township has one item that qualifies for reporting in this category:

1. The deferred outflows of resources related to changes in net pension liabilities result from differences between actuarially expected and actual experience, net differences between actuarially projected and actual earnings on plan investments, changes in actuarial assumptions, changes in proportion and differences between contributions and proportionate share of contributions, and timing differences.

In addition to liabilities, the Statement of Net Position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will *not* be recognized as an inflow of resources (revenues) until that time. The Township has two items that qualify for reporting in this category:

1. The property taxes levied for subsequent years representing the portion of the 2019 tax levy not received within 60 days of year-end and, therefore, not recognized as revenues during the year ended March 31, 2020.

2. The deferred outflows of resources related to changes in net pension liabilities result from differences between actuarially expected and actual experience, net differences between actuarially projected and actual earnings on plan investments, changes in actuarial assumptions, changes in proportion and differences between contributions and proportionate share of contributions, and timing differences.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

K. Net Position Flow Assumption

Sometimes the Township will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

L. Fund Balance Flow Assumption

Sometimes the Township will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

M. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Township itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). See Note 15 for further details regarding fund balances.

N. Estimates

The preparation of financial statements in conformity with the accrual basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

O. Comparative Data

Comparative data for the prior year has been presented in the individual fund financial statements and schedules in order to provide an understanding of the changes in the financial position and operations of these funds.

Certain reclassifications may have been made to prior year data to conform to the current-year presentation.

NOTE 2: PROPERTY TAXES

The property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on or about March 1 and October 1 subsequent to the year of the levy. The Township receives significant distributions of tax receipts approximately one month after the due dates. The billings are considered past due 30 days after the respective billing date at which time the applicable property is subject to lien and penalties and interest are assessed. The allowance for uncollectible taxes has been stated at 0.5% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

The 2020 tax levy, which attached as an enforceable lien on property as of January 1, 2020, has not been recorded as a receivable as of March 31, 2030 as the tax has not yet been levied by the Township and will not be levied until December 2020 and therefore, the levy is not measurable at March 31, 2020. A schedule of assessed valuations, rates, extensions and collections can be found in the statistical section of this report on page 69.

NOTE 3: PERSONAL PROPERTY REPLACEMENT TAXES

The Township receives Personal Property Replacement Tax, which represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

Revenues are collected by the State of Illinois under the replacement tax and are allocated and paid by the State eight times a year. The replacement tax law provides that monies received should be first applied toward payment of the proportionate share of the pension or retirement obligation which were previously levied on personal property. Remaining allocations are made at the discretion of the Board of Trustees.

NOTE 4: DEPOSITS AND INVESTMENTS

Deposits

The Township's investment policy authorizes the Township to invest in all investments allowed by Illinois Compiled Statutes (ILCS). 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 fund 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 Township's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting acceptable assets for security of public funds for amounts in excess of FDIC insurance.

NOTE 4: DEPOSITS AND INVESTMENTS – (continued)

Deposits – (continued)

It is the policy of the Township to invest in funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Township 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, legality, safety of principal, liquidity, and rate of return.

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Township's deposits may not be returned to it. The Township'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 of the funds secured, with the collateral held by the Township, an independent third party, or the Federal Reserve Bank of Chicago. At March 31, 2020, the carrying amount of the Township's deposits (excluding negotiable certificates of deposit and cash on hand) was $6,514,362 and the bank balance was $7,009,113. At March 31, 2020, all of the Township's uninsured deposits were collateralized with securities held by the pledging financial institution in excess of 110% of the fair market value of the funds secured.

Investments

The following table presents maturities of the Township's investments as of March 31, 2020:

		Investment Maturities in Years			
Investment Type	Fair Value	Less than 1	1-5	6-10	Greater than 10
Negotiable CDs	$ 1,790,210	1,790,210	-	-	-
Total	$ 1,790,210	1,790,210	-	-	-

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 Township limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Township limits its exposure to credit risk by requiring investments primarily in negotiable CDs. The negotiable CDs are not rated.

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

NOTE 4: DEPOSITS AND INVESTMENTS – (continued)

Investments – (continued)

Concentration of credit risk is the risk that the Township has a high percentage of its investments invested in one type of investment. The Township's investment policy requires diversification of investments to avoid unreasonable risk. No financial institution shall hold more than 33% of the Township's investment portfolio, exclusive of any securities held in safekeeping.

Fair value measurement is measured using the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of assets. Level 1 inputs are quoted prices in the active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Township's investments carried at fair value are valued using quoted market prices (Level 1 inputs).

NOTE 5: MOTOR FUEL TAX

Every year, the Township receives an allotment of Motor Fuel Tax (MFT) money from the State of Illinois. This money is disbursed by the state to Cook County where it is held for pending projects approved by the Hanover Township Board. When the projects are approved by management, payment and accounting for projects are done through Cook County. These funds are not reflected in the financial statements of the Township.

NOTE 6: COMPENSATED ABSENCES

The compensated absences currently outstanding are as follows:

	Balance, April 1	Additions	Reductions	Balance, March 31	Amount Due in One Year
Compensated absences	$ 406,932	302,026	281,141	427,817	168,361

Compensated absences are liquidated by the fund in which the liability is incurred. For the year ended March 31, 2020, the two funds with the largest portion of the liability are the General and Senior Citizens Services Funds.

NOTE 7: CAPITAL ASSETS

Capital assets are not capitalized in the funds used to acquire or construct them. A summary of changes in capital assets follows:

	April 1, 2019	Additions	Deletions	March 31, 2020
Capital Assets Not Being Depreciated:				
Land	$ 936,041	-	-	936,041
Construction in progress	-	76,674	-	76,674
Total Capital Assets Not Being Depreciated	936,041	76,674	-	1,012,715
Captial Assets Being Depreciated:				
Buildings	5,722,786	-	-	5,722,786
Building improvements	2,667,364	-	-	2,667,364
Office furniture and equipment	1,159,445	27,596	-	1,187,041
Trucks and equipment	1,306,998	169,942	(54,959)	1,421,981
Buses	636,179	-	(57,691)	578,488
Infrastructure	2,304,107	71,687	-	2,375,794
Total Capital Assets Being Depreciated	13,796,879	269,225	(112,650)	13,953,454
Accumulated Depreciation:				
Buildings	(2,600,814)	(191,087)	-	(2,791,901)
Building improvements	(1,172,471)	(178,634)	-	(1,351,105)
Office furniture and equipment	(908,345)	(56,799)	-	(965,144)
Trucks and equipment	(799,172)	(97,159)	54,959	(841,372)
Buses	(287,119)	(63,265)	57,210	(293,174)
Infrastructure	(1,473,377)	(184,040)	-	(1,657,417)
Total Accumulated Depreciation	(7,241,298)	(770,984)	112,169	(7,900,113)
Total Capital Assets Being Depreciated, Net	6,555,581	(501,759)	(481)	6,053,341
Total Capital Assets, Net	$ 7,491,622	(425,085)	(481)	7,066,056

Significant purchases for the year included the following:

2 Ford Transit Cargo Vans	$ 94,646
Izaac Walton Parking Lot - CIP	76,674
Ford F-550 Truck	75,296
Walking Path	71,687

Depreciation was charged to the following functions:

General Government	$ 383,950
Road Maintenance	153,195
Mental Health	3,932
Senior Center	229,907
Total Depreciation	$ 770,984

NOTE 8: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft or, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and net income losses. The Township purchases commercial insurance to cover all risks. There have been no significant reductions in insurance coverage or settlement amounts exceeding insurance coverage for the current year or the three prior years.

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)

Plan Description – The Township's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Township's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. The pension plan is an agent multiple-employer plan. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided – IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). All of the Township's employees participate in the regular plan.

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings in the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) – (continued)

Benefits Provided – (continued)

Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of services, credit plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms – As of December 31, 2019, the following Township employees were covered by the benefit terms:

Retirees and Beneficiaries	44
Inactive, Non-retired Members	77
Active Members	65
Total	186

Contributions – As set by statute, the Township's Regular Plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual contribution rate and actual Township contributions for calendar year 2019 and the fiscal year ended March 31, 2020 are summarized below. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Plan member required contribution rate		4.50%
Township required contribution rate for 2019		7.60%
Township required contribution rate for 2020		8.60%
Township actual contributions for 2019	$	243,585
Township actual contributions for fiscal year 2020	$	254,639

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) – (continued)

Net Pension Liability – The Township's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

At December 31, 2019, the Township had a net pension liability for the plan, determined as follows:

Total Pension Liability	$ 10,681,741
Plan Fiduciary Net Position	9,479,341
Net Pension Liability	$ 1,202,400

Actuarial Assumptions - The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.50%.
- Salary Increases were expected to be 3.35% to 14.25%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation according to an experience study from years 2014 to 2016.
- The IMRF-specific rates for Mortality (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2019:

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) – (continued)

Actuarial Assumptions – (continued)

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	37%	5.75%
International Equity	18%	6.50%
Fixed Income	28%	3.25%
Real Estate	9%	5.20%
Alternative Investments	7%	3.60-7.60%
Cash Equivalents	1%	1.85%
Total	100%	

Single Discount Rate – A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

- The long-term expected rate of return on pension plan investments (during the period which the fiduciary net position is projected to be sufficient to pay benefits), and

- The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) – (continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A)-(B)
Balances at December 31, 2018	$ 9,297,790	7,913,132	1,384,658
Changes for the Year:			
Service Cost	298,948	-	298,948
Interest on the Total Pension Liability	669,086	-	669,086
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	852,910	-	852,910
Changes of Assumptions	-	-	-
Contributions - Employer	-	243,585	(243,585)
Contributions - Employees	-	199,766	(199,766)
Net Investment Income	-	1,377,454	(1,377,454)
Benefit Payments, including Refunds of Employee Contributions	(436,993)	(436,993)	-
Other (Net Transfer)	-	182,397	(182,397)
Net Changes	1,383,951	1,566,209	(182,258)
Balances at December 31, 2019	$ 10,681,741	9,479,341	1,202,400

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Total Pension Liability	$ 12,057,601	10,681,741	9,568,389
Plan Fiduciary Net Position	9,479,341	9,479,341	9,479,341
Net Pension Liability (Asset)	$ 2,578,260	1,202,400	89,048

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) – (continued)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended March 31, 2020, the Township recognized pension expense of $231,326. At March 31, 2020, the Township reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 617,877	27,624
Net difference between projected and actual earnings on pension plan investments	598,514	897,222
Changes of assumptions	132,936	99,176
Total deferred amounts to be recognized in future periods	$ 1,349,327	1,024,022
Employer contributions subsequent to the measurement date	72,210	-
Total	$ 1,421,537	1,024,022

The amount reported as deferred outflows of resources related to pensions resulting from Township contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended March 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Year Ended December 31,	Net Deferred Outflow of Resources
2020	$ 143,033
2021	156,474
2022	185,180
2023	(159,382)

NOTE 10: LEASES AND AGREEMENTS

In May 2013, the Township entered into a ten-year lease agreement for office space located at 1535 Burgundy Parkway, Streamwood, IL with the Mental Health Board (a related party). The lease requires an annual rental payment of $10,000. The expense for the year ended March 31, 2020 was $10,000.

NOTE 10: LEASES AND AGREEMENTS – (continued)

The following is a schedule of future minimum lease payments required in the related party lease as of March 31, 2020:

Year Ended March 31,	Amount
2021	$ 10,000
2022	10,000
2023	10,000

The Mental Health Board entered into annual non-exclusive license agreements with local mental health agencies operating at the resource center at 1535 Burgundy Parkway, Streamwood, IL. The primary purpose of the resource center is to make available a range of mental health services, at a single location, through a consortium of social agencies. Agency licensees take part in a network to promote a comprehensive approach to the betterment of each client along with other license agencies. Licensees are granted use of space and other resources for a monthly fee. The Township recognized revenues in the amount of $13,320 under the license agreements during the year ended March 31, 2020.

NOTE 11: LEGAL DEBT MARGIN

Legal debt margin is the percent of the Township's assessed valuation which is subject to debt limitation. The statutory debt limitation for the Township is 2.875%. The Township's legal debt margin limitation is as follows for the period ended March 31, 2020:

Assessed valuation (2018)	$ 2,268,205,300
Statutory debt limitation (2.875%)	$ 65,210,902
Amount of debt applicable to debt limitation	-
Legal Debt Margin	$ 65,210,902

NOTE 12: SUBSEQUENT EVENTS

Management evaluated subsequent events through September 15, 2020, the date the financial statements were available to be issued.

The COVID-19 outbreak in the United States has caused significant business disruption through mandated and voluntary closings of numerous businesses and other entities throughout the United States and globally. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the global pandemic and its impact on economic conditions and financial markets. The pandemic is expected to have an impact on the operations of the Township, but the duration cannot be reasonably estimated at this time and no adjustments have been made to the financial statements as a result of this uncertainty.

There were no other events that require or adjustments or disclosure in the Township's financial statements as of March 31, 2020.

NOTE 13: INTERFUND ACTIVITY

Individual fund transfers are as follows:

	Transfers In	Transfers Out
General (Town)	$ -	330,000
Senior Citizens Services	155,000	40,000
Road Maintenance	-	180,000
Capital Projects	305,000	-
Vehicle Replacement	90,000	-
Total	$ 550,000	550,000

The purpose of significant transfers during the year is as follows:

$265,000 transferred from the General (Town) to the Capital Projects Fund and $65,000 transferred from the General (Town) Fund to the Vehicle Replacement Fund was to use unrestricted revenues collected in the Town Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. $155,000 was transferred from the Road Maintenance Fund to the Senior Citizens Services Fund to be spent on direct costs of senior citizen transportation programs. $25,000 transferred from the Road Maintenance Fund to the Vehicle Replacement Fund was to be spent on direct costs of transportation. The Senior Citizens Services transfer to the Capital Projects Fund of $40,000 was used to finance capital projects at the Senior Center.

NOTE 14: OTHER POSTEMPLOYMENT BENEFITS

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium.

The Township had no former employees for which the Township was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the Township has not recorded any postemployment benefit liability as of March 31, 2020.

NOTE 15: FUND BALANCE – GASB 54 PRESENTATION

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Non-spendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Following is a summary of how these balances are reported and definitions of the differences.

Fund	General Fund	Senior Citizens Services Fund	Road Maintenance Fund	Mental Health Fund	General Assistance Fund	Capital Projects Fund	Total Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:								
Prepaid items	$ 47,485	21,290	6,237	1,908	2,663	-	-	79,583
Restricted for:	-	-	-	-	-	-	-	
Senior Services	-	1,134,586	-	-	-	-	-	1,134,586
Road Maintenance	-	-	890,512	-	-	-	-	890,512
Mental health	-	-	-	1,025,845	-	-	-	1,025,845
General assistance	-	-	-	-	785,241	-	-	785,241
Municipal retirement	-	-	-	-	-	-	212,206	212,206
Total Restricted	-	1,134,586	890,512	1,025,845	785,241	-	212,206	4,048,390
Assigned to:								
Capital projects	-	-	-	-	-	1,013,459	288,478	1,301,937
Total Assigned						1,013,459	288,478	1,301,937
Unassigned	2,889,608	-	-	-	-	-	-	2,889,608
Total Fund Balances	$ 2,937,093	1,155,876	896,749	1,027,753	787,904	1,013,459	500,684	8,319,518

A. *Non-spendable Fund Balance*

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. *Restricted Fund Balance*

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Restrictions may be imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Debt Service and Special Revenue Funds are by definition restricted for these specified purposes. The Township has several revenue sources received within different funds that also fall into these categories.

NOTE 15: FUND BALANCE – GASB 54 PRESENTATION - (continued)

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board itself.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

F. Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

REQUIRED SUPPLEMENTARY INFORMATION

HANOVER TOWNSHIP
GENERAL (TOWN) FUND

SCHEDULE A-1

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Revenues:				
Property taxes	$ 3,801,283	3,856,651	55,368	3,711,392
Replacement taxes	30,000	39,016	9,016	26,804
Interest income	40,000	106,557	66,557	71,232
Passport fees	150,000	161,802	11,802	156,367
Rental income	10,000	10,050	50	10,000
Youth commission	141,000	126,978	(14,022)	134,731
Miscellaneous	29,700	28,515	(1,185)	32,272
Total revenues	4,201,983	4,329,569	127,586	4,142,798
Expenditures:				
Administration:				
Postage	3,500	4,032	532	5,803
Office supplies	6,000	8,455	2,455	5,810
Printing	6,000	8,225	2,225	5,314
Salaries	370,000	362,599	(7,401)	337,201
Compensation of officials	78,800	78,892	92	79,018
Travel	5,000	3,300	(1,700)	2,151
Memberships, subscriptions, and publications	12,000	10,837	(1,163)	12,604
Pre-employment charges	1,000	1,670	670	50
Education and training	18,000	8,313	(9,687)	6,838
Miscellaneous	10,000	10,154	154	7,317
Consulting fees	10,000	6,750	(3,250)	8,847
Financial administration	65,000	64,800	(200)	62,200
Community affairs	5,000	4,401	(599)	5,462
Committee on youth	3,000	1,796	(1,204)	2,565
Passport services	14,000	10,440	(3,560)	13,839
Legal notices	1,000	737	(263)	302
Contingencies	50,000	6,580	(43,420)	-
Health insurance	55,000	52,111	(2,889)	39,673
Dental, vision, and life insurance	2,950	2,071	(879)	1,244
Unemployment	2,100	3,575	1,475	1,096
IMRF expense	16,500	6,512	(9,988)	8,938
FICA expense	11,200	8,979	(2,221)	9,309
Ancillary Benefits	12,600	12,532	(68)	12,076
Telephone	28,000	12,146	(15,854)	12,894
Utilities	19,000	17,932	(1,068)	20,548
Internet	4,300	4,355	55	3,869
Equipment rental	6,500	6,187	(313)	5,216
Auditing	12,500	11,248	(1,252)	11,546
Legal services	142,500	193,937	51,437	151,849

SCHEDULE A-1
(continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Administration - (continued):				
Employee assistance program	$ 1,600	726	(874)	1,451
General insurance	150,000	135,801	(14,199)	145,212
Flex plan and 457 plan	4,000	3,500	(500)	4,080
Employee recognition	5,000	4,672	(328)	4,920
Employee wellness	8,000	5,403	(2,597)	6,239
Capital outlay:				
Equipment	20,000	16,141	(3,859)	22,154
Computer equipment, software, and support	100,000	139,884	39,884	93,567
Facility lease	21,100	21,030	(70)	21,030
Total administration	1,281,150	1,250,723	(30,427)	1,132,232
Pantry:				
Salaries	43,800	44,931	1,131	-
Utilities	8,500	11,096	2,596	-
Health insurance	17,850	14,696	(3,154)	-
Dental, vision, and life insurance	600	421	(179)	-
Unemployment	300	511	211	-
IMRF expense	2,000	789	(1,211)	-
FICA expense	1,675	1,343	(332)	-
Total pantry	74,725	73,787	(938)	-
Community and Veterans Affairs:				
Community relations:				
Salaries	121,000	124,004	3,004	118,115
Education and training	2,200	1,363	(837)	1,465
Printing	700	519	(181)	523
Postage	550	314	(236)	524
Equipment and furniture	2,600	2,866	266	3,053
Office supplies	1,000	1,350	350	1,064
Satellite office programs	2,000	960	(1,040)	1,682
Satellite office utilities	8,500	9,059	559	7,922
Satellite office phone and internet	4,400	5,546	1,146	4,122
Travel	1,500	1,332	(168)	1,971
Communications	48,600	46,486	(2,114)	54,132
Community service awards	2,200	713	(1,487)	2,077
Community affairs	5,000	3,930	(1,070)	5,714
Historical marker program	2,400	-	(2,400)	931
Dues and subscriptions	500	649	149	365

SCHEDULE A-1
(continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Community and Veterans Affairs - (continued):				
Community relations - (continued):				
Community festivals	$ 7,500	6,250	(1,250)	5,750
Health insurance	10,600	10,043	(557)	10,832
Dental, vision, and life insurance	1,200	842	(358)	533
Unemployment	600	1,021	421	263
IMRF expense	5,300	2,092	(3,208)	2,877
FICA expense	4,500	3,608	(892)	3,724
Social Media Archive	4,000	2,722	(1,278)	-
Miscellaneous	1,000	739	(261)	-
Veterans Affairs:				
Salary	36,000	31,885	(4,115)	34,690
Veterans Honor Roll	4,000	2,380	(1,620)	4,333
Travel	600	648	48	618
Supplies	600	60	(540)	171
Training	1,200	673	(527)	977
Printing	400	453	53	349
Postage	400	11	(389)	-
Health insurance	3,600	3,411	(189)	8,059
Dental, vision, and life insurance	591	415	(176)	263
Unemployment	300	511	211	131
IMRF expense	1,600	632	(968)	894
FICA expense	1,400	1,122	(278)	1,185
Total community and veterans affairs	288,541	268,609	(19,932)	279,309
Emergency Services:				
Salaries	44,600	58,753	14,153	42,982
Equipment	23,000	20,814	(2,186)	25,056
Uniforms	8,500	7,663	(837)	6,195
Printing	1,000	1,424	424	2,256
Postage	200	30	(170)	62
Office supplies	1,000	873	(127)	803
Miscellaneous	1,000	731	(269)	1,293
Education and training	10,000	4,767	(5,233)	9,911
Pre-volunteer screening	500	3,098	2,598	2,722
Travel	2,500	198	(2,302)	864
Volunteer appreciation	4,000	3,788	(212)	6,525
Vehicle fuel and maintenance	9,000	16,408	7,408	12,628
Communications	34,000	19,580	(14,420)	10,198
Emergency ops center	100	-	(100)	-
Health insurance	17,900	16,960	(940)	16,363
Dental, vision, and life insurance	600	421	(179)	267

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Emergency Services- (continued):				
Unemployment	$ 290	494	204	127
IMRF expense	2,000	789	(1,211)	1,062
FICA expense	1,705	1,367	(338)	1,375
Total emergency services	161,895	158,158	(3,737)	140,689
Assessor's Office:				
Office supplies	4,410	4,918	508	2,886
Printing	1,225	1,301	76	2,082
Salaries	125,536	128,413	2,877	127,375
Equipment	3,430	2,432	(998)	2,304
Travel	2,034	208	(1,826)	383
Dues, subscriptions, and publications	2,695	1,544	(1,151)	2,529
Training	2,230	1,464	(766)	1,471
Miscellaneous	1,176	464	(712)	527
Professional services	980	-	(980)	-
Health insurance	30,000	24,302	(5,698)	26,246
Dental, vision, and life insurance	1,765	1,239	(526)	784
Unemployment	862	1,467	605	378
IMRF expense	5,650	2,230	(3,420)	3,156
FICA expense	4,834	3,876	(958)	4,091
Communications	1,000	1,045	45	55
Total assessor's office	187,827	174,903	(12,924)	174,267
Facilities and Maintenance:				
Salaries	274,000	295,554	21,554	303,547
Office supplies	400	2,474	2,074	730
Janitorial supplies	10,000	9,257	(743)	10,389
Housekeeping contract	50,000	53,629	3,629	52,725
Building contracts	13,000	21,410	8,410	18,976
Building maintenance - Town	6,000	10,304	4,304	11,412
Building maintenance - Senior	8,000	3,971	(4,029)	5,595
Building maintenance - Astor	2,000	1,545	(455)	2,871
Equipment maintenance - Town	5,000	5,227	227	3,982
Equipment maintenance - Senior	14,000	16,706	2,706	14,906
Equipment maintenance - Astor	1,200	1,731	531	1,019
Equipment rental	1,500	1,015	(485)	272
Education and training	1,500	1,182	(318)	593
Vehicle maintenance - Town	5,500	2,896	(2,604)	1,055
Vehicle fuel - Town	6,000	6,020	20	5,481

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Facilities and Maintenance- (continued):				
Seasonal projects assistance	$ 20,000	15,845	(4,155)	16,754
Communications	1,500	3,127	1,627	771
Trash removal - Town	3,000	2,826	(174)	2,946
Trash removal - Senior	3,000	4,001	1,001	3,406
Trash removal - Astor	3,000	6,060	3,060	3,969
Grounds maintenance	10,000	12,888	2,888	14,848
Uniforms	2,000	2,027	27	1,985
Miscellaneous	1,000	1,248	248	987
Building maintenance - Izaak	3,000	2,216	(784)	2,851
Equipment maintenance - Izaak	2,000	1,909	(91)	2,740
Trash removal - Izaak	1,800	1,292	(508)	1,218
Health insurance	51,100	48,415	(2,685)	46,157
Dental, vision, and life insurance	2,800	1,965	(835)	1,311
Unemployment	1,400	2,383	983	635
IMRF expense	12,100	4,776	(7,324)	7,541
FICA expense	10,400	8,338	(2,062)	9,394
Total facilities and maintenance	526,200	552,237	26,037	551,066
Community Health:				
Salaries	194,000	187,854	(6,146)	174,914
Postage	350	128	(222)	98
Office supplies	1,500	646	(854)	784
Printing	2,000	490	(1,510)	2,173
Travel	1,500	1,672	172	1,097
Dues, subscriptions and publications	275	160	(115)	178
Community affairs	3,000	2,946	(54)	2,401
Furniture and computer equipment	3,325	3,954	629	1,977
Professional services	1,200	2,130	930	1,431
Miscellaneous	1,000	546	(454)	629
License and professional insurance	300	180	(120)	164
Medical supplies	10,150	8,919	(1,231)	8,390
Communications	1,000	398	(602)	1,619
Crisis care	-	-	-	393
Health insurance	23,600	26,482	2,882	18,617
Dental, vision, and life insurance	1,800	1,263	(537)	800
Unemployment	1,150	1,958	808	504
IMRF expense	8,700	3,434	(5,266)	4,581
FICA expense	7,500	6,013	(1,487)	5,924
Total community health	262,350	249,173	(13,177)	226,674

SCHEDULE A-1
(continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Youth and Family Services:				
Administration and clinical:				
Salaries	$ 495,000	450,523	(44,477)	444,483
Education and training	6,000	3,273	(2,727)	5,804
Consulting fees	3,600	600	(3,000)	3,000
Answering service	1,200	1,200	-	1,200
Printing	2,000	1,756	(244)	2,159
Postage	400	76	(324)	155
Books and journals	400	403	3	77
Equipment maintenance	2,500	2,340	(160)	2,423
Psychiatric backup	9,000	2,090	(6,910)	4,520
Office supplies	3,000	3,724	724	2,140
Community affairs	2,600	3,116	516	3,542
Recruitment and pre-employment	1,500	2,930	1,430	2,151
Miscellaneous	500	164	(336)	58
Travel	3,000	1,631	(1,369)	2,557
CIS maintenance	3,600	-	(3,600)	-
Equipment and furniture	3,000	3,172	172	495
Tutoring	27,500	17,336	(10,164)	20,914
Dues and subscriptions	500	709	209	689
Health insurance	55,378	52,469	(2,909)	49,717
Dental, vision, and life insurance	4,707	3,304	(1,403)	1,831
Unemployment	3,356	5,713	2,357	1,502
IMRF expense	21,899	8,643	(13,256)	11,341
FICA expense	15,990	12,820	(3,170)	12,685
Outreach and Prevention:				
Open gym program	7,200	4,267	(2,933)	10,044
Open gym salaries	123,500	97,287	(26,213)	95,206
Salaries	196,000	166,943	(29,057)	190,933
Education and training	2,000	1,671	(329)	1,892
Travel	3,000	2,767	(233)	2,827
Printing	1,100	188	(912)	302
Office supplies	1,000	833	(167)	767
Community affairs	1,200	575	(625)	1,289
Professional services	1,200	900	(300)	1,200
Program supplies	1,000	882	(118)	858
Telephone	3,000	2,666	(334)	3,039
Substance abuse prevention program	3,200	1,459	(1,741)	2,859
Transportation	500	389	(111)	-

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Youth and Family Services - (continued):				
Outreach and prevention - (continued):				
Health insurance	$ 42,000	39,794	(2,206)	40,515
Dental, vision, and life insurance	2,942	2,065	(877)	1,307
Unemployment	3,206	5,457	2,251	1,347
IMRF expense	14,313	5,649	(8,664)	7,590
FICA expense	11,524	9,239	(2,285)	9,267
Total Youth and Family Services	1,084,515	921,023	(163,492)	944,685
Total Expenditures	3,867,203	3,648,613	(218,590)	3,448,922
Excess (deficiency) of revenues over expenditures	334,780	680,956	346,176	693,876
Other Financing Sources (Uses):				
Transfers out	(330,000)	(330,000)	-	(325,000)
Total Other Financing Sources (Uses)	(330,000)	(330,000)	-	(325,000)
Net Change in Fund Balance	$ 4,780	350,956	346,176	368,876
Fund Balance, Beginning of Year		2,586,137		2,217,261
Fund Balance, End of Year		2,937,093		2,586,137

HANOVER TOWNSHIP
SENIOR CITIZENS SERVICES FUND

SCHEDULE A-2

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Revenues:				
Property taxes	$ 1,113,995	1,134,347	20,352	1,091,623
Program revenue	244,000	237,347	(6,653)	269,290
Intergovernmental	275,732	335,183	59,451	279,452
Interest income	4,000	8,911	4,911	8,889
Miscellaneous	44,500	58,753	14,253	39,782
Total revenues	1,682,227	1,774,541	92,314	1,689,036
Expenditures:				
Administration:				
Salaries	132,500	134,185	1,685	119,480
Recruitment	1,800	8,783	6,983	141
Telephone and internet	1,200	1,133	(67)	1,243
Equipment	14,000	11,179	(2,821)	14,837
Office supplies	9,000	7,611	(1,389)	7,422
Postage	5,000	1,938	(3,062)	2,961
Printing	5,000	7,648	2,648	5,414
Dues, subscriptions, and publications	2,500	2,397	(103)	1,979
Travel	1,000	3,059	2,059	3,419
Education and training	1,000	1,889	889	1,250
Community affairs	2,000	2,886	886	2,980
Miscellaneous	1,000	3,842	2,842	1,831
Health insurance	35,635	31,457	(4,178)	30,232
Dental, vision, and life insurance	654	459	(195)	291
Unemployment	575	979	404	252
IMRF expense	5,904	2,330	(3,574)	3,172
FICA expense	4,042	3,241	(801)	3,289
Contingencies	10,000	4,940	(5,060)	-
Utilities	58,000	50,903	(7,097)	51,221
Total administration	290,810	280,859	(9,951)	251,414

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Programs:				
Satellite programming	$ 2,500	2,780	280	1,279
Weekend programming	4,000	2,833	(1,167)	3,046
Programming	160,000	200,034	40,034	214,637
Volunteer services	16,000	18,608	2,608	16,565
Club 59 newsletter	13,000	7,452	(5,548)	17,446
Computer instruction	1,000	94	(906)	185
Visual arts	18,000	17,775	(225)	19,088
Out trip transportation	7,000	-	(7,000)	-
Program salaries	225,000	225,844	844	212,507
Program training	1,500	-	(1,500)	-
Program staff travel	1,000	-	(1,000)	-
Health insurance	60,076	14,124	(45,952)	26,426
Dental, vision, and unemployment	2,419	1,239	(1,180)	784
Unemployment	2,048	2,346	298	596
IMRF expense	9,937	2,920	(7,017)	3,925
FICA expense	6,817	3,982	(2,835)	3,987
Total programs	530,297	500,031	(30,266)	520,471
Services:				
Psychiatric services	8,000	941	(7,059)	1,201
Social services	1,500	1,120	(380)	5,147
Senior assistance	3,000	1,659	(1,341)	2,790
Salaries	163,500	158,385	(5,115)	144,618
Training	1,500	1,234	(266)	1,165
Travel	1,000	2,143	1,143	728
Recruitment	-	-	-	946
Health insurance	16,000	53,033	37,033	35,872
Dental, vision, and life insurance	1,765	1,698	(67)	1,075
Unemployment	1,378	3,486	2,108	897
IMRF expense	7,398	3,922	(3,476)	5,306
FICA expense	4,967	5,465	498	5,594
Total services	210,008	233,086	23,078	205,339

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Nutrition:				
Congregate salaries	$ 60,000	60,668	668	91,465
Congregate food	60,000	70,234	10,234	65,243
Congregate equipment	1,500	1,747	247	5,212
Congregate supplies	6,000	7,249	1,249	7,160
Training	500	-	(500)	210
Recruitment	-	-	-	479
Home delivered meals salaries	60,500	64,462	3,962	33,304
Home delivered meals food	62,000	79,988	17,988	71,816
Home delivered meals equipment	2,000	745	(1,255)	7,861
Home delivered meals supplies	6,000	7,096	1,096	7,036
Event catering	1,500	3,182	1,682	3,996
Health insurance	3,600	3,178	(422)	3,413
Dental, vision, and life insurance	588	413	(175)	261
Unemployment	1,436	2,444	1,008	504
IMRF expense	5,261	2,076	(3,185)	2,398
FICA expense	3,658	2,933	(725)	2,522
Total nutrition	274,543	306,415	31,872	302,880
Transportation:				
Alternative transportation	5,000	8,951	3,951	9,536
Vehicle maintenance	47,000	37,814	(9,186)	42,483
Salaries	330,000	337,545	7,545	323,714
Dispatch software	18,550	17,508	(1,042)	18,528
Recruitment	-	-	-	3,709
Telephone	5,500	5,876	376	6,174
Training	2,000	3,020	1,020	1,909
Fuel	37,500	34,983	(2,517)	33,278
Uniforms	1,800	1,426	(374)	915
Health insurance	64,373	56,826	(7,547)	56,493
Dental, vision, and life insurance	4,707	3,304	(1,403)	2,092
Unemployment	2,443	4,158	1,715	1,071
IMRF expense	13,949	5,506	(8,443)	7,492
FICA expense	9,746	7,814	(1,932)	7,934
Total transportation	542,568	524,731	(17,837)	515,328
Total Expenditures	1,848,226	1,845,122	(3,104)	1,795,432

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Excess (deficiency) of revenues over expenditures	$ (165,999)	(70,581)	95,418	(106,396)
Other Financing Sources (Uses):				
Transfers in	155,000	155,000	-	155,000
Transfers out	(40,000)	(40,000)	-	(97,000)
Total Other Financing Sources (Uses)	115,000	115,000	-	58,000
Net Change in Fund Balance	$ (50,999)	44,419	95,418	(48,396)
Fund Balance, Beginning of Year		1,111,457		1,159,853
Fund Balance, End of Year		1,155,876		1,111,457

HANOVER TOWNSHIP
ROAD MAINTENANCE FUND

SCHEDULE A-3

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Revenues:				
Property taxes	$ 848,200	869,780	21,580	852,227
Replacement taxes	28,000	25,165	(2,835)	25,859
Interest income	5,000	5,049	49	13,437
Miscellaneous	4,000	1,363	(2,637)	2,344
Total revenues	885,200	901,357	16,157	893,867
Expenditures:				
Road maintenance:				
Controlled substance test	500	806	306	615
Salaries	166,000	150,786	(15,214)	155,866
Operating supplies and materials	25,000	15,857	(9,143)	10,656
Gasoline	20,000	9,688	(10,312)	7,651
Maintenance supplies	2,000	616	(1,384)	201
Engineering	97,000	60,724	(36,276)	-
Contract work	670,000	373,263	(296,737)	17,364
Street lighting	15,000	10,643	(4,357)	4,662
Signs, striping, and tree removal	12,500	6,218	(6,282)	2,060
Salt	80,000	113,739	33,739	74,136
Total road maintenance	1,088,000	742,340	(345,660)	273,211
Equipment:				
Machine rental	1,500	1,116	(384)	127
Equipment purchase	75,000	69,144	(5,856)	64,839
Maintenance vehicles and equipment	30,000	35,656	5,656	57,382
Total equipment	106,500	105,916	(584)	122,348
Bridge repair and maintenance	5,000	-	(5,000)	-
Buildings:				
Buildings and permanent improvement	50,000	-	(50,000)	-
Building maintenance	10,000	3,580	(6,420)	574
Total buildings	60,000	3,580	(56,420)	574

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Administration:				
Postage	$ 1,000	671	(329)	715
Legal	20,000	20,410	410	6,470
Insurance	30,000	19,553	(10,447)	27,542
Telephone	3,000	176	(2,824)	533
Dues, subscriptions and publications	1,000	1,356	356	463
Travel	1,000	-	(1,000)	-
Printing	500	73	(427)	120
Training and conferences	1,000	28	(972)	150
Uniforms and safety equipment	2,000	2,283	283	1,177
Community affairs	2,500	2,132	(368)	1,287
Utilities	5,000	4,608	(392)	7,407
Miscellaneous	1,000	606	(394)	781
Recruitment	1,000	-	(1,000)	-
Service charges	-	388	388	1
Office supplies	1,000	30	(970)	44
Health insurance	17,250	19,859	2,609	12,654
Dental, vision and life insurance	1,350	948	(402)	556
Unemployment	1,800	3,259	1,459	263
IMRF expense	8,800	3,473	(5,327)	4,469
FICA expense	6,000	4,810	(1,190)	5,500
Total administration	105,200	84,663	(20,537)	70,132
Total Expenditures	1,364,700	936,499	(428,201)	466,265
Excess (deficiency) of revenues over expenditures	(479,500)	(35,142)	444,358	427,602
Other Financing Sources (Uses):				
Transfers Out	(180,000)	(180,000)	-	(180,000)
Total Other Financing Sources (Uses)	(180,000)	(180,000)	-	(180,000)
Net Change in Fund Balance	$ (659,500)	(215,142)		247,602
Fund Balance, Beginning of Year		1,111,891		864,289
Fund Balance, End of Year		896,749		1,111,891

HANOVER TOWNSHIP
MENTAL HEALTH FUND

SCHEDULE A-4
(continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Revenues:				
Property taxes	$ 1,188,530	1,226,105	37,575	1,169,843
Replacement taxes	14,000	6,289	(7,711)	6,221
Interest income	3,000	6,411	3,411	6,395
Rental income	12,000	13,820	1,820	11,600
Miscellaneous	18,000	15,282	(2,718)	21,155
Total revenues	1,235,530	1,267,907	32,377	1,215,214
Expenditures:				
Service contracts by agency:				
Administer Justice - legal aid	8,000	8,000	-	8,000
AID case management	6,000	4,500	(1,500)	6,000
AID supportive employment	41,000	41,000	-	41,000
Alexian Brothers - outpatient psy	12,500	13,020	520	12,195
Boys and Girls Club	5,000	5,000	-	5,000
Bridge YFS Crisis Intervention	5,000	5,000	-	8,715
CAC CASI	20,000	20,000	-	20,000
CAC Family Support	6,500	6,500	-	6,000
CAC Safe from the Start	20,000	20,000	-	20,000
Capital Fund	125,000	137,044	12,044	43,500
Catholic Charities Caregivers	4,500	4,500	-	4,500
Center for Enriched Learning	2,400	2,400	-	-
CCC Strategies for Safety	-	-	-	6,000
CCC Domestic Violence Counsel	30,000	30,000	-	28,000
CCC Domestic Violence Shelter	30,000	30,000	-	30,000
CCC SA Counseling	15,000	15,000	-	11,000
Centro de Informacion	27,500	27,300	(200)	27,300
Challenge Grant Fund	50,000	69,489	19,489	27,500
Clearbrook Children's program	8,000	8,000	-	8,000
Clearbrook day services	7,000	7,000	-	7,000
Clearbrook Residential	7,500	5,625	(1,875)	7,000
Contract support services	100,000	25,000	(75,000)	57,000
Day One PACT	9,000	2,250	(6,750)	9,000
Little City In-Home Respite	-	-	-	8,000
Easter Seals Outpatient Rehab	62,000	62,000	-	64,113
Easter Seals Family Support	15,000	10,070	(4,930)	15,000
Easter Seals Nutrition Services	11,000	11,000	-	8,478
Maryville Academy Casa Salama	20,000	20,000	-	20,000
FSA Youth	37,000	37,000	-	22,000

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Service contracts by agency - (continued):				
FSA Senior	$ -	-	-	12,000
Ecker Center/PEP	10,500	10,500	-	10,000
Ecker Therapy Services	88,000	88,000	-	87,000
Gigis Playhouse	15,000	15,000	-	-
HTSS Home Delivered Meals	11,000	11,000	-	-
Girl Scouts of Northern Illinois - Outreach	10,000	10,000	-	10,000
HTSS - senior mh	42,000	42,000	-	42,000
HTYFS Alt. to Suspension	25,000	25,000	-	25,000
HTYFS Interventionist	50,000	50,000	-	50,000
HTYFS Psychiatric Back-Up	9,000	2,255	(6,745)	4,430
Journeys Hope Center	1,500	1,500	-	874
Kenneth Young Center - SSAS	13,000	10,004	(2,996)	10,165
Leyden FS - detox/rehab	40,000	40,000	-	56,000
HTYFS Bilingual Therapist	25,000	25,000	-	-
Marklund	20,000	20,000	-	-
Mental Health Housing	90,000	-	(90,000)	-
Northwest Casa	8,500	7,674	(826)	6,927
Open Door Clinic	5,000	5,000	-	3,750
AID transportation	30,000	30,000	-	26,600
Shelter Inc Healthy Families	10,000	-	(10,000)	15,000
Summit Center	12,000	12,000	-	12,000
WINGS Transitional Center	2,400	647	(1,753)	10,000
PADS of Elgin	25,000	25,000	-	25,000
RENZ outpatient	57,200	57,201	1	62,507
Staff Development Grant Fund	30,000	13,396	(16,604)	7,831
Tide Transportation	24,000	18,132	(5,868)	21,550
Total service contracts by agency	1,339,000	1,146,007	(192,993)	1,028,935
Administration:				
Hanover Township services	4,500	4,500	-	4,500
Legal	4,000	472	(3,528)	2,966
Training	750	250	(500)	-
Travel	1,000	717	(283)	-
Subscriptions and publications	150	-	(150)	-
Salaries	58,000	56,872	(1,128)	46,457
Office supplies	1,000	353	(647)	490
Postage	9,500	189	(9,311)	233
Equipment and database	2,000	839	(1,161)	1,528
Community relations	4,000	2,162	(1,838)	1,670

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Expenditures - (continued):				
Administration - (continued):				
Miscellaneous	$ 500	877	377	756
Dues	1,500	500	(1,000)	-
Special events	1,000	63	(937)	-
Printing	13,000	3,710	(9,290)	482
Consultants	4,000	-	(4,000)	16,851
Health insurance	8,000	8,133	133	6,498
Dental, vision, and life insurance	600	421	(179)	267
Unemployment	370	630	260	164
IMRF expense	4,600	1,816	(2,784)	2,567
FICA expense	3,600	2,886	(714)	3,046
Total administration	122,070	85,390	(36,680)	88,475
Community Resource Center:				
Utilities	8,000	7,999	(1)	8,370
Janitorial	5,000	4,968	(32)	4,968
Rent	10,000	10,000	-	10,000
Telephone systems maintenance	1,500	-	(1,500)	-
Capital improvements	10,000	1,865	(8,135)	11,682
Building maintenance	5,000	3,479	(1,521)	4,051
Agency support services	11,000	8,673	(2,327)	12,868
Total Community Resource Center	50,500	36,984	(13,516)	51,939
Total Expenditures	1,511,570	1,268,381	(243,189)	1,169,349
Net Change in Fund Balance	$ (276,040)	(474)	275,566	45,865
Fund Balance, Beginning of Year		1,028,227		982,362
Fund Balance, End of Year		1,027,753		1,028,227

HANOVER TOWNSHIP
GENERAL ASSISTANCE FUND

SCHEDULE A-5

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Revenues:				
Property taxes	$ 390,805	404,767	13,962	388,972
Replacement taxes	4,000	2,096	(1,904)	2,074
Intergovernmental	5,000	6,291	1,291	7,886
Interest income	2,000	4,037	2,037	4,026
Miscellaneous	18,000	8,998	(9,002)	18,783
Total revenues	419,805	426,189	6,384	421,741
Expenditures:				
Administration:				
Salaries	174,138	167,049	(7,089)	128,250
Office supplies	3,250	5,573	2,323	3,763
Equipment	3,500	3,972	472	4,099
Phone and internet	2,100	2,173	73	-
Travel and training	2,000	2,744	744	3,010
Postage	200	58	(142)	17
Printing	1,500	2,026	526	1,591
Dues and publications	500	382	(118)	230
Community affairs	1,000	897	(103)	543
Professional services	4,000	3,150	(850)	3,486
Volunteer appreciation	1,750	2,966	1,216	1,347
Miscellaneous	500	1,024	524	980
Health insurance	23,514	19,359	(4,155)	9,504
Dental, vision and life insurance	1,766	1,240	(526)	533
Unemployment	862	1,467	605	252
IMRF expense	7,800	3,079	(4,721)	3,226
FICA expense	6,660	5,340	(1,320)	4,185
Total administration	235,040	222,499	(12,541)	165,016

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	Variance With Final Budget Over (Under)	Year Ended March 31, 2019
Pantry:				
Salaries	$ -	-	-	41,257
Utilities	-	-	-	9,807
Health insurance	-	-	-	15,130
Dental, vision, and life insurance	-	-	-	267
Unemployment	-	-	-	131
IMRF expense	-	-	-	992
FICA expense	-	-	-	1,315
Total pantry	-	-	-	68,899
Home relief:				
Rent	100,000	55,628	(44,372)	52,384
Utilities	22,000	6,609	(15,391)	12,464
Personal essentials	20,000	11,590	(8,410)	14,452
Travel	10,000	4,839	(5,161)	8,510
Burial	1,500	-	(1,500)	-
Medical	25,000	-	(25,000)	-
Catastrophic insurance premium	3,500	3,175	(325)	3,175
Emergency assistance	65,000	33,711	(31,289)	55,794
Miscellaneous	100	-	(100)	-
Total home relief	247,100	115,552	(131,548)	146,779
Total Expenditures	482,140	338,051	(144,089)	380,694
Net Change in Fund Balance	$ (62,335)	88,138	150,473	41,047
Fund Balance, Beginning of Year		699,766		658,719
Fund Balance, End of Year		787,904		699,766

HANOVER TOWNSHIP

SCHEDULE B-1

Illinois Municipal Retirement Fund
Multi-year Schedule of Changes in Net Pension Liability and Related Ratios

Calendar Year Ending December 31,	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Total Pension Liability										
Service Cost	$ 298,948	280,866	315,610	325,505	310,457	347,401	-	-	-	-
Interest on the Total Pension Liability	669,086	631,579	605,509	563,944	522,203	467,444	-	-	-	-
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Difference between Expected and Actual Experience	852,910	(25,522)	(8,135)	(69,502)	(25,587)	(86,141)	-	-	-	-
Assumption Changes	-	277,354	(268,697)	(11,127)	10,434	246,418	-	-	-	-
Benefit Payments and Refunds	(436,993)	(294,218)	(264,421)	(254,992)	(261,885)	(191,193)	-	-	-	-
Net Change in Total Pension Liability	1,383,951	870,059	379,866	553,828	555,622	783,929	-	-	-	-
Total Pension Liability - Beginning	9,297,790	8,427,731	8,047,865	7,494,037	6,938,415	6,154,486	-	-	-	-
Total Pension Liability - Ending	$ 10,681,741	9,297,790	8,427,731	8,047,865	7,494,037	6,938,415	-	-	-	-
Plan Fiduciary Net Position										
Employer Contributions	$ 243,585	275,455	295,280	314,918	313,656	311,833	-	-	-	-
Employee Contributions	199,766	143,653	136,846	140,815	137,914	137,626	-	-	-	-
Pension Plan Net Investment Income	1,377,454	(368,679)	1,168,658	437,086	31,852	352,872	-	-	-	-
Benefit Payments and Refunds	(436,993)	(294,218)	(264,421)	(254,992)	(261,885)	(191,193)	-	-	-	-
Other	182,397	36,908	(116,191)	(32,850)	(202,323)	8,852	-	-	-	-
Net Change in Plan Fiduciary Net Position	1,566,209	(206,881)	1,220,172	604,977	19,214	619,990	-	-	-	-
Plan Fiduciary Net Position - Beginning	7,913,132	8,120,013	6,899,841	6,294,864	6,275,650	5,655,660	-	-	-	-
Plan Fiduciary Net Position - Ending	$ 9,479,341	7,913,132	8,120,013	6,899,841	6,294,864	6,275,650	-	-	-	-
Net Pension Liability (Asset)	$ 1,202,400	1,384,658	307,718	1,148,024	1,199,173	662,765	-	-	-	-
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.74%	85.11%	96.35%	85.74%	84.00%	90.45%	N/A	N/A	N/A	N/A
Covered Valuation Payroll	$ 3,071,527	3,060,065	3,041,003	3,124,267	3,055,773	2,875,349	N/A	N/A	N/A	N/A
Net Pension Liability as a Percentage of the Covered Valuation Payroll	39.15%	45.25%	10.12%	36.75%	39.24%	23.05%	N/A	N/A	N/A	N/A

Notes to Schedule:
This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

Illinois Municipal Retirement Fund
Multi-year Schedule of Contributions

Calendar Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
12/31/2019	$ 235,893	243,585	(7,692)	3,071,527	7.93%
12/31/2018	273,570	275,455	(1,885)	3,060,065	9.00%
12/31/2017	295,281	295,280	1	3,041,003	9.71%
12/31/2016	314,926	314,918	8	3,124,267	10.08%
12/31/2015	314,133	313,656	477	3,055,773	10.26%
12/31/2014	296,161	311,833	(15,672)	2,875,349	10.85%

Notes to Schedule:

Valuation Date:

Notes — Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions used to Determine 2019 Contribution Rate:

Actuarial Cost Method — Aggregate Entry Age Normal

Amortization Method — Level Percentage of Payroll, Closed

Remaining Amortization Period — Non-Taxing bodies: 10-year rolling period.
Taxing bodies (Regular, SLEP, and ECO groups): 24-year closed period
Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 19 years for most employers (three employers were financed over 28 years and four others were financed over 29 years.

Asset Valuation Method — 5-Year smoothed market; 20% corridor

Wage Growth — 3.25%

Price Inflation — 2.50%

Salary Increases — 3.35% to 14.25% including inflation

Investment Rate of Return — 7.50%

Retirement Age — Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study for the period 2014-2016.

Mortality — For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes — There were no benefit changes during the year.

This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at the fund level) for the general, special revenue, and capital projects funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations laps at fiscal year-end.

The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

NOTE 2: BUDGETARY PROCEDURES

The Township adheres to the following procedures in establishing the budgetary data included in the financial statements:

- Within the first three months of its fiscal year, the Township Board prepares the proposed combined annual budget and appropriation ordinance for the fiscal year commencing April 1. The operating budget includes proposed expenditures and the means of financing them.

- Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.

- Prior to June 30, the budget is legally adopted through passage of a resolution. Prior to the last Tuesday in December, a tax levy resolution is filed with the County Clerk to obtain tax revenues.

- The Township Board may transfer up to 10% of the total appropriation between various items within any fund. If transfers of more than 10% of the of the total appropriations between various items within any fund by management need approval by the Board of Trustees, then the legal level of budgetary control is lower than the fund level.

- Formal Budgetary integration is employed as a management control device during the year.

- The 2019-2020 budget and appropriation ordinances were adopted by the Board on April 9, 2019 and were not amended.

NOTE 2: BUDGETARY PROCEDURES – (continued)

Budgetary comparisons are provided below for each of the Township's major funds. All major funds operated within the confines of the approved budget for the year ended March 31, 2020:

Description	Budget	Actual	Variance	Percent Variance
General Town Fund	$ 3,867,203	3,648,613	218,590	6%
Senior Citizens Services	1,848,226	1,845,122	3,104	0%
Road Maintenance	1,364,700	936,499	428,201	31%
Mental Health	1,511,570	1,268,381	243,189	16%
General Assistance	482,140	338,051	144,089	30%

OTHER INFORMATION

HANOVER TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

SCHEDULE C-1

Combining Balance Sheet
March 31, 2020

	Special Revenue Funds		Capital Projects Funds	Total Nonmajor Governmental Funds	
	Illinois Municipal Retirement Fund	Social Security Fund	Vehicle Replacement Fund	2020	2019
Assets					
Cash and investments	$ 125,921	80,209	288,678	494,808	485,318
Property taxes receivable	103,050	83,314	-	186,364	180,050
Total assets	$ 228,971	163,523	288,678	681,172	665,368
Liabilities					
Payroll liabilities	$ -	-	-	-	10,833
Accounts payable	-	-	200	200	200
Total liabilities	-	-	200	200	11,033
Deferred Inflows of Resources					
Property taxes levied for subsequent years	99,689	80,599	-	180,288	174,123
Fund Balances					
Restricted	129,282	82,924	-	212,206	203,066
Assigned	-	-	288,478	288,478	277,146
Total fund balances	129,282	82,924	288,478	500,684	480,212
Total liabilities, deferred inflows of resources, and fund balances	$ 228,971	163,523	288,678	681,172	665,368

HANOVER TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

SCHEDULE C-2

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended March 31, 2020

	Special Revenue Funds		Capital Projects Funds		
	Illinois Municipal Retirement Fund	Social Security Fund	Vehicle Replacement Fund	Total Nonmajor Governmental Funds 2020	2019
Revenues:					
Property taxes	$ 192,822	156,809	-	349,631	336,672
Investment income	929	601	16,334	17,864	3,697
Miscellaneous	-	-	9,744	9,744	10,049
Total revenues	193,751	157,410	26,078	377,239	350,418
Expenditures:					
Current:					
General government	188,623	153,398	-	342,021	332,716
Capital outlay	-	-	104,746	104,746	171,000
Total expenditures	188,623	153,398	104,746	446,767	503,716
Excess (deficiency) of revenues over (under) expenditures	5,128	4,012	(78,668)	(69,528)	(153,298)
Other financing sources (uses):					
Transfers in	-	-	90,000	90,000	142,000
Net change in fund balances	5,128	4,012	11,332	20,472	(11,298)
Fund balances, beginning of year	124,154	78,912	277,146	480,212	491,510
Fund balances, end of year	$ 129,282	82,924	288,478	500,684	480,212

HANOVER TOWNSHIP **SCHEDULE C-3**
ILLINOIS MUNICIPAL RETIREMENT FUND

Balance Sheet
March 31, 2020

Assets	
Cash and investments	$ 125,921
Property tax receivable (net)	103,050
Total assets	$ 228,971
Deferred Inflows of Resources	
Property taxes levied for subsequent years	$ 99,689
Fund Balance	
Restricted	129,282
Total deferred inflows of resources, and fund balance	$ 228,971

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual **SCHEDULE C-4**
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	2019
Revenues:			
Property taxes	$ 189,359	192,822	186,183
Interest income	400	929	929
Total revenues	189,759	193,751	187,112
Expenditures:			
Illinois municipal retirement fund	189,759	188,623	184,403
Net Change in Fund Balance	$ -	5,128	2,709
Fund Balance, Beginning of Year		124,154	121,445
Fund Balance, End of Year		129,282	124,154

HANOVER TOWNSHIP
SOCIAL SECURITY FUND

SCHEDULE C-5

Balance Sheet
March 31, 2020

Assets	
Cash and investments	$ 80,209
Property tax receivable (net)	83,314
Total assets	$ 163,523
Deferred Inflows of Resources	
Property taxes levied for subsequent years	$ 80,599
Fund Balance	
Restricted	82,924
Total deferred inflows of resources, and fund balance	$ 163,523

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

SCHEDULE C-6

	Original and Final Budget	Year Ended March 31, 2020	2019
Revenues:			
Property taxes	$ 153,098	156,809	150,489
Interest income	300	601	600
Total revenues	153,398	157,410	151,089
Expenditures:			
Social security	153,398	153,398	148,313
Net Change in Fund Balance	$ -	4,012	2,776
Fund Balance, Beginning of Year		78,912	76,136
Fund Balance, End of Year		82,924	78,912

HANOVER TOWNSHIP
VEHICLE REPLACEMENT FUND

SCHEDULE C-7

Balance Sheet
March 31, 2020

Assets	
Cash and investments	$ 288,678
Liabilities	
Accounts payable	$ 200
Fund Balance	
Assigned	288,478
Total liabilities and fund balance	$ 288,678

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

SCHEDULE C-8

	Original and Final Budget	Year Ended March 31, 2020	2019
Revenues:			
Interest income	$ 900	16,334	2,168
Bus fares & donations	8,500	9,744	10,049
Total revenues	9,400	26,078	12,217
Expenditures:			
Capital outlay	110,000	104,746	171,000
Excess (deficiency) of revenue over expenditures	(100,600)	(78,668)	(158,783)
Other Financing Sources (Uses)			
Transfers in	90,000	90,000	142,000
Total Other Financing Sources (Uses)	90,000	90,000	142,000
Net Change in Fund Balance	$ (10,600)	11,332	(16,783)
Fund Balance, Beginning of Year		277,146	293,929
Fund Balance, End of Year		288,478	277,146

HANOVER TOWNSHIP
CAPITAL PROJECTS FUND

SCHEDULE D-1

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for the Year Ended March 31, 2019)

	Original and Final Budget	Year Ended March 31, 2020	2019
Revenues:			
Intergovernmental	$ 1,000	2,522	-
Total revenues	1,000	2,522	-
Expenditures:			
Capital projects	515,000	361,958	154,272
Total Expenditures	515,000	361,958	154,272
Excess (deficiency) of revenue over expenditures	(514,000)	(359,436)	(154,272)
Other Financing Sources (Uses)			
Transfers in	305,000	305,000	305,000
Total Other Financing Sources (Uses)	305,000	305,000	305,000
Net Change in Fund Balance	$ (209,000)	(54,436)	150,728
Fund Balance, Beginning of Year		1,067,895	917,167
Fund Balance, End of Year		1,013,459	1,067,895

STATISTICAL SECTION

HANOVER TOWNSHIP

Statistical Section
For the Year Ended March 31, 2020

This part of the Township's 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 Township's overall financial health. The section is divided into five parts, as follows:

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

	PAGE
Net Position by Component	64
Changes in Net Position	65
Fund Balances of Governmental Funds	66
Changes in Fund Balances	67

Revenue Capacity:
These schedules contain information to help the reader assess the Township's most significant local revenue source, the property tax.

	PAGE
Assessed Value and Actual Value of Taxable Property	68
Assessed Valuations, Rates, Extensions and Collections	69
Property Tax Rates – Direct and Overlapping Governments	70
Principal Property Taxpayers	71

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

	PAGE
Ratios of Outstanding Debt by Type	72
Direct and Overlapping General Obligation Bonded Debt	73
Legal Debt Margin Information	74

Demographic and Economic Information:
These schedules contain demographic and economic indicators to help the reader understand the environment within which the Township's financial activities take place.

	PAGE
Demographic and Economic Statistics	75
Principal Employers	76

Operating Information:
These schedules contain service and infrastructure data to help the reader understand how the information in the Township's financial report relates to the services the Township provides and the activities it performs.

	PAGE
Full-time Equivalent Township Employees by Type	77
Operating Indicators	78-81
Capital Asset Statistics	82

FINANCIAL TRENDS

HANOVER TOWNSHIP

Net Position by Component
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities:										
Net investment in capital assets	$ 7,066,056	7,491,622	8,021,596	8,475,175	8,014,537	8,109,980	8,289,515	7,926,393	6,752,251	6,062,044
Restricted net position	4,080,488	4,154,407	3,862,804	3,586,024	3,474,467	3,939,448	4,237,762	4,834,971	4,625,474	4,669,678
Unrestricted net position	3,006,328	2,696,048	2,213,185	2,230,849	2,583,962	3,420,170	3,519,818	3,422,291	3,090,129	1,722,108
Total governmental activities net position	$ 14,152,872	14,342,077	14,097,585	14,292,048	14,072,966	15,469,598	16,047,095	16,183,655	14,467,854	12,453,830

HANOVER TOWNSHIP

Changes in Net Position
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses:										
Governmental activities:										
Town/administration	$ 3,591,872	3,484,594	3,421,876	3,719,525	3,037,861	3,215,384	2,634,442	2,629,673	3,198,400	3,013,820
Youth services	889,762	950,210	952,776	1,030,959	1,040,049	981,019	997,654	743,361	772,571	694,731
Community relations	237,417	227,149	244,552	236,826	234,461	227,708	248,210	90,688	-	-
Home relief	115,265	213,478	117,714	119,100	193,289	206,667	214,668	110,480	177,239	80,981
Road maintenance	1,082,577	564,061	839,800	366,785	966,389	1,000,223	551,346	453,594	491,052	538,499
Mental health	1,272,143	1,173,344	1,135,964	1,071,377	1,232,181	978,779	1,009,693	611,429	1,098,471	1,111,867
Senior center	2,079,493	1,855,746	1,912,311	1,396,310	2,028,082	1,789,715	1,681,954	1,468,928	1,435,444	1,236,521
Employment services	-	-	-	-	-	42,020	90,961	-	-	-
Total expenses	9,268,529	8,468,582	8,624,993	7,940,882	8,732,312	8,441,515	7,428,928	6,108,153	7,173,177	6,676,419
Program revenues:										
Governmental activities:										
Charges for services:										
Town/administration	171,852	166,367	156,763	148,837	111,195	79,671	82,421	60,980	41,563	52,965
Youth services	24,723	30,301	27,944	30,071	29,461	33,098	120,872	28,408	26,753	44,581
Mental health	13,820	11,600	11,700	11,800	12,000	11,400	10,110	11,500	2,200	4,750
Senior center	237,347	269,290	190,499	165,086	169,667	181,939	197,031	136,509	90,654	89,864
Operating grants and contrib.	399,359	345,914	289,768	259,188	213,128	203,306	-	99,869	54,793	28,527
Capital grants and contrib.	46,892	45,854	49,189	43,141	31,099	59,088	-	109,508	491,886	119,368
Total program revenues	893,993	869,326	725,863	658,123	566,550	568,502	410,434	446,774	707,849	340,055
Net (expense) / revenue	(8,374,536)	(7,599,256)	(7,899,130)	(7,282,759)	(8,165,762)	(7,873,013)	(7,018,494)	(5,661,379)	(6,465,328)	(6,336,364)
General revenues and other changes in net position:										
Governmental activities:										
Taxes:										
Property	7,841,281	7,550,729	7,462,378	7,254,750	7,170,336	7,108,640	6,875,494	6,746,699	8,227,841	4,567,349
Personal property replacemen	72,566	60,958	60,348	64,971	66,824	66,144	66,445	55,745	55,386	64,009
Earnings on investments	148,829	107,676	37,178	17,471	14,841	16,616	18,873	18,102	19,271	17,734
Other income	122,655	124,385	144,763	164,649	109,545	104,116	77,253	324,348	176,854	96,754
Total general revenues	8,185,331	7,843,748	7,704,667	7,501,841	7,361,546	7,295,516	7,038,065	7,144,894	8,479,352	4,745,846
Change in net position	$ (189,205)	244,492	(194,463)	219,082	(804,216)	(577,497)	19,571	1,483,515	2,014,024	(1,590,518)

HANOVER TOWNSHIP

Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2020	2019	2018	2017	2016**	2015	2014	2013	2012*	2011
General Fund:										
Reserved	$ -	-	-	-	-	-	-	-	-	9,137
Unreserved	-	-	-	-	-	-	-	-	-	1,388,724
Nonspendable	47,485	39,730	76,003	44,226	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	2,889,608	2,546,407	2,141,258	2,015,304	2,876,626	2,816,412	2,611,717	2,530,067	2,314,071	-
Total General Fund	$ 2,937,093	2,586,137	2,217,261	2,059,530	2,876,626	2,816,412	2,611,717	2,530,067	2,314,071	1,397,861
All other governmental funds:										
Reserved	$ -	-	-	-	-	-	-	-	-	559,480
Unreserved	-	-	-	-	-	-	-	-	-	4,688,801
Nonspendable	32,098	22,797	10,024	-	-	-	-	-	-	-
Restricted	4,048,390	4,131,610	3,852,780	3,571,347	3,474,467	3,939,448	4,237,762	4,633,120	4,662,363	-
Assigned	1,301,937	1,345,041	1,211,096	1,308,580	719,730	921,562	1,248,980	1,291,435	1,098,138	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	$ 5,382,425	5,499,448	5,073,900	4,879,927	4,194,197	4,861,010	5,486,742	5,924,555	5,760,501	5,248,281

*GASB Statement No. 54 was implemented for the 2012 fiscal year.
**GASB Statement No. 68 was implemented for the 2016 fiscal year.

HANOVER TOWNSHIP

Changes in Fund Balances
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues:										
Taxes	$ 7,913,847	7,611,687	7,522,726	7,319,721	7,237,160	7,174,784	6,941,939	6,808,787	8,283,227	4,631,358
Charges for services	447,742	477,558	386,906	437,438	403,277	387,963	338,135	237,397	161,170	198,524
Grants and contributions	446,251	391,768	338,957	220,684	163,272	180,539	295,299	209,377	546,679	141,531
Interest income	148,829	107,676	37,178	17,471	14,841	16,616	18,873	18,102	19,271	17,734
Miscellaneous	122,655	124,385	144,763	164,649	109,545	104,116	77,253	324,348	176,854	96,754
Total revenues	9,079,324	8,713,074	8,430,530	8,159,963	7,928,095	7,864,018	7,671,499	7,598,011	9,187,201	5,085,901
Expenditures:										
Town/administration	2,892,108	2,637,579	2,795,646	2,690,781	2,663,799	2,551,719	2,551,941	2,743,608	2,780,862	2,463,935
Youth services	921,023	944,685	960,745	1,027,257	1,035,023	980,582	1,000,458	789,540	760,340	711,116
Community relations	222,947	227,639	226,438	239,620	234,266	226,078	244,699	154,209	-	-
Home relief	115,552	215,678	118,956	119,100	193,289	206,667	214,668	201,053	172,165	75,827
Road maintenance	827,003	343,343	603,557	564,210	798,311	818,793	620,300	590,057	571,585	981,235
Mental health	1,268,381	1,169,349	1,132,156	1,080,189	1,226,644	975,658	1,005,347	1,016,734	1,170,636	1,115,229
Senior center	1,845,122	1,795,432	1,657,856	1,627,438	1,640,958	1,612,244	1,498,995	1,280,165	1,235,998	1,142,558
Nonmajor funds	-	-	-	-	-	42,020	90,961	-	-	-
Capital outlay	753,255	584,945	583,472	942,734	742,404	871,294	800,293	440,709	1,138,883	407,168
Total expenditures	8,845,391	7,918,650	8,078,826	8,291,329	8,534,694	8,285,055	8,027,662	7,216,075	7,830,469	6,897,068
Excess (deficiency) of revenues over (under) expenditures	233,933	794,424	351,704	(131,366)	(606,599)	(421,037)	(356,163)	381,936	1,356,732	(1,811,167)
Other financing sources (uses):										
Transfers in	550,000	602,000	370,000	1,465,000	640,000	660,000	726,208	976,958	1,085,708	903,208
Transfers out	(550,000)	(602,000)	(370,000)	(1,465,000)	(640,000)	(660,000)	(726,208)	(976,958)	(1,085,708)	(903,208)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	$ 233,933	794,424	351,704	(131,366)	(606,599)	(421,037)	(356,163)	381,936	1,356,732	(1,811,167)

REVENUE CAPACITY

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

Levy Year	Total Taxable Assessed Value	Estimated Actual Taxable Value	Total Direct Tax Rate (1)
2019	$ 2,268,205,300	6,804,615,900	0.3958
2018	1,967,914,991	5,903,744,973	0.4449
2017	2,014,457,752	6,043,373,256	0.4251
2016	2,002,214,061	6,006,642,183	0.4180
2015	1,719,228,781	5,157,686,343	0.4747
2014	1,775,681,535	5,327,044,605	0.4535
2013	1,750,808,883	5,252,426,649	0.4504
2012	2,065,428,552	6,196,285,656	0.3732
2011	2,265,103,457	6,795,310,371	0.3292
2010	2,527,513,700	7,582,541,100	0.2627

Data Source:
Office of the County Clerk

Note: Property tax in the Township is reassessed each year. Property is assessed at 33.33% of actual value.

(1) Tax rates are per $100 of assessed value.

HANOVER TOWNSHIP

Assessed Valuations, Rates, Extensions and Collections

	Tax Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Assessed Valuations	$ 2,268,205,300	1,967,914,991	2,014,457,752	2,002,214,061	1,719,228,781	1,775,681,535	1,750,808,883	2,065,428,552	2,265,103,457	2,527,513,700
Tax Rates (per $100 of EAV):										
Corporate Fund	0.1785	0.1990	0.1880	0.1842	0.2129	0.1996	0.1991	0.1645	0.1448	0.1159
IMRF	0.0069	0.0099	0.0094	0.0092	0.0106	0.0100	0.0099	0.0082	0.0073	0.0058
Social security	0.0072	0.0080	0.0076	0.0074	0.0085	0.0080	0.0080	0.0067	0.0059	0.0047
Senior Citizens Services	0.0521	0.0583	0.0553	0.0542	0.0627	0.0569	0.0588	0.0488	0.0432	0.0344
General Assistance	0.0182	0.0205	0.0198	0.0200	0.0230	0.0210	0.0205	0.0170	0.0150	0.0119
Mental Health	0.0563	0.0622	0.0860	0.0570	0.0580	0.0610	0.0938	0.0500	0.0440	0.0349
Road and Bridge	0.0746	0.0870	0.0590	0.0660	0.0990	0.0950	0.0603	0.0780	0.0690	0.0551
Total Direct Rate	0.3958	0.4449	0.4251	0.4180	0.4747	0.4535	0.4504	0.3732	0.3292	0.2627
Total Tax Extensions:										
Totals	$ 8,158,054	7,926,363	7,702,869	7,534,893	7,349,616	7,254,876	7,119,220	6,950,568	6,734,324	6,499,846
Tax Collections:										
Within Fiscal Year of Levy	$ 4,017,876	3,835,052	3,877,027	3,595,246	3,793,923	3,560,964	2,982,980	3,419,758	3,244,188	1,485,362
Subsequent Years	-	4,009,774	3,762,094	3,867,932	3,486,407	3,618,242	4,041,692	3,457,338	3,385,015	4,870,527
Total	$ 4,017,876	7,844,826	7,639,121	7,463,178	7,280,330	7,179,206	7,024,672	6,877,096	6,629,203	6,355,889
Percent Collected										
Within Fiscal Year of Levy	49.25%	48.38%	50.33%	47.71%	51.62%	49.08%	41.90%	49.20%	48.17%	22.85%
Subsequent Years	0.00%	50.59%	48.84%	51.33%	47.44%	49.87%	56.77%	49.74%	50.27%	74.93%
Total	49.25%	98.97%	99.17%	99.05%	99.06%	98.96%	98.68%	98.94%	98.45%	97.79%

Data Source:
Office of the County Clerk

HANOVER TOWNSHIP

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

Levy Year	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Overlapping Governments (2):										
Bartlett Fire Protection District	0.8100	0.8630	0.6930	0.6780	0.7760	0.7340	0.6980	0.5800	0.5330	0.4730
Bartlett Park District	0.7040	0.7680	0.7840	0.7660	0.8770	0.8240	0.7930	0.6600	0.6200	0.5520
Bartlett Public Library	0.3030	0.3140	0.3120	0.3140	0.3400	0.3400	0.3310	0.2950	0.2610	0.2340
Community College District #509	0.5440	0.6120	0.5620	0.5700	0.6540	0.6380	0.6380	0.5460	0.4750	0.4340
Cook County	0.4540	0.4890	0.4960	0.5330	0.5520	0.5680	0.5600	0.5310	0.4620	0.4230
Metropolitan Water Reclamation Dist.	0.3890	0.3960	0.4020	0.4060	0.4260	0.4300	0.4170	0.3700	0.3200	0.2740
Unit School Districts #46	6.4390	7.1200	6.9320	6.8370	7.9470	7.6680	7.5800	6.5400	5.5070	5.0260
Village of Bartlett	1.1050	1.2010	1.1530	1.1120	1.1300	1.1110	1.0670	0.9420	0.8510	0.7500
Total Overlapping Governments	10.7480	11.7630	11.3340	11.2160	12.7020	12.3130	12.0840	10.4640	9.0290	8.1660
Hanover Township	0.3958	0.4449	0.4251	0.4180	0.4747	0.4535	0.4504	0.3732	0.3292	0.2627
Totals (1)	11.1438	12.2079	11.7591	11.6340	13.1767	12.7665	12.5344	10.8372	9.3582	8.4287

Data Source:
Office of the County Clerk

(1) Tax rates are expressed in dollars per $100 of equalized assessed valuation.
(2) It should be noted that the boundaries of some of the overlapping governments listed only partially overlap the Township and, therefore, the totals shown above overstate the tax rates for individual taxpayers within the Township.

Principal Property Taxpayers
Current and Nine Years Ago

	2019			2010		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Property Valuation Services	$ 10,101,970	1	1.26%	$ 4,151,898	2	0.41%
Target Corp.	9,388,005	2	1.17%	2,915,861	5	0.29%
Walmart Stores	7,296,191	3	0.91%	4,807,481	1	0.48%
Sambell Streamwood	5,565,976	4	0.69%	1,489,418	7	0.15%
Streamwood Loczko	4,507,194	5	0.56%			
Newplan Excel Realty	4,006,735	6	0.50%			
TA 10 Falcon Court	3,255,842	7	0.41%			
Sutton Park Developers	2,791,408	8	0.35%	1,384,708	8	0.14%
Kamin Realty Company	2,652,558	9	0.33%	1,151,999	9	0.11%
IRC Woodland Heights	2,411,468	10	0.30%	2,599,982	6	0.26%
Bradley Real Estate		N/A		4,026,234	3	0.40%
Stag Capital Partners		N/A		3,333,938	4	0.33%
National Shopping Inc.		N/A		849,013	10	0.08%
Total	$ 51,977,347		6.48%	$ 26,710,532		2.65%

Data Source:
Assessor's Office and Village of Streamwood

(1) The figures above are totals of parcels with equalized assessed valuations of $700,000 and over as recorded in the County Assessor's Office. They were compiled from a meticulous page by page search of such records. It is possible, however, that certain parcels may have been overlooked.

(2) 2019 Equalized Assessed Valuation of the District is $2,268,205,300.

DEBT CAPACITY

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Deferred Issuance Premium	Installment Contract	Capital Appreciation Bonds	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2020	$ -	-	-	-	-	0.00%	-
2019	-	-	-	-	-	0.00%	-
2018	-	-	-	-	-	0.00%	-
2017	-	-	-	-	-	0.00%	-
2016	-	-	-	-	-	0.00%	-
2015	-	-	-	-	-	0.00%	-
2014	-	-	-	-	-	0.00%	-
2013	-	-	-	-	-	0.00%	-
2012	-	-	-	-	-	0.00%	-
2011	-	-	-	-	-	0.00%	-

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

(1) Personal income and population data can be found in the Schedule of Demographic and Economic Statistics.

Direct and Overlapping General Obligation Bonded Debt
For the Year Ended March 31, 2020

Overlapping Agencies	Outstanding Obligations	Applicable to District (1) Percent	Applicable to District (2) Amount
Cook County	$ 3,575,174,960	0.570%	$ 20,378,497
Cook County Forest Preserve	150,960,000	0.570%	860,472
Metropolitan Water Reclamation District	2,865,610	0.580%	16,621
Bartlett Park District	21,460,000	0.080%	17,168
Schaumburg Park District	13,924,916	0.590%	82,157
Hanover Park District	3,776,776	6.940%	262,108
Streamwood Park District	4,667,000	100.000%	4,667,000
Schaumburg Township District Public Library	-	0.470%	-
Poplar Creek Public Library District	15,150,987	73.000%	11,060,221
Gail Borden Public Library District	15,900,000	10.420%	1,656,780
Palatine Township High School #211	-	0.290%	-
Elgin Community College #509	170,648,452	6.830%	11,655,289
School District #46	314,476,530	15.080%	47,423,061
School District #54	-	0.460%	-
Total Overlapping General Obligation Bonded Debt	4,289,005,231		98,079,374
Hanover Township	-	100.000%	-
Total Direct and Overlapping General Obligation Bonded Debt	$ 4,289,005,231		$ 98,079,374

Data Source:
Village of Streamwood

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Township's boundaries and dividing it by each unit's total taxable assessed value.

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

HANOVER TOWNSHIP

Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2020		
Assessed value	$	2,268,205,300
Debt limit (2.875% of assessed value)		65,210,902
Debt applicable to limit		-
Legal debt margin	$	65,210,902

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Debt limit	$ 65,210,902	56,577,556	57,915,660	57,563,654	49,427,827	51,050,844	50,335,755	59,381,071	72,666,019	79,081,468
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 65,210,902	56,577,556	57,915,660	57,563,654	49,427,827	51,050,844	50,335,755	59,381,071	72,666,019	79,081,468
Total net debt applicable to the limit as a percentage of debt limit	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

DEMOGRAPHIC AND ECONOMIC DATA

Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2020	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2018	99,623	3,034,616,203	30,461	5.00%
2017	100,495	3,056,856,910	30,418	5.80%
2016	100,597	3,049,396,861	30,313	5.30%
2015	101,304	2,867,705,131	28,308	5.70%
2014	100,878	2,984,374,752	29,584	6.60%
2013	100,603	2,962,154,732	29,444	6.70%
2012	99,538	2,687,326,924	26,998	9.30%
2011	99,971	2,957,342,122	29,582	10.30%
2010	99,538	2,778,205,118	27,911	9.10%

N/A - Information not yet available

Data Source:
U.S. Census Bureau and Department of Labor Statistics and American Community Survey

Principal Employers
Current and Nine Years Ago

		2019			2010		
Employer	Product/Service	Number of Persons Employed	Rank	Percentage of Total Employment	Number of Persons Employed	Rank	Percentage of Total Employment
Fresh Express	Food Processing	700	1	2.83%			
Streamwood Behavioral Health Ctr.	Medical	400	2	1.62%	400	1	1.00%
Super Target Stores, Inc.	Retailer	310	3	1.25%	300	2	0.75%
Wal-Mart Stores, Inc.	Retailer	275	4	1.11%	290	4	0.73%
AWANA lubs Publishing	Publishing	225	5	0.91%	215	6	0.54%
Streamwood High School	Education	220	6	0.89%	240	5	0.60%
Village of Streamwood	Government	190	6	0.77%	186	9	0.46%
Toyota	Car Sales	180	8	0.73%			
Lexington Health Care	Nursing Home	160	9	0.65%			
Jewel Osco	Retailer	115	10	0.46%			
Ace Coffee Bar	Water Bottling Plant				300	3	0.75%
Sam's Warehouse Club	Wholesaler				201	7	0.50%
Alright Concrete Company	Concrete Contractors				200	8	0.50%
Consolidated Carqueville Printing	Printing				150	10	0.38%
Total		2,775		11.21%	2,482		6.21%

Data Source:
Village of Streamwood

OPERATING INFORMATION

HANOVER TOWNSHIP

Full-time Equivalent Township Employees by Type
Last Ten Fiscal Years

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Administrative services	5.50	5.30	5.50	5.50	5.50	5.50	5.50	4.20	5.20	5.10
Assessor's office	2.55	2.75	2.75	2.75	2.75	2.75	2.75	2.60	2.60	2.60
Clerk's office	-	-	-	-	-	-	-	1.50	2.00	2.00
Community health	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.40	3.40	0.90
Emergency services	1.00	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80
Facilities and road maintenance	7.50	7.50	7.50	5.00	5.00	5.00	6.00	5.00	5.00	5.00
Highway department	-	-	-	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Mental health board	1.00	0.80	0.80	0.80	1.00	1.00	1.00	1.00	1.00	1.50
Aging services	22.70	22.40	21.90	22.30	22.55	21.15	21.15	17.90	18.37	17.37
Community and veterans affairs	2.80	3.00	2.60	2.60	2.60	2.60	2.25	2.48	0.25	0.25
Human services	3.80	2.80	3.00	3.00	3.50	3.50	7.25	4.75	4.88	4.88
Youth and family services	17.80	17.80	17.70	18.20	18.20	18.20	18.90	16.40	17.05	16.05
Total	68.15	66.65	66.05	67.45	68.40	67.00	72.10	63.03	63.55	59.45

Data Source:
Township budget

HANOVER TOWNSHIP

Operating Indicators
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Assessors Office										
Administration										
Office Visits	5,909	4,829	5,060	6,179	4,708	4,380	4,485	4,158	5,523	5,477
Building Permits Processed	8,352	5,457	5,574	5,389	5,418	4,525	4,316	4,144	3,703	10,678
Sales Recording	2,901	1,282	N/A	N/A	N/A	N/A	N/A	N/A	1,124	860
Change of Name	125	98	97	168	177	148	158	153	633	1,744
Property Tax Appeals	1,375	813	1,238	2,001	983	814	1,227	831	1,208	883
Certificate of Errors	1,842	742	1,025	945	779	501	400	680	984	1,054
Property Location Updates	33	5	17	9	18	23	12	388	357	12
New Owner Mailings	2,184	1,136	N/A	N/A	N/A	N/A	N/A	N/A	934	796
Exemptions										
Home Owner Exemptions	573	331	389	343	272	88	87	83	138	196
Senior Home Owner Exemptions	617	805	846	939	869	534	445	452	564	297
Senior Freeze Exemptions	1,118	1,065	1,112	825	896	739	711	981	923	903
Miscellaneous Exemptions	54	36	37	63	335	234	242	229	318	208
Disabled Veteran Exemptions	126	111	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Disabled Person Exemptions	285	196	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Foreclosures	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	463	N/A
Town Office										
Passports	4,325	4,870	5,786	6,043	4,099	2,648	2,265	1,964	1,685	1,778
Photo Fees	35,250	35,950	39,000	21,935	15,105	9,611	6,780	6,780	5,730	8,240
Fee deposits	119,785	122,150	103,960	120,000	83,800	59,800	54,099	56,258	49,068	39,585
Cook County Vehicle Stickers	5	299	258	255	259	414	247	212	194	222
Fishing/Hunting Licenses	62	85	80	88	69	91	108	138	138	355

Data Source:
Township budget

N/A - Information not available. Table will be updated prospectively.

Operating Indicators - (continued)
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government (Continued)										
Town Office (Continued)										
Handicap Placards	214	254	228	213	206	181	177	233	287	494
Community Health										
Appointments										
Pro Times	103	134	205	288	275	280	263	317	297	N/A
TB Skin Test	94	106	116	85	88	85	87	97	129	N/A
Cholesterol	122	121	103	84	87	132	85	185	145	N/A
Other	517	460	501	464	418	444	943	555	764	N/A
Clinic Clients										
Senior Center	1,117	1,045	1,098	1,057	1,188	1,089	1,204	N/A	N/A	N/A
Izaak Walton Center - Elgin	41	43	48	80	48	81	66	N/A	N/A	N/A
Astor Avenue	96	109	132	117	158	138	163	198	198	N/A
Offsite Visits	160	155	137	141	160	183	143	N/A	N/A	N/A
Total (Unduplicated)	537	595	576	555	1,554	1,491	1,576	321	321	N/A
Public Education and Health Promotion										
Media Coverage	27	50	46	51	52	58	58	39	N/A	N/A
Informational Seminars	61	48	68	72	75	124	132	18	N/A	N/A
Program Participants	1,991	1,828	1,902	2,056	1,635	1,920	1,386	N/A	N/A	N/A
Primary Care Provider Support	42	84	116	139	107	146	190	181	N/A	N/A

Data Source:
Township budget

N/A - Information not available. Table will be updated prospectively.

Operating Indicators - (continued)
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government (Continued)										
Youth and Family Services										
Outreach & Prevention										
Open Gym Participants	12,297	14,031	14,533	14,165	14,188	13,344	12,519	12,772	9,517	8,132
Open Gym Part. (Unduplicated)	1,286	1,187	1,110	1,306	1,044	1,167	1,150	1,054	1,349	1,284
Alt. to Suspension Referrals	161	90	102	120	89	92	145	128	249	9
Alt. to Suspension Participants	1,741	2,089	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Alt. to Suspension (Unduplicated)	220	190	175	181	152	150	147	106	78	-
Clinical										
Therapy Clients (Total Attended)	4,161	5,238	4,614	3,992	3,921	3,316	3,031	3,723	3,403	3,745
Therapy Clients (Unduplicated)	1,530	2,120	1,792	1,898	1,659	1,499	443	688	393	289
New Clients (Unduplicated)	23	88	166	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Clinical Hours	2,888	3,336	2,862	3,277	2,827	2,903	3,420	2,981	2,855	2,386
Group Session Participants	1,198	2,819	2,080	2,585	1,947	5,386	7,097	5,555	3,440	175
Tutoring Participants										
Total	965	1,408	1,452	1,566	1,943	1,764	1,622	1,281	1,065	1,171
Unduplicated	354	218	236	244	274	245	235	241	232	555
General Assistance										
General Assistance Clients	132	135	142	149	279	272	255	258	202	N/A
General Assistance Appointments	293	273	283	314	590	567	654	638	530	N/A
Emergency Assist. Appointments	289	245	203	202	214	276	311	328	197	N/A
LIHEAP Applications										
Office	379	437	522	500	411	764	1,090	883	703	N/A
Social Services										
ComEd Hardships	62	109	67	29	39	40	86	94	22	N/A
Weatherization	-	7	1	7	4	17	3	20	40	N/A
Food pantry										
Served (Households)	9,576	8,989	9,090	8,329	9,407	9,837	10,921	10,896	9,906	N/A
New Applications	434	395	315	362	473	601	1,109	1,461	1,206	N/A
Food Donations	604	729	628	649	737	732	760	679	684	N/A
Community Center Walk-Ins	2,297	2,171	2,596	2,764	2,366	2,782	4,216	4,448	4,415	N/A
Mental Health										
Grant Funding										
New Clients	2,454	3,377	2,819	2,651	2,788	3,817	4,222	3,566	3,020	3,112
Prevention Prog. Presentations	336	549	208	414	353	301	386	204	270	N/A

Data Source:
Township budget

N/A - Information not available. Table will be updated prospectively.

Operating Indicators - (continued)
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government (Continued)										
Mental Health (Continued)										
TIDE										
Participants	25	19	17	18	12	8	7	8	12	12
Organizations Providing Serv.	6	6	6	6	1,128	5	5	5	7	7
Clients Served	1,165	1,107	1,051	1,119	1,034	949	576	703	713	985
Road & Bridge										
Salt (Tons)	865	501	710	501	571	838	1,780	943	521	977
Senior Services										
Programming Division										
Planned Programs	2,836	3,009	2,700	2,366	2,483	2,459	2,240	1,981	1,469	N/A
Participants	38,479	37,170	36,033	31,005	26,225	28,606	20,477	21,472	19,673	N/A
Participants (Unduplicated)	1,902	2,066	819	870	597	546	784	796	949	N/A
Art & Computer Classes	833	728	633	662	771	698	509	562	608	N/A
Art & Computer Class Part.	4,366	3,826	3,946	4,585	5,044	4,770	3,764	4,582	5,209	N/A
New Volunteers	52	69	79	70	60	103	71	78	57	N/A
Total Volunteers (Unduplicated)	264	289	284	268	409	307	271	241	262	N/A
Total Volunteer Hours	27,526	27,142	27,907	28,330	21,864	21,903	18,764	18,607	19,845	N/A
Meals Delivered by Volunteers	27,805	25,185	16,895	12,182	11,859	10,946	9,928	10,898	13,191	N/A
Social Services Division										
Clients Served (Unduplicated)	1,295	1,226	1,251	1,234	1,364	1,267	1,156	1,158	1,056	N/A
Energy Assistance	377	447	432	448	4,334	4,595	560	538	417	N/A
Prescription Drug & Health Ins.	1,872	1,370	1,537	1,280	481	591	1,041	1,546	2,151	N/A
Social Service Programs	138	142	131	121	131	113	127	114	112	N/A
Social Service Program Part.	2,077	1,376	1,512	1,493	1,093	950	1,282	1,118	1,424	N/A
Lending Closet Transactions	1,523	1,397	1,285	1,223	1,224	1,006	937	736	720	N/A
Transportation Division										
One Way Rides Given	16,496	18,585	20,559	18,871	19,291	21,273	19,764	20,502	18,701	N/A
Individuals Served (Unduplicated)	427	644	669	713	826	731	740	847	710	N/A
New Riders	427	644	669	713	592	298	229	202	227	N/A
Unmet Requests for Rides	935	604	391	636	377	290	439	309	189	N/A

Data Source:
Township budget

N/A - Information not available. Table will be updated prospectively.

HANOVER TOWNSHIP

Capital Asset Statistics
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Building facilities maintained	9	9	9	9	9	9	9	9	8	7

Data Source:
Township records

Mack & associates
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TAWNYA R. MACK, CPA
LAURI POPE, CPA

ERICA BLUMBERG, CPA
TREVOR DEBELAK, CPA
CHRIS CHRISTENSEN

September 15, 2020

To the Board of Trustees of
Hanover Township
Bartlett, Illinois

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hanover Township for the year ended March 31, 2020. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 30, 2019. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Hanover Township are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2020. We noted no transactions entered into by Hanover Township during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the Township's financial statements were:

> Management's estimate of the net pension liability related to IMRF is based on an actuarial report obtained directly from IMRF. We evaluated the key factors and assumptions used to develop the net pension liability in determining that it is reasonable in relation to the financial statements taken as a whole.
>
> Management's estimate of the compensated absence liability related to unused time off balances is based on compensated absence reports provided by management. We evaluated the key factors and assumptions used to develop the compensated absence liability in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The attached schedule of misstatements detected as a result of our audit procedures were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 15, 2020.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Hanover Township's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Hanover Township's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the Budgetary Comparison and Pension Schedules, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on combining statements and individual fund statements, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on other supplementary schedules, introductory section and statistical data, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and use of the Board of Trustees and management of Hanover Township and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Mack & Associates, P. C.

Mack & Associates, P.C.
Certified Public Accountants

Hanover Township
Adjusting Journal Entries
April 1, 2019 - March 31, 2020

Date	Reference	Account	Description	WP Reference	Debit	Credit	Net Income Effect
Adjusting Journal Entries							
03/31/20	AJE-01		Reclassify accounts payable from				0.00
		70-02000	Capital Projects Fund to Vehicle			200.00	
		80-02000	Accounts Payable		200.00		
03/31/20	AJE-02		To remove IMRF liability	PP-4			1,136.00
		60-64508	IMRF Expense			1,136.00	
		60-06020	Cash Between Funds		1,136.00		
		10-01020	Cash Between Funds			1,136.00	
		10-12008	IMRF Payable		1,136.00		
03/31/20	AJE-03		To properly state prepaid expenses	H			26,839.00
		10-01650	Prepaid Expense		21,847.00		
		10-14503	General Insurance			21,847.00	
		30-01650	Prepaid Insurance		4,992.00		
		30-34702	Insurance			4,992.00	
03/31/20	AJE-04		Record unrecorded payable balances	AP			(39,574.00)
		10-14809	Pre-Volunteer Screening		515.00		
		10-14402	Telephone - Town		197.00		
		10-14205	Janitorial Supplies		184.00		
		10-14406	Printing		71.00		
		10-14221	Cell Phone/Communications		369.00		
		10-14813	Vehicle Fuel & Maintenance		160.00		
		10-14161	Utilities		1,657.00		
		10-14213	Equipment Maintenance - Town		820.00		
		10-14507	Flex Plan & 457 Plan		463.00		
		10-14502	Legal Services		22,027.00		
		10-14227	Miscellaneous		42.00		
		10-14465	Medical Supplies		1,377.00		
		10-14621	Satellite Office Utilities		576.00		
		10-14209	Building Contracts		26.00		
		10-14404	Office Supplies		1,100.00		
		10-14214	Equipment Maintenance - Senior		41.00		
		10-94614	Printing		246.00		
		10-14403	Utilities - Town		412.00		
		10-14202	Office Supplies		2,069.00		
		10-14430	Computer Equipment & Software		1,397.00		
		10-44411	Equipment		785.00		
		10-02000	Accounts Payable			34,534.00	
		10-14210	Building Maintenance - Town		5,040.00		

Hanover Township
Adjusting Journal Entries
April 1, 2019 - March 31, 2020

Date	Reference	Account	Description	WP Reference	Debit	Credit	Net Income Effect
		10-02000	Accounts Payable			5,040.00	
03/31/20	AJE-05		Adjust property tax accruals	AA-1			211,109.00
		10-01500	Property Taxes Receivable		131,677.00		
		10-02070	Deferred Property Tax Revenue			43,717.00	
		10-01510	Allowance for Uncollectibles			609.00	
		10-13000	Property Taxes			87,351.00	
		11-01500	Property Taxes Receivable		38,454.00		
		11-02070	Deferred Property Tax Revenue			12,759.00	
		11-01510	Allowance for Uncollectibles			177.00	
		11-03000	Property Taxes			25,518.00	
		20-01500	Property Taxes Receivbale		6,017.00		
		20-02070	Deferred Property Tax Revenue		3,196.00		
		20-01510	Allowance for Uncollectibles			25.00	
		20-23000	Property Taxes			9,188.00	
		30-01500	Property Tax Receivable			36,227.00	
		30-02070	Deferred Property Tax Revenue		88,893.00		
		30-01510	Allowance for Uncollectibles		353.00		
		30-33000	Property Taxes			53,019.00	
		60-01500	Property Tax Receivable		6,536.00		
		60-02070	Deferred Property Tax Revenue			2,169.00	
		60-01510	Allowance for Uncollectibles			30.00	
		60-63000	Property Taxes			4,337.00	
		65-01500	Property Tax Receivable		5,862.00		
		65-02070	Deferred Property Tax Revenue			1,753.00	
		65-01510	Allowance for Uncollectibles			25.00	
		65-63000	Property Taxes			4,084.00	
		50-01500	Property Tax Receivable		37,602.00		
		50-02070	Deferred Property Tax Revenue			9,817.00	
		50-01510	Allowance for Uncollectibles			173.00	
		50-53000	Property Taxes			27,612.00	
03/31/20	AJE-06		Reclassify AgeOption revenues to the appropriate line item				0.00
		11-03425				6,788.00	
		11-04516	Social Services		6,788.00		
03/31/20	AJE-7		Reclassify freezer refund to revenue line item	GL			0.00
		11-05559			5,563.00		
		11-03300	Other Income			5,563.00	

Hanover Township
Adjusting Journal Entries
April 1, 2019 - March 31, 2020

Date	Reference	Account	Description	WP Reference	Debit	Credit	Net Income Effect
03/31/20	AJE-08		Record unrecorded replacement tax				(21,260.00)
		30-03020	reimbursement			21,260.00	
		30-33100	Replacement Tax		21,260.00		
		99-01469	Hanover Park CK #0821			21,260.00	
		10-01020	Cash Between Funds		21,260.00		
03/31/20	AJE-09		Record interest revenue on CDs	A			32,872.00
		11-01120	Cash Between Funds		1,968.00		
		20-02020	Cash Between Funds		892.00		
		30-03020	Cash Between Funds		1,115.00		
		50-05020	Cash Between Funds		1,416.00		
		60-06020	Cash Between Funds		205.00		
		65-06520	Cash Between Funds		133.00		
		70-07020	Cash Between Funds		3,608.00		
		99-01464	American Chartered - CD		14,185.00		
		99-01465	First Eagle Bank CD #5451		6,289.00		
		99-01466	First Eagle Bank CD #8050		6,724.00		
		99-01467	First Eagle Bank CD #5456		7,405.00		
		99-01475	KCT #3833		950.00		
		99-01461	Barrington Bank & Trust CD 9144			2,681.00	
		10-01020	Cash Between Funds			9,337.00	
		10-13250	Interest Income			23,535.00	
		11-03250	Interest Income			1,968.00	
		20-23250	Interest Income			892.00	
		30-33250	Interest Income			1,115.00	
		50-53250	Interest Income			1,416.00	
		60-63250	Interest Income			205.00	
		65-63250	Interest Income			133.00	
		70-03250	Interest Income			3,608.00	
03/31/20	AJE-10		Reclassify prepaid expenses to the	H			0.00
		10-01650	appropriate fund			24,976.00	
		10-01020	Cash Between Funds		24,976.00		
		11-01520	Prepaid Expense		19,160.00		
		11-01120	Cash Between Funds			19,160.00	
		20-02020	Cash Between Funds			2,663.00	
		20-01650	Prepaid Expense		2,663.00		
		30-01650	Prepaid Insurance		1,245.00		
		30-03020	Cash Between Funds			1,245.00	
		50-05020	Cash Between Funds			1,908.00	
		50-01650	Prepaid Insurance		1,908.00		

Hanover Township
Adjusting Journal Entries
April 1, 2019 - March 31, 2020

Date	Reference	Account	Description	WP Reference	Debit	Credit	Net Income Effect
				Totals for Adjusting Journal Entries	537,188.00	537,188.00	211,122.00
				Report Totals	537,188.00	537,188.00	211,122.00

Journal Entry count = 10

Mack & associates
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CHRIS CHRISTENSEN

To the Board of Trustees
Hanover Township
Bartlett, Illinois

In planning and performing our audit of the financial statements of Hanover Township, for the year ended March 31, 2020, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control.

However, during our audit we became aware of matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. This letter does not affect our report dated September 15, 2020 on the financial statements of Hanover Township.

We will review the status of these comments during our next audit engagement. We have already discussed these comments and suggestions with personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

Very truly yours,

Mack & Associates, P. C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
September 15, 2020

1. **Comment: Significant Audit Adjustments**

Audit procedures identified the following items requiring significant audit adjustments as of March 31, 2020:

- *Certificate of Deposit Interest Accrual* – Audit adjustments were required to properly state interest income on Township certificates of deposit. Interest income should be recorded in the period earned rather than at the date of maturity.
- *Accounts Payable* – Audit adjustments totaling $39,574 were required to properly state accounts payable balances. Management prepares the entry and provides the entry to external auditors, but should also enter the entry into Quickbooks prior to providing the Quickbooks file to the external auditors.
- *Prepaid Asset* – Workers' Compensation Insurance premiums for the 2021 fiscal year service period were paid in fiscal year 2020 and recorded as an expense. The audit adjustment appropriately classified the expense as a prepaid asset.

Recommendation:

Management should prepare and record all year-end closing entries. In addition year-end closing entries should then be reviewed by an individual independent of its preparation.