

**WORTH TOWNSHIP, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED  
FEBRUARY 29, 2012**

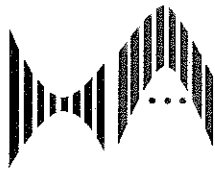
Prepared By:

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

# Worth Township, Illinois

## Table of Contents

	<u>Page</u>
<b>Independent Auditors' Report</b>	1 - 2
<b>Management's Discussion and Analysis</b>	3 - 9
<b>Basic Financial Statements:</b>	
Township-wide Financial Statements:	
Statement of Net Assets	10
Statement of Activities	11
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	12
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Assets	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
<b>Required Supplementary Information:</b>	
Budgetary Comparison Schedule - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Cash Basis - 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
<b>Individual Fund Financial Schedules:</b>	
Major Governmental Funds:	
Town Fund	
Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual	31 - 35
Special Revenue Funds	
Schedule of Revenues and Expenditures - Budget (Cash Basis) and Actual	
Road and Bridge Fund	36 - 37
General Assistance Fund	38 - 39
<b>Statistical Information:</b>	
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 (Ret'd)  
Phillip M. Hearne, CPA  
Rebecca L. Heintz, CPA

Anthony M. Scott, CPA  
John C. Williams, CPA, MST  
Matthew R. Truschka

### **Independent Auditors' Report**

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

We have audited the accompanying financial statements of the governmental activities and each major fund of Worth Township, Illinois ("Township"), as of and for the year ended February 29, 2012, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

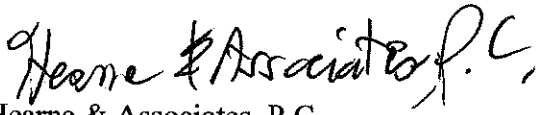
In our opinion, the financial statements referred to above present, in all material respects, the respective financial position of the Township as of February 29, 2012, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required supplementary information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and do not express an opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's 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 have been subjected to the auditing procedures applied in our audit of the basic financial statements, and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The statistical information has not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

August 23, 2012  
Mokena, IL

  
Hearne & Associates, P.C.  
Certified Public Accountants

**Worth Township, Illinois**  
Management's Discussion & Analysis (Unaudited)  
February 29, 2012

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 29, 2012. 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 at the close of the most recent fiscal year by \$ 5,927,746. This is an increase of \$ 267,482 (or 4.7%) compared to the prior year. This increase is comprised of a change in net assets of \$ 267,482. The total net assets of \$ 5,927,746 are comprised of \$ 2,354,706 (unrestricted net assets) 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 \$ 3,679,614 and \$ 3,947,096 of revenues generated from tax and other Township programs. This is a decrease of \$ 27,146 (0.07%) and an increase of \$ 421,967 (11.9 %), respectively compared to the prior year. In the prior year, a portion of the revenue decrease is due to property tax bills being due and paid later in the current fiscal year. Since the bills went out earlier in the current year, there was an increase in revenue compared to the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 860,999 or 32.7 % of the total general fund expenditures.
- The Township's total fund liabilities decreased by \$ 217,732 during 2012, no new debt was issued. However, the Township did modify its existing debt.

**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 Assets and the Statement of Activities.

**Worth Township, Illinois**  
Management's Discussion & Analysis (Unaudited)  
February 29, 2012

The Statement of Net Assets 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 Assets 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 29, 2012**

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 Assets

The following chart reflects the condensed Statement of Net Assets:

	<u>2012</u>	<u>2011</u>
Assets:		
Current Assets	\$ 5,231,322	\$ 5,429,385
Capital Assets	<u>4,545,633</u>	<u>4,690,157</u>
Total Assets	<u>\$ 9,776,955</u>	<u>\$10,119,542</u>
Liabilities:		
Current Liabilities	\$ 2,867,236	\$ 4,459,278
Long-term Liabilities	<u>981,973</u>	<u>-</u>
Total Liabilities	<u>\$ 3,849,209</u>	<u>\$ 4,459,278</u>
Net Assets:		
Invested in Capital Assets, net of related debt	\$ 3,573,040	\$ 3,346,090
Unrestricted	<u>2,354,706</u>	<u>2,314,174</u>
Total Net Assets	<u>\$ 5,927,746</u>	<u>\$ 5,660,264</u>

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

The Township's net assets of \$ 3,573,040 or 60%, reflect its investment in capital assets net of related debt. The Township uses these assets to provide services to citizens; consequently these assets are not available for future spending. The remaining balance of unrestricted net assets, \$ 2,354,706, may be used to meet the Township's ongoing obligations to citizens and creditors. The overall increase in net assets 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 29, 2012**

Statement of Activities

The following chart reflects the condensed Statement of Activities

	<u>2012</u>	<u>2011</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 120,885	\$ 132,791
Operating Grants and Contributions	162,616	54,226
General Revenues:		
Taxes	3,622,915	3,301,506
Interest Income	5,996	16,631
Other General Revenues	34,684	19,975
Total Revenues	<u>\$ 3,947,096</u>	<u>\$ 3,525,129</u>
Expenses:		
General Government	\$ 2,207,323	\$ 2,249,266
Road and Bridge	618,421	641,780
General Assistance	792,131	736,183
Interest on Long-term Debt	61,739	79,532
Total Expenses	<u>\$ 3,679,614</u>	<u>\$ 3,706,761</u>
Changes in Net Assets	\$ 267,482	\$ (181,632)
Net Assets Beginning of Year	<u>5,660,264</u>	<u>5,841,896</u>
Net Assets End of Year	<u>\$ 5,927,746</u>	<u>\$ 5,660,264</u>

Fiscal year 2012 showed general revenues of \$ 3,663,595. 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. The overall decrease in expenditures is due to a decrease in expenditures for road and bridge and general government.

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 29, 2012

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, liabilities, 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, liabilities, 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 2012.

**Worth Township, Illinois**  
**Management's Discussion & Analysis (Unaudited)**  
**February 29, 2012**

Historically, the Township has taken a very conservative approach in developing their budgets. During fiscal year 2012, 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	\$ 2,360,706	\$ 2,653,896	\$ 293,190	\$ 3,064,706	\$ 2,633,122	\$ (431,584)
Road and Bridge	544,517	628,714	84,197	1,094,517	502,311	(592,206)
General Assistance	548,960	664,486	115,526	1,148,960	793,662	(355,298)

The General Fund revenues were over budget by \$ 212,539 in property taxes, \$ 87,158 in grants, \$ 3,654 in youth service bureau income, and \$ 17,096 in other revenue. Revenues were under budget by \$ 9,839 in replacement taxes, \$ 3,649 in interest income, \$ 12,090 in clinic fees, and \$ 1,679 in youth commission income. Expenses in the General Fund were under budget by \$ 166,801 in administration, \$ 128,336 in health and welfare, and \$ 38,800 in senior services. The items below budget were due to lower than expected services performed as well as cost saving measures implemented by the Township. The items over budget were due to more general services administered than originally anticipated.

In the Road and Bridge fund, revenues were over budget by \$ 85,019 in property taxes and \$ 1,515 in other revenue. Expenses were under budget by \$ 592,206 due to paving and other repair projects not occurring as expected.

Finally, in the General Assistance Fund, revenues were over budget by \$ 115,526 mainly due to property tax and food pantry income. Expenses were under budget by \$ 355,298 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 2012, the Township had a combined total capital assets of \$ 9,707,042 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 \$ 144,524 or 3.1%.

Infrastructure Assets

Historically, the government's largest group of assets (infrastructure assets - i.e. roads, bridges, etc.) have not been reported nor depreciated in 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 29, 2012**

**Governmental Activities Change in Capital Assets**

	Balance <u>2/28/11</u>	Net Additions/ Deletions	Balance <u>2/29/12</u>
<b>Non-depreciable Capital Assets</b>			
Land	\$ 690,991	\$ -	\$ 690,991
Construction in Process	-	87,986	87,986
<b>Depreciable Capital Assets</b>			
Building and Improvements	\$ 4,972,045	\$ -	\$ 4,972,045
Office Furniture and Equipment	860,489	10,090	870,579
Infrastructure	3,085,440	-	3,085,440
Accumulated Depreciation	<u>(4,918,808)</u>	<u>(242,600)</u>	<u>(5,161,408)</u>
<b>Total Capital Assets, Net</b>	<u>\$ 4,690,157</u>	<u>\$ (144,524)</u>	<u>\$ 4,545,633</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, 2012:

	Balance <u>2/28/11</u>	Issued	Retired	Balance <u>2/29/12</u>
Bonds Payable	\$ 255,000	\$ -	\$ 255,000	\$ -
Notes Payable	<u>1,089,067</u>	<u>1,000,000</u>	<u>1,116,474</u>	<u>972,593</u>
<b>Totals</b>	<u>\$ 1,344,067</u>	<u>\$ 1,000,000</u>	<u>\$ 1,371,474</u>	<u>\$ 972,593</u>

More detailed information can be found in the 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 assets) 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 Assets  
February 29, 2012

	<u>Governmental Activities</u>
<u>Assets:</u>	
Cash	\$ 1,978,930
Investments - Certificates of Deposit	403,720
Property Taxes Receivable	2,802,849
Replacement Taxes Receivable	8,405
Interest Receivable	1,062
Other Miscellaneous Receivables	25,934
Prepaid Expenses	10,422
Capital Assets, Not Being Depreciated	778,977
Capital Assets, Net of Accumulated Depreciation	3,766,656
Total Assets	<u>\$ 9,776,955</u>
<u>Liabilities</u>	
Current Liabilities	
Accounts Payable	\$ 16,282
Due to Municipalities	697
Accrued Payroll	45,276
Deferred Revenue	2,802,849
Replacement Taxes Payable	938
Other Payables	1,194
Long-term obligations, due within one year	
Compensated Absences	9,380
Bonds and Notes Payable	84,306
Long-term obligations, due after one year	
Bonds and Notes Payable	888,287
Total Liabilities	<u>\$ 3,849,209</u>
<u>Net Assets</u>	
Invested in Capital Assets, Net of Related Debt	\$ 3,573,040
Unrestricted Net Assets	2,354,706
Total Net Assets	<u>\$ 5,927,746</u>

See the accompanying notes to the financial statements

Worth Township, Illinois  
Statement of Activities  
Year Ended February 29, 2012

<u>Functions / Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Assets Governmental Activities</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
General Government	\$ 2,207,323	\$ 120,885	\$ 109,158	\$ (1,977,280)
Road and Bridge	618,421	-	-	(618,421)
General Assistance	792,131	-	53,458	(738,673)
Interest on Long-Term Debt	61,739	-	-	(61,739)
<b>Total Government Activities</b>	<b><u>\$ 3,679,614</u></b>	<b><u>\$ 120,885</u></b>	<b><u>\$ 162,616</u></b>	<b><u>\$ (3,396,113)</u></b>
 <b>General Revenues:</b>				
<b>Taxes:</b>				
Property Taxes				\$ 3,447,149
Replacement				175,766
Investment Earnings				5,996
Other General Revenues				<u>34,684</u>
<b>Total General Revenues</b>				<b><u>\$ 3,663,595</u></b>
<b>Change in Net Assets</b>				<b><u>\$ 267,482</u></b>
<b>Net Assets - Beginning</b>				<b><u>5,660,264</u></b>
<b>Net Assets - Ending</b>				<b><u>\$ 5,927,746</u></b>

See the accompanying notes to the financial statements

Worth Township, Illinois  
Balance Sheet  
Governmental Funds  
Year Ended February 29, 2012

	<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	\$ 607,581	\$ 811,176	\$ 560,173	\$ 1,978,930
Investments	259,860	-	143,860	403,720
Accrued Interest Receivable	427	-	645	1,072
Property Taxes Receivable	1,956,032	422,364	424,453	2,802,849
Replacement Taxes Receivable	3,267	3,260	1,878	8,405
Due from Other Funds	1,005	-	3,479	4,484
Other Miscellaneous Receivables	33,573	-	1,105	34,678
Total Assets	<u>\$ 2,861,745</u>	<u>\$ 1,236,800</u>	<u>\$ 1,135,593</u>	<u>\$ 5,234,138</u>
<u>Liabilities and Fund Balance</u>				
Accounts Payable	\$ 10,778	\$ 5,968	\$ -	\$ 16,746
Accrued Payroll	33,936	6,498	4,842	45,276
Due to Municipalities	-	697	-	697
Due to Other Funds	-	4,484	-	4,484
Deferred Revenues	1,956,032	422,364	424,453	2,802,849
Total Liabilities	<u>\$ 2,000,746</u>	<u>\$ 440,011</u>	<u>\$ 429,295</u>	<u>\$ 2,870,052</u>
<u>Fund Balances</u>				
Assigned:				
Special Revenue Funds	\$ -	\$ 796,789	\$ 706,298	\$ 1,503,087
Unassigned:				
General Fund	860,999	-	-	860,999
Total Fund Balances	<u>\$ 860,999</u>	<u>\$ 796,789</u>	<u>\$ 706,298</u>	<u>\$ 2,364,086</u>
Total Liabilities and Fund Balance	<u>\$ 2,861,745</u>	<u>\$ 1,236,800</u>	<u>\$ 1,135,593</u>	<u>\$ 5,234,138</u>

See the accompanying notes to the financial statements

Worth Township, Illinois  
Reconciliation of Governmental Funds Balance Sheet  
to Statement of Net Assets  
February 29, 2012

Total Fund Balances - Governmental Funds \$ 2,364,086

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

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

Capital Assets	\$ 9,707,041	
Accumulated Depreciation	<u>(5,161,408)</u>	
Net Capital Assets		4,545,633

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	(972,593)	
Compensated Absences	<u>(9,380)</u>	
Total Liabilities		<u>(981,973)</u>

Net Assets of governmental activities \$ 5,927,746

Worth Township, Illinois

Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
Year Ended February 29, 2012

	Major Funds			Combined Total
	General Fund	Road And Bridge Fund	General Assistance Fund	
<u>Revenues</u>				
Property Tax	\$ 2,311,474	\$ 573,486	\$ 562,189	\$ 3,447,149
Replacement Tax	80,161	49,469	46,136	175,766
Food Pantry	-	-	24,210	24,210
Interest Income	2,351	1,144	2,501	5,996
Clinic Fees	52,910	-	-	52,910
Grants	109,158	-	-	109,158
Flat Grants	-	-	29,248	29,248
Youth Commission Income	53,321	-	-	53,321
Youth Service Bureau Income	14,654	-	-	14,654
Other Revenue	29,867	4,615	202	34,684
Total Revenues	<u>\$ 2,653,896</u>	<u>\$ 628,714</u>	<u>\$ 664,486</u>	<u>\$ 3,947,096</u>
<u>Expenditures</u>				
Current:				
General Government	\$ 478,635	\$ 203,254	\$ 327,866	\$ 1,009,755
Administration	868,806	-	-	868,806
Highway and Streets	-	294,557	-	294,557
Health and Welfare	204,999	-	460,206	665,205
Senior Services	123,111	-	-	123,111
Building, Equipment, & Vehicle Maint.	171,660	-	-	171,660
Culture and Recreation	242,181	-	-	242,181
Capital Outlay	87,986	4,500	5,590	98,076
Debt Service				
Principal	371,474	-	-	371,474
Interest	84,270	-	-	84,270
Total Expenditures	<u>\$ 2,633,122</u>	<u>\$ 502,311</u>	<u>\$ 793,662</u>	<u>\$ 3,929,095</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 20,774	\$ 126,403	\$(129,176)	\$ 18,001
Fund Balance - Beginning	<u>840,225</u>	<u>670,386</u>	<u>835,474</u>	<u>2,346,085</u>
Fund Balance - Ending	<u>\$ 860,999</u>	<u>\$ 796,789</u>	<u>\$ 706,298</u>	<u>\$ 2,364,086</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 29, 2012

Net Change in Fund Balances - Total Government Funds	\$	18,001
<p>Amounts reported for Governmental Activities in the Statement of Activities are different because:</p>		
Governmental Funds report capital outlays as expenditures, in the Statement of Activities, these costs are recorded as capital assets		98,077
Governmental Funds allocate the cost of capital assets over their estimated useful lives as depreciation		(242,600)
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 assets.		
Principal Retirement		371,473
<p>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.</p>		
Accrued Interest	\$	<u>22,531</u>
		<u>22,531</u>
Change in Net Assets of Governmental Activities	\$	<u><u>267,482</u></u>

See the accompanying notes to the financial statements

Worth Township, Illinois  
Notes to the Financial Statements  
February 29, 2012

**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 29, 2012, 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 assets, 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 assets and the statement of activities display information about the township as a whole. In the township-wide statement of net assets, 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 29, 2012

**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 and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net assets. 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 assets to remove the "grossing-up" effect on assets and liabilities 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 29, 2012

**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 in accordance with GASB 31.

**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 assets 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 Commissioners 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 Commissioners.

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

Worth Township, Illinois  
Notes to the Financial Statements  
February 29, 2012

**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 2011 tax year is as follows:

Lien Date	January 1, 2012
Levy Date	November 30, 2011
First Installment Due	April 1, 2012
Second Installment Due	September 1, 2012

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 29, 2012, of \$ 9,380 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 \$ 1,978,926 at February 29, 2012, while the bank balances were \$ 2,164,621. As of February 29, 2012, total balances at banks of \$ 2,164,621 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 \$ 403,720 at February 29, 2012. 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 29, 2012

**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 \$ 403,720 of investments as of February 29, 2012 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 Assets	<u>\$2,382,646</u>
Per Note 2:	
Cash	\$ 1,977,215
Petty Cash	1,711
Certificates of Deposit	<u>403,720</u>
Total per Note 2	<u>\$2,382,646</u>

Worth Township, Illinois  
Notes to the Financial Statements  
February 29, 2012

**NOTE 3 - CAPITAL ASSETS**

Capital asset activity for the year ended February 29, 2012 was as follows:

	<u>Balance at</u> <u>2/28/11</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance at</u> <u>2/29/12</u>
<b>Governmental Activities:</b>				
<b>Capital Assets not Being Dep.:</b>				
Land	\$ 690,991	\$ -	\$ -	\$ 690,991
Construction in Process	<u>-</u>	<u>87,986</u>	<u>-</u>	<u>87,986</u>
<b>Total capital assets, not being depreciated</b>	<u>\$ 690,991</u>	<u>\$ 87,986</u>	<u>\$ -</u>	<u>\$ 778,977</u>
<b>Capital Assets Being Depreciated:</b>				
Buildings and Improvements	\$ 4,972,045	\$ -	\$ -	\$ 4,972,045
Vehicles and Equipment	337,709	10,090	-	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>
<b>Total capital assets being depreciated</b>	<u>\$ 8,917,975</u>	<u>\$ 10,090</u>	<u>\$ -</u>	<u>\$ 8,928,065</u>
<b>Less accumulated depreciation for:</b>				
Buildings and Improvements	\$ (2,125,077)	\$ (97,033)	\$ -	\$ (2,222,110)
Vehicles and Equipment	(282,569)	(16,422)	-	(298,991)
Furniture and Fixtures	(234,923)	(16,457)	-	(251,380)
Computer and Tech Equipment	(238,747)	(10,625)	-	(249,372)
Infrastructure	<u>(2,037,491)</u>	<u>(102,063)</u>	<u>-</u>	<u>(2,139,554)</u>
<b>Total accumulated depreciation</b>	<u>\$ (4,918,807)</u>	<u>\$ (242,600)</u>	<u>\$ -</u>	<u>\$ (5,161,407)</u>
<b>Total capital assets being depreciated, net</b>	<u>\$ 3,999,168</u>	<u>\$ (232,510)</u>	<u>\$ -</u>	<u>\$ 3,766,658</u>
<b>Governmental activities capital assets, net</b>	<u>\$ 4,690,159</u>	<u>\$ (144,524)</u>	<u>\$ -</u>	<u>\$ 4,545,635</u>

Depreciation expense was charged to functions/programs as follows:

<b>Governmental Activities</b>	
Administrative	\$ 117,931
General Assistance	4,059
Road and Bridge	<u>120,610</u>
<b>Total Depreciation Expense- Governmental Activities</b>	<u>\$ 242,600</u>



Worth Township, Illinois  
Notes to the Financial Statements  
February 29, 2012

**NOTE 4 - LONG-TERM LIABILITIES**

Long-term liability activity for the year ended February 29, 2012 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:					
General Obligation Series 2001	\$ 255,000	\$ -	\$ 255,000	\$ -	\$ -
Note Payable	<u>1,089,067</u>	<u>1,000,000</u>	<u>1,116,474</u>	<u>972,593</u>	<u>84,306</u>
Total	<u>\$ 1,344,067</u>	<u>\$ 1,000,000</u>	<u>\$ 1,371,474</u>	<u>\$ 972,593</u>	<u>\$ 84,306</u>

**General Obligation Bonds, Series 2001**

The Township is using \$ 2,000,000 in proceeds from Bonds issued July 11, 2001 by the Depository Trust Company and registered in the name of Cede & Co., as nominee, to finance a portable water system and sanitary sewer system for a subdivision in an unincorporated area called Navajo Gardens in the Township. Principal payments are due on December 1, commencing December 1, 2002. The Township paid off the Bonds during the fiscal year ending February 29, 2012.

**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>
2013	\$ 84,306	\$ 37,230	\$ 121,536
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
2018-2022	<u>515,762</u>	<u>51,366</u>	<u>567,128</u>
Total	<u>\$ 972,593</u>	<u>\$ 202,213</u>	<u>\$ 1,174,806</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](http://www.imrf.org).

Worth Township, Illinois  
Notes to the Financial Statements  
February 29, 2012

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

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 calender year 2011 was 9.56 percent of annual covered payroll. The employer required contribution rate for calander year 2010 was 10.00 %. 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.

Annual Pension Cost. For calender year ending December 31, 2011, the Township's actual contributions for pension cost for the regular plan members were \$ 98,033. Its required contribution for the calender year 2011 was \$ 105,724.

**THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN**

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	\$ 105,724	93%	\$ 0
12/31/10	106,165	87%	0
12/31/09	63,238	100%	0

The required contibution for 2011 was determined as part of the December 31, 2009 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009 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, 2008 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, 2011, the most recent actuarial valuation date, the Regular plan was 82.66% funded. The actuarial accrued liability for benefits was \$ 3,785,208 and the actuarial value of plan assets was \$ 3,128,922, resulting in an underfunded actuarial accrued liability (UAAL) of \$ 656,286. The covered payroll for calender year 2011 (annual payroll of active employees covered by the plan) was \$ 1,025,447 and the ratio of the UAAL to the covered payroll was 64 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.

Worth Township, Illinois  
Notes to the Financial Statements  
February 29, 2012

**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 - 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, 2010 are as follows:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 1,005	\$ -
Road and Bridge Fund	-	4,484
General Assistance Fund	<u>3,479</u>	<u>-</u>
	<u>\$ 4,484</u>	<u>\$ 4,484</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 29, 2012

	<u>General Fund</u>		
	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$2,098,935	\$2,311,474	\$ 212,539
Replacement Taxes	90,000	80,161	(9,839)
Interest Income	6,000	2,351	(3,649)
Clinic Fees	65,000	52,910	(12,090)
Grants	22,000	109,158	87,158
Youth Commission Income	55,000	53,321	(1,679)
Youth Service Bureau Income	11,000	14,654	3,654
Other Revenue	<u>12,771</u>	<u>29,867</u>	<u>17,096</u>
Total Revenues	<u>\$2,360,706</u>	<u>\$2,653,896</u>	<u>\$ 293,190</u>
<u>Expenditures</u>			
Current:			
Compensation of Elected Officials	\$ 167,000	\$ 171,497	\$ 4,497
Supervisor's Office	80,331	81,524	1,193
Assessor's Office	71,431	64,778	(6,653)
Clerk's Office	64,716	64,469	(247)
Finance Office	98,876	96,367	(2,509)
Other Administration	1,035,607	868,806	(166,801)
Health and Welfare	333,335	204,999	(128,336)
Senior Services	161,911	123,111	(38,800)
Building, Equipment, and Vehicle Maintenance	187,795	171,660	(16,135)
Youth Service Bureau	120,453	117,832	(2,621)
Youth Commission	168,500	124,349	(44,151)
Capital Outlay	119,000	87,986	(31,014)
Debt Service			
Principal on General Obligation Bonds	255,000	255,000	-
Interest on General Obligation Bonds	14,026	14,026	-
Principal on Notes Payable	116,481	116,474	(7)
Interest on Notes Payable	<u>70,244</u>	<u>70,244</u>	<u>-</u>
Total Expenditures	<u>\$3,064,706</u>	<u>\$2,633,122</u>	<u>\$ (431,584)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (704,000)</u>	<u>\$ 20,774</u>	<u>\$ 724,774</u>
Fund Balance, Beginning of Year		<u>840,225</u>	
Fund Balance, End of Year		<u>\$ 860,999</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 29, 2012

	<u>Road and Bridge Fund</u>		
	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$ 488,467	\$ 573,486	\$ 85,019
Grants	-	-	-
Replacement Taxes	50,000	49,469	(531)
Interest Income	2,950	1,144	(1,806)
Other Revenue	3,100	4,615	1,515
Total Revenues	<u>\$ 544,517</u>	<u>\$ 628,714</u>	<u>\$ 84,197</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 250,881	\$ 203,254	\$ (47,627)
Capital Outlay	69,500	4,500	(65,000)
Maintenance	774,136	294,557	(479,579)
Total Expenditures	<u>\$1,094,517</u>	<u>\$ 502,311</u>	<u>\$ (592,206)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (550,000)</u>	<u>\$ 126,403</u>	<u>\$ 676,403</u>
Fund Balance, Beginning of Year		<u>670,386</u>	
Fund Balance, End of Year		<u>\$ 796,789</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 29, 2012

	<u>General Assistance Fund</u>		
	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Tax	\$ 488,915	\$ 562,189	\$ 73,274
Replacement Tax	47,000	46,136	(864)
Food Pantry	-	24,210	24,210
Flat Grant	-	29,248	29,248
Interest Income	7,500	2,501	(4,999)
Other Revenue	5,545	202	(5,343)
Total Revenues	<u>\$ 548,960</u>	<u>\$ 664,486</u>	<u>\$ 115,526</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 432,360	\$ 327,866	\$ (104,494)
Health & Welfare	709,700	460,206	(249,494)
Capital Outlay	6,900	5,590	(1,310)
Total Expenditures	<u>\$1,148,960</u>	<u>\$ 793,662</u>	<u>\$ (355,298)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (600,000)</u>	<u>\$ (129,176)</u>	<u>\$ 470,824</u>
Fund Balance, Beginning of Year		<u>835,474</u>	
Fund Balance, End of Year		<u>\$ 706,298</u>	

Worth Township, Illinois  
Required Supplementary Information  
Illinois Municipal Retirement Fund  
Schedule of Funding Progress  
February 29, 2012

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial 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)
12/31/11	\$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%
12/31/09	2,928,748	3,268,045	339,297	89.62%	1,016,694	33.37%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$ 2,983,069. On a market basis, the funded ratio would be 78.81%



**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 29, 2012.

## **Individual Fund Financial Schedules**

Worth Township, Illinois

Town Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<u>Revenues</u>			
Property Taxes	\$2,098,935	\$2,311,474	\$ 212,539
Replacement Taxes	90,000	80,161	(9,839)
Interest Income	6,000	2,351	(3,649)
Clinic Fees	65,000	52,910	(12,090)
Grants	22,000	109,158	87,158
Youth Commission Income	55,000	53,321	(1,679)
Youth Service Bureau Income	11,000	14,654	3,654
Other Revenue	<u>12,771</u>	<u>29,867</u>	<u>17,096</u>
Total Revenues	<u>\$2,360,706</u>	<u>\$2,653,896</u>	<u>\$ 293,190</u>
<u>Expenditures</u>			
<u>General Government</u>			
<u>Compensation of Elected Officials</u>			
Salary - Supervisor	\$ 36,000	\$ 36,971	\$ 971
Salary - Clerk	30,000	30,808	808
Salary - Assessor	30,000	30,808	808
Salary - Highway Commissioner	31,000	31,834	834
Salary - Board of Trustees	<u>40,000</u>	<u>41,076</u>	<u>1,076</u>
Total Compensation of Elected Officials	<u>\$ 167,000</u>	<u>\$ 171,497</u>	<u>\$ 4,497</u>
<u>Supervisor's Office</u>			
Salaries - Personnel	\$ 77,031	\$ 79,066	\$ 2,035
Dues & Subscriptions	700	489	(211)
Equipment Purchases	225	-	(225)
Office Supplies	1,000	854	(146)
Training and Seminars	75	-	(75)
Printing Services	100	-	(100)
Equipment Maintenance	<u>1,200</u>	<u>1,115</u>	<u>(85)</u>
Total Supervisor's Office	<u>\$ 80,331</u>	<u>\$ 81,524</u>	<u>\$ 1,193</u>
<u>Assessor's Office</u>			
Salaries - Personnel	\$ 61,931	\$ 59,585	\$ (2,346)
Dues & Subscriptions	650	645	(5)
Office Supplies	1,400	952	(448)
Postage and Notices	1,970	-	(1,970)
Capital Outlay - Equipment	100	-	(100)
Printing	1,700	(60)	(1,760)
Training	700	680	(20)
Equipment Maintenance	1,630	1,629	(1)
Contractual Services	<u>1,350</u>	<u>1,347</u>	<u>(3)</u>
Total Assessor's Office	<u>\$ 71,431</u>	<u>\$ 64,778</u>	<u>\$ (6,653)</u>

Worth Township, Illinois

Town Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<b>Clerk's Office</b>			
Salaries - Personnel	\$ 61,016	\$ 62,299	\$ 1,283
Dues & Subscriptions	500	355	(145)
Office Equipment Purchases	300	-	(300)
Office Supplies	600	517	(83)
Placards	700	-	(700)
Printing	200	12	(188)
Training	100	-	(100)
Equipment Maintenance	1,300	1,286	(14)
<b>Total Clerk's Office</b>	<b>\$ 64,716</b>	<b>\$ 64,469</b>	<b>\$ (247)</b>
<b>Finance Office</b>			
Salaries - Personnel	\$ 71,086	\$ 71,967	\$ 881
Training & Seminars	10	-	(10)
Equipment Maintenance	100	45	(55)
Fund Administration	1,150	1,150	-
Human Resource Investigations	210	208	(2)
Printing	10	-	(10)
Data & Payroll Processing	26,000	22,903	(3,097)
Dues & Subscriptions	10	-	(10)
Office Supplies and Equipment	300	94	(206)
<b>Total Finance Office</b>	<b>\$ 98,876</b>	<b>\$ 96,367</b>	<b>\$ (2,509)</b>
<b>Other Administration</b>			
Salaries - General Office Personnel	\$ 117,632	\$ 102,990	\$ (14,642)
Personnel Contingency	10,000	105	(9,895)
Social Security, Medicare Tax	71,800	71,765	(35)
Illinois Municipal Retirement Fund	77,765	77,765	-
Employees Insurance Benefits	452,290	404,841	(47,449)
Unemployment Insurance	2,200	1,454	(746)
Worker's Compensation Insurance	10,000	4,381	(5,619)
Insurance (Fire, Liability, and Vehicle)	45,000	34,879	(10,121)
Telephone Service	15,400	15,415	15
Utilities	60,000	47,183	(12,817)
Travel & Convention	12,000	673	(11,327)
Legal Fees	35,000	29,143	(5,857)
Postage	20,300	10,003	(10,297)
Legal Publishing	2,000	1,966	(34)
Township Municipal Relations	12,000	10,540	(1,460)
Elected Officials-Reimbursement Expenses	32,000	24,055	(7,945)
Fair Housing Review Board	250	-	(250)
Disaster Plan	1,000	-	(1,000)
Election Expense	100	-	(100)
Newsletter	15,000	-	(15,000)
Non Funded Mandates	500	-	(500)

Worth Township, Illinois

Town Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	Original & Final Budget	Actual	Budget Over (Under)
Computer Training	7,220	7,220	-
Management Information Systems	2,500	783	(1,717)
Administration Printing	250	-	(250)
Copier Supplies/Rental	10,300	10,288	(12)
Continuing Education	250	-	(250)
Grant Expenses	3,500	1,200	(2,300)
Safety Review Committee	2,500	2,056	(444)
Peer Jury	3,500	1,213	(2,287)
Insurance Notary Expenses	750	120	(630)
Insurance Bonding Officials	11,000	8,500	(2,500)
Supplies General Office	1,100	268	(832)
Contingency	500	-	(500)
Total Other Administration	<u>\$1,035,607</u>	<u>\$ 868,806</u>	<u>\$ (166,801)</u>
<b>Debt Service</b>			
Principal on General Obligation Bonds	\$ 255,000	\$ 255,000	\$ -
Interest on General Obligation Bonds	14,026	14,026	-
Principal on Notes Payable	116,481	116,474	(7)
Interest on Notes Payable	70,244	70,244	-
Total Debt Service	<u>\$ 455,751</u>	<u>\$ 455,744</u>	<u>\$ (7)</u>
Total General Government	<u>\$1,973,712</u>	<u>\$1,803,185</u>	<u>\$ (170,527)</u>
<b>Health Services</b>			
Doctor, Dentist & Podiatrist's Compensation	\$ 150,000	\$ 90,538	\$ (59,462)
Nurses' Compensation	90,000	65,170	(24,830)
Additional Medical Services	100	-	(100)
Medical Supplies	5,000	2,420	(2,580)
Dental Supplies	2,500	253	(2,247)
Podiatry Supplies	2,000	1,117	(883)
Podiatry Equipment	1,000	-	(1,000)
Receptionist Salary	64,085	40,264	(23,821)
Flu Shot and Other Vaccine	5,000	1,424	(3,576)
Office Supplies & Printing	3,800	762	(3,038)
Medical Waste Disposal	750	493	(257)
Uniform/Lab Costs	1,800	174	(1,626)
Medical Seminars	1,000	-	(1,000)
Clinic/Outer Office/CPT	1,500	1,106	(394)
Medical Equipment	1,000	-	(1,000)
Dental Equipment	1,000	-	(1,000)
Reference Books & Subscriptions	800	120	(680)
Clinic Equipment	2,000	1,158	(842)
Total Health and Welfare	<u>\$ 333,335</u>	<u>\$ 204,999</u>	<u>\$ (128,336)</u>

Worth Township, Illinois

Town Fund

Budgetary Comparison Schedule - Cash Basis

Year Ended February 29, 2012

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<b>Senior Services</b>			
Senior Citizen Bus Driver Salary	\$ 72,038	\$ 49,456	\$ (22,582)
Bookkeeper Salary	19,000	16,237	(2,763)
Transportation Coordinator Salary	24,848	25,791	943
License & Registration	200	110	(90)
Human Resource Expense	150	-	(150)
Senior Service Programs	9,575	9,064	(511)
Senior Citizens Organization Grant	3,100	3,100	-
Capital Outlay - Senior Center	100	-	(100)
Bus Maintenance, Fuel & Repairs	30,000	18,419	(11,581)
Office Supplies	1,400	307	(1,093)
Testing Drug & Alcohol	1,000	627	(373)
Uniforms	500	-	(500)
Total Senior Services	<u>\$ 161,911</u>	<u>\$ 123,111</u>	<u>\$ (38,800)</u>
<b>Building, Equipment &amp; Vehicle Maintenance</b>			
Building Maintenance - Personnel	\$ 87,495	\$ 85,863	\$ (1,632)
Building Repairs/Maint. (Inside)	20,300	16,443	(3,857)
Building Repairs/Maint. (Outside)	20,000	19,206	(794)
Building Supplies & Maintenance	12,491	12,491	-
Building Security	3,400	3,239	(161)
Equipment Purchases	1,000	-	(1,000)
Equipment Maintenance	500	-	(500)
Tennis/Hockey Maintenance	50	-	(50)
Emergency Services and Other Maintenance	37,050	30,000	(7,050)
Vehicle Maintenance	2,500	1,409	(1,091)
Refuse Disposal	3,009	3,009	-
Total Building, Equipment, and Vehicle Maintenance	<u>\$ 187,795</u>	<u>\$ 171,660</u>	<u>\$ (16,135)</u>
<b>Capital Outlay</b>			
Equipment Technological & Office	\$ 20,000	\$ -	\$ (20,000)
Building Improvements	5,000	-	(5,000)
Building Interior and/or Carpet	5,000	-	(5,000)
Grant Expenditures	88,000	87,986	(14)
Vehicle	1,000	-	(1,000)
Total Capital Outlay	<u>\$ 119,000</u>	<u>\$ 87,986</u>	<u>\$ (31,014)</u>

Worth Township, Illinois

Town Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Culture &amp; Recreation</u>			
Youth Service Bureau			
Staff Salaries (Contractual)	\$ 105,675	\$ 105,636	\$ (39)
Secretary's Salary	1,878	1,476	(402)
YSB Telephone	1,000	933	(67)
Office Supplies	1,220	1,218	(2)
Reference Books & Subscriptions	280	131	(149)
Professional Memberships	5,400	5,395	(5)
Equipment Purchases	300	-	(300)
Equipment Maintenance	300	-	(300)
Licensing Fees	200	-	(200)
YSB Insurance	1,300	1,145	(155)
Training & Seminars	2,900	1,898	(1,002)
Total Youth Service Bureau	<u>\$ 120,453</u>	<u>\$ 117,832</u>	<u>\$ (2,621)</u>
Youth Commission			
Office Employee Salaries	\$ 51,834	\$ 47,965	\$ (3,869)
Recreational Staff Salaries	78,621	53,650	(24,971)
Personnel Contingency	10	-	(10)
Equipment Purchases	1,510	-	(1,510)
Equipment Maintenance	2,000	372	(1,628)
Recreational Expenses	31,225	22,022	(9,203)
Office Supplies	1,200	245	(955)
Dues & Subscriptions	300	30	(270)
Step Program	400	-	(400)
Training & Seminars	1,150	65	(1,085)
Uniforms	250	-	(250)
Total Youth Commission	<u>\$ 168,500</u>	<u>\$ 124,349</u>	<u>\$ (44,151)</u>
Total Culture and Recreation	<u>\$ 288,953</u>	<u>\$ 242,181</u>	<u>\$ (46,772)</u>
Total Expenditures	<u>\$3,064,706</u>	<u>\$2,633,122</u>	<u>\$ (431,584)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (704,000)</u>	\$ 20,774	<u>\$ 724,774</u>
Fund Balance - Beginning		<u>840,225</u>	
Fund Balance - Ending		<u>\$ 860,999</u>	

Worth Township, Illinois  
Road & Bridge Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<u>Revenues</u>			
Property Taxes	\$ 488,467	\$ 573,486	\$ 85,019
Replacement Taxes	50,000	49,469	(531)
Interest Income	2,950	1,144	(1,806)
Other Revenue	3,100	4,615	1,515
<b>Total Revenues</b>	<u>\$ 544,517</u>	<u>\$ 628,714</u>	<u>\$ 84,197</u>
<u>Expenditures</u>			
General Government			
Salaries	\$ 28,356	\$ 22,225	\$ (6,131)
Illinois Municipal Retirement Fund	17,500	15,259	(2,241)
Social Security, Medicare Tax	14,000	9,060	(4,940)
Unemployment Insurance	1,750	1,335	(415)
Employee Health Insurance	88,500	75,091	(13,409)
Uniform Purchases	500	92	(408)
Worker's Compensation Insurance	22,680	22,680	-
General Insurance	39,820	33,926	(5,894)
Fund Administration	500	-	(500)
Bank Service Charges	250	128	(122)
Contingencies	500	66	(434)
Medical Supplies	350	63	(287)
Drug & Alcohol Testing	250	-	(250)
Telephone Service	4,275	4,263	(12)
Printing	500	-	(500)
Postage	2,500	674	(1,826)
Annual Audit	5,050	4,950	(100)
Data Processing	7,150	7,139	(11)
Utilities	6,725	4,542	(2,183)
Office Supplies	2,725	701	(2,024)
Publishing	500	29	(471)
Newsletter	2,000	-	(2,000)
Public Relations	1,000	430	(570)
Legal Fees	3,500	601	(2,899)
<b>Total General Government</b>	<u>\$ 250,881</u>	<u>\$ 203,254</u>	<u>\$ (47,627)</u>
Capital Outlay			
Building	69,500	4,500	(65,000)
<b>Total Capital Outlay</b>	<u>\$ 69,500</u>	<u>\$ 4,500</u>	<u>\$ (65,000)</u>



Worth Township, Illinois  
Road & Bridge Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
Maintenance			
Salaries - Maintenance of Roads	\$ 190,500	\$ 145,641	\$ (44,859)
Maintenance Service Building/Grounds	3,000	2,261	(739)
Maintenance Service Equipment/Machinery	25,000	5,514	(19,486)
Disaster Plan Project	500	-	(500)
Refuse	9,000	4,567	(4,433)
Maintenance Service Vehicles	35,000	21,520	(13,480)
Engineering Service	20,000	-	(20,000)
Utilities Street Lighting	15,000	13,544	(1,456)
Special Projects General	400,000	60,752	(339,248)
Maintenance Supplies Road Salt	58,136	25,348	(32,788)
Automotive Fuel/Oil	18,000	15,410	(2,590)
Total Maintenance	<u>\$ 774,136</u>	<u>\$ 294,557</u>	<u>\$ (479,579)</u>
Total Expenditures	<u>\$ 1,094,517</u>	<u>\$ 502,311</u>	<u>\$ (592,206)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (550,000)</u>	\$ 126,403	<u>\$ 676,403</u>
Fund Balance - Beginning		<u>\$ 670,386</u>	
Fund Balance - Ending		<u>\$ 796,789</u>	

Worth Township, Illinois  
General Assistance Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	Original & Final Budget	Actual	Variance From Final Budget Over (Under)
<u>Revenues</u>			
Property Tax	\$ 488,915	\$ 562,189	\$ 73,274
Replacement Tax	47,000	46,136	(864)
Food Pantry	-	24,210	24,210
Flat Grant	-	29,248	29,248
Interest Income	7,500	2,501	(4,999)
Other Revenue	5,545	202	(5,343)
Total Revenues	<u>\$ 548,960</u>	<u>\$ 664,486</u>	<u>\$ 115,526</u>
<u>Expenditures</u>			
General Government			
Salaries - Case Workers	\$ 137,500	\$ 138,220	\$ 720
Salaries - Supervisor	6,000	6,159	159
Building Security	35,900	20,125	(15,775)
Equipment Maintenance & Repairs	2,500	360	(2,140)
Personnel Contingency	1,500	-	(1,500)
Illinois Municipal Retirement Fund	25,000	14,460	(10,540)
Employee Benefits	75,000	67,572	(7,428)
General Insurance	15,000	6,129	(8,871)
Social Security, Medicare Tax	25,000	7,988	(17,012)
Unemployment Insurance	1,900	1,335	(565)
Worker's Compensation Insurance	5,900	5,889	(11)
Telephone Service	12,000	8,173	(3,827)
Printing	100	70	(30)
Annual Audit	8,950	8,950	-
Data & Payroll Processing	10,000	9,941	(59)
Management of Information	500	-	(500)
Publishing Legal Notices	200	-	(200)
Office Supplies	2,500	2,217	(283)
Travel Expense	3,250	1,442	(1,808)
Legal Fees	6,750	4,800	(1,950)
Training & Conventions	2,000	199	(1,801)
Non Funded Mandates	500	-	(500)
Office & Building Repairs	1,500	568	(932)
Newsletter	12,000	-	(12,000)
Fund Administration	1,900	1,884	(16)
Records Storage	10	-	(10)
Computer Training	2,000	-	(2,000)
Public Aid Hearings	1,000	-	(1,000)
Investigations	35,000	21,247	(13,753)
Contingency	1,000	138	(862)
Total General Government	<u>\$ 432,360</u>	<u>\$ 327,866</u>	<u>\$ (104,494)</u>

Worth Township, Illinois  
General Assistance Fund  
Budgetary Comparison Schedule - Cash Basis  
Year Ended February 29, 2012

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Health & Welfare			
Home Relief	\$ 510,000	\$ 423,635	\$ (86,365)
Welfare Reform Program	-	-	-
Workfare Program	-	-	-
Funeral & Burial Assistance	5,000	-	(5,000)
Transient Assistance	5,000	-	(5,000)
Senior Assistance	10,000	-	(10,000)
Family Assistance	10,000	-	(10,000)
Home Care and Other Assistance	25,000	-	(25,000)
Emergency Financial Assistance	5,000	-	(5,000)
Cook County Disaster Plan	10,000	-	(10,000)
Food Pantry	100,000	34,995	(65,005)
Home Relief Contingency	4,700	1,576	(3,124)
Other Medical	25,000	-	(25,000)
Total Health & Welfare	<u>\$ 709,700</u>	<u>\$ 460,206</u>	<u>\$ (249,494)</u>
Capital Outlay			
Building Improvement	\$ 5,600	\$ 5,590	\$ (10)
Equipment	1,300	-	(1,300)
Total Capital Outlay	<u>\$ 6,900</u>	<u>\$ 5,590</u>	<u>\$ (1,310)</u>
Total Expenditures	<u>\$1,148,960</u>	<u>\$ 793,662</u>	<u>\$ (355,298)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (600,000)</u>	\$ (129,176)	<u>\$ 470,824</u>
Fund Balance - Beginning		<u>\$ 835,474</u>	
Fund Balance - Ending		<u>\$ 706,298</u>	

## Statistical Information

Worth Township, Illinois

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

	2010	2009	2008	2007	2006
Assessed Valuations - Cook County	\$ 4,177,811,774	\$ 4,197,674,054	\$ 3,743,332,991	\$ 3,708,669,227	\$ 3,495,410,058
Tax Rates					
Town Fund	0.0500	0.0480	0.0479	0.0517	0.0535
Special Service Area #1	2.0050	3.2380	3.7210	0.0023	0.0033
General Assistance Fund	0.0130	0.0120	0.0120	0.0132	0.0140
Road and Bridge Fund	0.0125	0.0120	0.0120	0.0127	0.0131
	<u>2.0805</u>	<u>3.3100</u>	<u>3.7929</u>	<u>0.0799</u>	<u>0.0839</u>
Tax Extensions					
Town Fund	\$ 2,052,656	\$ 1,998,688	\$ 1,996,691	\$ 1,928,508	\$ 1,887,521
Special Service Area #1	151,226	233,336	236,119	133,075	174,271
General Assistance Fund	503,582	490,342	489,853	519,214	489,357
Road and Bridge Fund	503,121	489,894	482,127	482,127	471,881
	<u>\$ 3,210,585</u>	<u>\$ 3,212,260</u>	<u>\$ 3,204,790</u>	<u>\$ 3,062,924</u>	<u>\$ 3,023,030</u>
Collections	\$ 3,651,313				
Percentage of Extensions Collected during the fiscal year	<u>113.7%</u>				

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

Tax Year	Rate	Extension
2010	0.0250	\$ 1,006,242
2009	0.0240	979,788
2008	0.0240	978,809
2007	0.0254	964,254
2006	0.0262	943,761