

WORTH TOWNSHIP, ILLINOIS

ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
FEBRUARY 28, 2014**

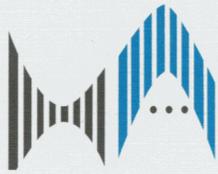
Prepared By:

HEARNE & ASSOCIATES, P.C.
Certified Public Accountants &
Business Consultants

Worth Township, Illinois

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1 - 2
Management's Discussion and Analysis	3 - 9
Basic Financial Statements:	
Township-wide Financial Statements:	
Statement of Net Position	10
Statement of Activities	11
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	12
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position	13
Statement of Revenues, Expenditures and Changes in Fund Balances	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
Notes to the Financial Statements	16 - 25
Required Supplementary Information:	
Budgetary Comparison Schedule - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund and Major Special Revenue Funds	26 - 28
Schedule of Funding Progress: Illinois Municipal Retirement Fund	29
Notes to the Required Supplementary Information	30
Individual Fund Financial Schedules:	
Major Governmental Funds:	
Town Fund	
Schedule of Revenues and Expenditures - Budget and Actual	31 - 35
Special Revenue Funds	
Schedule of Revenues and Expenditures - Budget and Actual	
Road and Bridge Fund	36 - 37
General Assistance Fund	38 - 39
Statistical Information:	
Statistical Comparison of Property Taxes Levied and Collected for the Five Years Ended Available (Unaudited)	40



HEARNE & ASSOCIATES, P.C.

Certified Public Accountants & Business Consultants

David J. Hearne, Jr., CPA (1928-2014) Founder
Phillip M. Hearne, CPA
Anthony M. Scott, CPA
John C. Williams, CPA, MST

Elizabeth R. Shields, CPA, MBA
Matthew R. Truschka
Ericka R. Wysocki

To the Honorable Supervisor
and Members of the Board of Trustees
Worth Township, Illinois

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Worth Township, Illinois as of and for the year ended February 28, 2014, and the related notes to the financial statements, which collectively comprises 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 opinion.

Opinion

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 Worth Township, Illinois as of February 28, 2014, and the respective changes in financial position for the year 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, budgetary comparison information, and schedule of funding progress as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Worth Township, Illinois' basic financial statements. The individual fund financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund financial schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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 individual fund financial schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical section 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 them.

October 7, 2014
Mokena, IL



Hearne & Associates, P.C.
Certified Public Accountants

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2014

As management of Worth Township, we offer the readers of the Township's statements, this narrative overview and analysis of the financial activities of the Township for the fiscal year ended February 28, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our basic financial statements and notes to the financial statements to enhance their understanding of the Township's financial performance.

FINANCIAL HIGHLIGHTS

- The assets of the Township exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$ 5,844,907. This is an increase of \$ 223,717 compared to the prior year. This increase is comprised of a change in net position of \$ 70,439. The total net position of \$ 5,844,907 are comprised of \$ 997,681 (unrestricted) that may be used to meet the Township's ongoing obligations to citizens and creditors.

- During the year, the Township had government-wide expenses of \$ 3,651,603 and \$ 3,722,042 of revenues generated from tax and other Township programs. This is a decrease of \$ 6,523 (0.17%) and an increase of \$ 217,194 (6.2 %), respectively compared to the prior year. In the current year, the increase in revenue is due to property tax revenue in general increasing and the increase of the levy of taxes for the Township's General Obligation debt rising.

- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 918,542 or 39.0% of the total general fund expenditures.

- The Township's total fund liabilities and deferred inflows of resources decreased by \$ 210,724, during 2013, a new vehicle was purchased for the Highway Department.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

The financial statement's focus is on the Township as a whole and on the major individual funds. Both perspectives allow the readers to address relevant questions, broaden the basis for comparison and enhance the reader's understanding of the statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Township's finances, in similar manner to a private sector business. The Township's annual report includes two government-wide financial statements, the Statement of Net Position and the Statement of Activities.

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2014

The Statement of Net Position combines and consolidates governmental funds, current financial resources with capital assets and long-term obligations. It uses the accrual basis of accounting and economic resources measurement focus. The Statement of Net Position can be found on page 10 of this report.

The Statement of Activities is focused on both the growth and net costs of various activities. These activities are supported by the Township's general taxes and other resources. This is intended to summarize and simplify the users' analysis of the costs of various governmental services. The Statement of Activities can be found on page 11 of this report.

The governmental activities reflect the Township's basic services, which are general assistance, street and road, senior assistance and administration. Property taxes finance the majority of these services.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township can be combined into one category: governmental funds.

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds rather than fund types.

The governmental fund presentation is presented on a sources and uses of liquid resources (cash & cash equivalents) basis. This is the manner in which the financial plan is usually developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of the Township. Funds are established for various purposes and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The governmental funds total column requires reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement. The flow of current financial resources will reflect bond or loan proceeds and interfund transfers as other sources and uses, as well as capital expenditures and bond or loan principal payments as expenditures. The reconciliations eliminate these transactions and incorporate the capital assets and long-term obligations into the governmental activities column in government-wide statements. The fund financial statements can be found on pages 12-15 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 16.

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2014

Other Information

In addition to the basic financial statements, this report also includes certain required supplementary information related to budgetary information and the Township's progress in funding its obligation to provide pension benefits to its employees.

GOVERNMENT-WIDE STATEMENTS & ANALYSIS

Statement of Net Position

The following chart reflects the condensed Statement of Net Position:

	<u>2014</u>	<u>2013</u>
Assets:		
Current Assets	\$ 5,345,972	\$ 5,055,703
Capital Assets	<u>4,247,309</u>	<u>4,335,827</u>
Total Assets	<u>9,593,281</u>	<u>9,391,530</u>
Liabilities:		
Current Liabilities	109,718	46,788
Long-term Liabilities	<u>812,795</u>	<u>897,786</u>
Total Liabilities	<u>922,513</u>	<u>944,574</u>
Deferred Inflows of Resources:		
Deferred Revenue	<u>2,825,861</u>	<u>2,672,488</u>
Total Liabilities and Deferred Inflows of Resources	<u>3,748,374</u>	<u>3,617,062</u>
Net Position:		
Net Investment in Capital Assets	3,446,599	3,447,420
Restricted for:		
General Assistance	437,012	547,232
Road & Bridge	963,615	891,686
Unrestricted	<u>997,681</u>	<u>888,130</u>
Total Net Position	<u>\$ 5,844,907</u>	<u>\$ 5,774,468</u>

At the end of the fiscal year, the Township is able to report positive balances in all categories of net position, as well as for the Township as a whole.

The Township's net position of \$ 3,446,599 or 59%, reflect its net investment in capital assets. The Township uses these assets and deferred outflows to provide services to citizens; consequently, these assets are not available for future spending. Restricted net position totaled \$ 1,400,627. These assets are restricted for General Assistance and Road and Bridge purposes. The remaining balance of unrestricted net position, \$ 997,681, may be used to meet the Township's ongoing obligations to citizens and creditors. The overall increase in net position is due to increases in revenues for services which were higher than the overall decrease in expenses, and increases in property tax revenue, investment income and other general revenues.

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2014

Statement of Activities

The following chart reflects the condensed Statement of Activities:

	<u>2014</u>	<u>2013</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 177,208	\$ 137,846
Operating Grants and Contributions	99,983	146,700
Capital Grant	54,035	0
General Revenues:		
Taxes	3,367,942	3,181,604
Interest Income	5,095	3,992
Other General Revenues	<u>17,779</u>	<u>34,706</u>
Total Revenues	<u>3,722,042</u>	<u>3,504,848</u>
Expenses:		
General Government	2,270,363	2,235,954
Road and Bridge	594,773	594,813
General Assistance	752,628	790,010
Interest on Long-term Debt	<u>33,839</u>	<u>37,349</u>
Total Expenses	<u>3,651,603</u>	<u>3,658,126</u>
Changes in Net Position	70,439	(153,278)
Net Position Beginning of Year	<u>5,774,468</u>	<u>5,927,746</u>
Net Position End of Year	<u>\$ 5,844,907</u>	<u>\$ 5,774,468</u>

Fiscal year 2014 showed general revenues of \$ 3,390,816. Governmental activities are broken out by functional area for program revenues and expenses: General Government, Road and Bridge, General Assistance and Interest on Long-term Debt. General Revenues are separated by taxes, investment earnings, and other revenue. The taxes consist of property and replacement taxes. The overall increase in revenues is due to an increase in property taxes received and the raised tax levy. Expenses have remained relatively the same for the current year compared to 2013.

There are seven basic impacts on revenues and expenses as reflected below:

Normal Impacts

Revenues

Economic Condition - which can reflect a declining, stable or growing economic environment and have a substantial impact on tax revenues.

Increases/Decreases in Township approved rates - while certain tax rates are set by statute, the Township Board has the significant authority to impose and periodically increase/decrease service fees.

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2014

Changing Patterns in Intergovernmental and Grant Revenue - certain recurring service fees may experience significant changes periodically while non-recurring (or one time) grants are less predictable and often distorting in their impact on a year-to-year comparison.

Expenses

Introduction of New Programs - within the functional expense categories (General Government, Road and Bridge, General Assistance, etc.) individual programs may be added or deleted to meet changing community needs.

Increase in Authorized Personnel - changes in service demand may cause the Township Board to increase/decrease authorized staffing.

Salary Increases (annual adjustments and merit) - the ability to attract and retain human and intellectual resources, requires the Township to strive to approach a competitive salary range position in the marketplace.

Inflation - while overall inflation appears to be reasonably modest, the Township is a major consumer of certain commodities such as road maintenance supplies, fuels and parts. Some fluctuations may experience unusual commodity specific increases.

FINANCIAL ANALYSIS OF TOWNSHIP'S FUNDS

Governmental Funds

The Township's major funds are the General Fund, Road and Bridge Fund, and General Assistance Fund. Generally speaking, a major fund meets the following criteria:

- Total assets and deferred inflows, liabilities and deferred outflows, revenues or expenditures of that individual government fund are at least 10% of the corresponding total (assets, liabilities and so forth) for all government funds.

and

- Total assets and deferred inflows, liabilities and deferred outflows, revenues or expenditures of the individual governmental fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The major funds are the Township's primary operating funds as well as the largest source of day-to-day delivery of services.

Budgetary Highlights

The Township operates under the Budget Ordinance process and is cash basis. The budget is adopted by the Township Board and filed at the Cook County Courthouse preceding March 1st of the budgeted fiscal year. No major amendments or addendums were necessary during fiscal year 2014.

Worth Township, Illinois
 Management's Discussion & Analysis (Unaudited)
 February 28, 2014

Historically, the Township has taken a very conservative approach in developing their budgets. During fiscal year 2014, revenues and expenses versus budgeted amounts for the major funds showed the following variances:

Governmental Funds

<u>Fund</u>	<u>Budgeted Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>	<u>Budgeted Expenses</u>	<u>Actual Expenses</u>	<u>Variance</u>
General	\$ 2,308,560	\$ 2,466,947	\$ 158,387	\$ 2,838,560	\$ 2,354,690	\$ (483,870)
Road and Bridge	545,524	617,585	72,061	1,301,199	545,656	(755,543)
General Assistance	562,939	637,510	74,571	987,939	747,730	(240,209)

The General Fund revenues were over budget by \$ 73,510 in property taxes, \$ 129 in grants, \$ 3,633 in youth service bureau income, \$ 19,601 in other revenue, \$ 31,656 in replacement taxes, \$ 753 in interest income, \$ 13,922 in clinic fees, and \$ 15,183 in youth commission income. Expenses in the General Fund were under budget by \$ 207,072 in administration, \$ 103,189 in health and welfare, \$ 36,570 in senior services, \$ 58,291 in vehicle maintenance, and \$ 31,245 in capital outlay, and \$ 121,536 in debt service. The items below budget were due to lower than expected revenue for services provided as well as cost saving measures implemented by the Township.

In the Road and Bridge fund, revenues were over budget by \$ 29,153 in property taxes, \$8,800 in grants, \$25,319 in replacement taxes, \$1,317 in interest income and \$ 7,472 in other revenue. Expenses were under budget by \$ 755,543 due to paving and other repair projects not occurring as expected.

Finally, in the General Assistance Fund, revenues were over budget by \$ 74,571 mainly due to flat grant and food pantry income. Expenses were under budget by \$ 240,209 as the Township continues to determine the best course of action to assist the people of the Township.

CAPITAL ASSETS

At the end of the fiscal year 2014, the Township had a combined total capital assets of \$ 9,862,541 invested in a broad range of capital assets including land, buildings, Township facilities, roads, equipment, vehicles, and furniture and fixtures.

The governmental activities net capital assets (net of depreciation) decreased by \$ 88,518 or 1.04%.

Infrastructure Assets

The government's largest group of assets (infrastructure assets - i.e. roads, bridges, etc.) have been reported net of accumulated depreciated in the governmental financial statements. This statement requires that these assets be valued and reported within the governmental column of the government wide financial statements. The Township has elected to depreciate these assets over their estimated useful life. If a road project is considered maintenance, a recurring cost that does not extend the road's useful life or expand its capacity, the cost of the project will be expensed. An overlay of a road will be considered maintenance, whereas a rebuild of a road will be capitalized.

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2014

Governmental Activities Change in Capital Assets:

	Balance 2/28/13	Net Additions/ Deletions	Balance 2/28/14
Non-depreciable Capital Assets			
Land	\$ 690,991	\$ -	\$ 690,991
Construction in Process	-	6,295	6,295
Depreciable Capital Assets			
Building and Improvements	5,081,031	60,804	5,141,835
Office Furniture and Equipment	870,579	67,400	937,979
Infrastructure	3,085,441	-	3,085,441
Accumulated Depreciation	<u>(5,392,215)</u>	<u>(223,017)</u>	<u>(5,615,232)</u>
 Total Capital Assets, Net	 <u>\$ 4,335,827</u>	 <u>\$ (88,518)</u>	 <u>\$ 4,247,309</u>

More detailed information can be found in Note 3 to the financial statements.

DEBT ADMINISTRATION

The following is a summary of the components of long-term debt and related transactions of the Township for the year ended February 28, 2014:

	Balance 2/28/13	Issued	Retired	Balance 2/28/14
Notes Payable	\$ 888,407	\$ -	\$ 87,697	\$ 800,710
Compensated Absences (time earned)	<u>9,379</u>	<u>12,085</u>	<u>9,379</u>	<u>12,085</u>
 Totals	 <u>\$ 897,786</u>	 <u>\$ 12,085</u>	 <u>\$ 97,076</u>	 <u>\$ 812,795</u>

More detailed information can be found in Note 4 to the financial statements.

Future Events

Management is not aware of any currently known facts, decisions, or conditions that would have a significant impact on the Township's financial position (net position) or results of operations (revenues, expenses, and other changes in net position) in the next fiscal year.

Contacting the Township's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general knowledge of the Township's finances and to demonstrate the Township's accountability for the money it receives. Questions concerning this report or request for additional financial information should be directed to the Township Office, 11601 S. Pulaski Road, Alsip, Illinois 60803.

Worth Township, Illinois

Statement of Net Position

February 28, 2014

	<u>Governmental Activities</u>
<u>Assets:</u>	
Cash	\$ 2,247,698
Investments - Certificates of Deposit	260,100
Property Taxes Receivable	2,825,861
Replacement Taxes Receivable	11,542
Other Miscellaneous Receivables	771
Capital Assets, Not Being Depreciated	697,286
Capital Assets, Net of Accumulated Depreciation	3,550,023
Total Assets	<u>9,593,281</u>
 <u>Liabilities</u>	
Current Liabilities	
Accounts Payable	99,248
Due to Municipalities	1,680
Accrued Payroll	8,790
Long-term obligations, due within one year	
Compensated Absences	12,085
Notes Payable	91,224
Long-term obligations, due after one year	
Notes Payable	709,486
Total Liabilities	<u>922,513</u>
 <u>Deferred Inflows of Resources</u>	
Deferred Revenue	<u>2,825,861</u>
Total Liabilities and Deferred Inflows of Resources	<u>3,748,374</u>
 <u>Net Position</u>	
Net Investment in Capital Assets	3,446,599
Restricted for:	
General Assistance	437,012
Road and Bridge	963,615
Unrestricted	<u>997,681</u>
Total Net Position	<u>\$ 5,844,907</u>

See the accompanying notes to the financial statements

Worth Township, Illinois

Balance Sheet
Governmental Funds
February 28, 2014

	<u>Major Funds</u>			
	<u>General</u>	<u>Road And</u>	<u>General</u>	
	<u>Fund</u>	<u>Bridge</u>	<u>Assistance</u>	<u>Total</u>
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	
<u>Assets</u>				
Cash	\$ 771,768	\$ 1,041,254	\$ 434,676	\$ 2,247,698
Investments	260,100	-	-	260,100
Property Taxes Receivable	1,896,009	452,907	476,945	2,825,861
Replacement Taxes Receivable	4,484	4,477	2,581	11,542
Other Miscellaneous Receivables	771	-	-	771
Total Assets	<u>\$ 2,933,132</u>	<u>\$ 1,498,638</u>	<u>\$ 914,202</u>	<u>\$ 5,345,972</u>
<u>Liabilities and Fund Balance</u>				
Accounts Payable	\$ 21,881	\$ 77,367	\$ -	\$ 99,248
Accrued Payroll	5,476	3,069	245	8,790
Due to Municipalities	-	1,680	-	1,680
Total Liabilities	27,357	82,116	245	109,718
<u>Deferred Inflows of Resources</u>				
Deferred Revenue	1,896,009	452,907	476,945	2,825,861
Total Liabilities and Deferred Inflows of Resources	<u>1,923,366</u>	<u>535,023</u>	<u>477,190</u>	<u>2,935,579</u>
<u>Fund Balances</u>				
Restricted for:				
General Assistance	-	-	437,012	437,012
Road and Bridge	-	963,615	-	963,615
Committed for:				
Note Payable	91,224	-	-	91,224
Unassigned	918,542	-	-	918,542
Total Fund Balances	<u>1,009,766</u>	<u>963,615</u>	<u>437,012</u>	<u>2,410,393</u>
Total Liabilities and Fund Balance	<u>\$ 2,933,132</u>	<u>\$ 1,498,638</u>	<u>\$ 914,202</u>	<u>\$ 5,345,972</u>

See the accompanying notes to the financial statements

Worth Township, Illinois

Reconciliation of Governmental Funds Balance Sheet
to Statement of Net Position
February 28, 2014

Total Fund Balances - Governmental Funds \$ 2,410,393

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Capital Assets used in Governmental Activities are not financial resources therefore, are not reported in the funds:

Capital Assets	\$ 9,862,541	
Accumulated Depreciation	<u>(5,615,232)</u>	
Net Capital Assets		4,247,309

Some liabilities reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as liabilities in Governmental Funds. Liabilities at year-end consist of:

Note Payable	(800,710)	
Compensated Absences	<u>(12,085)</u>	
Total Liabilities		<u>(812,795)</u>

Net Position of governmental activities \$ 5,844,907

Worth Township, Illinois

Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
Year Ended February 28, 2014

	<u>Major Funds</u>			<u>Combined Total</u>
	<u>General Fund</u>	<u>Road And Bridge Fund</u>	<u>General Assistance Fund</u>	
<u>Revenues</u>				
Property Tax	\$ 2,117,340	\$ 539,827	\$ 511,465	\$ 3,168,632
Replacement Tax	91,656	55,319	52,335	199,310
Food Pantry	-	-	20,922	20,922
Interest Income	2,153	2,067	875	5,095
Clinic Fees	61,922	-	-	61,922
Grants	75,129	8,800	-	83,929
Flat Grants	-	-	47,400	47,400
Youth Commission Income	68,183	-	-	68,183
Youth Service Bureau Income	16,133	-	-	16,133
Other Revenue	34,431	11,572	4,513	50,516
Total Revenues	<u>2,466,947</u>	<u>617,585</u>	<u>637,510</u>	<u>3,722,042</u>
<u>Expenditures</u>				
Current:				
General Government	477,080	192,475	338,575	1,008,130
Administration	889,305	-	-	889,305
Highway and Streets	-	284,164	-	284,164
Health and Welfare	196,811	-	407,816	604,627
Senior Services	132,375	-	-	132,375
Building, Equipment, & Vehicle Maint.	190,681	-	-	190,681
Culture and Recreation	279,803	-	-	279,803
Capital Outlay	67,099	69,017	1,339	137,455
Debt Service				
Principal	87,697	-	-	87,697
Interest	33,839	-	-	33,839
Total Expenditures	<u>2,354,690</u>	<u>545,656</u>	<u>747,730</u>	<u>3,648,076</u>
Net Change in Fund Balance	112,257	71,929	(110,220)	73,966
Fund Balance - Beginning	<u>897,509</u>	<u>891,686</u>	<u>547,232</u>	<u>2,336,427</u>
Fund Balance - Ending	<u>\$ 1,009,766</u>	<u>\$ 963,615</u>	<u>\$ 437,012</u>	<u>\$ 2,410,393</u>

See the accompanying notes to the financial statements

Worth Township, Illinois

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Year Ended February 28, 2014

Net Change in Fund Balances - Total Government Funds	\$ 73,966
Amounts reported for Governmental Activities in the Statement of Activities are different because:	
Governmental Funds report capital outlays as expenditures, in the Statement of Activities, these costs are recorded as capital assets	134,499
Governmental Funds allocate the cost of capital assets over their estimated useful lives as depreciation	(223,017)
Repayment of principal on long-term debt is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Principal Retirement	87,697
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.	
Change in Compensated Absences	<u>\$ (2,706)</u>
	<u>(2,706)</u>
Change in Net Position of Governmental Activities	<u><u>\$ 70,439</u></u>

See the accompanying notes to the financial statements

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Worth Township, Illinois ("Township"), as reflected in the accompanying financial statements for the year ended February 28, 2014, conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the significant accounting policies:

Reporting Entity: The Township's reporting entity includes the Township's governing board and any related organizations for which the elected officials of the Township are financially accountable.

Financial accountability is defined as: (1) appointment of the voting majority of the component unit's board, and either (a) the ability to impose will by the primary government or (b) the possibility that the component unit will provide a financial benefit or impose a financial burden on the primary government or (2) fiscal dependency on the primary government.

Based on the foregoing criteria, the Township does not have any component units included in the Township's reporting entity. Also, the Township is not included as a component unit in any other governmental reporting entity, as defined by GASB standards.

The Township operates under the Township form of government, with a Supervisor, Clerk, Assessor, Highway Commissioner, and four Trustees elected by the people. The Board of Trustees is the Township's legislative body, enacting the laws and establishing the policies which govern the activities of the Township.

The Township's budgetary operations are governed by the appropriation law and administered by the Township Supervisor.

Basis of Presentation: The Township's basic financial statements consist of Township-wide statements, including a statement of net position, statement of activities and fund financial statements, which provide a more detailed level of financial information. The Township-wide focus is more on the sustainability of the Township as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

Township-wide Financial Statements - The statement of net position and the statement of activities display information about the township as a whole. In the township-wide statement of net position, the governmental activities are presented on a consolidated basis. These statements include the financial activities of the primary government. The effect of interfund activity has been removed from these statements. The Township-wide statement of activities reflects both the direct expenses and net cost of each function of the Township's governmental activities.

Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Township, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function is self-financing or draws from the general revenues of the Township.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Fund Financial Statements - The financial transactions of the Township are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and presented as nonmajor funds.

Measurement Focus and Basis of Accounting

Township-wide Financial Statements - The Township-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, liabilities, and deferred inflows and outflows of resources (whether current or non-current) are included on the balance sheet and the operating statements presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

The Township has reported three categories of program revenues in the statement of activities; (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources; they reduce the net cost of each function to be financed from the Township's general revenues. For identifying the function to which program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net position to remove the "grossing-up" effect on assets, liabilities, and deferred inflows and outflows of resources within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables and advances. Similarly, operating transfers between funds have been eliminated in the statement of activities.

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township considers revenue to be available if they are collected within 60 days of the end of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Differences occur from the manner in which the governmental activities and the Township-wide financial statements are prepared due to the inclusion of capital assets and long-term debt activity. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the Township-wide statements and the statements for governmental funds.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

The Township reports the following major governmental funds:

General Fund - The General Fund (also known as the Town Fund) is used to account for and report all financial resources not accounted for and reported in another fund.

Road and Bridge Fund - The Road and Bridge Fund, a special revenue fund, is used to account for all revenues and expenditures applicable to the upkeep, repair and administration of the Township's roads. Revenues include property taxes, replacement taxes and interest income.

General Assistance Fund - The General Assistance Fund, a special revenue fund, is used to account for all revenues and expenditures applicable to the general assistance services provided to the residents of the township. Revenues include property taxes, state grants, donations and interest.

Cash and Cash Equivalents and Investments: The Township considers cash and investments with an original maturity of less than 90 days to be cash equivalents. Cash and equivalents consist of checking and money market accounts at financial institutions. Investments are stated at fair value.

Short-Term Interfund Receivable/Payables: During the course of operation, transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "Interfund Receivable" or "Interfund Payable" on the balance sheet.

Capital Assets: Capital assets, which include property, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental columns in the township-wide financial statements. Capital assets are defined by the Township as assets with a useful life of more than one year.

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

	<u>Years</u>	<u>Capitalization Threshold</u>
Land Improvements	20 Years	\$ 25,000
Buildings & Improvements	50 Years	\$ 25,000
Vehicles	5-7 Years	\$ 10,000
Equipment	12 Years	\$ 10,000
Office Furniture & Fixtures	7 Years	\$ 2,500
Infrastructure	40 Years	\$250,000

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Long-term Obligations

In the township-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position arising from cash transactions. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of applicable bond premium or discount.

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

Equity Classifications

The Township's fund balances are required to be reported using five separate classifications as listed below. the Township may not necessarily utilize each classification in a given fiscal year. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

*Non-Spendable - amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

*Restricted - amounts that can be spent only for for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, or laws or regulations or other governments.

*Committed - amounts that can be used only for specific purposes determined by a formal action of the Board of Trustees of the Township (the highest level of decision making authority for the Township). Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Trustees.

*Assigned - amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Under the Township's adopted policy, only the Township may assign amounts for specific purposes.

*Unassigned - all other spendable amounts; positive amounts that are reported only in the general fund.

When an expenditure is incurred for which both restricted and unrestricted fund balance is available, the Township considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Township considers amounts to have been spent out of committed funds, then assigned funds, and finally unassigned funds, as needed unless the Township's Board of Trustee's has provided, otherwise in its commitment or assignment actions.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Property Taxes

The Township annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by its Board. The property tax calendar for the 2013 tax year payable in 2014 is as follows:

Lien Date	January 1, 2013
Levy Date	December 19, 2013
First Installment Due	March 1, 2014
Second Installment Due	August 1, 2014

Property taxes are billed and collected by the County Treasurer of Cook County, Illinois.

Deferred Revenue: Deferred revenue is recorded where asset recognition criteria have been met, but where revenue recognition criteria have not. Such amounts have been deemed to be measurable but not available.

Compensated Absences: The liability for compensated absences, (unused vacation time) of the Township at February 28, 2014, of \$ 12,085 is recorded in the Township-wide financial statements.

For governmental fund financial statements, the portion of the liability which is currently due and payable is recorded as a liability in the appropriate fund. The Township-wide financial statements record unused vacation and sick leave as expenses and liabilities when earned by employees. The long-term portion of compensated absences will be paid from the fund from which the employee is paid.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect certain amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

Cash

The carrying amount of deposits were \$ 2,246,040 at February 28, 2014, while the bank balances were \$ 2,391,013. As of February 28, 2014, total balances at banks of \$ 2,266,766 were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$ 250,000, or collateralized with securities of the U.S. Government or with letters of credit issued by the Federal Home Loan Bank held in the Township's name by financial institutions acting as the Township's agent.

Certificates of Deposit

Certificates of Deposit amounted to \$ 260,100 at February 28, 2014. In accordance with Township policy, certificates of deposit were collateralized with securities of the U.S. Government in an amount equal to 100% of the funds deposit. All investment collateral is held in safekeeping in the Township's name by financial institutions acting as the Township's agent. Collateral is priced to market semi-monthly and monitored regularly with additional collateral requested as necessary.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 2 - DEPOSITS AND INVESTMENTS (Cont.)

Investments

The investments which the Township may purchase are limited by Illinois law to the following; (1) securities which are fully guaranteed by the U.S. Government as to principal and interest; (2) certain U.S. Government Agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations which are insured by a Federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

Interest Rate Risk. The Township's investment policy limits investment maturities to two years from the date of purchase as a means of managing its exposure to fair value losses arising from increasing interest rates.

The Township has \$ 260,100 of investments as of February 28, 2014 invested in certificates of deposit.

Credit Risk. The Township's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The Township's investment policy limits investments in short-term obligations of corporations organized in the United States with assets exceeding \$ 500,000,000 if; (i) such obligations are rated at the time of purchase at one of the three highest classifications established by at least two standard rating services and which mature no later than 180 days from the date of purchase; (ii) such purchases do not exceed 10% of the corporation's outstanding obligations; and (iii) no more than one-third of the public agency's funds may be invested in short-term obligations of corporations.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Township's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for Township investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's, or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization.

Concentration of Credit Risk. The Township places no limit on the amount the Township may invest in any one issuer.

Reconciliation of Note 2 to Financial Statements

Per Financial Statements:

Cash and Cash Equivalents	
Statement of Net Position	<u>\$ 2,507,798</u>

Per Note 2:

Cash	\$ 2,246,040
Petty Cash	1,658
Certificates of Deposit	<u>260,100</u>
Total per Note 2	<u>\$ 2,507,798</u>

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended February 28, 2014 was as follows:

	<u>Balance at 2/28/13</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance at 2/28/14</u>
Governmental Activities:				
Capital Assets not Being Dep.:				
Land	\$ 690,991	\$ -	\$ -	\$ 690,991
Construction in Process	<u>-</u>	<u>6,295</u>	<u>-</u>	<u>6,295</u>
 Total capital assets, not being depreciated	 <u>690,991</u>	 <u>6,295</u>	 <u>-</u>	 <u>697,286</u>
 Capital Assets Being Depreciated:				
Buildings and Improvements	5,081,031	60,804	-	5,141,835
Vehicles and Equipment	347,799	67,400	-	415,199
Furniture and Fixtures	267,671	-	-	267,671
Computer and Tech Equipment	255,109	-	-	255,109
Infrastructure	<u>3,085,441</u>	<u>-</u>	<u>-</u>	<u>3,085,441</u>
 Total capital assets being depreciated	 <u>9,037,051</u>	 <u>128,204</u>	 <u>-</u>	 <u>9,165,255</u>
 Less accumulated depreciation for:				
Buildings and Improvements	(2,321,567)	(100,952)	-	(2,422,519)
Vehicles and Equipment	(315,866)	(12,728)	-	(328,594)
Furniture and Fixtures	(261,243)	(4,724)	-	(265,967)
Computer and Tech Equipment	(251,922)	(2,550)	-	(254,472)
Infrastructure	<u>(2,241,617)</u>	<u>(102,063)</u>	<u>-</u>	<u>(2,343,680)</u>
 Total accumulated depreciation	 <u>(5,392,215)</u>	 <u>(223,017)</u>	 <u>-</u>	 <u>(5,615,232)</u>
 Total capital assets being depreciated, net	 <u>3,644,836</u>	 <u>(94,813)</u>	 <u>-</u>	 <u>3,550,023</u>
 Governmental activities capital assets, net	 <u>\$ 4,335,827</u>	 <u>\$ (88,518)</u>	 <u>\$ -</u>	 <u>\$ 4,247,309</u>

Depreciation expense was charged to functions/programs as follows:

Governmental Activities	
Administrative	\$ 102,042
General Assistance	4,458
Road and Bridge	<u>116,517</u>
Total Depreciation Expense- Governmental Activities	 <u>\$ 223,017</u>

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 4 - LONG-TERM LIABILITIES

Long-term liability activity for the year ended February 28, 2014 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Note Payable	\$ 888,407	\$ -	\$ 87,697	\$ 800,710	\$ 91,224
Compensated Absences	9,379	12,085	9,379	12,085	12,085
Total	<u>\$ 897,786</u>	<u>\$ 12,085</u>	<u>\$ 97,076</u>	<u>\$ 812,795</u>	<u>\$ 103,309</u>

Notes Payable - Private Bank

The Township previously incurred a note payable of \$ 1,200,000 for the purpose of altering and constructing an addition to the Township Hall. The Township is authorized to borrow funds in virtue of 60 ILCS1/85-10. The date of the note is November 7, 2008 and matured on November 7, 2011. This loan has been modified as of November 7, 2011 with a maturity date of November 7, 2021. At that date, the loan had a balance of \$ 1,000,000 (loan balance is after the Township paid an additional \$50,000 on this note). The interest rate is 3.95%. Principal and interest payments are made monthly in the amount of \$ 10,127.95. This note payable is collateralized by mortgage and assignment of rents on the Township Hall located at 11601 S. Pulaski Road,

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 91,224	\$ 30,311	\$ 121,535
2016	94,894	26,642	121,536
2017	98,710	22,825	121,535
2018	102,681	18,854	121,535
2019	106,811	14,724	121,535
2020-2022	<u>306,390</u>	<u>17,705</u>	<u>324,095</u>
Total	<u>\$ 800,710</u>	<u>\$ 131,061</u>	<u>\$ 931,771</u>

NOTE 5 - DEFINED BENEFIT PENSION PLAN - ILLINOIS MUNICIPAL RETIREMENT FUND

Illinois Municipal Retirement Fund

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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained online at www.imrf.org.

Funding Policy. As set by statute, the regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2013 was 11.57 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2013 was 12.28 percent. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while supplemental retirement benefits are set by statute.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 5 - DEFINED BENEFIT PENSION PLAN - IMRF (Cont.)

Annual Pension Cost. For calendar year ending December 31, 2013, the Township's actual contributions for pension cost for the regular plan members were \$ 110,022. Its required contribution for calendar year 2013 was \$ 116,774.

The following table shows the components of the Township's annual IMRF cost for the calendar year, the amount actually contributed to the plan, and changes in the Township's net pension obligation:

Annual Required Contribution	\$ 116,774
Interest on Net Pension Obligation	1,474
Adjustment to Annual Required Contributio	<u>(1,054)</u>
Annual Pension Cost	117,194
Contributions Made	<u>(110,022)</u>
Increase in Net Pension Obligation	7,172
Net Pension Obligation - Beginning of Year	<u>19,654</u>
Net Pension Obligation - End of Year	<u><u>\$ 26,826</u></u>

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

Fiscal Year <u>Ending</u>	Annual Pension Cost <u>(APC)</u>	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/13	\$ 116,774	94%	\$ 26,826
12/31/12	104,270	100%	19,654
12/31/11	105,724	93%	18,856

The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included; (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3 percent annually. The actuarial value of the Township's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The Township Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year open basis.

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 92.54 percent funded. The actuarial accrued liability for benefits was \$ 3,145,459 and the actuarial value of plan assets was \$ 2,910,806, resulting in an underfunded actuarial accrued liability (UAAL) of \$ 234,653. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$ 950,929 and the ratio of the UAAL to the covered payroll was 25 percent.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2014

NOTE 5 - DEFINED BENEFIT PENSION PLAN - IMRF (Cont.)

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

NOTE 6 - RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The Township also purchased its employee health and accident insurance from commercial carriers. The Township did not have any significant reduction in insurance coverage in the prior year nor did settlements exceed insurance coverage during the past three fiscal years.

NOTE 7 - CONTINGENT LIABILITIES

Federal and State Grant Programs

The Township currently, and in prior fiscal years, has participated in various grant programs. Grant programs are subject to program compliance audits by the grantor agencies. The Township's compliance with applicable grant requirements may be established at some future date; however, the Township believes that any noncompliance will not have a material effect on the financial statements.

NOTE 8 - COMMITMENTS AND SUBSEQUENT EVENTS

As of February 28, 2014, the Township had entered into outstanding construction commitments of approximately \$ 305,000 related to various ongoing projects.

Subsequent to February 28, 2014, the Township paid off its existing loan and issued a new promissory note with Standard Bank for \$ 1,300,000 with interest of 3.5 percent.

Required Supplementary Information

Worth Township, Illinois

Required Supplementary Information

Budgetary Comparison Schedule

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual

General Fund and Major Special Revenue Funds

Year Ended February 28, 2014

	General Fund		
	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<u>Revenues</u>			
Property Taxes	\$2,043,830	\$2,117,340	\$ 73,510
Replacement Taxes	60,000	91,656	31,656
Interest Income	1,400	2,153	753
Clinic Fees	48,000	61,922	13,922
Grants	75,000	75,129	129
Youth Commission Income	53,000	68,183	15,183
Youth Service Bureau Income	12,500	16,133	3,633
Other Revenue	14,830	34,431	19,601
Total Revenues	2,308,560	2,466,947	158,387
<u>Expenditures</u>			
Current:			
Compensation of Elected Officials	167,000	159,001	(7,999)
Supervisor's Office	84,304	83,832	(472)
Assessor's Office	74,345	69,891	(4,454)
Clerk's Office	68,628	64,910	(3,718)
Finance Office	103,069	99,446	(3,623)
Other Administration	1,096,377	889,305	(207,072)
Health and Welfare	300,000	196,811	(103,189)
Senior Services	168,945	132,375	(36,570)
Building, Equipment, and Vehicle Maintenance	248,972	190,681	(58,291)
Youth Service Bureau	133,188	127,386	(5,802)
Youth Commission	173,842	152,417	(21,425)
Capital Outlay	98,344	67,099	(31,245)
Debt Service			
Principal on Notes Payable	87,707	87,697	(10)
Interest on Notes Payable	33,839	33,839	-
Total Expenditures	2,838,560	2,354,690	(483,870)
Net Change in Fund Balance	\$ (530,000)	112,257	\$ 642,257
Fund Balance, Beginning of Year		897,509	
Fund Balance, End of Year		\$1,009,766	

Worth Township, Illinois

Required Supplementary Information

Budgetary Comparison Schedule

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual

General Fund and Major Special Revenue Funds

Year Ended February 28, 2014

	<u>Road and Bridge Fund</u>		
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$ 510,674	\$ 539,827	\$ 29,153
Grants	-	8,800	8,800
Replacement Taxes	30,000	55,319	25,319
Interest Income	750	2,067	1,317
Other Revenue	<u>4,100</u>	<u>11,572</u>	<u>7,472</u>
Total Revenues	<u>545,524</u>	<u>617,585</u>	<u>72,061</u>
<u>Expenditures</u>			
Current:			
General Government	292,175	192,475	(99,700)
Capital Outlay	188,000	69,017	(118,983)
Maintenance	<u>821,024</u>	<u>284,164</u>	<u>(536,860)</u>
Total Expenditures	<u>1,301,199</u>	<u>545,656</u>	<u>(755,543)</u>
Net Change in Fund Balance	<u>\$ (755,675)</u>	71,929	<u>\$ 827,604</u>
Fund Balance, Beginning of Year		<u>891,686</u>	
Fund Balance, End of Year		<u>\$ 963,615</u>	

Worth Township, Illinois

Required Supplementary Information

Budgetary Comparison Schedule

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual

General Fund and Major Special Revenue Funds

Year Ended February 28, 2014

	<u>General Assistance Fund</u>		
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$ 511,189	\$ 511,465	\$ 276
Replacement Tax	40,000	52,335	12,335
Food Pantry	-	20,922	20,922
Flat Grant	-	47,400	47,400
Interest Income	850	875	25
Other Revenue	10,900	4,513	(6,387)
Total Revenues	<u>562,939</u>	<u>637,510</u>	<u>74,571</u>
<u>Expenditures</u>			
Current:			
General Government	362,725	338,575	(24,150)
Health & Welfare	623,854	407,816	(216,038)
Capital Outlay	1,360	1,339	(21)
Total Expenditures	<u>987,939</u>	<u>747,730</u>	<u>(240,209)</u>
Net Change in Fund Balance	<u>\$ (425,000)</u>	(110,220)	<u>\$ 314,780</u>
Fund Balance, Beginning of Year		<u>547,232</u>	
Fund Balance, End of Year		<u>\$ 437,012</u>	

Worth Township, Illinois
Required Supplementary Information
Illinois Municipal Retirement Fund
Schedule of Funding Progress
February 28, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$2,910,806	\$3,145,459	\$ 234,653	92.54%	\$ 950,929	24.68%
12/31/12	3,100,157	3,518,724	418,567	88.10%	987,404	42.39%
12/31/11	3,128,922	3,785,208	656,286	82.66%	1,025,447	64.00%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$ 3,512,357. On a market basis, the funded ratio would be 111.66%

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Worth Township Cook County. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

I. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

1. The Township Supervisor submits to the Town Board a proposed operating budget for the fiscal year commencing on March 1st. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through Board action.
4. Transfers of up to 10% of the total budget may be made between the various items within any fund. The budget may be amended by Board action by the same procedure provided for in the original adoption of the budget.
5. Formal budgetary integration is employed as a management control device during the year for the governmental funds. The Township budgets and records activity on the modified accrual basis of accounting. The original budget was not modified during the fiscal year.

The legal level of budgetary control has been established at the fund level. During the current year, budgets were adopted for the General, General Assistance, and Road and Bridge Funds. No encumbrances are used.

The Township prepares its annual budget on the modified accrual basis of accounting, which is consistent with the Township's budgeting and financial reporting policies.

B. Excess of Expenditures over Budget

Actual expenditures were less than budgeted amounts for all funds for the year ended February 28, 2014.

Individual Fund Financial Schedules

Worth Township, Illinois

Town Fund
Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$2,043,830	\$2,117,340	\$ 73,510
Replacement Taxes	60,000	91,656	31,656
Interest Income	1,400	2,153	753
Clinic Fees	48,000	61,922	13,922
Grants	75,000	75,129	129
Youth Commission Income	53,000	68,183	15,183
Youth Service Bureau Income	12,500	16,133	3,633
Other Revenue	14,830	34,431	19,601
Total Revenues	<u>2,308,560</u>	<u>2,466,947</u>	<u>158,387</u>
<u>Expenditures</u>			
<u>General Government</u>			
Compensation of Elected Officials			
Salary - Supervisor	36,000	36,000	-
Salary - Clerk	30,000	30,000	-
Salary - Assessor	30,000	29,884	(116)
Salary - Highway Commissioner	31,000	31,000	-
Salary - Board of Trustees	40,000	32,117	(7,883)
Total Compensation of Elected Officials	<u>167,000</u>	<u>159,001</u>	<u>(7,999)</u>
Supervisor's Office			
Salaries - Personnel	81,004	81,003	(1)
Dues & Subscriptions	560	237	(323)
Equipment Purchases	265	262	(3)
Office Supplies	960	896	(64)
Training and Seminars	75	-	(75)
Printing Services	100	95	(5)
Equipment Maintenance	1,340	1,339	(1)
Total Supervisor's Office	<u>84,304</u>	<u>83,832</u>	<u>(472)</u>
Assessor's Office			
Salaries - Personnel	64,745	64,744	(1)
Dues & Subscriptions	600	575	(25)
Office Supplies	1,490	1,486	(4)
Postage and Notices	2,800	-	(2,800)
Capital Outlay - Equipment	100	-	(100)
Printing	810	-	(810)
Training	700	-	(700)
Equipment Maintenance	1,900	1,889	(11)
Contractual Services	1,200	1,197	(3)
Total Assessor's Office	<u>\$ 74,345</u>	<u>\$ 69,891</u>	<u>\$ (4,454)</u>

(Continued)

Worth Township, Illinois

Town Fund
Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Clerk's Office			
Salaries - Personnel	\$ 64,628	\$ 61,995	\$ (2,633)
Dues & Subscriptions	500	382	(118)
Office Equipment Purchases	400	238	(162)
Office Supplies	610	606	(4)
Placards	700	255	(445)
Printing	190	95	(95)
Training	100	-	(100)
Equipment Maintenance	1,500	1,339	(161)
Total Clerk's Office	<u>68,628</u>	<u>64,910</u>	<u>(3,718)</u>
Finance Office			
Salaries - Personnel	74,709	74,294	(415)
Training & Seminars	200	-	(200)
Equipment Maintenance	100	-	(100)
Fund Administration	1,975	1,897	(78)
Human Resource Investigations	565	564	(1)
Printing	370	364	(6)
Data & Payroll Processing	24,300	21,933	(2,367)
Dues & Subscriptions	100	-	(100)
Office Supplies and Equipment	750	394	(356)
Total Finance Office	<u>103,069</u>	<u>99,446</u>	<u>(3,623)</u>
Other Administration			
Salaries - General Office Personnel	118,000	99,477	(18,523)
Personnel Contingency	10,000	135	(9,865)
Social Security, Medicare Tax	80,000	63,032	(16,968)
Illinois Municipal Retirement Fund	85,000	74,138	(10,862)
Employees Insurance Benefits	500,000	409,691	(90,309)
Unemployment Insurance	2,200	2,026	(174)
Worker's Compensation Insurance	9,465	9,463	(2)
Insurance (Fire, Liability, and Vehicle)	41,035	32,165	(8,870)
Telephone Service	16,215	16,211	(4)
Utilities	59,285	46,498	(12,787)
Travel & Convention	6,000	3,607	(2,393)
Legal Fees	41,300	41,265	(35)
Postage	22,000	15,672	(6,328)
Legal Publishing	2,000	1,678	(322)
Township Municipal Relations	13,990	13,986	(4)
Elected Officials-Reimbursement Expenses	23,710	13,467	(10,243)
Fair Housing Review Board	150	-	(150)
Disaster Plan	800	-	(800)
Election Expense	10,000	-	(10,000)
Newsletter	\$ 12,000	\$ 10,736	\$ (1,264)

(Continued)

Worth Township, Illinois

Town Fund
Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
Non Funded Mandates	\$ 100	\$ -	\$ (100)
Computer Training	7,315	7,313	(2)
Management Information Systems	1,385	645	(740)
Administration Printing	250	-	(250)
Copier Supplies/Rental	12,615	12,613	(2)
Continuing Education	227	-	(227)
Safety Review Committee	3,620	3,619	(1)
Peer Jury	1,880	1,597	(283)
Insurance Notary Expenses	650	280	(370)
Insurance Bonding Officials	10,000	8,060	(1,940)
Supplies General Office	3,000	1,931	(1,069)
Township Promotions	2,000	-	(2,000)
Contingency	185	-	(185)
Total Other Administration	<u>1,096,377</u>	<u>889,305</u>	<u>(207,072)</u>
Debt Service			
Principal on Notes Payable	87,707	87,697	(10)
Interest on Notes Payable	33,839	33,839	-
Total Debt Service	<u>121,546</u>	<u>121,536</u>	<u>(10)</u>
Total General Government	<u>1,715,269</u>	<u>1,487,921</u>	<u>(227,348)</u>
Health Services			
Doctor, Dentist & Podiatrist's Compensation	142,410	104,070	(38,340)
Nurses' Compensation	90,000	56,833	(33,167)
Additional Medical Services	100	-	(100)
Medical Supplies	4,000	2,341	(1,659)
Dental Supplies	1,500	899	(601)
Podiatry Supplies	1,800	501	(1,299)
Podiatry Equipment	1,000	-	(1,000)
Receptionist Salary	44,290	24,081	(20,209)
Flu Shot and Other Vaccine	4,000	2,475	(1,525)
Office Supplies & Printing	2,500	1,216	(1,284)
Medical Waste Disposal	1,000	702	(298)
Uniform/Lab Costs	1,500	271	(1,229)
Medical Seminars	500	238	(262)
Clinic/Outer Office/CPT	1,000	523	(477)
Medical Equipment	1,000	814	(186)
Dental Equipment	1,000	-	(1,000)
Reference Books & Subscriptions	600	343	(257)
Clinic Equipment	1,800	1,504	(296)
Total Health and Welfare	<u>\$ 300,000</u>	<u>\$ 196,811</u>	<u>\$ (103,189)</u>

(Continued)

Worth Township, Illinois

Town Fund
Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Senior Services			
Senior Citizen Bus Driver Salary	\$ 75,888	\$ 55,013	\$ (20,875)
Senior Room Staff	20,888	16,826	(4,062)
Transportation Coordinator Salary	25,769	25,769	-
License & Registration	200	-	(200)
Human Resource Expense	100	-	(100)
Senior Service Programs	10,000	5,968	(4,032)
Senior Citizens Organization Grant	3,100	3,100	-
Capital Outlay - Senior Center	100	-	(100)
Bus Maintenance, Fuel & Repairs	30,000	24,227	(5,773)
Office Supplies	1,315	236	(1,079)
Testing Drug & Alcohol	1,000	653	(347)
Uniforms	585	583	(2)
Total Senior Services	<u>168,945</u>	<u>132,375</u>	<u>(36,570)</u>
Building, Equipment & Vehicle Maintenance			
Building Maintenance - Personnel	91,472	89,753	(1,719)
Building Repairs/Maint. (Inside)	25,570	25,569	(1)
Building Repairs/Maint. (Outside)	63,960	14,642	(49,318)
Building Supplies & Maintenance	12,500	11,800	(700)
Building Security	7,320	7,319	(1)
Equipment Purchases	1,080	1,078	(2)
Equipment Maintenance	1,000	396	(604)
Tennis/Hockey Maintenance	50	-	(50)
Emergency Services and Other Maintenance	37,050	31,325	(5,725)
Vehicle Maintenance	4,970	4,963	(7)
Refuse Disposal	4,000	3,836	(164)
Total Building, Equipment, and Vehicle Maintenance	<u>248,972</u>	<u>190,681</u>	<u>(58,291)</u>
Capital Outlay			
Equipment Technological & Office	15,000	-	(15,000)
Building Improvements	19,844	13,180	(6,664)
Building Interior and/or Carpet	2,500	-	(2,500)
Grant Expenditures	55,000	53,919	(1,081)
Vehicle	6,000	-	(6,000)
Total Capital Outlay	<u>\$ 98,344</u>	<u>\$ 67,099</u>	<u>\$ (31,245)</u>

(Continued)

Worth Township, Illinois

Town Fund
Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Culture & Recreation</u>			
Youth Service Bureau			
Staff Salaries (Contractual)	\$ 122,288	\$ 118,727	\$ (3,561)
Secretary's Salary	-	-	-
YSB Telephone	1,000	768	(232)
Office Supplies	935	905	(30)
Reference Books & Subscriptions	100	80	(20)
Professional Memberships	5,000	3,425	(1,575)
YSB Insurance	1,565	1,564	(1)
Training & Seminars	2,300	1,917	(383)
Total Youth Service Bureau	<u>133,188</u>	<u>127,386</u>	<u>(5,802)</u>
Youth Commission			
Office Employee Salaries	54,191	49,582	(4,609)
Recreational Staff Salaries	79,420	69,223	(10,197)
Personnel Contingency	5	-	(5)
Equipment Purchases	1,505	-	(1,505)
Equipment Maintenance	2,000	-	(2,000)
Recreational Expenses	32,951	32,943	(8)
Office Supplies	1,200	669	(531)
Dues & Subscriptions	270	-	(270)
Step Program	900	-	(900)
Training & Seminars	1,150	-	(1,150)
Uniforms	250	-	(250)
Total Youth Commission	<u>173,842</u>	<u>152,417</u>	<u>(21,425)</u>
Total Culture and Recreation	<u>307,030</u>	<u>279,803</u>	<u>(27,227)</u>
Total Expenditures	<u>2,838,560</u>	<u>2,354,690</u>	<u>(483,870)</u>
Net Change in Fund Balance	<u>\$ (530,000)</u>	112,257	<u>\$ 642,257</u>
Fund Balance - Beginning		<u>897,509</u>	
Fund Balance - Ending		<u>\$1,009,766</u>	

Worth Township, Illinois

Road & Bridge Fund
Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$ 510,674	\$ 539,827	\$ 29,153
Grants	-	8,800	8,800
Replacement Taxes	30,000	55,319	25,319
Interest Income	750	2,067	1,317
Other Revenue	<u>4,100</u>	<u>11,572</u>	<u>7,472</u>
Total Revenues	<u>545,524</u>	<u>617,585</u>	<u>72,061</u>
<u>Expenditures</u>			
General Government			
Salaries	28,000	21,278	(6,722)
Illinois Municipal Retirement Fund	25,600	16,490	(9,110)
Social Security, Medicare Tax	17,000	12,518	(4,482)
Unemployment Insurance	2,030	2,026	(4)
Employee Health Insurance	100,000	58,225	(41,775)
Uniform Purchases	1,000	13	(987)
Worker's Compensation Insurance	18,715	17,990	(725)
General Insurance	49,470	27,749	(21,721)
Fund Administration	750	53	(697)
Bank Service Charges	500	267	(233)
Contingencies	6,285	6,285	-
Medical Supplies	300	93	(207)
Drug & Alcohol Testing	1,000	-	(1,000)
Telephone Service	5,000	4,722	(278)
Printing	1,000	185	(815)
Postage	3,500	2,337	(1,163)
Annual Audit	5,500	4,950	(550)
Data Processing	7,300	7,154	(146)
Utilities	7,500	6,443	(1,057)
Office Supplies	1,725	571	(1,154)
Publishing	1,000	-	(1,000)
Newsletter	3,000	3,000	-
Public Relations	1,000	-	(1,000)
Legal Fees	<u>5,000</u>	<u>126</u>	<u>(4,874)</u>
Total General Government	<u>292,175</u>	<u>192,475</u>	<u>(99,700)</u>
Capital Outlay			
Equipment	38,000	1,617	(36,383)
Vehicle	<u>150,000</u>	<u>67,400</u>	<u>(82,600)</u>
Total Capital Outlay	<u>\$ 188,000</u>	<u>\$ 69,017</u>	<u>\$ (118,983)</u>

(Continued)

Worth Township, Illinois

Road & Bridge Fund

Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Maintenance			
Salaries - Maintenance of Roads	\$ 190,000	\$ 144,815	\$ (45,185)
Maintenance Service Building/Grounds	5,000	2,734	(2,266)
Maintenance Service Equipment/Machinery	25,000	4,357	(20,643)
Disaster Plan Project	500	-	(500)
Refuse	12,000	7,408	(4,592)
Maintenance Service Vehicles	45,000	32,073	(12,927)
Engineering Service	35,000	-	(35,000)
Utilities Street Lighting	15,000	11,960	(3,040)
Special Projects General	417,024	45,841	(371,183)
Maintenance Supplies Road Salt	56,500	24,659	(31,841)
Automotive Fuel/Oil	20,000	10,317	(9,683)
Total Maintenance	<u>821,024</u>	<u>284,164</u>	<u>(536,860)</u>
Total Expenditures	<u>1,301,199</u>	<u>545,656</u>	<u>(755,543)</u>
Net Change in Fund Balance	<u>\$ (755,675)</u>	71,929	<u>\$ 827,604</u>
Fund Balance - Beginning		<u>891,686</u>	
Fund Balance - Ending		<u>\$ 963,615</u>	

Worth Township, Illinois

General Assistance Fund

Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$ 511,189	\$ 511,465	\$ 276
Replacement Tax	40,000	52,335	12,335
Food Pantry	-	20,922	20,922
Flat Grant	-	47,400	47,400
Interest Income	850	875	25
Other Revenue	10,900	4,513	(6,387)
Total Revenues	<u>562,939</u>	<u>637,510</u>	<u>74,571</u>
<u>Expenditures</u>			
General Government			
Salaries - Case Workers	137,460	136,645	(815)
Salaries - Supervisor	6,000	5,813	(187)
Building Security	21,090	21,087	(3)
Equipment Maintenance & Repairs	1,200	370	(830)
Personnel Contingency	805	801	(4)
Illinois Municipal Retirement Fund	17,390	17,381	(9)
Employee Benefits	65,015	65,015	-
General Insurance	10,000	6,170	(3,830)
Social Security, Medicare Tax	14,610	12,306	(2,304)
Unemployment Insurance	2,030	2,026	(4)
Worker's Compensation Insurance	5,000	4,672	(328)
Telephone Service	12,000	9,419	(2,581)
Printing	500	285	(215)
Annual Audit	9,000	8,950	(50)
Data & Payroll Processing	9,930	9,721	(209)
Management of Information	500	-	(500)
Publishing Legal Notices	200	-	(200)
Office Supplies	2,500	1,788	(712)
Travel Expense	1,470	1,198	(272)
Legal Fees	4,670	2,400	(2,270)
Training & Conventions	1,000	-	(1,000)
Non Funded Mandates	100	-	(100)
Office & Building Repairs	500	-	(500)
Newsletter	12,000	7,800	(4,200)
Fund Administration	1,000	632	(368)
Records Storage	10	-	(10)
Computer Training	660	-	(660)
Public Aid Hearings	100	-	(100)
Investigations	24,985	23,502	(1,483)
Contingency	1,000	594	(406)
Total General Government	<u>\$ 362,725</u>	<u>\$ 338,575</u>	<u>\$ (24,150)</u>

(Continued)

Worth Township, Illinois

General Assistance Fund

Schedule of Revenues and Expenditures - Budget and Actual
Year Ended February 28, 2014

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Health & Welfare			
Home Relief	\$ 505,000	\$ 376,679	\$ (128,321)
Funeral & Burial Assistance	1,500	-	(1,500)
Transient Assistance	3,500	-	(3,500)
Senior Assistance	100	-	(100)
Family Assistance	100	-	(100)
Home Care and Other Assistance	15,000	-	(15,000)
Emergency Financial Assistance	100	-	(100)
Cook County Disaster Plan	250	-	(250)
Food Pantry	77,500	25,551	(51,949)
Home Relief Contingency	5,804	5,296	(508)
Other Medical	<u>15,000</u>	<u>290</u>	<u>(14,710)</u>
Total Health & Welfare	<u>623,854</u>	<u>407,816</u>	<u>(216,038)</u>
Capital Outlay			
Building Improvement	10	-	(10)
Computer Upgrade	1,340	1,339	(1)
Equipment	<u>10</u>	<u>-</u>	<u>(10)</u>
Total Capital Outlay	<u>1,360</u>	<u>1,339</u>	<u>(21)</u>
Total Expenditures	<u>987,939</u>	<u>747,730</u>	<u>(240,209)</u>
Net Change in Fund Balance	<u>\$ (425,000)</u>	(110,220)	<u>\$ 314,780</u>
Fund Balance - Beginning		<u>547,232</u>	
Fund Balance - Ending		<u>\$ 437,012</u>	

Statistical Information

Worth Township, Illinois

Statistical Comparison of Property Taxes Levied and Collected
For the Last Five Years Available
(Unaudited)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Equalized Assessed Valuations - Worth Township	<u>\$3,011,460,178</u>	<u>\$ 3,193,500,985</u>	<u>\$ 3,497,290,047</u>	<u>\$ 4,177,811,774</u>	<u>\$ 4,197,674,054</u>
Tax Rates					
Town Fund	0.0725	0.0672	0.0596	0.0500	0.0480
Special Service Area #1	0.0000	0.0000	0.0000	2.0050	3.2380
General Assistance Fund	0.0178	0.0165	0.0150	0.0130	0.0120
Road and Bridge Fund	<u>0.0175</u>	<u>0.0165</u>	<u>0.0150</u>	<u>0.0125</u>	<u>0.0120</u>
	<u>0.1078</u>	<u>0.1002</u>	<u>0.0896</u>	<u>2.0805</u>	<u>3.3100</u>
Tax Extensions					
Town Fund	\$ 2,182,504	\$ 2,171,581	\$ 2,083,515	\$ 2,052,656	\$ 1,998,688
Special Service Area #1	-	-	-	151,226	233,336
General Assistance Fund	535,476	542,895	511,189	503,582	490,342
Road and Bridge Fund	<u>525,994</u>	<u>526,928</u>	<u>510,674</u>	<u>503,121</u>	<u>489,894</u>
	<u>\$ 3,243,974</u>	<u>\$ 3,241,404</u>	<u>\$ 3,105,378</u>	<u>\$ 3,210,585</u>	<u>\$ 3,212,260</u>
Collections	\$ 418,114	\$ 2,710,953	\$ 39,508		
Percentage of Extensions Collected during the fiscal year	<u>12.89%</u>	<u>83.64%</u>	<u>1.27%</u>		

(1) Worth Township's Road and Bridge portion of shared funds - full tax rates and extensions were as follows:

<u>Tax Year</u>	<u>Rate</u>	<u>Extension</u>
2013	0.0349	\$ 1,051,988
2012	0.0330	1,053,855
2011	0.0300	1,021,348
2010	0.0250	1,006,242
2009	0.0240	979,788