

WORTH TOWNSHIP, ILLINOIS

ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
FEBRUARY 28, 2013**

Prepared By:

HEARNE & ASSOCIATES, P.C.

Certified Public Accountants &
Business Consultants

Worth Township, Illinois

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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, 2013, 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.

Auditor's Responsibility

Our responsibility is to express an opinion 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 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 auditor's 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, 2013, and the respective changes in financial position thereof 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 and budgetary comparison information 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.

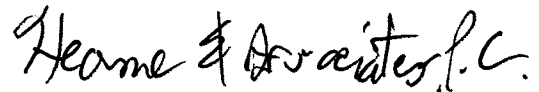
Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Worth Township, Illinois' basic financial statements. The accompanying supplementary information listed as individual fund financial schedules and statistical information in the table of contents 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.

July 9, 2013
Mokena, IL



Hearne & Associates, P.C.
Certified Public Accountants

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
February 28, 2013

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, 2013. 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 \$ 5,774,468. This is a decrease of \$ 153,278 (or 2.6%) compared to the prior year. This decrease is comprised of a change in net position of \$ 153,278. The total net position of \$ 5,774,468 are comprised of \$ 2,327,048 (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 \$ 3,658,126 and \$ 3,504,848 of revenues generated from tax and other Township programs. This is a decrease of \$ 21,488 (0.06%) and a decrease of \$ 442,248 (11.2 %), respectively compared to the prior year. In the current year, the decrease in revenue is due to property tax revenue in general decreasing and the termination of the levy of taxes for the Township's General Obligation debt that had been paid off during the fiscal year ending February 2012.

- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 897,509 or 39.5% of the total general fund expenditures.

- The Township's total fund liabilities and deferred inflows of resources decreased by \$ 145,197 during 2013, no new debt was issued.

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:

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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.

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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>2013</u>	<u>2012</u>
Assets:		
Current Assets	\$ 5,055,703	\$ 5,231,322
Capital Assets	<u>4,335,827</u>	<u>4,545,633</u>
Total Assets	<u>\$ 9,391,530</u>	<u>\$ 9,776,955</u>
Liabilities:		
Current Liabilities	\$ 46,788	\$ 64,387
Long-term Liabilities	<u>897,786</u>	<u>981,973</u>
Total Liabilities	<u>\$ 944,574</u>	<u>\$ 1,046,360</u>
Deferred Inflows of Resources:		
Deferred Revenue	<u>\$ 2,672,488</u>	<u>\$ 2,802,849</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ 3,617,062</u>	<u>\$ 3,849,209</u>
Net Position:		
Invested in Capital Assets, net of related debt	\$ 3,447,420	\$ 3,573,040
Unrestricted	<u>2,327,048</u>	<u>2,354,706</u>
Total Net Position	<u>\$ 5,774,468</u>	<u>\$ 5,927,746</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 \$ 3,447,420 or 60%, reflect its investment in capital assets net of related debt. The Township uses these assets and deferred outflows to provide services to citizens; consequently, these assets are not available for future spending. The remaining balance of unrestricted net position, \$ 2,327,048, may be used to meet the Township's ongoing obligations to citizens and creditors. The overall decrease in net position is due to decreases in revenues for services which were higher than the overall decrease in expenses, and decreases in property tax revenue, investment income and other general revenues.

Worth Township, Illinois
Management's Discussion & Analysis (Unaudited)
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Statement of Activities

The following chart reflects the condensed Statement of Activities:

	<u>2013</u>	<u>2012</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 137,846	\$ 120,885
Operating Grants and Contributions	146,700	162,616
General Revenues:		
Taxes	3,181,604	3,622,915
Interest Income	3,992	5,996
Other General Revenues	34,706	34,684
Total Revenues	<u>\$ 3,504,848</u>	<u>\$ 3,947,096</u>
Expenses:		
General Government	\$ 2,235,954	\$ 2,207,323
Road and Bridge	594,813	618,421
General Assistance	790,010	792,131
Interest on Long-term Debt	37,349	61,739
Total Expenses	<u>\$ 3,658,126</u>	<u>\$ 3,679,614</u>
Changes in Net Position	\$ (153,278)	\$ 267,482
Net Position Beginning of Year	<u>5,927,746</u>	<u>5,660,264</u>
Net Position End of Year	<u>\$ 5,774,468</u>	<u>\$ 5,927,746</u>

Fiscal year 2013 showed general revenues of \$ 3,220,302. 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 decrease in revenues is due to a decrease in property taxes received and the lowered tax levy since the levy for the Township's general obligation bonds is no longer necessary (the bonds have been paid in a prior year). Expenses have remained relatively the same for the current year compared to 2012.

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.

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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 2013.

Worth Township, Illinois
 Management's Discussion & Analysis (Unaudited)
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Historically, the Township has taken a very conservative approach in developing their budgets. During fiscal year 2013, 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	\$ 2,203,750	\$ 2,309,733	\$ 105,983	\$ 2,788,750	\$ 2,273,223	\$ (515,527)
Road and Bridge	550,400	569,046	18,646	1,235,400	474,149	(761,251)
General Assistance	553,100	626,069	72,969	1,153,100	785,135	(367,965)

The General Fund revenues were over budget by \$ 7,382 in property taxes, \$ 57,123 in grants, \$ 2,708 in youth service bureau income, \$ 6,219 in other revenue, \$ 9,319 in replacement taxes, \$ 594 in interest income, \$ 16,112 in clinic fees, and \$ 6,526 in youth commission income. Expenses in the General Fund were under budget by \$ 113,279 in administration, \$ 124,626 in health and welfare, \$ 39,995 in senior services, \$ 59,089 in vehicle maintenance, and \$ 30,775 in capital outlay. The items below budget were due to lower than expected services performed as well as cost saving measures implemented by the Township.

In the Road and Bridge fund, revenues were over budget by \$ 16,889 in property taxes and \$ 2,332 in other revenue. Expenses were under budget by \$ 761,251 due to paving and other repair projects not occurring as expected.

Finally, in the General Assistance Fund, revenues were over budget by \$ 72,969 mainly due to flat grant and food pantry income. Expenses were under budget by \$ 367,965 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 2013, the Township had a combined total capital assets of \$ 9,728,042 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 \$ 209,808 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)
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Governmental Activities Change in Capital Assets:

	Balance 2/29/12	Net Additions/ Deletions	Balance 2/28/13
Non-depreciable Capital Assets			
Land	\$ 690,991	\$ -	\$ 690,991
Construction in Process	87,986	(87,986)	-
Depreciable Capital Assets			
Building and Improvements	\$ 4,972,045	\$ 108,986	\$ 5,081,031
Office Furniture and Equipment	870,579	-	870,579
Infrastructure	3,085,441	-	3,085,441
Accumulated Depreciation	<u>(5,161,407)</u>	<u>(230,808)</u>	<u>(5,392,215)</u>
Total Capital Assets, Net	<u>\$ 4,545,635</u>	<u>\$ (209,808)</u>	<u>\$ 4,335,827</u>

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, 2013:

	Balance 2/29/12	Issued	Retired	Balance 2/28/13
Notes Payable	\$ 972,593	\$ -	\$ 84,186	\$ 888,407
Totals	<u>\$ 972,593</u>	<u>\$ -</u>	<u>\$ 84,186</u>	<u>\$ 888,407</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 assets) 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, 2013

	<u>Governmental Activities</u>
<u>Assets:</u>	
Cash	\$ 2,110,918
Investments - Certificates of Deposit	260,100
Property Taxes Receivable	2,672,488
Replacement Taxes Receivable	9,650
Interest Receivable	1,071
Other Miscellaneous Receivables	1,476
Capital Assets, Not Being Depreciated	690,991
Capital Assets, Net of Accumulated Depreciation	3,644,836
Total Assets	<u>\$ 9,391,530</u>
<u>Liabilities</u>	
Current Liabilities	
Accounts Payable	\$ 33,393
Due to Municipalities	697
Accrued Payroll	10,646
Replacement Taxes Payable	938
Other Payables	1,114
Long-term obligations, due within one year	
Compensated Absences	9,379
Bonds and Notes Payable	87,697
Long-term obligations, due after one year	
Bonds and Notes Payable	800,710
Total Liabilities	<u>\$ 944,574</u>
<u>Deferred Inflows of Resources</u>	
Deferred Revenue	<u>\$ 2,672,488</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ 3,617,062</u>
<u>Net Position</u>	
Invested in Capital Assets, Net of Related Debt	\$ 3,447,420
Unrestricted	2,327,048
Total Net Position	<u>\$ 5,774,468</u>

See the accompanying notes to the financial statements

Worth Township, Illinois

Statement of Activities
Year Ended February 28, 2013

<u>Functions / Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Primary Government:				
Governmental Activities:				
General Government	\$ 2,235,954	\$ 137,846	\$ 77,133	\$ (2,020,975)
Road and Bridge	594,813	-	-	(594,813)
General Assistance	790,010	-	69,567	(720,443)
Interest on Long-Term Debt	37,349	-	-	(37,349)
Total Government Activities	\$ 3,658,126	\$ 137,846	\$ 146,700	\$ (3,373,580)

General Revenues:

Taxes:

Property Taxes	\$ 3,004,872
Replacement	176,732
Investment Earnings	3,992
Other General Revenues	34,706

Total General Revenues	<u>\$ 3,220,302</u>
Change in Net Position	\$ (153,278)
Net Position - Beginning	<u>5,927,746</u>
Net Position - Ending	<u>\$ 5,774,468</u>

See the accompanying notes to the financial statements

Worth Township, Illinois

Balance Sheet
Governmental Funds
Year Ended February 28, 2013

	<u>Major Funds</u>			<u>Total</u>
	<u>General Fund</u>	<u>Road And Bridge Fund</u>	<u>General Assistance Fund</u>	
<u>Assets</u>				
Cash	\$ 667,959	\$ 898,135	\$ 544,824	\$ 2,110,918
Investments	260,100	-	-	260,100
Accrued Interest Receivable	426	-	645	1,071
Property Taxes Receivable	1,782,693	443,881	445,914	2,672,488
Replacement Taxes Receivable	3,749	3,743	2,158	9,650
Due from Other Funds	-	-	5,579	5,579
Other Miscellaneous Receivables	-	-	1,476	1,476
Total Assets	<u>\$ 2,714,927</u>	<u>\$ 1,345,759</u>	<u>\$1,000,596</u>	<u>\$ 5,061,282</u>
<u>Liabilities and Fund Balance</u>				
Accounts Payable	\$ 29,783	\$ 3,028	\$ 2,634	\$ 35,445
Accrued Payroll	3,847	1,983	4,816	10,646
Due to Municipalities	-	697	-	697
Due to Other Funds	1,095	4,484	-	5,579
Total Liabilities	34,725	10,192	7,450	52,367
<u>Deferred Inflows of Resources</u>				
Deferred Revenue	1,782,693	443,881	445,914	2,672,488
Total Liabilities and Deferred Inflows of Resources	<u>\$ 1,817,418</u>	<u>\$ 454,073</u>	<u>\$ 453,364</u>	<u>\$ 2,724,855</u>
<u>Fund Balances</u>				
Assigned:				
Special Revenue Funds	\$ -	\$ 891,686	\$ 547,232	\$ 1,438,918
Unassigned:				
General Fund	897,509	-	-	897,509
Total Fund Balances	<u>\$ 897,509</u>	<u>\$ 891,686</u>	<u>\$ 547,232</u>	<u>\$ 2,336,427</u>
Total Liabilities and Fund Balance	<u>\$ 2,714,927</u>	<u>\$ 1,345,759</u>	<u>\$1,000,596</u>	<u>\$ 5,061,282</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, 2013

Total Fund Balances - Governmental Funds \$ 2,336,427

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	\$ 9,728,042	
Accumulated Depreciation	<u>(5,392,215)</u>	
Net Capital Assets		4,335,827

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	(888,407)	
Compensated Absences	<u>(9,379)</u>	
Total Liabilities		<u>(897,786)</u>

Net Position of governmental activities \$ 5,774,468

See the accompanying notes to the financial statements

Worth Township, Illinois

Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
Year Ended February 28, 2013

	Major Funds			Combined Total
	General Fund	Road And Bridge Fund	General Assistance Fund	
<u>Revenues</u>				
Property Tax	\$ 1,991,692	\$ 512,689	\$ 500,491	\$ 3,004,872
Replacement Tax	79,319	49,661	47,752	176,732
Food Pantry	-	-	17,897	17,897
Interest Income	1,794	1,264	934	3,992
Clinic Fees	66,112	-	-	66,112
Grants	77,133	-	-	77,133
Flat Grants	-	-	51,670	51,670
Youth Commission Income	56,526	-	-	56,526
Youth Service Bureau Income	15,208	-	-	15,208
Other Revenue	21,949	5,432	7,325	34,706
Total Revenues	<u>\$ 2,309,733</u>	<u>\$ 569,046</u>	<u>\$ 626,069</u>	<u>\$ 3,504,848</u>
<u>Expenditures</u>				
Current:				
General Government	\$ 476,626	\$ 151,531	\$ 339,552	\$ 967,709
Administration	899,852	-	-	899,852
Highway and Streets	-	322,618	-	322,618
Health and Welfare	189,842	-	445,583	635,425
Senior Services	124,127	-	-	124,127
Building, Equipment, & Vehicle Maint.	178,020	-	-	178,020
Culture and Recreation	262,199	-	-	262,199
Capital Outlay	21,000	-	-	21,000
Debt Service				
Principal	84,208	-	-	84,208
Interest	37,349	-	-	37,349
Total Expenditures	<u>\$ 2,273,223</u>	<u>\$ 474,149</u>	<u>\$ 785,135</u>	<u>\$ 3,532,507</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 36,510	\$ 94,897	\$(159,066)	\$ (27,659)
Fund Balance - Beginning	<u>860,999</u>	<u>796,789</u>	<u>706,298</u>	<u>2,364,086</u>
Fund Balance - Ending	<u>\$ 897,509</u>	<u>\$ 891,686</u>	<u>\$ 547,232</u>	<u>\$ 2,336,427</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, 2013

Net Change in Fund Balances - Total Government Funds		\$ (27,659)
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		21,000
Governmental Funds allocate the cost of capital assets over their estimated useful lives as depreciation		(230,808)
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		84,186
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>\$ 3</u>	
		3
Change in Net Position of Governmental Activities		<u>\$ (153,278)</u>

See the accompanying notes to the financial statements

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2013

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, 2013, 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 Township exercises oversight responsibility as defined by the Governmental Accounting Standards Board.

The basic, but not the only, criteria for including a separately administered organization within the reporting entity is the Township's ability to exercise oversight responsibility. Oversight responsibility is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing board.

Based on the foregoing criteria, the Township does not exercise oversight responsibility over any other entity and thus does not include other entities in the Township's financial statements.

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, 2013

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 two categories of program revenues in the statement of activities; (1) charges for services, and (2) program-specific operating 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, 2013

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 all revenues and expenditures applicable to the general operations of the Township government which are not properly accounted for in another fund.

Road and Bridge Fund - The Road and Bridge Fund is used to account for all revenues and expenditures applicable to the upkeep, repair and administration of the Township's roads.

General Assistance Fund - The General Assistance Fund is used to account for all revenues and expenditures applicable to the general assistance services provided to the residents of the township.

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

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2013

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, as well as issuance costs, 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. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Beginning with fiscal year 2012, the township implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. 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 Trustees has provided, otherwise in its commitment or assignment actions.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2013

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 2012 tax year payable in 2013 is as follows:

Lien Date	January 1, 2012
Levy Date	October 25, 2012
First Installment Due	March 1, 2013
Second Installment Due	August 1, 2013

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, 2013, of \$ 9,379 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 cash was \$ 2,110,918 at February 28, 2013, while the bank balances were \$ 2,266,766. As of February 28, 2013, 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, 2013. 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, 2013

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, 2013 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>\$2,371,018</u>
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Per Note 2:

Cash	\$ 2,109,207
Petty Cash	1,711
Certificates of Deposit	<u>260,100</u>
Total per Note 2	<u>\$2,371,018</u>

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2013

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended February 28, 2013 was as follows:

	<u>Balance at 2/29/12</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance at 2/28/13</u>
Governmental Activities:				
Capital Assets not Being Dep.:				
Land	\$ 690,991	\$ -	\$ -	\$ 690,991
Construction in Process	<u>87,986</u>	<u>21,000</u>	<u>(108,986)</u>	<u>-</u>
 Total capital assets, not being depreciated	 <u>\$ 778,977</u>	 <u>\$ 21,000</u>	 <u>\$ (108,986)</u>	 <u>\$ 690,991</u>
 Capital Assets Being Depreciated:				
Buildings and Improvements	\$ 4,972,045	\$ 108,986	\$ -	\$ 5,081,031
Vehicles and Equipment	347,799	-	-	347,799
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>\$ 8,928,065</u>	 <u>\$ 108,986</u>	 <u>\$ -</u>	 <u>\$ 9,037,051</u>
 Less accumulated depreciation for:				
Buildings and Improvements	\$ (2,222,110)	\$ (99,457)	\$ -	\$ (2,321,567)
Vehicles and Equipment	(298,991)	(16,875)	-	(315,866)
Furniture and Fixtures	(251,380)	(9,863)	-	(261,243)
Computer and Tech Equipment	(249,372)	(2,550)	-	(251,922)
Infrastructure	<u>(2,139,554)</u>	<u>(102,063)</u>	<u>-</u>	<u>(2,241,617)</u>
 Total accumulated depreciation	 <u>\$ (5,161,407)</u>	 <u>\$ (230,808)</u>	 <u>\$ -</u>	 <u>\$ (5,392,215)</u>
 Total capital assets being depreciated, net	 <u>\$ 3,766,658</u>	 <u>\$ (121,822)</u>	 <u>\$ -</u>	 <u>\$ 3,644,836</u>
 Governmental activities capital assets, net	 <u>\$ 4,545,635</u>	 <u>\$ (100,822)</u>	 <u>\$ (108,986)</u>	 <u>\$ 4,335,827</u>

Depreciation expense was charged to functions/programs as follows:

Governmental Activities	
Administrative	\$ 105,686
General Assistance	4,458
Road and Bridge	<u>120,664</u>
 Total Depreciation Expense- Governmental Activities	 <u>\$ 230,808</u>

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2013

NOTE 4 - LONG-TERM LIABILITIES

Long-term liability activity for the year ended February 28, 2013 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	\$ 972,593	\$ -	\$ 84,186	\$ 888,407	\$ 87,697
Total	<u>\$ 972,593</u>	<u>\$ -</u>	<u>\$ 84,186</u>	<u>\$ 888,407</u>	<u>\$ 87,697</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>
2014	\$ 87,697	\$ 33,839	\$ 121,536
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
2019-2022	413,201	32,429	445,630
Total	<u>\$ 888,407</u>	<u>\$ 164,900</u>	<u>\$ 1,053,307</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 2012 was 10.52 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2012 was 10.56 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, 2013

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

Annual Pension Cost. For calendar year ending December 31, 2012, the Township's actual contributions for pension cost for the regular plan members were \$ 103,875. Its required contribution for the calendar year 2012 was \$ 104,270.

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>
12/31/12	\$ 104,270	100%	\$ 0
12/31/11	105,724	93%	0
12/31/10	106,165	87%	0

The required contribution for 2012 was determined as part of the December 31, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010 included; (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% 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% corridor between the actuarial and market value of assets. The Township Regular plan's unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on a 30 year open basis.

Funded Status and Funding Progress. As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 88.10% funded. The actuarial accrued liability for benefits was \$ 3,518,724 and the actuarial value of plan assets was \$ 3,100,157, resulting in an underfunded actuarial accrued liability (UAAL) of \$ 418,567. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$ 987,404 and the ratio of the UAAL to the covered payroll was 42 percent.

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.

Worth Township, Illinois
Notes to the Financial Statements
February 28, 2013

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 - INTERFUND LOAN

Interfund debt reflects operating loans which are expected to be repaid in the following fiscal year. Individual interfund receivable and payable balances as of February 28, 2013 are as follows:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ -	\$ 1,095
Road and Bridge Fund	-	4,484
General Assistance Fund	5,579	-
	<u>\$ 5,579</u>	<u>\$ 5,579</u>

Required Supplementary Information

Worth Township, Illinois

Required Supplementary Information

Budgetary Comparison Schedule

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget (Cash Basis) and Actual

General Fund and Major Special Revenue Funds

Year Ended February 28, 2013

	<u>General Fund</u>		
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$1,984,310	\$1,991,692	\$ 7,382
Replacement Taxes	70,000	79,319	9,319
Interest Income	1,200	1,794	594
Clinic Fees	50,000	66,112	16,112
Grants	20,010	77,133	57,123
Youth Commission Income	50,000	56,526	6,526
Youth Service Bureau Income	12,500	15,208	2,708
Other Revenue	15,730	21,949	6,219
Total Revenues	<u>\$2,203,750</u>	<u>\$2,309,733</u>	<u>\$ 105,983</u>
<u>Expenditures</u>			
Current:			
Compensation of Elected Officials	\$ 167,000	\$ 166,748	\$ (252)
Supervisor's Office	82,537	81,811	(726)
Assessor's Office	72,470	67,743	(4,727)
Clerk's Office	66,040	64,199	(1,841)
Finance Office	100,723	96,125	(4,598)
Other Administration	1,013,131	899,852	(113,279)
Health and Welfare	314,468	189,842	(124,626)
Senior Services	164,122	124,127	(39,995)
Building, Equipment, and Vehicle Maintenance	237,109	178,020	(59,089)
Youth Service Bureau	128,839	125,885	(2,954)
Youth Commission	169,000	136,314	(32,686)
Capital Outlay	51,775	21,000	(30,775)
Debt Service			
Principal on Notes Payable	184,187	84,208	(99,979)
Interest on Notes Payable	37,349	37,349	-
Total Expenditures	<u>\$2,788,750</u>	<u>\$2,273,223</u>	<u>\$ (515,527)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (585,000)</u>	<u>\$ 36,510</u>	<u>\$ 621,510</u>
Fund Balance, Beginning of Year		860,999	
Fund Balance, End of Year		<u>\$ 897,509</u>	

Worth Township, Illinois

Required Supplementary Information
Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (Cash Basis) and Actual
General Fund and Major Special Revenue Funds
Year Ended February 28, 2013

	<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	\$ 495,800	\$ 512,689	\$ 16,889
Replacement Taxes	50,000	49,661	(339)
Interest Income	1,500	1,264	(236)
Other Revenue	3,100	5,432	2,332
Total Revenues	<u>\$ 550,400</u>	<u>\$ 569,046</u>	<u>\$ 18,646</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 273,825	\$ 151,531	\$ (122,294)
Capital Outlay	134,500	-	(134,500)
Maintenance	827,075	322,618	(504,457)
Total Expenditures	<u>\$1,235,400</u>	<u>\$ 474,149</u>	<u>\$ (761,251)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (685,000)</u>	\$ 94,897	<u>\$ 779,897</u>
Fund Balance, Beginning of Year		<u>796,789</u>	
Fund Balance, End of Year		<u>\$ 891,686</u>	

Worth Township, Illinois

Required Supplementary Information

Budgetary Comparison Schedule

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget (Cash Basis) and Actual

General Fund and Major Special Revenue Funds

Year Ended February 28, 2013

	<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	\$ 496,300	\$ 500,491	\$ 4,191
Replacement Tax	45,000	47,752	2,752
Food Pantry	-	17,897	17,897
Flat Grant	-	51,670	51,670
Interest Income	1,500	934	(566)
Other Revenue	10,300	7,325	(2,975)
Total Revenues	<u>\$ 553,100</u>	<u>\$ 626,069</u>	<u>\$ 72,969</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 403,100	\$ 339,552	\$ (63,548)
Health & Welfare	747,700	445,583	(302,117)
Capital Outlay	2,300	-	(2,300)
Total Expenditures	<u>\$ 1,153,100</u>	<u>\$ 785,135</u>	<u>\$ (367,965)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (600,000)</u>	<u>\$(159,066)</u>	<u>\$ 440,934</u>
Fund Balance, Beginning of Year		<u>706,298</u>	
Fund Balance, End of Year		<u>\$ 547,232</u>	

Worth Township, Illinois
Required Supplementary Information
Illinois Municipal Retirement Fund
Schedule of Funding Progress
February 28, 2013

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)
12/31/12	\$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%
12/31/10	2,887,437	3,262,508	375,071	88.50%	1,061,654	35.33%

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$ 3,207,340. On a market basis, the funded ratio would be 91.15%

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.

Worth Township, Illinois
Notes to the Required Supplementary Information
February 28, 2013

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 (cash basis) 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 cash 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 cash basis of accounting, which is an acceptable method under the Illinois Revised Statutes. Schedules in the supplemental information section present comparisons of the legally adopted budget with actual data on a budgetary basis.

B. Excess of Expenditures over Budget

Actual expenditures were less than budgeted amounts for all funds for the year ended February 28, 2013.

Individual Fund Financial Schedules

Worth Township, Illinois

Town Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	<u>Original & Final Budget</u>	<u>Actual</u>	Variance From Final Budget Over (Under)
<u>Revenues</u>			
Property Taxes	\$1,984,310	\$1,991,692	\$ 7,382
Replacement Taxes	70,000	79,319	9,319
Interest Income	1,200	1,794	594
Clinic Fees	50,000	66,112	16,112
Grants	20,010	77,133	57,123
Youth Commission Income	50,000	56,526	6,526
Youth Service Bureau Income	12,500	15,208	2,708
Other Revenue	<u>15,730</u>	<u>21,949</u>	<u>6,219</u>
Total Revenues	<u>\$2,203,750</u>	<u>\$2,309,733</u>	<u>\$ 105,983</u>
<u>Expenditures</u>			
<u>General Government</u>			
Compensation of Elected Officials			
Salary - Supervisor	\$ 36,280	\$ 36,279	\$ (1)
Salary - Clerk	28,975	28,731	(244)
Salary - Assessor	30,235	30,231	(4)
Salary - Highway Commissioner	31,240	31,238	(2)
Salary - Board of Trustees	40,270	40,269	(1)
Total Compensation of Elected Officials	<u>\$ 167,000</u>	<u>\$ 166,748</u>	<u>\$ (252)</u>
Supervisor's Office			
Salaries - Personnel	\$ 79,237	\$ 79,237	\$ -
Dues & Subscriptions	700	497	(203)
Equipment Purchases	225	-	(225)
Office Supplies	1,010	1,006	(4)
Training and Seminars	75	-	(75)
Printing Services	90	-	(90)
Equipment Maintenance	1,200	1,071	(129)
Total Supervisor's Office	<u>\$ 82,537</u>	<u>\$ 81,811</u>	<u>\$ (726)</u>
Assessor's Office			
Salaries - Personnel	\$ 63,335	\$ 63,335	\$ -
Dues & Subscriptions	835	833	(2)
Office Supplies	700	601	(99)
Postage and Notices	2,800	-	(2,800)
Capital Outlay - Equipment	100	-	(100)
Printing	1,150	131	(1,019)
Training	700	-	(700)
Equipment Maintenance	1,425	1,421	(4)
Contractual Services	1,425	1,422	(3)
Total Assessor's Office	<u>\$ 72,470</u>	<u>\$ 67,743</u>	<u>\$ (4,727)</u>

Worth Township, Illinois

Town Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
Clerk's Office			
Salaries - Personnel	\$ 62,140	\$ 62,000	\$ (140)
Dues & Subscriptions	500	398	(102)
Office Equipment Purchases	400	-	(400)
Office Supplies	625	620	(5)
Placards	700	-	(700)
Printing	175	110	(65)
Training	100	-	(100)
Equipment Maintenance	1,400	1,071	(329)
Total Clerk's Office	<u>\$ 66,040</u>	<u>\$ 64,199</u>	<u>\$ (1,841)</u>
Finance Office			
Salaries - Personnel	\$ 73,498	\$ 73,494	\$ (4)
Training & Seminars	10	-	(10)
Equipment Maintenance	100	69	(31)
Fund Administration	1,000	838	(162)
Human Resource Investigations	200	144	(56)
Printing	10	-	(10)
Data & Payroll Processing	25,435	21,236	(4,199)
Dues & Subscriptions	10	-	(10)
Office Supplies and Equipment	460	344	(116)
Total Finance Office	<u>\$ 100,723</u>	<u>\$ 96,125</u>	<u>\$ (4,598)</u>
Other Administration			
Salaries - General Office Personnel	\$ 110,000	\$ 98,041	\$ (11,959)
Personnel Contingency	6,910	89	(6,821)
Social Security, Medicare Tax	75,000	64,707	(10,293)
Illinois Municipal Retirement Fund	80,000	78,811	(1,189)
Employees Insurance Benefits	433,796	384,632	(49,164)
Unemployment Insurance	2,200	1,162	(1,038)
Worker's Compensation Insurance	7,500	7,276	(224)
Insurance (Fire, Liability, and Vehicle)	40,000	35,188	(4,812)
Telephone Service	15,000	14,846	(154)
Utilities	60,000	39,003	(20,997)
Travel & Convention	8,500	1,554	(6,946)
Legal Fees	37,880	37,873	(7)
Postage	22,000	11,737	(10,263)
Legal Publishing	2,000	1,420	(580)
Township Municipal Relations	12,000	11,921	(79)
Elected Officials-Reimbursement Expenses	21,540	19,823	(1,717)
Fair Housing Review Board	250	-	(250)
Disaster Plan	1,000	-	(1,000)
Election Expense	17,580	17,577	(3)
Newsletter	12,000	7,155	(4,845)
Township Promotions	2,000	-	(2,000)

Worth Township, Illinois

Town Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	Original & Final Budget	Actual	Budget Over (Under)
Non Funded Mandates	500	-	(500)
Computer Training	8,820	8,819	(1)
Management Information Systems	2,500	977	(1,523)
Administration Printing	250	-	(250)
Copier Supplies/Rental	12,405	12,401	(4)
Continuing Education	250	-	(250)
Grant Expenses	3,000	35,177	32,177
Safety Review Committee	2,500	1,904	(596)
Peer Jury	3,500	1,390	(2,110)
Insurance Notary Expenses	750	158	(592)
Insurance Bonding Officials	10,000	6,000	(4,000)
Supplies General Office	1,000	211	(789)
Contingency	500	-	(500)
Total Other Administration	<u>\$1,013,131</u>	<u>\$ 899,852</u>	<u>\$ (113,279)</u>
Debt Service			
Principal on Notes Payable	184,187	84,208	(99,979)
Interest on Notes Payable	37,349	37,349	-
Total Debt Service	<u>\$ 221,536</u>	<u>\$ 121,557</u>	<u>\$ (99,979)</u>
Total General Government	<u>\$1,723,437</u>	<u>\$1,498,035</u>	<u>\$ (225,402)</u>
Health Services			
Doctor, Dentist & Podiatrist's Compensation	\$ 150,738	\$ 99,331	\$ (51,407)
Nurses' Compensation	92,780	55,837	(36,943)
Additional Medical Services	100	-	(100)
Medical Supplies	5,000	1,791	(3,209)
Dental Supplies	2,000	1,334	(666)
Podiatry Supplies	2,000	584	(1,416)
Podiatry Equipment	1,000	-	(1,000)
Receptionist Salary	43,000	25,448	(17,552)
Flu Shot and Other Vaccine	5,000	1,311	(3,689)
Office Supplies & Printing	3,000	1,002	(1,998)
Medical Waste Disposal	750	594	(156)
Uniform/Lab Costs	1,800	344	(1,456)
Medical Seminars	1,000	79	(921)
Clinic/Outer Office/CPT	1,500	-	(1,500)
Medical Equipment	1,000	437	(563)
Dental Equipment	1,000	-	(1,000)
Reference Books & Subscriptions	800	319	(481)
Clinic Equipment	2,000	1,431	(569)
Total Health and Welfare	<u>\$ 314,468</u>	<u>\$ 189,842</u>	<u>\$ (124,626)</u>

Worth Township, Illinois

Town Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Senior Services			
Senior Citizen Bus Driver Salary	\$ 74,874	\$ 48,806	\$ (26,068)
Bookkeeper Salary	20,280	16,641	(3,639)
Transportation Coordinator Salary	25,018	24,715	(303)
License & Registration	200	60	(140)
Human Resource Expense	150	120	(30)
Senior Service Programs	7,960	7,953	(7)
Senior Citizens Organization Grant	3,100	3,100	-
Capital Outlay - Senior Center	100	-	(100)
Bus Maintenance, Fuel & Repairs	30,000	21,506	(8,494)
Office Supplies	1,400	543	(857)
Testing Drug & Alcohol	1,000	683	(317)
Uniforms	40	-	(40)
Total Senior Services	<u>\$ 164,122</u>	<u>\$ 124,127</u>	<u>\$ (39,995)</u>
Building, Equipment & Vehicle Maintenance			
Building Maintenance - Personnel	\$ 88,809	\$ 86,177	\$ (2,632)
Building Repairs/Maint. (Inside)	23,620	23,619	(1)
Building Repairs/Maint. (Outside)	63,240	16,952	(46,288)
Building Supplies & Maintenance	13,640	13,640	-
Building Security	3,400	2,008	(1,392)
Equipment Purchases	1,000	-	(1,000)
Equipment Maintenance	700	698	(2)
Tennis/Hockey Maintenance	50	-	(50)
Emergency Services and Other Maintenance	37,050	30,050	(7,000)
Vehicle Maintenance	2,500	1,789	(711)
Refuse Disposal	3,100	3,087	(13)
Total Building, Equipment, and Vehicle Maintenance	<u>\$ 237,109</u>	<u>\$ 178,020</u>	<u>\$ (59,089)</u>
Capital Outlay			
Equipment Technological & Office	\$ 8,275	\$ -	\$ (8,275)
Building Improvements	10,000	-	(10,000)
Building Interior and/or Carpet	2,500	-	(2,500)
Grant Expenditures	30,000	21,000	(9,000)
Vehicle	1,000	-	(1,000)
Total Capital Outlay	<u>\$ 51,775</u>	<u>\$ 21,000</u>	<u>\$ (30,775)</u>

Worth Township, Illinois

Town Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	<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)	\$ 115,374	\$ 113,198	\$ (2,176)
Secretary's Salary	-	-	-
YSB Telephone	1,290	1,289	(1)
Office Supplies	1,200	1,152	(48)
Reference Books & Subscriptions	10	-	(10)
Professional Memberships	5,560	5,552	(8)
Equipment Purchases	300	-	(300)
Equipment Maintenance	300	-	(300)
Licensing Fees	40	-	(40)
YSB Insurance	1,300	1,229	(71)
Training & Seminars	3,465	3,465	-
Total Youth Service Bureau	<u>\$ 128,839</u>	<u>\$ 125,885</u>	<u>\$ (2,954)</u>
Youth Commission			
Office Employee Salaries	\$ 52,612	\$ 48,423	\$ (4,189)
Recreational Staff Salaries	78,621	59,105	(19,516)
Personnel Contingency	10	-	(10)
Equipment Purchases	1,510	-	(1,510)
Equipment Maintenance	2,000	1,071	(929)
Recreational Expenses	30,477	25,924	(4,553)
Office Supplies	1,200	704	(496)
Dues & Subscriptions	270	60	(210)
Step Program	1,030	1,027	(3)
Training & Seminars	1,020	-	(1,020)
Uniforms	250	-	(250)
Total Youth Commission	<u>\$ 169,000</u>	<u>\$ 136,314</u>	<u>\$ (32,686)</u>
Total Culture and Recreation	<u>\$ 297,839</u>	<u>\$ 262,199</u>	<u>\$ (35,640)</u>
Total Expenditures	<u>\$3,086,589</u>	<u>\$2,535,422</u>	<u>\$ (551,167)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (585,000)</u>	\$ 36,510	<u>\$ 621,510</u>
Fund Balance - Beginning		<u>860,999</u>	
Fund Balance - Ending		<u>\$ 897,509</u>	

Worth Township, Illinois

Road & Bridge Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$ 495,800	\$ 512,689	\$ 16,889
Replacement Taxes	50,000	49,661	(339)
Interest Income	1,500	1,264	(236)
Other Revenue	3,100	5,432	2,332
Total Revenues	<u>\$ 550,400</u>	<u>\$ 569,046</u>	<u>\$ 18,646</u>
<u>Expenditures</u>			
General Government			
Salaries	\$ 28,000	\$ 3,883	\$ (24,117)
Illinois Municipal Retirement Fund	17,500	13,456	(4,044)
Social Security, Medicare Tax	14,000	8,460	(5,540)
Unemployment Insurance	2,000	1,408	(592)
Employee Health Insurance	100,000	49,001	(50,999)
Uniform Purchases	385	1,111	726
Worker's Compensation Insurance	20,000	14,125	(5,875)
General Insurance	45,000	35,708	(9,292)
Fund Administration	865	-	(865)
Bank Service Charges	500	162	(338)
Contingencies	5,000	450	(4,550)
Medical Supplies	350	71	(279)
Drug & Alcohol Testing	500	-	(500)
Telephone Service	5,000	4,771	(229)
Printing	500	-	(500)
Postage	3,500	1,685	(1,815)
Annual Audit	5,500	4,623	(877)
Data Processing	8,000	6,527	(1,473)
Utilities	8,500	3,389	(5,111)
Office Supplies	1,725	646	(1,079)
Publishing	500	-	(500)
Newsletter	2,000	2,000	-
Public Relations	1,000	55	(945)
Legal Fees	3,500	-	(3,500)
Total General Government	<u>\$ 273,825</u>	<u>\$ 151,531</u>	<u>\$ (122,294)</u>
Capital Outlay			
Building	134,500	-	(134,500)
Total Capital Outlay	<u>\$ 134,500</u>	<u>\$ -</u>	<u>\$ (134,500)</u>

Worth Township, Illinois

Road & Bridge Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Maintenance			
Salaries - Maintenance of Roads	\$ 190,000	\$ 138,363	\$ (51,637)
Maintenance Service Building/Grounds	5,000	1,050	(3,950)
Maintenance Service Equipment/Machinery	25,000	1,647	(23,353)
Disaster Plan Project	500	-	(500)
Refuse	12,000	7,005	(4,995)
Maintenance Service Vehicles	35,000	26,310	(8,690)
Engineering Service	35,000	-	(35,000)
Utilities Street Lighting	15,000	12,129	(2,871)
Special Projects General	433,075	109,881	(323,194)
Maintenance Supplies Road Salt	56,500	17,083	(39,417)
Automotive Fuel/Oil	20,000	9,150	(10,850)
Total Maintenance	<u>\$ 827,075</u>	<u>\$ 322,618</u>	<u>\$ (504,457)</u>
Total Expenditures	<u>\$ 1,235,400</u>	<u>\$ 474,149</u>	<u>\$ (761,251)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (685,000)</u>	<u>\$ 94,897</u>	<u>\$ 779,897</u>
Fund Balance - Beginning		<u>796,789</u>	
Fund Balance - Ending		<u>\$ 891,686</u>	

Worth Township, Illinois

General Assistance Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<u>Revenues</u>			
Property Tax	\$ 496,300	\$ 500,491	\$ 4,191
Replacement Tax	45,000	47,752	2,752
Food Pantry	-	17,897	17,897
Flat Grant	-	51,670	51,670
Interest Income	1,500	934	(566)
Other Revenue	10,300	7,325	(2,975)
Total Revenues	<u>\$ 553,100</u>	<u>\$ 626,069</u>	<u>\$ 72,969</u>
<u>Expenditures</u>			
General Government			
Salaries - Case Workers	\$ 139,500	\$ 137,724	\$ (1,776)
Salaries - Supervisor	6,045	6,044	(1)
Building Security	25,085	25,082	(3)
Equipment Maintenance & Repairs	2,500	370	(2,130)
Personnel Contingency	1,455	-	(1,455)
Illinois Municipal Retirement Fund	19,470	16,770	(2,700)
Employee Benefits	70,000	63,752	(6,248)
General Insurance	12,000	5,000	(7,000)
Social Security, Medicare Tax	19,470	9,010	(10,460)
Unemployment Insurance	1,500	1,408	(92)
Worker's Compensation Insurance	6,000	3,668	(2,332)
Telephone Service	12,000	8,974	(3,026)
Printing	800	553	(247)
Annual Audit	9,100	8,623	(477)
Data & Payroll Processing	9,600	8,762	(838)
Management of Information	500	-	(500)
Publishing Legal Notices	200	-	(200)
Office Supplies	2,500	1,725	(775)
Travel Expense	2,750	1,372	(1,378)
Legal Fees	5,000	4,800	(200)
Training & Conventions	2,000	355	(1,645)
Non Funded Mandates	500	-	(500)
Office & Building Repairs	1,415	482	(933)
Newsletter	9,360	7,713	(1,647)
Fund Administration	1,200	740	(460)
Records Storage	10	-	(10)
Computer Training	2,000	-	(2,000)
Public Aid Hearings	500	-	(500)
Investigations	37,000	23,381	(13,619)
Contingency	3,640	3,244	(396)
Total General Government	<u>\$ 403,100</u>	<u>\$ 339,552</u>	<u>\$ (63,548)</u>

Worth Township, Illinois

General Assistance Fund

Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual
Year Ended February 28, 2013

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Health & Welfare			
Home Relief	\$ 567,500	\$ 413,237	\$ (154,263)
Funeral & Burial Assistance	3,500	-	(3,500)
Transient Assistance	5,000	-	(5,000)
Senior Assistance	5,000	-	(5,000)
Family Assistance	5,000	-	(5,000)
Home Care and Other Assistance	25,000	-	(25,000)
Emergency Financial Assistance	2,500	-	(2,500)
Cook County Disaster Plan	5,000	-	(5,000)
Food Pantry	100,000	31,339	(68,661)
Home Relief Contingency	4,200	818	(3,382)
Other Medical	25,000	189	(24,811)
Total Health & Welfare	<u>\$ 747,700</u>	<u>\$ 445,583</u>	<u>\$ (302,117)</u>
Capital Outlay			
Building Improvement	\$ 1,000	\$ -	\$ (1,000)
Equipment	1,300	-	(1,300)
Total Capital Outlay	<u>\$ 2,300</u>	<u>\$ -</u>	<u>\$ (2,300)</u>
Total Expenditures	<u>\$1,153,100</u>	<u>\$ 785,135</u>	<u>\$ (367,965)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (600,000)</u>	\$ (159,066)	<u>\$ 440,934</u>
Fund Balance - Beginning		<u>706,298</u>	
Fund Balance - Ending		<u>\$ 547,232</u>	

Statistical Information

Worth Township, Illinois

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

	2012	2011	2010	2009	2008
Equalized Assessed Valuations - Worth Township	\$ 3,193,500,985	\$ 3,497,290,047	\$ 4,177,811,774	\$ 4,197,674,054	\$ 3,743,332,991
Tax Rates					
Town Fund	0.0672	0.0596	0.0500	0.0480	0.0479
Special Service Area #1	0.0000	0.0000	2.0050	3.2380	3.7210
General Assistance Fund	0.0165	0.0150	0.0130	0.0120	0.0120
Road and Bridge Fund	0.0165	0.0150	0.0125	0.0120	0.0120
	<u>0.1002</u>	<u>0.0896</u>	<u>2.0805</u>	<u>3.3100</u>	<u>3.7929</u>
Tax Extensions					
Town Fund	\$ 2,171,581	\$ 2,083,515	\$ 2,052,656	\$ 1,998,688	\$ 1,996,691
Special Service Area #1	0	0	151,226	233,336	236,119
General Assistance Fund	542,895	511,189	503,582	490,342	489,853
Road and Bridge Fund	526,928	510,674	503,121	489,894	482,127
	<u>\$ 3,241,404</u>	<u>\$ 3,105,378</u>	<u>\$ 3,210,585</u>	<u>\$ 3,212,260</u>	<u>\$ 3,204,790</u>
Collections	\$ 393,205	\$ 3,203,813			
Percentage of Extensions Collected during the fiscal year	<u>12.1%</u>	<u>103.2%</u>			

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

Tax Year	Rate	Extension
2012	0.0330	\$ 1,053,855
2011	0.0300	1,021,348
2010	0.0250	1,006,242
2009	0.0240	979,788
2008	0.0240	978,809