

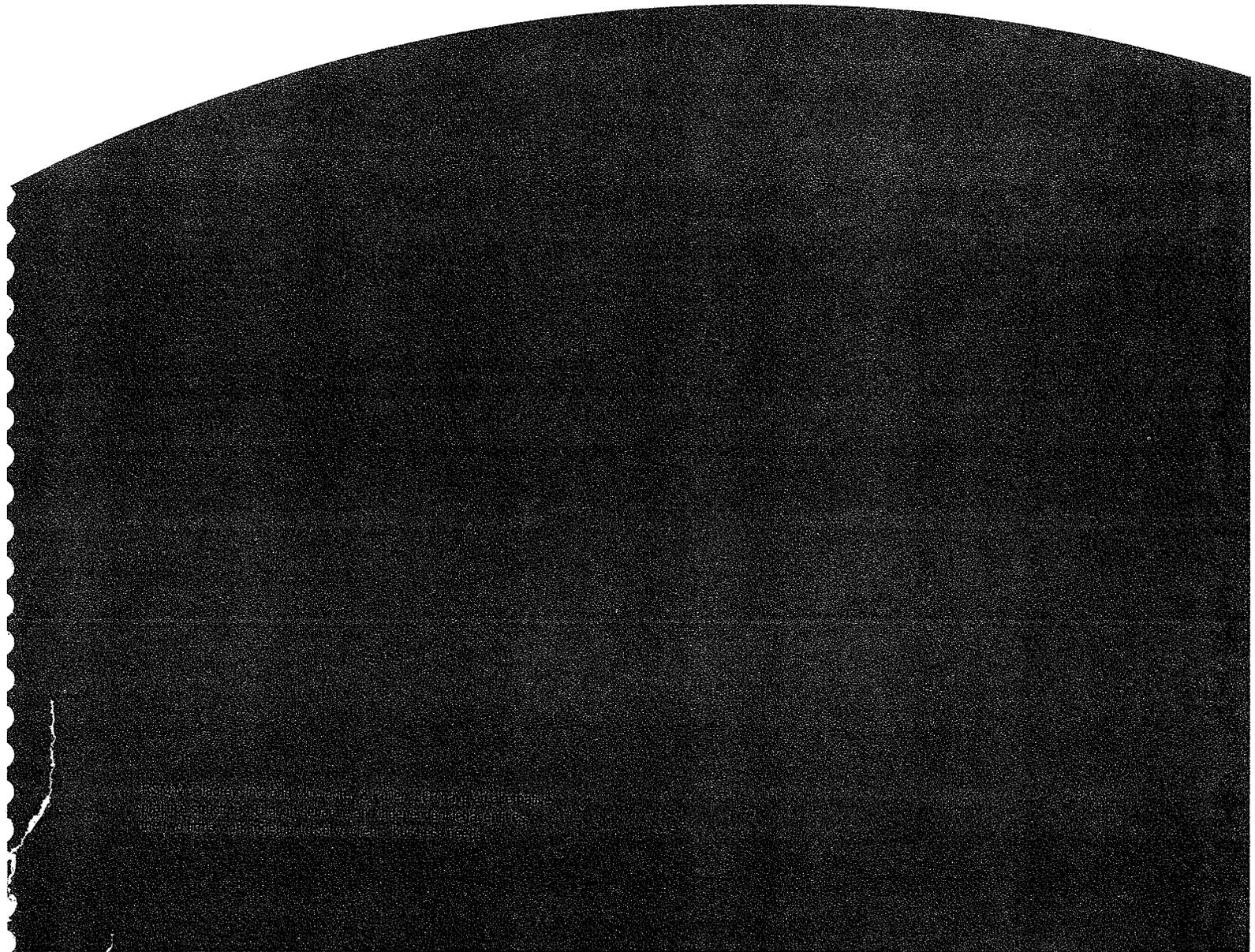
McGladrey & Pullen

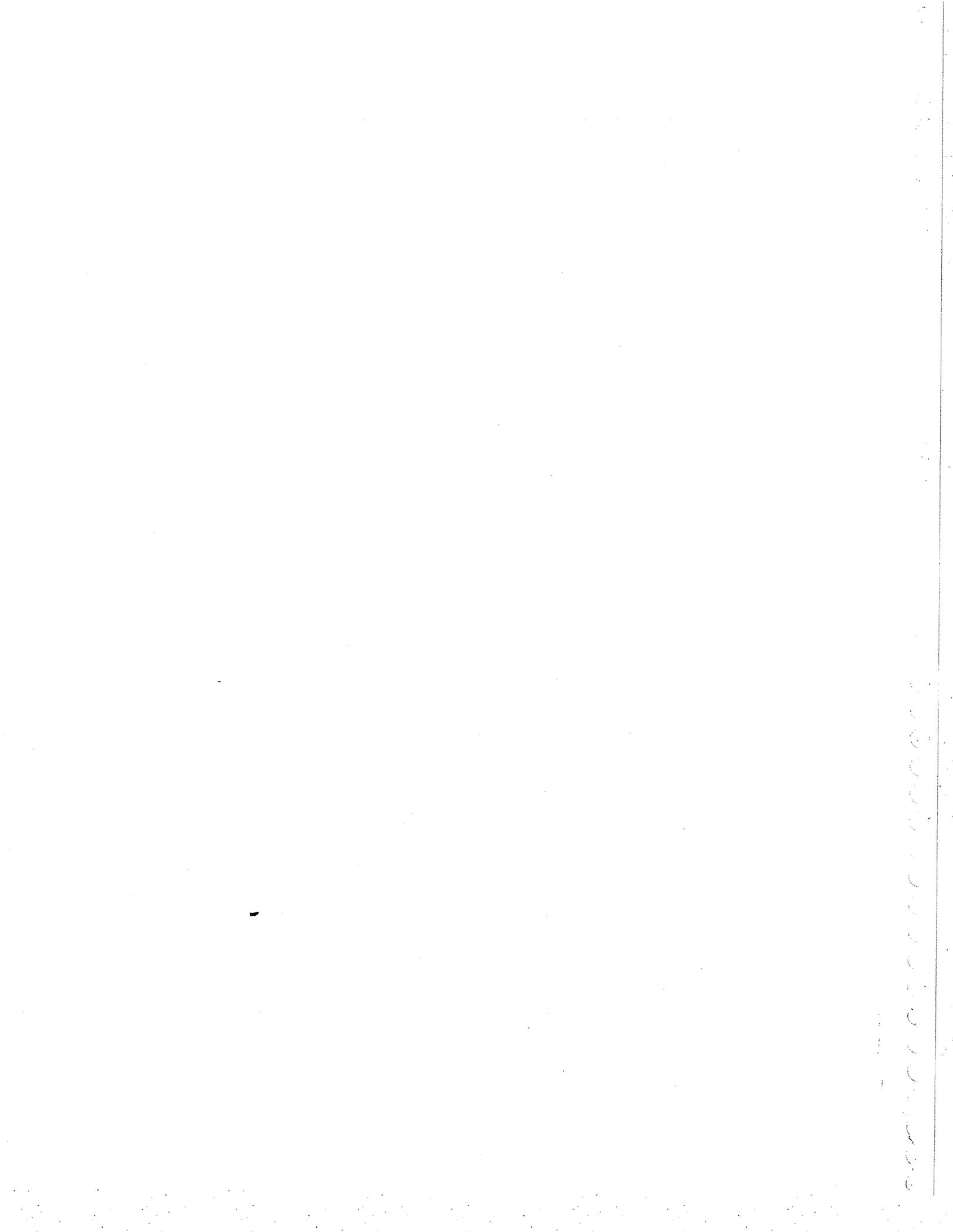
Certified Public Accountants

Village of Worth, Illinois

Financial Report

April 30, 2003





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McGladrey & Pullen

Certified Public Accountants

Independent Auditor's Report

To the Honorable President and
Members of the Board of Trustees
Village of Worth, Illinois

We have audited the accompanying general purpose financial statements of the Village of Worth, Illinois, as of and for the year ended April 30, 2003. These general purpose financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion on these general-purpose 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 general purpose 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 opinion.

The general purpose financial statements referred to above do not include the general fixed assets account group which should be included in order to conform with accounting principles generally accepted in the United States of America. As described in Note 1 to the financial statements, the Village does not maintain historical cost basis records of its general fixed assets and, therefore, the amount that should be recorded in the general fixed asset account group is not known.

The Village does not disclose the actuarial information as required by accounting principles generally accepted in the United States of America for the Police and Firefighters' Pension Funds. The actuarial information that the Village discloses is provided by the State of Illinois Department of Insurance and does not comply with accounting principles generally accepted in the United States of America.

In our opinion, except for the effect on the financial statements of the omission described in the third paragraph and the omission of the actuarial disclosures required for the Police and Firefighters' Pension Funds, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Village of Worth, Illinois, as of April 30, 2003, and the results of its operations and the cash flows of its enterprise funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

RSM McGladrey, Inc. and McGladrey & Pullen, LLP have an alternative practice structure. Though separate and independent legal entities, the two firms work together to serve clients' business needs.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for the purpose of additional analysis and are not a required part of the general purpose financial statements of the Village of Worth, Illinois. Such information, except for the information required by revenue bond ordinance on pages 56 and 57 which is marked unaudited and on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

McGladrey & Pullen, LLP

Mokena, Illinois
October 16, 2003

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VILLAGE OF WORTH, ILLINOIS

COMBINED BALANCE SHEET

ALL FUND TYPES AND THE GENERAL LONG-TERM DEBT ACCOUNT GROUP

April 30, 2003

ASSETS AND OTHER DEBITS	Governmental Fund Types			Proprietary Fund Type	Fiduciary Fund Types	Account Group	Total (Memorandum Only)
	General	Special Revenue	Capital Projects	Enterprise	Pension Trusts	General Long- Term Debt	
Cash and cash equivalents	\$ 931,359	\$ 264,483	\$ -	\$ 458,302	\$ 1,264,132	\$ -	\$ 2,918,276
Investments	-	-	-	-	9,530,986	-	9,530,986
Receivables:							
Property taxes	906,449	84,090	-	-	-	-	990,539
Accrued interest	-	-	-	-	19,705	-	19,705
Accounts	-	-	-	233,842	-	-	233,842
Other	51,567	-	-	-	-	-	51,567
Due from other govern- mental agencies	377,996	25,412	-	-	-	-	403,408
Due from other funds	361,900	-	-	535,966	-	-	897,866
Inventory	79,437	-	-	-	-	-	79,437
Prepaid expenses	15,436	-	-	-	-	-	15,436
Deferred bond issuance costs	-	-	-	44,495	-	-	44,495
Property and equipment, net of accumulated depreciation	-	-	-	3,795,818	-	-	3,795,818
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	8,585,322	8,585,322
Total assets and other debits	\$ 2,724,144	\$ 373,985	\$ -	\$ 5,068,423	\$ 10,814,823	\$ 8,585,322	\$ 27,566,697

LIABILITIES AND MUNICIPAL EQUITY AND OTHER CREDITS	Governmental Fund Types			Proprietary Fund Type	Fiduciary Fund Types	Account Group	Total (Memorandum Only)
	General	Special Revenue	Capital Projects	Enterprise	Pension Trusts	General Long- Term Debt	
Liabilities							
Accounts payable	\$ 116,048	\$ 7,074	\$ 1,354	\$ 79,674	\$ -	\$ -	\$ 204,150
Accrued payroll	120,302	591	1,539	20,376	-	-	142,808
Accrued interest	-	-	-	32,725	-	-	32,725
Accrued sales tax	-	-	-	-	-	-	-
Insurance claims	82,998	-	-	22,690	-	-	-
Compensated absences	114,669	-	-	-	-	2,715	108,403
Deposits	25,832	-	-	-	-	26,385	141,054
Due to other funds	535,966	79,876	282,024	-	-	-	25,832
Deferred revenue	991,965	84,090	-	-	-	-	897,866
General obligation bonds	-	-	-	-	-	-	1,076,055
Installment notes	90,000	-	-	-	-	935,000	935,000
Alternate revenue bonds	-	-	-	-	-	191,222	281,222
Revenue bonds	-	-	-	-	-	7,430,000	7,430,000
Total liabilities	2,077,780	171,631	284,917	1,175,465	-	8,585,322	12,295,115
Municipal Equity and Other Credits							
Contributed capital	-	-	-	2,646,432	-	-	2,646,432
Retained earnings:							
Bond ordinance reserves	-	-	-	418,845	-	-	418,845
Unreserved	-	-	-	827,681	-	-	827,681
Fund balances:							
Reserved for employees pension benefits	-	-	-	-	10,814,823	-	10,814,823
Reserved for inventory	79,437	-	-	-	-	-	79,437
Reserved for prepaids	15,436	-	-	-	-	-	15,436
Unreserved (deficit)	551,491	202,354	(284,917)	-	-	-	468,928
Total municipal equity and other credits	646,364	202,354	(284,917)	3,892,958	10,814,823	-	15,271,582
Total liabilities and municipal equity and other credits	\$ 2,724,144	\$ 373,985	\$ -	\$ 5,068,423	\$ 10,814,823	\$ 8,585,322	\$ 27,566,697

See Notes to Financial Statements.

Village of Worth, Illinois

Combined Statement of Revenues, Expenditures and Changes in Fund Balances -
All Governmental Fund Types
Year Ended April 30, 2003

	General	Special Revenue	Debt Service	Capital Projects	Total (Memorandum Only)
Revenues:					
Property taxes	\$ 1,791,010	\$ 162,688	\$ -	\$ -	\$ 1,953,698
Sales taxes	810,408	-	-	-	810,408
Intergovernmental	882,062	332,109	-	37,500	1,251,671
Licenses, permits and fees	536,709	-	-	-	536,709
Fines and forfeits	143,164	-	-	-	143,164
Charges for service	2,096,547	-	-	-	2,096,547
Interest	22,912	2,478	-	-	25,390
Other	207,851	2,655	-	-	210,506
Total revenues	6,490,663	499,930	-	37,500	7,028,093
Expenditures:					
Current:					
General government	660,680	-	-	-	660,680
Building department	87,370	-	-	-	87,370
Health department	10,531	-	-	-	10,531
Fire department	116,044	-	-	-	116,044
Ambulance and paramedic department	949,445	-	-	-	949,445
Police department	2,076,990	-	-	-	2,076,990
Street and bridge	543,662	-	-	-	543,662
Crossing guard	41,050	-	-	-	41,050
Golf course operations	1,476,938	-	-	-	1,476,938
Insurance	462,494	-	-	-	462,494
Motor fuel tax projects	-	287,388	-	-	287,388
Retirement benefits	-	153,752	-	-	153,752
Senior citizens projects	-	5,459	-	-	5,459
Debt service:					
Principal	141,612	-	135,000	-	276,612
Interest and fees	41,216	-	462,895	-	504,111
Capital outlay	-	-	-	107,905	107,905
Total expenditures	6,608,032	446,599	597,895	107,905	7,760,431
Excess revenues or (expenditures)	(117,369)	53,331	(597,895)	(70,405)	(732,338)
Other financing sources (uses):					
Operating transfers in	-	-	597,895	-	597,895
Operating transfers (out)	(597,895)	-	-	-	(597,895)
Excess revenues and other financing sources or (expenditures and other financing uses)	(715,264)	53,331	-	(70,405)	(732,338)
Fund balances (deficit):					
Beginning	1,361,628	149,023	-	(214,512)	1,296,139
Ending	\$ 646,364	\$ 202,354	\$ -	\$ (284,917)	\$ 563,801

See Notes to Financial Statements.

VILLAGE OF WORTH, ILLINOIS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL AND SPECIAL REVENUE FUND TYPES FOR WHICH BUDGETS WERE ADOPTED
 Year Ended April 30, 2003

	General		Special Revenue	
	Budget	Actual	Budget	Actual
Revenues:				
Property taxes	\$ 1,429,000	\$ 1,791,010	\$ 145,000	\$ 152,254
Sales taxes	675,000	810,408	-	-
Intergovernmental	827,500	882,062	327,500	332,109
Licenses, permits and fees	437,850	536,709	-	-
Fines and forfeits	135,000	143,164	-	-
Charges for services	2,588,336	2,096,547	-	-
Interest	25,000	22,912	35,000	2,478
Other	98,320	207,851	-	-
Total revenues	6,216,006	6,490,663	507,500	486,841
Expenditures:				
Current:				
General government	819,755	660,680	-	-
Building department	106,350	87,370	-	-
Health department	12,800	10,531	-	-
Fire department	194,800	116,044	-	-
Ambulance and paramedic department	911,050	949,445	-	-
Police department	2,050,725	2,076,990	-	-
Street and bridge	741,100	543,662	-	-
Crossing guard	40,000	41,050	-	-
Golf course	1,555,037	1,476,938	-	-
Insurance	410,000	462,494	-	-
Motor fuel tax projects	-	-	871,000	287,388
Retirement benefits	-	-	182,000	153,752
Debt service:				
Principal	55,000	141,612	-	-
Interest and fees	37,000	41,216	-	-
Total expenditures	6,933,617	6,608,032	1,053,000	441,140
Excess revenues or (expenditures)	(717,611)	(117,369)	(545,500)	45,701
Other financing sources (uses):				
Operating transfers (out)	-	(597,895)	-	-
Excess revenues and other financing sources or (expenditures and other financing uses)	<u>\$ (717,611)</u>	<u>(715,264)</u>	<u>\$ (545,500)</u>	45,701
Fund balances:				
Beginning		<u>1,361,628</u>		<u>63,265</u>
Ending		<u>\$ 646,364</u>		<u>\$ 108,966</u>

See Notes to Financial Statements.

VILLAGE OF WORTH, ILLINOIS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
RETAINED EARNINGS
ALL ENTERPRISE FUNDS
Year Ended April 30, 2003

Operating revenues:	
Water and sewer charges	\$ 1,570,944
Commuter parking fees	66,489
Other fees and charges	18,213
Total operating revenues	<u>1,655,646</u>
Operating expenses:	
Waterworks and sewerage	1,330,723
Commuter parking lot	33,410
Depreciation	216,229
Total operating expenses	<u>1,580,362</u>
Operating income	75,284
Nonoperating income (expense):	
Interest income	1,027
Interest expense	<u>(65,449)</u>
Net income	10,862
Retained earnings:	
Beginning	<u>1,235,664</u>
Ending	<u>\$ 1,246,526</u>

See Notes to Financial Statements.

Village of Worth, Illinois

Statement of Cash Flows
All Enterprise Funds
Year Ended April 30, 2003

Cash Flows From Operating Activities	
Operating income	\$ 75,284
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	216,229
Change in assets and liabilities:	
Decrease in receivables	12,931
Increase in accounts payable	38,376
Increase in accrued payroll	3,346
Increase in accrued insurance claims payable	11,877
Net cash provided by operating activities	<u>358,043</u>
Cash Flows From Noncapital Financing Activities	
Decrease in amounts due from other funds	<u>245,516</u>
Cash Flows From Capital and Related Financing Activities	
Payment of revenue bonds	(235,000)
Purchase of property and equipment	(14,494)
Interest and fees paid	(68,811)
Net cash (used in) capital and related financing activities	<u>(318,305)</u>
Cash Flows From Investing Activities	
Interest received	<u>1,027</u>
Net increase in cash and cash equivalents	286,281
Cash and cash equivalents, May 1, 2002	<u>172,021</u>
Cash and cash equivalents, April 30, 2003	<u>\$ 458,302</u>

See Notes to Financial Statements.

Village of Worth, Illinois

Combined Statement Of Changes In Plan Net Assets
Pension Trust Funds
Year Ended April 30, 2003

Additions

Contributions:

Employer	\$ 173,187
Plan members	161,905
Total contributions	<u>335,092</u>

Investment income:

Net appreciation in fair value of investments	266,099
Interest	48,266
Net investment income	<u>314,365</u>

Total additions	<u>649,457</u>
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Deductions

Benefits	612,185
Administrative expenses	59,647
Total deductions	<u>671,832</u>

Net (decrease)	(22,375)
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Net assets held in trust for employees pension benefits:

Beginning	<u>10,837,198</u>
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Ending	<u>\$ 10,814,823</u>
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See Notes to Financial Statements.

Notes To Financial Statements

Note 1. Financial Reporting Entity and Summary of Significant Accounting Policies

Nature of Activities: The Village of Worth, Illinois provides various municipal services to its residents. These services include police protection, fire protection, paramedic services, water and sewer systems, public works operations, road and bridge maintenance and general administration.

Financial Reporting Entity: Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete. Based on this criteria, there are no potential component units whose financial data should be combined with and included in the general-purpose financial statements of the Village, nor is the Village considered to be a potential component unit of any other governmental unit.

Description of Funds and Account Groups: The accounts of the Village are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds and account groups are combined and summarized in these financial statements as follows:

Governmental Fund Types: Governmental funds are funds through which most of the Village's governmental functions are financed. The acquisition, use and balances of the Village's expendable financial resources, except those accounted for in the proprietary funds, are accounted for in the governmental funds. The measurement focus is on determination of financial position and changes in financial position. The following are the Village's governmental funds.

General Fund - is the general operating fund of the Village and is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - are used to account for the revenues derived from specific sources. These resources are utilized to finance expenditures legally restricted for specified purposes.

Debt Service Funds - are used to account for the servicing of general long-term debt not being financed by proprietary funds.

Capital Projects Funds - are used to account for resources used for the acquisition or construction of major capital facilities.

Proprietary Fund Types: Proprietary funds account for the Village's ongoing activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income. The enterprise funds are the proprietary fund types of the Village.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 1. Financial Reporting Entity and Summary of Significant Accounting Policies (continued)

Enterprise Funds - are used to account for the financing and operations of self-supporting activities of the Village which render services of a commercial nature on a user-charge basis to the general public.

Fiduciary Fund Types: Fiduciary funds are used to account for assets held by the Village in a trustee capacity. The following are the Village's fiduciary fund types:

Pension Trust Funds - are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical.

Account Group: The account group is not a fund but is to be used to establish accounting control and accountability for the Village's outstanding general long-term debt which is to be financed through the governmental funds. The account group is as follows:

General Long-term Debt Account Group - is used to establish accounting control over the long-term debt of the Village which is expected to be financed from operations of the governmental funds.

Basis of Accounting

Modified Accrual Basis of Accounting: All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Revenue items not considered available are recorded as deferred revenue and are recognized as revenue at the time they become available.

Property taxes that have been levied and are due and collected within the fiscal year or collected within sixty days after year-end are considered available and are therefore recognized as revenue. Sales taxes, income taxes and motor fuel taxes are considered to be measurable when they have been collected by the intermediary collecting governments and are recognized as revenue at that time.

Fines and fees, licenses and permits and miscellaneous revenues are recognized as revenue when received in cash as they are generally not objectively measurable until that time.

Expenditures are recognized when the liability is incurred, except for principal and interest on long-term debt which is recognized when due.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 1. Financial Reporting Entity and Summary of Significant Accounting Policies (continued)

Accrual Basis of Accounting: The enterprise and pension trust funds are accounted for using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized when incurred. Unbilled service receivables are accrued and reported at year-end.

Cash and Cash Equivalents: For purposes of reporting cash flows, the Village considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments: Investments are stated at fair value except for insurance contracts which are carried at contract value which approximates fair value.

Property and Equipment: Property and equipment used in governmental fund operations (general fixed assets) are accounted for as expenditures of the governmental funds when purchased. The Village does not maintain adequate historical cost records of these assets and, therefore, the acquisition cost of those assets is not capitalized in a general fixed assets account group as required by accounting principles generally accepted in the United States of America.

Property and equipment associated with the enterprise funds are capitalized in the fund in which they are utilized. All purchased or constructed property and equipment are valued at cost, while those assets which have been donated are valued at their estimated fair value as of the date received as a donation.

Depreciation of all exhaustible property and equipment is reported in the enterprise funds. Depreciation has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Buildings and Water and Sewer System	40 Years
Improvements and Parking Lot	20 Years
Equipment	3-15 Years

Compensated Absences: Village employees accumulate vacation hours for subsequent use or for payment upon termination, death or retirement. Sick time for employees accumulates at a rate of eight hours per month, contingent on the employee working at least one hundred hours per month. These hours may accumulate up to a maximum of 400 hours; however, these hours do not vest.

The governmental funds and enterprise funds record vacation pay as an expenditure in the year it is earned to the extent it is paid or is expected to be paid with available financial resources, otherwise the liability is accounted for in the general long-term debt account group.

Proprietary Activity Accounting and Financial Reporting: In accounting for and reporting its proprietary activities, the Village has elected to apply all applicable Governmental Accounting Standards Board (GASB) pronouncements as well as Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 1. Financial Reporting Entity and Summary of Significant Accounting Policies (continued)

Property Taxes: The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attached as an enforceable lien on the property as of the preceding January 1. Tax bills are prepared by Cook County and issued on or about February 1 and August 1 of the following year, and are payable in two installments which become due on or about March 1 and September 1. The County collects such taxes and periodically remits them to the Village. A provision has been made to reduce the property taxes receivable to the estimated amount to be collected based on historical collection experience.

Total Columns: Total columns on the general-purpose financial statements are captioned (Memorandum Only) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 2. Budgets

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

- a) The Village Treasurer submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted by the Village to obtain taxpayer comments.
- c) Subsequently, the budget is legally enacted through passage of an ordinance.
- d) Formal budgetary integration is employed as a management control device during the year for the general and certain special revenue funds. Formal budgetary integration is not employed for debt service and capital projects funds because effective budgetary control is alternatively achieved through general obligation bond indenture provisions.
- e) Budgets for the general and special revenue funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).
- f) Budgetary authority lapses at the year-end.
- g) State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is generally considered to be the fund budget in total.
- h) Budgeted amounts are as originally adopted, with the exceptions of Board approved transfers which were not material in relation to the budget taken as a whole.

Village Of Worth, Illinois

Notes To Financial Statements

Note 2. Budgets (continued)

The Village did not adopt a budget for the Garbage and Senior Citizens Funds, special revenue funds. A reconciliation of the revenues and expenditures of all special revenue funds with the amounts for those funds for which budgets have been adopted is as follows:

	Revenues		Expenditures
Amount reported for all special revenue funds	\$ 499,930	\$	446,599
Less unbudgeted funds	13,089		5,459
Amounts reported for those funds for which budgets have been adopted	<u>\$ 486,841</u>	\$	<u>441,140</u>

Note 3. Cash and Investments

The Village is authorized to make deposits in commercial banks and savings and loan institutions, and make investments in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, savings accounts, credit union shares, repurchase agreements under certain statutory restrictions, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds. Pension funds may also invest in other investments as allowed by Illinois Compiled Statutes.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, which is the price the investment could be sold for.

Deposits: As of April 30, 2003, the carrying amount of the Village's deposits with financial institutions totaled \$3,495,373 with bank balances of \$3,633,459. Of the bank balances, \$3,600,468 was covered by federal depository insurance or collateralized with securities held by the Village or its agent in the Village's name and \$32,991 was uncollateralized.

Investments: The Village's investments are categorized below to give an indication of the level of risk assumed by the Village as of April 30, 2003. Category 1 includes securities that are insured or registered or the securities are held by the Village or its agent in the Village's name. Category 2 includes uninsured and unregistered securities which are held by the counterparty's trust department or agent in the Village's name. Category 3 includes uninsured and unregistered securities which are held by the counterparty or its trust department or agent but not in the Village's name.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 3. Cash and Investments (continued)

	Carrying Amount			Total
	Category			
	1	2	3	
U.S. government securities	\$ 5,734,795	\$ -	\$ -	\$ 5,734,795
State and local governmental obligations	15,903	-	-	15,903
	<u>\$ 5,750,698</u>	<u>\$ -</u>	<u>\$ -</u>	5,750,698
Investments not subject to categorization:				
Insurance contracts				41,453
Illinois Funds				235,465
Mutual funds				2,926,273
				<u>\$ 8,953,889</u>

The above deposits of \$3,495,373 and investments of \$8,953,889 totaling \$12,449,262 are reported in the financial statements as follows:

Cash and cash equivalents	\$ 2,918,276
Investments	9,530,986
Total	<u>\$ 12,449,262</u>

Note 4. Property and Equipment

The composition of the property and equipment of the enterprise funds as of April 30, 2003 is as follows:

	Commuter Parking Lot	Waterworks and Sewerage	Total
Land	\$ -	\$ 47,824	\$ 47,824
Commuter parking lot	762,716	-	762,716
Waterworks and sewerage system	-	7,209,091	7,209,091
Equipment	184,251	248,805	433,056
	946,967	7,505,720	8,452,687
Less accumulated depreciation	430,018	4,226,851	4,656,869
	<u>\$ 516,949</u>	<u>\$ 3,278,869</u>	<u>\$ 3,795,818</u>

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 5. Long-Term Debt

The following is a summary of the long-term debt transactions of the Village for the year ended April 30, 2003:

	General Obligation Bonds	Installment Notes	Alternate Revenue Bonds	Compensated Absences	Revenue Bonds	Insurance Claims	Total
Balance, May 1, 2002	\$ 975,000	\$ 228,916	\$ 7,565,000	\$ 36,602	\$ 1,255,000	\$ 7,131	\$ 10,067,649
New installment contract	-	63,918	-	-	-	-	63,918
Changes in compensated absences	-	-	-	(10,217)	-	-	(10,217)
Changes in insurance claims	-	-	-	-	-	(4,416)	(4,416)
Debt retired	40,000	101,612	135,000	-	235,000	-	511,612
Balance, April 30, 2003	<u>\$ 935,000</u>	<u>\$ 191,222</u>	<u>\$ 7,430,000</u>	<u>\$ 26,385</u>	<u>\$ 1,020,000</u>	<u>\$ 2,715</u>	<u>\$ 9,605,322</u>

Details of the long-term debt as of April 30, 2003 are as follows:

General Obligation Bond:

General Obligation Working Cash Bonds, Series 1994 dated January 16, 1995 with bonds due in annual principal maturities of \$45,000 in 2004 and 2005, \$50,000 in 2006, \$55,000 in 2007 and 2008, \$60,000 in 2009 and \$65,000 in 2010. Interest at rates between 4.30% and 7.00% due on June 1 and December 1. \$ 375,000

General Obligation Limited Tax Bonds, Series 1999B dated May 1, 1999 with bonds due in annual principal maturities of \$80,000 in 2011, \$85,000 in 2012, \$95,000 in 2013, and \$100,000 in 2014, 2015 and 2016 and interest at a rate of 9% due on January 1 and June 1. 560,000

\$ 935,000

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 5. Long-Term Debt (continued)

Installment Notes:

Installment note dated April 29, 1999 for the purchase of various golf equipment is due in annual payments of \$54,596 including principal and interest at a rate of approximately 5.0% on \$ 52,140 October 19 of each year through 2003.

Installment note dated April 29, 1999 for the purchase of an ambulance is due in semiannual payments of \$11,198 including principal and interest at a rate of approximately 5.5% on May 16 and November 16 of each year through 2004. 42,049

Installment note dated March 12, 1999 for the purchase of various lawn equipment is due in annual payments of \$14,455 including principal and interest at a rate of approximately 5.5% on July 15 of each year through 2003. 14,261

Installment note dated March 3, 2000 for the purchase of a mower is due in semi annual payments of \$6,880 including principal and interest at a rate of approximately 6.3% on September 3 and March 3 of each year through 2005. 25,468

Installment note dated February 5, 2003 for the purchase of a dump truck is due in semi annual payments of \$7,566 including principal and interest at a rate of approximately 3% on October 1 and April 1 of each year through 2007. 57,304

\$ 191,222

Alternate Revenue Bonds:

General Obligation Bond (Golf Course Alternate Revenue Source), Series 1996 dated October 1, 1996 with bonds due in annual principal maturities of \$200,000 in 2004, \$200,000 in 2005, \$285,000 in 2006, \$325,000 in 2007 and \$390,000 in 2008. Interest is at rates between 5.4% and 9.0%. The Village has pledged revenues from the Golf Course Fund operations to fund the repayment of the alternate revenue bonds. \$ 1,400,000

General Obligation Refunding Bonds (Alternate Revenue Source) Series 1999A dated May 1, 1999 with bonds due in annual principal maturities of \$35,000 in 2004, \$40,000 in 2005, 2006 and 2007, \$45,000 in 2008, \$505,000 in 2009, \$560,000 in 2010, \$620,000 in 2011, \$685,000 in 2012, \$755,000 in 2013, \$820,000 in 2014, \$905,000 in 2015, and \$980,000 in 2016. Interest at rates between 3.6% and 4.8% due on January 1 and June 1. 6,030,000

\$ 7,430,000

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 5. Long-Term Debt (continued)

Revenue Bonds:

1994 Water and Sewer Refunding Bonds dated November 1, 1994 with bonds due in principal maturities of \$5,000 in 2004 through 2006, \$50,000 in 2007 and \$185,000 in 2008. Interest at 6.35% is due on May 1 and September 1. The Village has pledged revenues from the Waterworks and Sewerage Fund operations for the repayment of these revenue bonds. \$ 250,000

Water and Sewer Revenue Bonds, Series 1998A dated April 28, 1998 with bonds due in annual principal maturities of \$120,000 in 2004, and \$110,000 in 2005. Interest is at rates between 3.9% and 4.35%. The Village has pledged revenues from the Waterworks and Sewerage Fund operations for the repayment of these revenue bonds. 230,000

Water and Sewer Revenue Bonds, Series 1998B dated April 28, 1998 with bonds due in annual principal maturities of \$120,000 in 2004, \$145,000 in 2005, \$155,000 in 2006, and \$120,000 in 2007. Interest is at rates between 5.75% and 6.3%. The Village has pledged revenues from the Waterworks and Sewerage Fund operations for the repayment of these revenue bonds. 540,000

\$ 1,020,000

The revenue bond ordinances require that certain monies held in the Waterworks and Sewerage Fund be segregated and restricted in reserve accounts in the priority indicated by the order of the following:

Reserve Account	Amount	Nature of Authorized Expenditures
a) Bond and interest	Sufficient amount to pay the current bond and interest maturities	Payment of principal and interest on bonds
b) Bond reserve	Sufficient amount to pay the maximum annual debt service	Payment of principal and interest on bonds
c) Depreciation	\$1,500/month until funded to the extent of 3% of the net value of the system	Payment of the cost of extraordinary maintenance, necessary repairs and replacements or contingencies of the system or the payment of principal or interest of bonds in order to prevent a default on said bonds

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 5. Long-Term Debt (continued)

As of April 30, 2003, the Village has accumulated \$418,845 of assets in these restricted reserve accounts.

The future annual debt service requirements on the outstanding debt, other than compensated absences and insurance claims of \$26,385 and \$2,715, respectively and including interest of \$3,938,899, are as follows:

	General Obligation Bonds/Notes	Installment Notes	Alternate Revenue Bonds	Revenue Bonds	Total
2004	\$ 120,312	\$ 120,337	\$ 637,114	\$ 297,979	\$ 1,175,742
2005 - 2009	595,638	81,552	3,523,792	865,008	5,065,990
2010 - 2014	636,100	-	4,389,126	-	5,025,226
2015 and beyond	227,000	-	2,021,163	-	2,248,163
	<u>\$ 1,579,050</u>	<u>\$ 201,889</u>	<u>\$ 10,571,195</u>	<u>\$ 1,162,987</u>	<u>\$ 13,515,121</u>

Legal Debt Margin: The Village, as a non-home rule municipality, is subject to the statutory debt limit of 8.625% of equalized assessed valuation as set forth in the following schedule.

2002 Estimated Assessed valuation	<u>\$ 127,285,512</u>
Statutory debt Limitation (8.625% of assessed valuation)	\$ 10,978,375
Less amount of debt applicable to debt limitation, General obligation debt	<u>1,126,222</u>
Estimated Legal debt margin	<u>\$ 9,852,153</u>

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 6. Other Individual Fund Disclosures

Individual fund interfund receivable and payable balances as of April 30, 2003 were as follows:

	Due From	Due To
General:		
Motor Fuel Tax	\$ 8,827	\$ -
IMRF	58,202	-
Senior Citizens	12,847	-
Boat Ramp	157,424	-
Recreational Facility	124,600	-
Water and Sewer	-	535,966
Total general fund	<u>\$ 361,900</u>	<u>\$ -</u>
Special Revenue Funds:		
Motor Fuel Tax:		
General	\$ -	\$ 8,827
IMRF:		
General	-	58,202
Senior Citizens:		
General	-	12,847
Total special revenue funds	<u>\$ -</u>	<u>\$ 79,876</u>
Capital Project Funds:		
Boat Ramp:		
General	\$ -	\$ 157,424
Recreational Facility:		
General	-	124,600
Total capital project funds	<u>\$ -</u>	<u>\$ 282,024</u>
Enterprise Fund:		
Water and Sewer:		
General	535,966	-
Total enterprise fund	<u>\$ 535,966</u>	<u>\$ -</u>
Total all funds	<u>\$ 897,866</u>	<u>\$ 897,866</u>

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 6. Other Individual Fund Disclosures (continued)

Individual fund equity deficits as of April 30, 2003 are as follows:

<u>Fund</u>	
Special Revenue:	
IMRF	\$ 58,202
Senior Citizen	12,823
Capital Project	284,917

The fund deficits are expected to be financed by future operating revenues and taxes.

Note 7. Pension and Retirement Plan Commitments

Plan Descriptions

Illinois Municipal Retirement Fund

The Village's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary (6.5% for SLEP employees). The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year 2003 was 3.56% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2002 was 10 years (34 years for SLEP).

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 7. Pension and Retirement Plan Commitments (continued)

For April 30, 2003, the Village's annual pension cost of \$32,366 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2000, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from .4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The assumptions used for the 2001 actuarial valuation were based on the 1996-1998 experience study.

However, the 2002 actuarial valuation information shown on the schedule of funding progress is based on the assumptions derived from the 1999-2001 experience study. The effect of the assumption change increased (decreased) the unfunded actuarial liability by \$957 (\$231) for SLEP).

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed
04/30/03	\$ 32,366	100 %
04/30/02	41,917	100
04/30/01	63,191	100
04/30/00	69,778	100

Actuarial assumptions used to determine the actuarial accrued liability for 2002 are based on the 1999-2001 experience study. The principal changes were:

- Fewer members are expected to take refunds early in their career.
- For regular members, fewer normal and early retirements are expected to occur.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 7. Pension and Retirement Plan Commitments (continued)

Police Pension: Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contribution levels are mandated by Illinois State Statutes and may be amended only by the Illinois legislature. The Village's payroll for employees covered by the Police Pension Plan for the year ended April 30, 2003 was \$1,113,835 out of a total payroll of \$3,151,042. At April 30, 2003 the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	17
Current employees, vested and nonvested	<u>22</u>
Total	<u><u>39</u></u>

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of fifty or more with twenty or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The monthly pension shall be increased by 2% of such monthly salary for each additional year of service over twenty years up to thirty years, and 1% of such monthly salary for each additional year of service over thirty years, to a maximum of 75% of such monthly salary. Employees with at least eight years but less than twenty years of credited service may retire at or after age sixty and receive a reduced benefit. The monthly pension of a police officer who retired with twenty or more years of service after January 1, 1977 shall be increased 3% annually.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than twenty years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2033, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 7. Pension and Retirement Plan Commitments (continued)

Firefighters' Pension: Fire sworn personnel are covered by the Firefighters' Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois State Statutes and may be amended only by the Illinois legislature. The Village's payroll for employees covered by the Firefighters' Pension Plan for the year ended April 30, 2003 was \$609,751 out of a total payroll of \$3,151,042.

At April 30, 2003 the Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	-
Current employees, vested and nonvested	<u>12</u>
Total	<u><u>12</u></u>

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of fifty or more with twenty or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement. The monthly pension shall be increased by one-twelfth of 2% of such monthly salary for each additional month over twenty years of service through thirty years of service and one-twelfth of 1% of such monthly service for each additional month over thirty years of service, to a maximum of 75% of such monthly salary. Employees with at least ten years but less than twenty years of credited service may retire at or after age sixty and receive a reduced retirement benefit. The monthly pension of a firefighter who retired with twenty or more years of service after January 1, 1977 shall be increased 3% annually.

Covered employees are required to contribute 8.45% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than twenty years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2033, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded.

Related Party Transactions: Neither the police nor the firefighters' pension plans had any investment in securities in the form of bonds, notes, loans or any other instrument representing debt of the Village.

Funding Status and Progress: The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits adjusted for the effects of projected salary increases estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess, on a going-concern basis, progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits prorated on service and is independent of the funding method used to determine contributions to the systems.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 7. Pension and Retirement Plan Commitments (continued)

The pension benefit obligations were computed as part of actuarial valuations performed as of the following dates and the significant actuarial assumptions used in those valuations are as follows:

	Police Pension	Fire- fighters' Pension
Actuarial valuation date	4/30/02**	4/30/02**
Significant actuarial assumptions:		
a) Rate of return on investment of present and future assets	7.00% compounded annually	7.00% compounded annually
b) Projected salary increases - attributable to inflation	*	*
c) Additional projected salary increases - attributable to seniority/merit	*	*
d) Postretirement benefit increases	3.00% annually	3.00% annually

* Separate information for b. and c. is not available. Combined projected salary increases are 5.50% compounded annually.

** Latest information available.

Village Of Worth, Illinois

Notes To Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

The unfunded pension benefit obligations applicable to the Village's employees within their respective plans as of the above dates are as follows:

	Police Pension	Fire- fighters' Pension	Total
Pension benefit obligation:			
Retirees and beneficiaries currently receiving benefits	\$ 8,004,073	\$ -	\$ 8,004,073
Terminated employees not yet receiving benefits			-
Current employees:			
Accumulated employee contributions including allocated investment earnings	2,856,061	1,351,634	4,207,695
Employer - financed vested	**	**	**
Employer - financed nonvested	**	**	**
Total pension benefit obligation	10,860,134	1,351,634	12,211,768
Net assets available for benefits, at fair value*	9,725,817	1,111,381	10,837,198
Unfunded (assets in excess of) pension benefit obligation	\$ 1,134,317	\$ 240,253	\$ 1,374,570

* Net assets available for benefits, at fair value, as of April 30, 2003 were \$9,476,958 and \$1,337,865, respectively.

** The concept of vesting is not clearly defined in Illinois State Statutes. Benefit accrual rates are delineated, but they do not assist in definitively determining vesting status. As such, no detail allocation can be determined for the Police and Firefighters' Pension Funds.

Actuarially Determined Contribution Requirements and Contributions Made: The funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, accumulate assets gradually over time so that sufficient assets will be available to pay benefits when due. The contribution rates for normal cost is determined using the entry age normal actuarial funding method. The policy used by the police and firefighters' pension was the level dollar amount method over a forty-year period

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 7. Pension and Retirement Plan Commitments (continued)

The following contributions by the Village for the year ended April 30, 2003, were based on contribution rates computed in accordance with actuarially determined requirements computed through actuarial valuations as of the respective valuation dates.

Actuarial valuation dates	Police Pension 4/30/02	Fire- fighters' Pension 4/30/02
Contribution requirements:		
As a dollar amount:		
Normal cost	\$ 288,038	\$ 183,047
Amortization of unfunded actuarial accrued liability	81,365	11,091
Death and disability cost		
Cost of supplemental retirement benefit		
	<u>\$ 369,403</u>	<u>\$ 194,138</u>
As a % of covered payroll:		
Normal cost	33.16%	30.02%
Amortization of unfunded actuarial accrued liability	7.30%	1.82%
Death and disability cost		
Cost of supplemental retirement benefit		
	<u>40.46%</u>	<u>31.84%</u>
Contributions made:		
As a dollar amount:		
Employer	\$ 99,675	\$ 73,512
Employee	110,381	51,524
	<u>\$ 210,056</u>	<u>\$ 125,036</u>
As a % of covered payroll:		
Employer	8.94%	12.06%
Employee	9.91%	8.45%
	<u>18.85%</u>	<u>20.51%</u>

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 7. Pension and Retirement Plan Commitments (continued)

Trend Information: Historical trend information gives an indication of the progress in accumulating sufficient assets to pay benefits when due. Ten-year trend information is not available in accordance with GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and GASB Statement No. 27, *Accounting for Pension by State and Local Government Employers*. In accordance with GASB Technical Bulletin 96-1, ten-year trend information is no longer presented.

Within the Village's financial statements, the required three-year historical trend information for each plan is as follows:

	Fiscal Year	Police Pension		Fire- fighters' Pension	
Net assets available as a percentage of the pension benefit obligation	2001	102.94	%	53.71	%
	2002	105.64		60.23	
	2003	89.56		82.22	
Unfunded (assets in excess of) pension benefit obligation as a percentage of annual covered payroll	2001	(26.20)	%	124.78	%
	2002	(48.73)		121.13	
	2003	101.84		39.40	
Employer contributions as a percentage of annual covered payroll	2001	8.64	%	42.13	%
	2002	9.05		13.80	
	2003	8.94		12.06	

Analysis of the dollar amounts of net assets available for benefits, pension benefit obligation and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the system. Trends in unfunded pension benefit obligation and annual covered payroll are both affected by inflation.

Expressing the unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of progress made in accumulating sufficient assets to pay liabilities when due. Generally, the smaller this percentage, the stronger the system.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 8. Segment Information - Enterprise Funds

The Village maintains two enterprise funds which are intended to be self-supporting through user fees charged for services. Financial segment information of these activities as of and for the year ended April 30, 2003 is as follows:

	Commuter Parking Lot	Waterworks and Sewerage	Total
Operating revenues	\$ 66,489	\$ 1,589,157	\$ 1,655,646
Depreciation	51,746	164,483	216,229
Operating income (loss)	(18,667)	93,951	75,284
Net income (loss)	(17,640)	28,502	10,862
Net working capital	278,217	549,428	827,645
Total assets	797,091	4,271,332	5,068,423
Bonds payable	-	1,020,000	1,020,000
Contributed capital *	753,908	1,892,524	2,646,432
Total equity	795,166	3,097,792	3,892,958

* There was no change in contributed capital for the year ended April 30, 2003.

Note 9. Jointly Governed Organizations

The Village is a member of the Southwest Central Dispatch and Southwest Central 911, which are jointly governed organizations organized to provide a centralized public safety communications system for local governments within Southwest Cook County, Illinois. Management of these corporations consists of a board of directors comprised of one representative from each of the twelve members. For the year ended April 30, 2003, the Village incurred \$300,933 in expenditures to these organizations for these dispatch services.

The Village of Worth does not exercise any control over the activities of these corporations beyond its representation on the board of directors.

VILLAGE OF WORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

Note 10. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction to assets; errors and omissions; injuries to employees; and natural disasters.

The Village is self-insured for employee health and accident claims, workers' compensation, general liability and property coverages. Purchased insurance policies limit the aggregate claims the Village may potentially pay as follows:

Employee health and accident claims	\$25,000 per individual and \$464,507 in aggregate per plan year
General liability \$5,000 per event	
Property	\$5,000 per occurrence
Workers' compensation	\$100,000 per individual case and \$1,000,000 overall per plan year

Claims paid have not exceeded policy coverage limits in any of the preceding three years.

As of April 30, 2003, all known claims and an estimate of those claims incurred but not reported have been recorded. The estimate was based upon a review of the Village historical data and information provided by an independent claims administrator of claims filed.

Changes in the aggregate claims payable for the year ended April 30, 2003 and 2002 were as follows:

	2003	2002
Balance, beginning of year	\$ 74,763	\$ 45,859
Claims incurred	1,155,469	790,504
Claims paid	(1,121,828)	(761,600)
Balance, end of year	<u>\$ 108,404</u>	<u>\$ 74,763</u>

Note 11. Prior-Year Defeasance of Debt

The Village has defeased certain revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's financial statements. As of April 30, 2003, \$6,475,000 of bonds outstanding are considered defeased.

Note 12. Nursing Home Revenue Bonds

The Village issued nursing home revenue bonds to provide financial assistance in a previous year to a private sector entity for the acquisition and construction of facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loan. Upon payment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the Village nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of April 30, 2003, there was \$24,185,000 of bonds outstanding.

Note 13. Pronouncements Issued But Not Yet Adopted

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, establishes financial reporting standards for state and local governments, including states, cities, towns, villages, and special-purpose governments such as school districts and public utilities. Some of the more significant aspects of the new standard include: reporting the overall state of the government's financial health, not just individual funds; providing the most complete information available about the cost of delivering services to the citizens; including for the first time information about the government's public infrastructure assets - such as bridges, roads, and storm sewers; and including an introductory section analyzing the government's financial performance. The Village is expected to be required to adopt this Statement for the fiscal year ending April 30, 2005. The adoption of this Statement will have a material effect on the Village's financial statements.

Note 14. Commitments and Contingencies

As of April 30, 2003, the Village has certain construction commitments totaling approximately \$60,000.

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND
FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (Overfunded) AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded (Overfunded) AAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/02	\$ 2,255,898	\$ 1,907,054	\$ (348,844)	118.29 %	\$ 978,738	(35.64) %
12/31/01	2,113,750	1,681,036	(432,714)	125.74	860,108	(50.31)
12/31/00	1,927,025	1,565,580	(361,445)	123.09	840,412	(43.01)
12/31/99	1,743,887	1,536,810	(207,077)	113.47	832,632	(24.87)
12/31/98	1,356,640	1,329,217	(27,423)	102.06	831,398	(3.30)
12/31/97	1,171,739	1,219,791	48,052	96.06	721,889	6.66

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VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2003

	Budget	Actual
General Government:		
Village president salary	\$ 12,000	\$ 12,045
Liquor commissioner salary	4,500	4,455
Clerk/collector salary	21,000	21,977
Trustees salaries	32,400	32,400
Other legal fees	60,000	91,439
Professional fees	71,500	29,005
Programming costs	7,500	8,532
Legal notices	5,000	3,426
Secretarial fees	1,000	-
Training and education	5,000	841
Officials costs	1,700	3,435
Employee costs	300	303
Employment costs	1,000	-
Membership and subscriptions	3,800	4,468
Office supplies	8,800	6,518
Printing expense	8,000	13,811
Departmental supplies	3,500	1,937
Postage	7,000	15,462
Custodial supplies	1,000	608
Public relation costs	9,000	8,936
Foreign fire insurance premiums	5,000	5,106
Office equipment purchase	10,000	25,599
Furniture purchase	57,800	3,053
General Maintenance	-	600
Maintenance contracts	12,000	8,237
Maintenance costs - Equipment	1,500	2,608
Hospitalization premiums	350,000	271,160
Building costs	10,000	3,323
Custodial costs	6,800	6,888
Economic Development Commission/beautification	6,000	15,580
Senior citizen commission	5,000	489
Unemployment taxes	5,000	291
Accounting fees	15,000	-
Insurance premiums	2,500	19,318
Miscellaneous	69,155	38,830
Total general government	819,755	660,680

Village of Worth, Illinois

Schedule Of Expenditures - Budget And Actual (Continued)
 General Fund
 Year Ended April 30, 2003

	Budget	Actual
Building Department:		
Clerical	\$ 25,000	\$ 22,511
Building commissioner salary	22,000	21,635
Building inspector salary	21,000	15,301
Plumbing inspector salary	4,500	3,243
Electrical inspector salary	5,000	5,012
License inspector salary	3,000	2,978
HVAC inspector salary	2,000	680
Other legal fees	5,000	1,557
Professional fees	1,000	1,276
Travel costs	500	-
Officials costs	750	35
Membership and subscriptions	500	190
Court appearance costs	500	-
Office cost	500	55
Printing expenses	-	506
Departmental supplies	2,100	611
Building maintenance	-	230
Utilities	5,000	5,159
Training and education	-	1,724
Legal notices	-	343
Miscellaneous	8,000	4,324
Total building department	106,350	87,370
Health Department:		
Health inspector fees	10,000	7,723
Membership and subscriptions	100	-
Legal notices	200	-
Court appearance costs	500	250
Printing expenses	-	42
Telephone	2,000	2,450
Miscellaneous	-	66
Total health department	12,800	10,531

(continued)

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (continued)

GENERAL FUND

Year Ended April 30, 2003

	Budget	Actual
Fire Department:		
Fire chief salary	\$ 32,500	\$ 32,275
Fire prevention coordinator salary	1,500	-
Professional fees	5,000	125
Central dispatch	16,750	19,828
Uniforms and personal equipment	10,000	3,945
Training costs	10,000	5,184
Travel	700	92
Meals and entertainment	-	48
Officials costs	700	272
Employee costs	500	-
Employment costs	5,500	911
Membership and subscriptions	4,000	3,131
Office supplies	1,500	791
Departmental supplies	2,500	797
Postage	100	-
Telephone	8,000	4,288
Utilities	6,500	6,820
Custodial supplies	2,000	1,273
Fire prevention materials	2,250	2,190
Radio purchase and maintenance	6,500	4,270
Office equipment purchase	500	500
Furniture purchase	2,000	-
Other equipment purchase	25,000	354
Maintenance - Equipment	3,800	1,525
Equipment rental	500	-
Operating costs	10,000	15,970
Vehicle maintenance	10,000	6,180
Custodial	1,000	1,020
Maintenance assessment	4,000	-
Building maintenance	21,500	4,255
Total fire department	194,800	116,044

(continued)

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (continued)

GENERAL FUND

Year Ended April 30, 2003

	Budget	Actual
Ambulance and Paramedic Department:		
Chief salary	\$ 32,500	\$ 33,164
Overtime salary	110,000	100,487
Holiday	26,000	26,338
EMS coordinator	2,500	2,100
Paramedics	480,000	538,218
Shift commander	4,000	-
Education incentives	7,000	5,502
Para engineer/driver	6,000	4,046
Para acting LT	1,000	2,675
Other legal fees	10,000	-
Professional fees	16,000	12,677
Medical fees	3,500	3,500
Central dispatch	16,800	22,585
Uniforms and personal equipment	2,500	-
Training costs	7,000	-
Travel	300	-
Officials costs	300	78
Employee costs	300	-
Employment costs	1,800	25
Memberships and subscriptions	4,500	85
Office supplies	500	186
Departmental supplies	1,300	167
Postage	100	24
Telephone	3,500	4,901
Utilities	100	-
Custodial supplies	1,650	520
Medical supplies	5,000	4,758
Office equipment purchase	1,500	-
Furniture purchase	1,500	1,080
Other equipment purchase	1,500	1,500
Maintenance contracts	1,500	1,404
Maintenance costs - Equipment	3,000	985
Paramedic equipment	110,000	88,457

(continued)

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (continued)

GENERAL FUND

Year Ended April 30, 2003

	Budget	Actual
Ambulance and Paramedic Department: (continued)		
Maintenance costs vehicles	\$ 8,000	\$ 3,715
Operating costs	17,900	15,970
Building maintenance	21,500	236
Employer pension contributions	-	73,512
Miscellaneous	500	550
Total paramedic department	911,050	949,445
Police Department:		
Clerical salary	125,000	111,351
Chief salary	35,000	65,439
Administrative assistant salary	30,000	18,189
Sergeants salary	320,000	172,138
Officers salary	875,000	922,614
Court time salary	22,000	10,033
Overtime salary	85,000	115,380
Holiday	47,000	49,338
Emergency police	7,500	9,307
Animal warden	17,000	10,299
Other legal fees	-	16,041
Professional fees	25,000	4,442
Central dispatch	190,000	258,520
Management fees	325	300
Uniforms and personal equipment	15,000	13,619
Training costs	6,500	-
Travel	1,000	657
Meals and entertainment	-	48
Employee costs	1,000	42
Employment costs	14,000	24,642
Employer pension contributions	-	99,675
Membership and subscriptions	4,000	6,261
Crime prevention	2,000	438
Office supplies	4,200	7,458
Departmental supplies	8,500	11,974
Ammunition	2,700	2,710

(continued)

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (continued)

GENERAL FUND

Year Ended April 30, 2003

	Budget	Actual
Police Department: (continued)		
Postage	\$ 1,600	\$ 211
Telephone	15,000	13,740
Custodial supplies	900	698
Public relations expense	500	-
Prisoner costs	1,000	798
Radio purchase and maintenance	11,200	1,122
Computer repair and maintenance		2,264
Animal warden supplies	3,000	2,756
Office equipment purchase	5,000	624
Furniture purchase	1,100	70
Other equipment purchase	15,000	4,486
Maintenance contracts - Equipment	400	-
Maintenance costs - Equipment	2,100	3,401
Bullet proof vests	1,600	735
Equipment rental	1,500	-
Purchase of vehicles	53,000	56,340
Maintenance contracts - Vehicles	-	1,176
Maintenance - Vehicles	25,000	28,919
Operating	50,000	13,503
Insurance premiums and claims	2,600	860
Building maintenance	1,500	1,369
Custodial costs	10,000	9,612
Confiscated cash expenditures	-	2,221
Miscellaneous	11,000	1,170
Total police department	2,050,725	2,076,990
Street and Bridge:		
Clerical salary	12,000	9,745
Chipper labor	30,000	19,085
Street and alley labor	75,000	73,193
Walking trail	15,000	2,008
Drainage	17,000	12,918
Weed cutting	15,000	13,932
Tree removal	3,000	1,032
Signs	7,000	1,737
Refuse pickup	11,000	13,889

(continued)

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (continued)

GENERAL FUND

Year Ended April 30, 2003

	Budget	Actual
Street and Bridge: (continued)		
Leaf vacuum labor	\$ -	\$ 30,933
Equipment maintenance	15,000	24,624
Tree trim	3,000	1,791
Professional fees	1,000	63
Engineering fees	20,000	25,249
Clothing allowance	1,800	1,800
Uniforms and personal equipment	2,000	5,625
Training costs	1,000	-
Officials costs	250	-
Employee costs	-	353
Employment costs	-	1,352
Membership and subscriptions	1,800	1,271
Office supplies	500	463
Departmental supplies	9,500	6,658
Postage	750	22
Telephone	7,500	5,308
Utilities	21,000	18,618
Custodial supplies	1,000	945
Material purchases	10,000	10,032
Street signs	2,500	4,863
Refuse pickup	-	4,567
Tree planting and removal	10,000	8,950
Materials for streets and alleys	15,000	1,038
Sidewalk construction	150,000	97,924
Hot patch	18,000	792
Other equipment purchases	20,000	2,139
Maintenance contracts	3,000	4,737
Maintenance	12,000	29,270
Equipment rental	19,000	11,235
Vehicle purchases	100,000	32,600
Maintenance - Vehicles	20,000	11,557
Vehicle rental	-	6,416
Operating costs	16,500	15,970
Insurance premiums	25,000	22,164
Building remodeling	25,000	166
Building maintenance	11,000	2,050
Custodial expense	1,000	-
Building expense	-	231
Economic Development Commission/beautification	1,000	-
Miscellaneous costs	11,000	4,347
Total street and bridge	741,100	543,662

(continued)

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (continued)

GENERAL FUND

Year Ended April 30, 2003

	Budget	Actual
Crossing Guard:		
Crossing guard salary	\$ 40,000	\$ 41,050
Total crossing guard	<u>40,000</u>	<u>41,050</u>
Golf course operations:		
General administration	291,264	338,179
Management fees	85,224	85,185
Course and grounds	555,493	523,737
Range	34,969	19,637
Golf cart expense	50,913	41,952
Golf shop expense	188,657	170,164
Food and beverage	348,517	295,391
Capital outlay	-	2,693
Total golf course operations	<u>1,555,037</u>	<u>1,476,938</u>
Insurance	<u>410,000</u>	<u>462,494</u>
Debt Service:		
Principal	55,000	141,612
Interest	37,000	41,216
	<u>92,000</u>	<u>182,828</u>
Total expenditures	<u>\$ 6,933,617</u>	<u>\$ 6,608,032</u>

VILLAGE OF WORTH, ILLINOIS

COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
April 30, 2003

	Motor Fuel Tax	Garbage	IMRF	Senior Citizens	Total
ASSETS					
Cash and cash equivalents	\$ 158,228	\$ 106,211	\$ -	\$ 44	\$ 264,483
Property taxes receivable	-	5,477	78,613	-	84,090
Due from other governmental agencies	25,412	-	-	-	25,412
Total assets	\$ 183,640	\$ 111,688	\$ 78,613	\$ 44	\$ 373,985
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 7,054	\$ -	\$ -	\$ 20	\$ 7,074
Accrued payroll	591	-	-	-	591
Due to other funds	8,827	-	58,202	12,847	79,876
Deferred revenue	-	5,477	78,613	-	84,090
Total liabilities	16,472	5,477	136,815	12,867	171,631
Fund Balances, unreserved (deficits)	167,168	106,211	(58,202)	(12,823)	202,354
Total liabilities and fund balances	\$ 183,640	\$ 111,688	\$ 78,613	\$ 44	\$ 373,985

VILLAGE OF WORTH, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
Year Ended April 30, 2003

	Motor Fuel Tax	Garbage	IMRF	Senior Citizens	Total
Revenues:					
Property taxes	\$ -	\$ 10,434	\$ 152,254	\$ -	\$ 162,688
Intergovernmental	332,109	-	-	-	332,109
Interest	2,478	-	-	-	2,478
Other	-	-	-	2,655	2,655
Total revenues	<u>334,587</u>	<u>10,434</u>	<u>152,254</u>	<u>2,655</u>	<u>499,930</u>
Expenditures, current:					
Motor fuel tax projects	287,388	-	-	-	287,388
Retirement benefits	-	-	153,752	-	153,752
Senior citizens projects	-	-	-	5,459	5,459
Total expenditures	<u>287,388</u>	<u>-</u>	<u>153,752</u>	<u>5,459</u>	<u>446,599</u>
Excess revenues or (expenditures)	47,199	10,434	(1,498)	(2,804)	53,331
Fund balances (deficits):					
Beginning	119,969	95,777	(56,704)	(10,019)	149,023
Ending	<u>\$ 167,168</u>	<u>\$ 106,211</u>	<u>\$ (58,202)</u>	<u>\$ (12,823)</u>	<u>\$ 202,354</u>

VILLAGE OF WORTH, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
MOTOR FUEL TAX FUND
Year Ended April 30, 2003

	Budget	Actual
Revenues:		
Intergovernmental	\$ 320,000	\$ 332,109
Interest	35,000	2,478
Total revenues	<u>355,000</u>	<u>334,587</u>
Expenditures, current, motor fuel tax projects	<u>871,000</u>	<u>287,388</u>
Excess revenues or (expenditures)	<u>\$ (516,000)</u>	47,199
Fund balance:		
Beginning		<u>119,969</u>
Ending		<u>\$ 167,168</u>

VILLAGE OF WORTH, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL
 IMRF FUND
 Year Ended April 30, 2003

	Budget	Actual
Revenues:		
Property taxes	\$ 145,000	\$ 152,254
Intergovernmental	7,500	-
Total revenues	<u>152,500</u>	<u>152,254</u>
Expenditures, current, retirement benefits	<u>182,000</u>	153,752
Excess revenues or (expenditures)	<u>\$ (29,500)</u>	(1,498)
Fund balance (deficit):		
Beginning		<u>(56,704)</u>
Ending		<u>\$ (58,202)</u>

Village Of Worth, Illinois

Combining Statement Of Revenues, Expenditures
 And Changes In Fund Balances
 Debt Service Funds
 Year Ended April 30, 2003

	Golf Course	1999A Bonds	1999B Bonds	Total
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures, debt service:				
Principal	100,000	35,000	-	135,000
Interest and fees	135,000	277,495	50,400	462,895
Total expenditures	235,000	312,495	50,400	597,895
Excess revenues or (expenditures)	(235,000)	(312,495)	(50,400)	(597,895)
Other financing sources (uses), operating transfers in	235,000	312,495	50,400	597,895
Excess revenues and other financing sources or (expenditures and other financing uses)	-	-	-	-
Fund balances:				
Beginning	-	-	-	-
Ending	\$ -	\$ -	\$ -	\$ -

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VILLAGE OF WORTH, ILLINOIS

COMBINING BALANCE SHEET
ENTERPRISE FUNDS
April 30, 2003

	Commuter Parking Lot	Waterworks and Sewerage	Total
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 280,142	\$ 178,160	\$ 458,302
Accounts receivable:			
Customers	-	75,237	75,237
Unbilled services	-	148,957	148,957
Other	-	9,648	9,648
Due from other funds	-	535,966	535,966
Total current assets	<u>280,142</u>	<u>947,968</u>	<u>1,228,110</u>
Deferred bond issuance costs	-	44,495	44,495
Property and Equipment	946,967	7,505,720	8,452,687
Accumulated depreciation	430,018	4,226,851	4,656,869
	<u>516,949</u>	<u>3,278,869</u>	<u>3,795,818</u>
Total assets	<u>\$ 797,091</u>	<u>\$ 4,271,332</u>	<u>\$ 5,068,423</u>
LIABILITIES AND FUND EQUITY			
Current Liabilities			
Accounts payable	\$ 775	\$ 78,899	\$ 79,674
Accrued payroll	1,150	19,226	20,376
Accrued interest	-	32,725	32,725
Insurance claims payable	-	22,690	22,690
Current maturities of revenue bonds	-	245,000	245,000
Total current liabilities	<u>1,925</u>	<u>398,540</u>	<u>400,465</u>
Revenue bonds, net of current maturities	-	775,000	775,000
Total liabilities	<u>1,925</u>	<u>1,173,540</u>	<u>1,175,465</u>
Fund Equity:			
Contributed capital	753,908	1,892,524	2,646,432
Retained earnings:			
Bond ordinance reserves:			
Bond reserve	-	297,979	297,979
Depreciation	-	120,866	120,866
Unreserved	41,258	786,423	827,681
Total retained earnings	<u>41,258</u>	<u>1,205,268</u>	<u>1,246,526</u>
Total fund equity	<u>795,166</u>	<u>3,097,792</u>	<u>3,892,958</u>
Total liabilities and fund equity	<u>\$ 797,091</u>	<u>\$ 4,271,332</u>	<u>\$ 5,068,423</u>

VILLAGE OF WORTH, ILLINOIS

**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ENTERPRISE FUNDS
Year Ended April 30, 2003**

	Commuter Parking Lot	Waterworks and Sewerage	Total
Operating revenues:			
Water and sewer charges	\$ -	\$ 1,570,944	\$ 1,570,944
Commuter parking fees	66,489	-	66,489
Other fees and charges	-	18,213	18,213
Total operating revenues	<u>66,489</u>	<u>1,589,157</u>	<u>1,655,646</u>
Operating expenses, other than depreciation	<u>33,410</u>	<u>1,330,723</u>	<u>1,364,133</u>
Income from operations before depreciation	33,079	258,434	291,513
Depreciation	<u>51,746</u>	<u>164,483</u>	<u>216,229</u>
Operating income (loss)	(18,667)	93,951	75,284
Nonoperating income (expense):			
Interest income	1,027	-	1,027
Interest expense	-	(65,449)	(65,449)
Net income (loss)	(17,640)	28,502	10,862
Retained earnings:			
Beginning	<u>58,898</u>	<u>1,176,766</u>	<u>1,235,664</u>
Ending	<u>\$ 41,258</u>	<u>\$ 1,205,268</u>	<u>\$ 1,246,526</u>

VILLAGE OF WORTH, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS
 ENTERPRISE FUNDS
 Year Ended April 30, 2003

	Commuter Parking Lot	Waterworks and Sewerage	Total
Cash Flows from Operating Activities			
Operating income (loss)	\$ (18,667)	\$ 93,951	\$ 75,284
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	51,746	164,483	216,229
Change in assets and liabilities:			
Decrease in receivables	-	12,931	12,931
Increase in accounts payable	100	38,276	38,376
Increase in accrued payroll	834	2,512	3,346
Increase in accrued insurance claims payable	-	11,877	11,877
Net cash provided by operating activities	34,013	324,030	358,043
Cash Flows From Noncapital Financing Activities			
Decrease in amounts due from other funds	88,152	157,364	245,516
Cash Flows from Capital and Related Financing Activities			
Payment of revenue bonds	-	(235,000)	(235,000)
Purchase of property and equipment	-	(14,494)	(14,494)
Interest and fees paid	-	(68,811)	(68,811)
Net cash (used in) capital and related financing activities	-	(318,305)	(318,305)
Cash Flows from Investing Activities			
Interest received	1,027	-	1,027
Net increase in cash and cash equivalents	123,192	163,089	286,281
Cash and cash equivalents, May 1, 2002	156,950	15,071	172,021
Cash and cash equivalents, April 30, 2003	\$ 280,142	\$ 178,160	\$ 458,302

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VILLAGE OF WORTH, ILLINOIS

COMBINING STATEMENT OF PLAN NET ASSETS
PENSION TRUST FUNDS
April 30, 2003

	Police Pension	Firefighters' Pension	Total
ASSETS			
Cash and cash equivalents	\$ 934,154	\$ 329,978	\$ 1,264,132
Investments	8,538,657	992,329	9,530,986
Accrued interest receivable	4,147	15,558	19,705
Total assets	9,476,958	1,337,865	10,814,823
LIABILITIES			
Net assets held in trust for employees pension benefits	\$ 9,476,958	\$ 1,337,865	\$ 10,814,823

VILLAGE OF WORTH, ILLINOIS

COMBINING STATEMENT OF CHANGES IN PLAN ASSETS
 PENSION TRUST FUNDS
 Year Ended April 30, 2003

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions:			
Employer	\$ 99,675	\$ 73,512	\$ 173,187
Plan members	110,381	51,524	161,905
Total contributions	<u>210,056</u>	<u>125,036</u>	<u>335,092</u>
Investment income:			
Net appreciation in fair value of investments	150,024	116,075	266,099
Interest	21,451	26,815	48,266
Net investment income	<u>171,475</u>	<u>142,890</u>	<u>314,365</u>
Total additions	<u>381,531</u>	<u>267,926</u>	<u>649,457</u>
Deductions			
Benefits	572,377	39,808	612,185
Administrative expenses	58,013	1,634	59,647
Total deductions	<u>630,390</u>	<u>41,442</u>	<u>671,832</u>
Net increase (decrease)	(248,859)	226,484	(22,375)
Net assets held in trust for employees pension benefits:			
Beginning	<u>9,725,817</u>	<u>1,111,381</u>	<u>10,837,198</u>
Ending	<u>\$ 9,476,958</u>	<u>\$ 1,337,865</u>	<u>\$ 10,814,823</u>

VILLAGE OF WORTH, ILLINOIS

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, TAX EXTENSIONS AND TAX COLLECTIONS

	Tax Year				
	2002	2001	2000	1999	1998
Assessed Valuations	\$ 127,285,512	\$ 122,137,629*	\$ 122,137,629	\$ 125,822,177	\$ 114,947,106
Tax Rates:					
General	1.2604	1.2583	1.2093	1.1281	1.1380
Garbage	0.0085	0.0084	0.0081	0.0120	0.0150
IMRF	0.1232	0.1222	0.1176	0.1141	0.1275
Police Pension	0.0806	0.0800	0.0770	0.0720	0.1373
Fire Pension	0.0594	0.0590	0.0567	0.0560	0.0616
Debt Service	0.0000	0.0000	0.0600	0.0000	0.1168
Total	1.5321	1.5279	1.5287	1.3822	1.5962
Extended Tax Rate	1.532	1.528	1.529	1.382	1.596
Tax Extensions:					
General	\$ 1,604,285	\$ 1,536,916	\$ 1,478,228	\$ 1,452,198	\$ 1,308,221
Garbage	10,800	10,291	10,300	15,450	17,185
IMRF	156,834	149,266	149,350	146,775	146,577
Police Pension	102,549	97,712	97,850	92,700	157,767
Fire Pension	75,601	72,035	72,100	72,100	70,761
Debt Service	-	-	73,304	-	134,299
	1,950,069	1,866,220	1,881,132	1,779,223	1,834,810
Road and Bridge	22,000	22,000	22,000	22,000	22,000
Totals	\$ 1,972,069	\$ 1,888,220	\$ 1,903,132	\$ 1,801,223	\$ 1,856,810
Taxes collections	\$ 923,594	\$ 1,888,220	\$ 1,889,760	\$ 1,746,211	\$ 1,885,360
Percent collections	46.83%	100.00%	99.30%	96.95%	101.54%

*Estimated

VILLAGE OF WORTH, ILLINOIS

DEBT SERVICE REQUIREMENTS

April 30, 2003

Old Village HW

	Year Ended April 30,	Principal	Interest	Total
General Obligation Working Cash Bonds, Series 1994:				
Dated January 16, 1995	2004	\$ 45,000	\$ 24,912	\$ 69,912
Interest payable on June and December 1 at rates between 4.30% and 7.00%	2005	45,000	22,100	67,100
Paying Agent: Founders Bank	2006	50,000	19,288	69,288
	2007	55,000	16,038	71,038
	2008	55,000	12,462	67,462
	2009	60,000	8,750	68,750
	2010	65,000	4,550	69,550
		<u>\$ 375,000</u>	<u>\$ 108,100</u>	<u>\$ 483,100</u>

*Prin. 0101 - 593100
Int 0101 - 593000*

General Obligation Limited Tax Bonds,

Series 1999B:

Dated May 1, 1999

Interest payable on January 1
and June 1 at a rate of 9.00%

Paying Agent: The Depository
Trust Company

2004	\$ -	\$ 50,400	\$ 50,400
2005	-	50,400	50,400
2006	-	50,400	50,400
2007	-	50,400	50,400
2008	-	50,400	50,400
2009	-	50,400	50,400
2010	-	50,400	50,400
2011	80,000	50,400	130,400
2012	85,000	43,200	128,200
2013	95,000	35,550	130,550
2014	100,000	27,000	127,000
2015	100,000	18,000	118,000
2016	100,000	9,000	109,000

\$ 560,000 \$ 535,950 \$ 1,095,950

*1/25
01-250100-593100 LIM.
01-2501-593000*

Installment Note:

Dated April 29, 1999

Principal and Interest payable on
October 19 of each year

at a rate of approximately 5.00%

2004	\$ 52,140	\$ 2,455	\$ 54,595
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*BANK ONE
CARTS*

GOLF COURSE

(continued)

VILLAGE OF WORTH, ILLINOIS

DEBT SERVICE REQUIREMENTS (continued)
April 30, 2003

	Year Ended April 30,	Principal	Interest	Total
Installment Note: <i>BANK ONE / AMBULANCE</i>				
Dated April 29, 1999	2004	\$ 20,490	\$ 1,905	\$ 22,395
Principal and Interest payable on May 16 and November 16 of each year at a rate of approximately 5.50%	2005	21,559	836	22,395
		<u>\$ 42,049</u>	<u>\$ 2,741</u>	<u>\$ 44,790</u>
<i>0104 - 593100</i>				
<i>0104 - 591900</i>				
Installment Note: <i>PD BY GOLF COURSE</i>				
Dated March 12, 1999	2004	\$ 14,261	\$ 194	\$ 14,455
Principal and Interest payable on July 15 of each year at a rate of approximately 5.50%				
<i>TEXTRON - LAWN EQUIP</i>				
Installment Note: <i>PD BY GOLF COURSE</i>				
Dated March 3, 2000	2004	\$ 12,336	\$ 1,424	\$ 13,760
Principal and Interest payable on September 3 and March 3 of each year at a rate of approximately 6.30%	2005	13,132	629	13,761
		<u>\$ 25,468</u>	<u>\$ 2,053</u>	<u>\$ 27,521</u>
<i>BANK ONE - GRASS CUTTER</i>				
Installment Note: <i>DUMP TRUCK</i>				
Dated February 5, 2003	2004	\$ 13,533	\$ 1,599	\$ 15,132
Principal and Interest payable on March 1 and October 1 of each year at a rate of approximately 3%	2005	14,153	979	15,132
	2006	14,574	558	15,132
	2007	15,044	88	15,132
		<u>\$ 57,304</u>	<u>\$ 3,224</u>	<u>\$ 60,528</u>
Alternate Revenue Bonds:				
General Obligation Bonds (Alternate Revenue Source), Series 1996:				
Dated October 1, 1996	2004	\$ 200,000	\$ 126,001	\$ 326,001
Interest payable on June and December 1 at rates between 5.40% and 9.00%	2005	200,000	108,001	308,001
	2006	285,000	90,001	375,001
	2007	325,000	64,351	389,351
	2008	390,000	35,101	425,101
Paying Agent: Amalgamated Bank of Chicago		<u>\$ 1,400,000</u>	<u>\$ 423,455</u>	<u>\$ 1,823,455</u>

JANUARY

JK *Jan 22 S/B GETTING (continued)*
\$ FROM 18 to pay

VILLAGE OF WORTH, ILLINOIS

DEBT SERVICE REQUIREMENTS (continued)

April 30, 2003

	Year Ended April 30,	Principal	Interest	Total
General Obligation Refunding Bonds				
(Alternate Revenue Source)	2004	\$ 35,000	\$ 276,113	\$ 311,113
Series 1999A:	2005	40,000	274,695	314,695
Dated May 1, 1999	2006	40,000	273,035	313,035
Interest payable on January 1	2007	40,000	271,335	311,335
and June 1 at rates	2008	45,000	269,615	314,615
between 3.60% and 4.80%	2009	505,000	267,658	772,658
Paying Agent: Depository Trust	2010	560,000	245,690	805,690
Company	2011	620,000	221,050	841,050
	2012	685,000	193,150	878,150
	2013	755,000	161,983	916,983
	2014	820,000	127,253	947,253
	2015	905,000	89,123	994,123
	2016	980,000	47,040	1,027,040
		<u>\$ 6,030,000</u>	<u>\$ 2,717,740</u>	<u>\$ 8,747,740</u>

GOLF COURSE

FUND 24

240100 593100
240100 - 593000

Revenue Bonds:

1994 Water and Sewer Refunding Bonds	2004	\$ 5,000	\$ 15,716	\$ 20,716
Dated November 1, 1994	2005	5,000	15,399	20,399
Interest payable on May 1	2006	5,000	15,081	20,081
and November 1 at a rate of 6.35%	2007	50,000	13,335	63,335
Paying Agent: Founders Bank	2008	185,000	5,874	190,874
		<u>\$ 250,000</u>	<u>\$ 65,405</u>	<u>\$ 315,405</u>

030100 - 216000 Prin
030100 - 593000 Int

Revenue Bonds:

Water and Sewer Revenue Bonds,	2004	\$ 120,000	\$ 7,365	\$ 127,365
Series 1998A:	2005	110,000 ✓	2,392	112,392
Dated April 28, 1998		<u>\$ 230,000</u>	<u>\$ 9,757</u>	<u>\$ 239,757</u>
Interest payable on May 1				
and November 1 at rates				
between 3.90% and 4.35%				
Paying Agent: American National Bank				

(continued)

Same

VILLAGE OF WORTH, ILLINOIS

DEBT SERVICE REQUIREMENTS (continued)
April 30, 2003

	Year Ended April 30,	Principal	Interest	Total
Revenue Bonds:				
Water and Sewer Revenue Bonds, Series 1998B: Dated April 28, 1998	2004	\$ 120,000	\$ 29,898	\$ 149,898
	2005	145,000	21,743	166,743
	2006	155,000	12,404	167,404
Interest payable on May 1 and November 1 at rates between 5.75% and 6.30%	2007	120,000	3,780	123,780
		<u>\$ 540,000</u>	<u>\$ 67,825</u>	<u>\$ 607,825</u>

Paying Agent: American National Bank

030100-216000 Prin
030100-593000 Int.

VILLAGE OF WORTH, ILLINOIS

INFORMATION REQUIRED BY REVENUE BOND ORDINANCE
(UNAUDITED)
April 30, 2003

Consumer data:

Number of customers:

Water and sewer service:

Residential	2,438
Commercial	356

Total

Sewer service only:

Residential	2
Commercial	3

Total

Water usage:

		<u>Percent</u>
Gallage purchased	434,349	100 %
Gallage billed	335,860	77 %
Gallage lost and/or unaccounted for	<u>98,489</u>	<u>23 %</u>

Insurance coverage data:

Employee Benefits Plan Liability - Each claim	\$ 1,000,000
Employee Benefits Plan Liability - Aggregate	3,000,000
Law Enforcement Liability - Aggregate	3,000,000
Law Enforcement Liability - Each wrongful act	1,000,000
Paramedic Liability - Each person limit	1,000,000
Paramedic Liability - Total limit	3,000,000
General Liability - Aggregate	3,000,000
General Liability - Each occurrence	1,000,000
Public Officials Liability - Each wrongful act	1,000,000
Public Officials Liability - Aggregate	3,000,000
Pollution Liability - Aggregate	4,000,000

(continued)

Village of Worth, Illinois

Information Required By Revenue Bond Ordinance (Continued)
(Unaudited)
April 30, 2003

Insurance coverage data: (continued)

Pollution Liability - Each incident limit	
Auto Liability - Each accident	
Property	
Extra Expense	
Contractor's (Mobile) Equipment	
Valuable Papers	
Electronic Data Process Equipment	103,400
Flood	2,000,000
Earthquake	2,000,000
Equipment Breakdown:	
Expediting Equipment	250,000
Pollution Clean Up and Removal	250,000
Spoilage	250,000
Umbrella	10,000,000
Liquor	2,000,000
Crime:	
Public Employee Dishonesty	100,000
Money and Securities (inside premises)	25,000
Money and Securities (outside premises)	25,000
Forgery or Alteration	100,000
Workers' Compensation - Aggregate	1,000,000
Workers' Compensation - Each occurrence	300,000

DEB'S
COPY

where 90,000 ambulance

