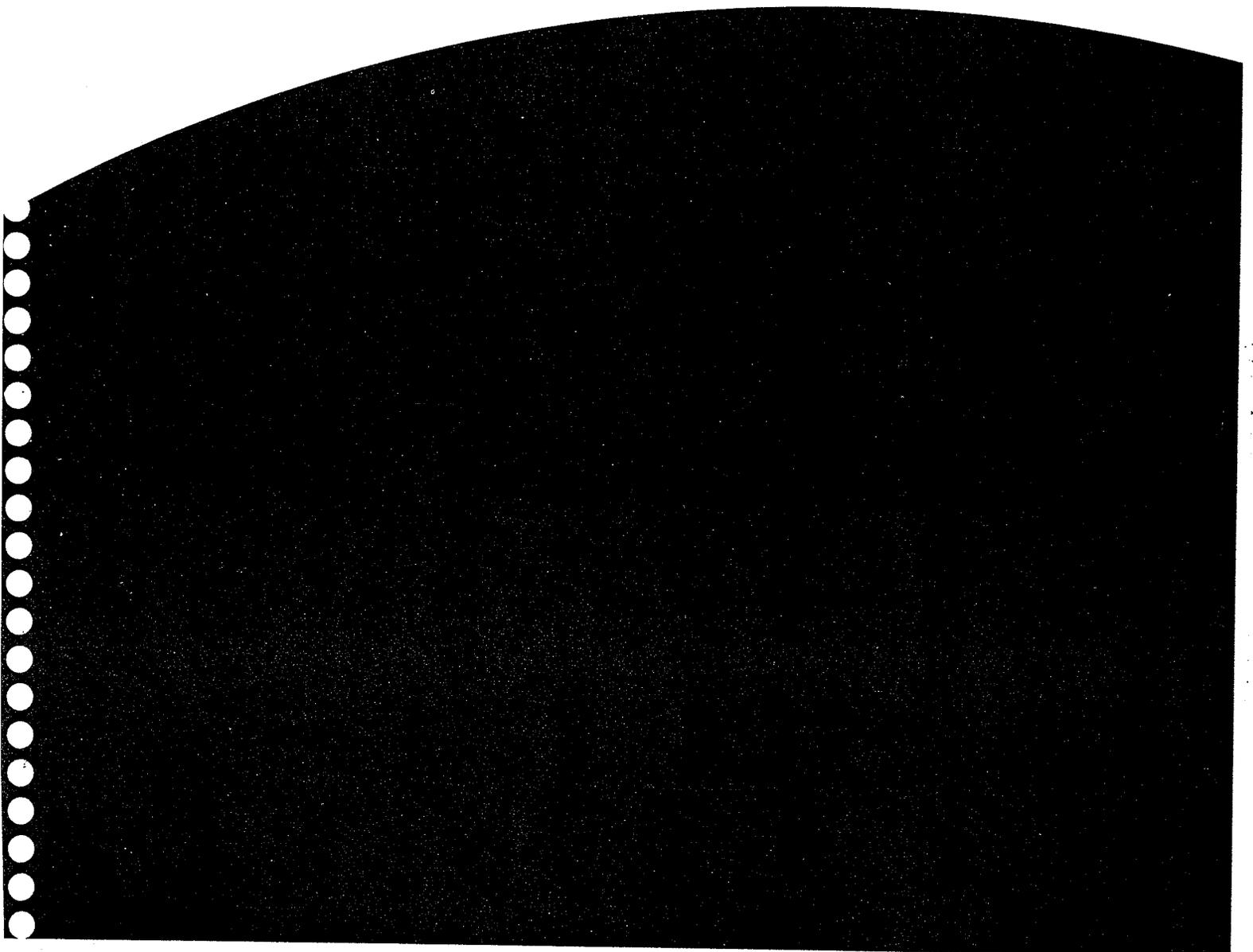
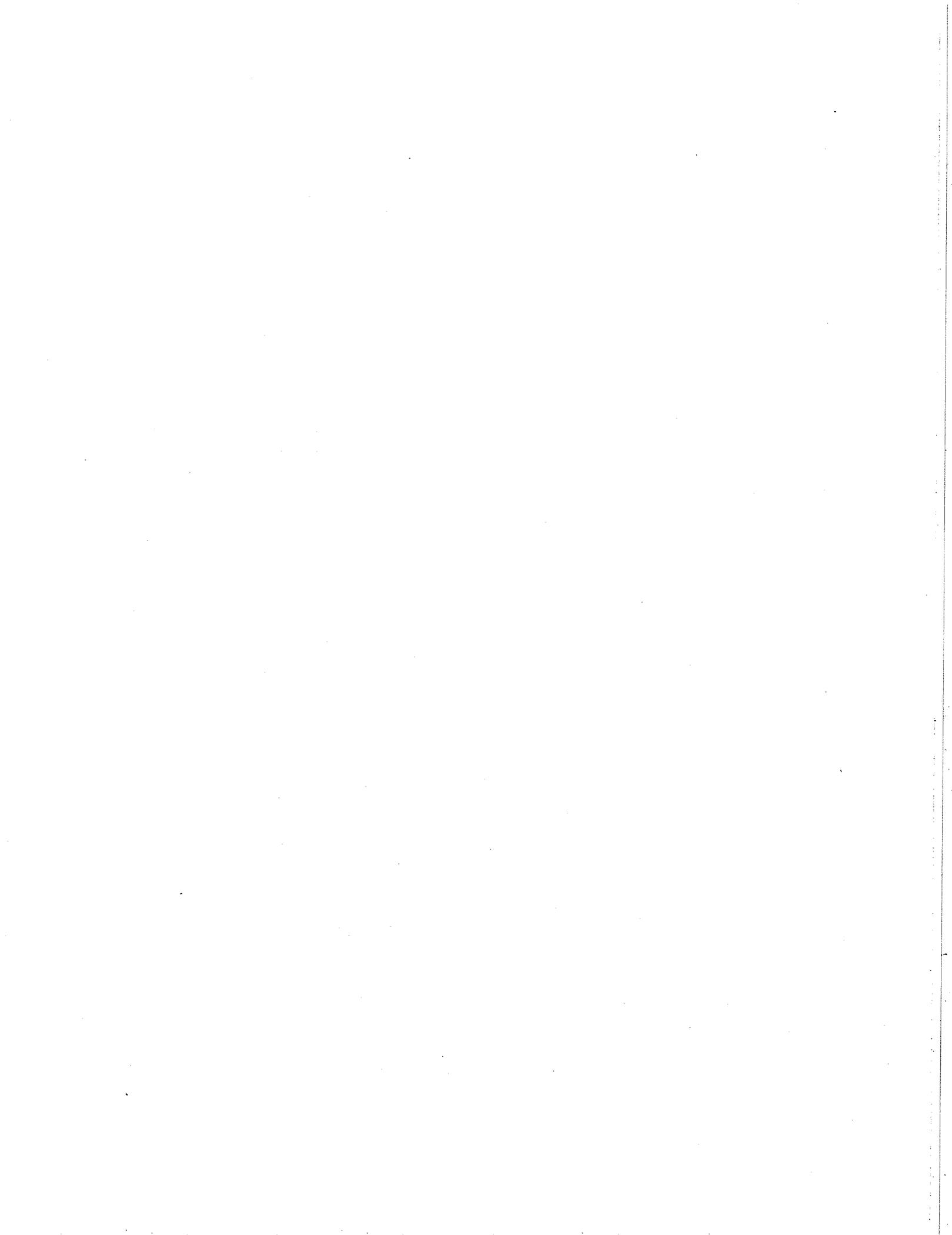


McGladrey & Pullen
Certified Public Accountants

Village of Worth, Illinois

Financial Report
April 30, 2004





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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, 2004. 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.

In our opinion, except for the effect on the financial statements of the omission described in the third paragraph, 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, 2004, 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.

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 55 and 56 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
July 9, 2004

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Village of Worth, Illinois

Combined Balance Sheet

All Fund Types and the General Long-Term Debt Account Group

April 30, 2004

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	\$ 260,184	\$ 586,781	\$ -	\$ 1,054,582	\$ 1,050,912	\$ -	\$ 2,952,459
Investments	-	-	-	-	10,671,487	-	10,671,487
Receivables:							
Property taxes	1,069,253	-	-	-	-	-	1,069,253
Accrued interest	-	-	-	-	4,387	-	4,387
Accounts	-	-	-	229,484	-	-	229,484
Other	85,600	-	-	-	-	-	85,600
Due from other govern- mental agencies	386,926	25,412	-	-	-	-	412,338
Due from other funds	14,368	2,839	-	352,402	305,473	-	675,082
Inventory	83,993	-	-	-	-	-	83,993
Prepaid expenses	46,649	-	-	6,638	-	-	53,287
Advances from other funds	310,465	-	-	-	-	-	310,465
Deferred bond issuance costs	-	-	-	33,743	-	-	33,743
Property and equipment, net of accumulated depreciation	-	-	-	3,929,166	-	-	3,929,166
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	9,582,868	9,582,868
Total assets and other debits	\$ 2,257,438	\$ 615,032	\$ -	\$ 5,606,015	\$ 12,032,259	\$ 9,582,868	\$ 30,093,612

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	\$ 99,551	\$ 3,021	\$ 2,860	\$ 108,905	\$ 835	\$ -	\$ 215,172
Accrued payroll	54,053	527	2,616	7,261	-	-	64,457
Accrued interest	-	-	-	23,290	-	-	23,290
Insurance claims	29,037	-	-	2,240	-	-	31,277
Compensated absences	158,531	-	-	-	-	-	188,956
Deposits	34,317	-	-	-	-	30,425	34,317
Due to other funds	660,714	14,368	-	-	-	-	675,082
Deferred revenue	1,210,450	-	-	-	-	-	1,210,450
Advances to other funds	-	-	310,465	-	-	-	310,465
General obligation bonds	-	-	-	-	-	890,000	890,000
Installment notes	90,000	-	-	-	-	488,168	578,168
General obligation debt certificate	-	-	-	750,000	-	400,000	1,150,000
Revenue and alternate revenue bonds	-	-	-	775,000	-	7,195,000	7,970,000
Net pension obligation	-	-	-	-	-	579,275	579,275
Total liabilities	2,336,653	17,916	315,941	1,666,696	835	9,582,868	13,920,909
Municipal Equity and Other Credits							
Contributed capital	-	-	-	2,646,432	-	-	2,646,432
Retained earnings:							
Bond ordinance reserves	-	-	-	484,539	-	-	484,539
Unreserved	-	-	-	808,348	-	-	808,348
Fund balances:							
Reserved for employees pension benefits	-	-	-	-	12,031,424	-	12,031,424
Reserved for inventory	83,993	-	-	-	-	-	83,993
Reserved for prepaids	46,649	-	-	-	-	-	46,649
Reserved for advances	310,465	-	-	-	-	-	310,465
Unreserved (deficit)	(520,322)	597,116	(315,941)	-	-	-	(239,147)
Total municipal equity and other credits	(79,215)	597,116	(315,941)	3,939,319	12,031,424	-	16,172,703
Total liabilities and municipal equity and other credits	\$ 2,257,438	\$ 615,032	\$ -	\$ 5,606,015	\$ 12,032,259	\$ 9,582,868	\$ 30,093,612

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, 2004

	General	Special Revenue	Capital Projects	Total (Memorandum Only)
Revenues:				
Property taxes	\$ 1,982,241	\$ -	\$ -	\$ 1,982,241
Sales taxes	705,276	-	-	705,276
Intergovernmental	834,254	379,037	86,702	1,299,993
Licenses, permits and fees	638,193	-	-	638,193
Fines and forfeits	125,356	-	-	125,356
Charges for service	2,185,846	-	-	2,185,846
Interest	10,843	2,011	-	12,854
Other	254,236	2,879	111	257,226
Total revenues	6,736,245	383,927	86,813	7,206,985
Expenditures:				
Current:				
General government	1,379,737	-	-	1,379,737
Building department	103,971	-	-	103,971
Health department	9,860	-	-	9,860
Fire department	130,661	-	-	130,661
Ambulance and paramedic department	978,556	-	-	978,556
Police department	2,182,164	-	-	2,182,164
Street and bridge	369,125	-	-	369,125
Crossing guard	44,020	-	-	44,020
Golf course operations	1,955,319	-	-	1,955,319
Insurance	2,432	-	-	2,432
Motor fuel tax projects	-	312,871	-	312,871
Retirement benefits	-	-	-	-
Senior citizens projects	-	4,432	-	4,432
Debt service:				
Principal	494,026	-	-	494,026
Interest and fees	486,637	-	-	486,637
Capital outlay	-	-	117,837	117,837
Total expenditures	8,136,508	317,303	117,837	8,571,648
Excess revenues or (expenditures)	(1,400,263)	66,624	(31,024)	(1,364,663)
Other financing sources (uses):				
Installment note proceeds	600,972	-	-	600,972
Proceeds from bond issue	-	400,000	-	400,000
Operating transfers in	71,862	34,349	-	106,211
Operating transfers (out)	-	-	-	-
Excess revenues and other financing sources or (expenditures and other financing uses)	(727,429)	500,973	(31,024)	(257,480)
Fund balances (deficit):				
May 1, 2003	648,214	96,143	(284,917)	459,440
April 30, 2004	\$ (79,215)	\$ 597,116	\$ (315,941)	\$ 201,960

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, 2004**

	General		Special Revenue	
	Budget	Actual	Budget	Actual
Revenues:				
Property taxes	\$ 1,728,683	\$ 1,982,241	\$ -	\$ -
Sales taxes	800,000	705,276	-	-
Intergovernmental	836,857	834,254	315,944	379,037
Licenses, permits and fees	551,800	638,193	-	-
Fines and forfeits	138,000	125,356	-	-
Charges for services	297,633	2,185,846	-	-
Interest	11,000	10,843	-	-
Other	148,700	254,236	-	2,011
Total revenues	4,512,673	6,736,245	315,944	381,048
Expenditures:				
Current:				
General government	1,353,046	1,379,737	-	-
Building department	89,750	103,971	-	-
Health department	12,450	9,860	-	-
Fire department	160,450	130,661	-	-
Ambulance and paramedic department	855,150	978,556	-	-
Police department	2,024,525	2,182,164	-	-
Street and bridge	563,900	369,125	-	-
Crossing guard	-	44,020	-	-
Golf course	770,000	1,955,319	-	-
Insurance	2,000	2,432	-	-
Motor fuel tax projects	-	-	829,500	312,871
Retirement benefits	-	-	195,000	-
Senior citizens projects	-	-	-	-
Debt service:				
Principal	65,000	494,026	-	-
Interest and fees	28,912	486,637	-	-
Total expenditures	5,925,183	8,136,508	1,024,500	312,871
Excess revenues or (expenditures)	(1,412,510)	(1,400,263)	(708,556)	68,177
Other financing sources (uses):				
Proceeds from bond issue	-	-	-	400,000
Installment note proceeds	-	600,972	-	-
Operating transfers in	-	71,862	-	34,349
Operating transfers (out)	-	-	-	-
Excess revenues and other financing sources or (expenditures and other financing uses)	<u>\$ (1,412,510)</u>	<u>(727,429)</u>	<u>\$ (708,556)</u>	<u>502,526</u>
Fund balances:				
May 1, 2003		648,214		108,966
April 30, 2004		<u>\$ (79,215)</u>		<u>\$ 611,492</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, 2004

Operating revenues:	
Water and sewer charges	\$ 1,619,846
Commuter parking fees	66,215
Other fees and charges	11,573
Total operating revenues	<u>1,697,634</u>
Operating expenses:	
Waterworks and sewerage	1,369,621
Commuter parking lot	27,678
Depreciation	212,343
Total operating expenses	<u>1,609,642</u>
Operating income	87,992
Nonoperating income (expense):	
Interest income	1,913
Interest expense	<u>(43,544)</u>
Net income	46,361
Retained earnings:	
May 1, 2003	<u>1,246,526</u>
April 30, 2004	<u>\$ 1,292,887</u>

See Notes to Financial Statements.

Village of Worth, Illinois

Statement of Cash Flows
All Enterprise Funds
Year Ended April 30, 2004

Cash Flows From Operating Activities	
Operating income	\$ 87,992
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	212,343
Change in assets and liabilities:	
Decrease in receivables	4,358
(Increase) in prepaid insurance	(6,638)
Increase in accounts payable	29,231
(Decrease) in accrued payroll	(13,115)
(Decrease) in accrued insurance claims payable	(20,450)
Net cash provided by operating activities	<u>293,721</u>
Cash Flows From Noncapital Financing Activities	
Decrease in amounts due from other funds	<u>183,564</u>
Cash Flows From Capital and Related Financing Activities	
Proceeds from bond issuance	750,000
Payment of revenue bonds	(245,000)
Purchase of property and equipment	(345,691)
Interest and fees paid	(42,227)
Net cash provided by capital and related financing activities	<u>117,082</u>
Cash Flows From Investing Activities	
Interest received	<u>1,913</u>
Net increase in cash and cash equivalents	596,280
Cash and cash equivalents, May 1, 2003	<u>458,302</u>
Cash and cash equivalents, April 30, 2004	<u>\$ 1,054,582</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, 2004

Additions

Contributions:

Employer	\$ 251,670
Plan members	182,542
Total contributions	<u>434,212</u>

Investment income:

Net appreciation in fair value of investments	1,507,742
Interest	100,740
Net investment income	<u>1,608,482</u>

Total additions	<u>2,042,694</u>
------------------------	------------------

Deductions

Benefits	643,161
Administrative expenses	182,932
Total deductions	<u>826,093</u>

Net increase	1,216,601
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Net assets held in trust for employees pension benefits:

May 1, 2003	<u>10,814,823</u>
April 30, 2004	<u>\$ 12,031,424</u>

See Notes to Financial Statements.

Village of Worth, Illinois

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.

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.

Notes to Financial Statements

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

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.

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.

Notes to Financial Statements

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

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.

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.

Village of Worth, Illinois

Notes to Financial Statements

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.

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:

	<u>Revenues</u>		<u>Expenditures</u>
Amount reported for all special revenue funds	\$ 383,927	\$	317,303
Less unbudgeted funds	2,879		4,432
	<hr/>		<hr/>
Amounts reported for those funds for which budgets have been adopted	\$ 381,048	\$	312,871
	<hr/>		<hr/>

Village of Worth, Illinois

Notes to Financial Statements

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, 2004, the carrying amount of the Village's deposits with financial institutions totaled \$2,272,160 with bank balances of \$2,424,770. Of the bank balances, \$2,424,770 was covered by federal depository insurance or collateralized with securities held by the Village or its agent in the Village's name.

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, 2004. 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.

	Carrying Amount			Total
	Category			
	1	2	3	
U.S. government securities	\$ 7,476,510	\$ -	\$ -	\$ 7,476,510
State and local governmental obligations	10,329	-	-	10,329
	<u>\$ 7,486,839</u>	<u>\$ -</u>	<u>\$ -</u>	<u>7,486,839</u>
Investments not subject to categorization:				
Insurance contracts				49,866
Illinois Funds				184,302
Mutual funds				3,630,779
				<u>\$ 11,351,786</u>

Village of Worth, Illinois

Notes to Financial Statements

Note 3. Cash and Investments (continued)

The above deposits of \$2,272,160 and investments of \$11,351,786 totaling \$13,623,946 are reported in the financial statements as follows:

Cash and cash equivalents	\$ 2,952,459
Investments	<u>10,671,487</u>
Total	<u>\$ 13,623,946</u>

Note 4. Property and Equipment

The composition of the property and equipment of the enterprise funds as of April 30, 2004 is as follows:

	Commuter Parking Lot	Waterworks and Sewerage	Total
Land	\$ -		\$ -
Commuter parking lot	762,716	47,824	810,540
Waterworks and sewerage system	-	7,209,091	7,209,091
Equipment	184,251	248,805	433,056
Construction in progress	-	346,441	346,441
	<u>946,967</u>	<u>7,852,161</u>	<u>8,799,128</u>
Less accumulated depreciation	<u>478,631</u>	<u>4,391,331</u>	<u>4,869,962</u>
	<u>\$ 468,336</u>	<u>\$ 3,460,830</u>	<u>\$ 3,929,166</u>

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, 2004:

	General Obligation Bonds	General Obligation Debt Certificates	Installment Notes	Alternate Revenue Bonds	Compensated Absences	Revenue Bonds	Insurance Claims	Net Pension Obligation	Total
Balance, May 1, 2003	\$ 935,000	\$ -	\$ 191,222	\$ 7,430,000	\$ 26,385	\$ 1,020,000	\$ 2,715	\$ -	\$ 9,605,322
New debt	-	1,150,000	510,972	-	-	-	-	-	1,660,972
Changes in compensated absences	-	-	-	-	4,040	-	-	-	4,040
Changes in insurance claims	-	-	-	-	-	-	(2,715)	-	(2,715)
Changes in net pension obligation	-	-	-	-	-	-	-	579,275	579,275
Debt retired	45,000	-	214,026	235,000	-	245,000	-	-	739,026
Balance, April 30, 2004	<u>\$ 890,000</u>	<u>\$ 1,150,000</u>	<u>\$ 488,168</u>	<u>\$ 7,195,000</u>	<u>\$ 30,425</u>	<u>\$ 775,000</u>	<u>\$ -</u>	<u>\$ 579,275</u>	<u>\$ 11,107,868</u>

Village of Worth, Illinois

Notes to Financial Statements

Note 5. Long-Term Debt (continued)

Details of the long-term debt as of April 30, 2004 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 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.

\$ 330,000

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

\$ 890,000

General Obligation Debt Certificates:

2004 General Obligation Debt Certificates dated January 26, 2004 with bonds due in principal maturities of \$82,143 in 2006 through 2018, and \$82,141 in 2019. Interest between 1.85% and 4.90% is due on January 26 and July 26.

\$ 1,150,000

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 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. \$ 21,559

Installment note dated March 3, 2000 for the purchase of a mower is due in semiannual 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. 13,132

Installment note dated February 5, 2003 for the purchase of a dump truck is due in semiannual 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. 43,771

Installment note dated March 1, 2004 for the purchase of golf carts is due in monthly payments (May through October) of \$7,150 including principal and interest at a rate of approximately 5% each year through 2008. 153,016

Installment note dated March 1, 2004 for the purchase of a workhorse cart is due in monthly payments (May through October) of \$298 including principal and interest at a rate of approximately 5% each year through 2008. 6,379

Installment note dated March 1, 2004 for the purchase of a workhorse carts is due in monthly payments (May through October) of \$186 including principal and interest at a rate of approximately 5% each year through 2008. 3,991

Installment note dated March 1, 2004 for the purchase of two groundskeeping golf carts is due in monthly payments (May through October) of \$321 including principal and interest at a rate of approximately 5% each year through 2008. 6,873

Installment note dated March 1, 2004 for the purchase of the GPS system for golf carts is due in monthly payments (May through October) of \$10,100 including principal and interest at a rate of approximately 5% each year through 2008. 216,551

Installment note dated June 1, 2004 for the purchase of a groundskeeping mower is due in monthly payments (June through November) of \$1,068 including principal and interest at a rate of approximately 5% each year through 2008. 22,896

\$ 488,168

Village of Worth, Illinois

Notes to Financial Statements

Note 5. Long-Term Debt (continued)

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.

\$ 1,200,000

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.

5,995,000

\$ 7,195,000

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.

\$ 245,000

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.

110,000

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.

420,000

\$ 775,000

Village of Worth, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

Firefighters' Pension Plan

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 governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The plan provides retirement benefits as well as death and disability benefits. The plan does not issue a separate stand-alone report.

Covered employees are required to contribute 8.455% of their salary to the Firefighters' Pension Plan. The Village is required to contribute at an actuarially determined rate. The employer rate for fiscal year ended April 30, 2004, was 13.60% of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable. Refunds are recognized as paid.

The Village's annual pension cost and net pension obligation to the Plan for the year ended April 30, 2004, were as follows:

Annual required contribution	\$ 200,000
Interest on net pension obligation	34,301
Adjustment to annual requirement contribution	(20,129)
Annual pension cost	<u>214,172</u>
Contributions made	92,243
Increase in net pension obligation	<u>121,929</u>
Net pension obligation, beginning of year	<u>457,346</u>
Net pension obligation, end of year	<u>\$ 579,275</u>

The required contribution for the year ended April 30, 2004, was determined as part of the April 30, 2004, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.5% investment rate of return, (b) projected salary increases of 5.5%, and (c) 3.0% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0%. The actuarial value of Firefighters' Pension 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 Firefighters' Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2004, was 29 years.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation
04/30/2004	\$ 214,172	\$ 92,243	43.10%	\$ 579,275
04/30/2003	*	*	*	*
04/30/2002	*	*	*	*
04/30/2001	*	*	*	*
04/30/2000	*	*	*	*

*Information not available.

Village of Worth, Illinois

Notes to Financial Statements

Note 7. Pension and Retirement Plan Commitments (continued)

Membership in the plan consisted of the following as of April 30, 2004:

Retirees and beneficiaries receiving benefits	-
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	5
Active nonvested plan members	8
	<hr/>
Total	13
	<hr/> <hr/>

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, 2004 is as follows:

	Commuter Parking Lot	Waterworks and Sewerage	Total
	<hr/>		
Operating revenues	\$ 66,215	\$ 1,631,419	\$ 1,697,634
Depreciation	48,613	163,730	212,343
Operating income (loss)	(10,076)	98,068	87,992
Net income (loss)	(9,059)	55,420	46,361
Net working capital	317,771	668,639	986,410
Total assets	786,361	4,819,654	5,606,015
Bonds and debt certificates payable	-	1,525,000	1,525,000
Contributed capital *	753,908	1,892,524	2,646,432
Total equity	786,107	3,153,212	3,939,319

* There was no change in contributed capital for the year ended April 30, 2004.

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, 2004, the Village incurred \$276,227 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	\$10,000 per individual and \$463,835 in aggregate per plan year
General liability	\$1,500,000 each occurrence
Property	\$50,000 per occurrence
Workers' compensation	\$1,500,000 each occurrence

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

As of April 30, 2004, 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, 2004 and 2003 were as follows:

	2004	2003
Balance, beginning of year	\$ 108,404	\$ 74,763
Claims incurred	788,470	1,155,469
Claims paid	(865,597)	(1,121,828)
Balance, end of year	<u>\$ 31,277</u>	<u>\$ 108,404</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, 2004, \$6,310,000 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, 2004, there was \$24,205,000 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.

The Governmental Accounting Standards Board (GASB) recently issued Statement No. 40, *Deposit and Investment Risk Disclosures - an amendment of GASB Statement No. 3*, which amends certain provisions of Statement No. 3. The Village is required to implement this statement for the year ending April 30, 2005. Management has not determined the impact this statement will have on the financial position and results of operations of the Village.

GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, will be effective for the Village beginning with its year ending April 30, 2006. This Statement requires governments to report the effects of capital asset impairment in their financial statements when it occurs and requires all governments to account for insurance recoveries in the same manner.

GASB Statement No. 43, *Financial Reporting for Postemployment Benefits Other Than Pension Plans*, will be effective for the Village beginning with its year ended April 30, 2007. This statement establishes uniform financial reporting standards for other postemployment benefit plans (OPEB plans) and supercedes existing guidance. Management has not yet determined the impact this Statement will have on the financial position and results of operations of the Village.

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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)
12/31/03	\$ 2,432,490	\$ 2,096,789	\$ (335,701)	116.01 %	\$ 951,021	(35.30) %
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)

Village of Worth, Illinois

Required Supplementary Information
 Police Pension Fund
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/04	\$ 10,917,260	\$ 12,496,567	\$ 1,579,307	87.36 %	\$ 1,048,628	150.61 %
4/30/03	N/A	N/A	N/A	N/A	N/A	N/A

Information is presented for years applicable information is available.

Village of Worth, Illinois

Required Supplementary Information
 Fire Pension Fund
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/04	\$ 1,472,092	\$ 2,264,537	\$ 792,445	65.01 %	\$ 678,122	116.86 %
4/30/03	N/A	N/A	N/A	N/A	N/A	N/A

Information is presented for years applicable information is available.

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual

General Fund

Year Ended April 30, 2004

	Budget	Actual
General Government:		
Village president salary	\$ 13,000	\$ 12,184
Liquor commissioner salary	5,000	4,506
Clerk/collector salary	24,000	22,558
Trustees salaries	34,000	32,400
Other payroll expense	155,000	139,093
Other legal fees	100,000	81,873
Professional fees	43,900	47,036
Programming costs	7,500	850
Legal notices	4,000	1,654
Secretarial fees	-	100
Training and education	2,500	2,957
Officials costs	2,900	1,934
Employee costs	300	360
Employment costs	1,000	-
Membership and subscriptions	5,000	4,741
Office supplies	8,000	7,695
Printing expense	10,000	9,558
Departmental supplies	-	204
Postage	11,000	13,893
Custodial supplies	1,000	1,529
Public relation costs	9,000	1,850
Foreign fire insurance premiums	5,000	5,074
Office equipment purchase	12,200	2,041
General maintenance	5,000	838
Maintenance contracts	15,500	10,492
Maintenance costs - Equipment	4,800	5,445
Hospitalization premiums	460,000	457,156
Custodial costs	6,800	7,682
Economic Development Commission/beautification	6,000	4,510
Senior citizen commission	600	190
Unemployment taxes	3,000	13,439
Accounting fees	5,000	1,150
Insurance premiums	361,846	455,066
Miscellaneous	30,200	29,679
Total general government	1,353,046	1,379,737

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)

General Fund

Year Ended April 30, 2004

	Budget	Actual
Building Department:		
Clerical	\$ 24,000	\$ 23,336
Building commissioner salary	22,000	22,965
Building inspector salary	16,000	14,199
Plumbing inspector salary	4,000	1,860
Electrical inspector salary	5,000	4,251
License inspector salary	3,000	718
HVAC inspector salary	1,500	980
Ordinance officer salary	-	4,161
Other legal fees	3,400	6,707
Professional fees	1,000	1,232
Travel costs	250	23
Officials costs	250	-
Membership and subscriptions	250	110
Court appearance costs	250	-
Office cost	250	313
Printing expenses	1,100	150
Departmental supplies	1,050	4,699
Building maintenance	250	196
Utilities	1,200	4,685
Training and education	750	2,081
Legal notices	500	1,617
Miscellaneous	3,750	9,688
Total building department	89,750	103,971
Health Department:		
Health inspector fees	8,000	7,770
Membership and subscriptions	1,500	-
Legal notices	200	-
Employment expense	-	368
Training expense	-	149
Telephone	2,500	1,485
Miscellaneous	250	88
Total health department	12,450	9,860

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)

General Fund

Year Ended April 30, 2004

	Budget	Actual
Fire Department:		
Fire chief salary	\$ 34,350	\$ 34,727
Central dispatch	18,300	22,892
Uniforms and personal equipment	5,000	6,641
Training costs	6,000	1,694
Travel	500	500
Officials costs	500	358
Employee costs	-	275
Employment costs	6,000	4,601
Membership and subscriptions	4,000	3,951
Office supplies	1,500	516
Departmental supplies	1,500	1,015
Telephone	7,000	4,577
Utilities	7,000	4,036
Custodial supplies	2,000	1,230
Fire prevention materials	2,300	1,355
Radio purchase and maintenance	7,000	1,846
Office equipment purchase	500	-
Furniture purchase	2,000	-
Vehicle purchase	12,000	-
Other equipment purchase	5,000	1,343
Maintenance - Equipment	4,000	2,238
Equipment rental	500	171
Operating costs	16,000	16,128
Vehicle maintenance	7,000	6,345
Custodial	1,500	414
Maintenance assessment	4,000	10,000
Building maintenance	5,000	3,808
Total fire department	160,450	130,661

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2004

	Budget	Actual
Ambulance and Paramedic Department:		
Chief salary	\$ 34,350	\$ 34,727
Overtime salary	110,000	111,280
Holiday	26,000	32,507
EMS coordinator	2,200	2,100
Paramedics	550,000	617,735
Education incentives	6,000	6,451
Para engineer/driver	5,000	4,060
Para acting LT	3,000	4,135
Para specialty	-	2,338
Other legal fees	-	108
Professional fees	13,000	14,935
Medical fees	4,000	4,071
Central dispatch	18,300	19,847
Computer repair and maintenance	35,300	-
Uniforms and personal equipment	1,500	1,500
Training costs	3,000	118
Officials costs	1,000	609
Employment costs	-	70
Memberships and subscriptions	1,000	62
Office supplies	500	465
Departmental supplies	1,500	623
Postage	-	28
Telephone	4,800	4,273
Custodial supplies	1,700	892
Medical supplies	5,000	2,875
Office equipment purchase	500	-
Furniture purchase	500	-
Other equipment purchase	500	430
Maintenance contracts	1,500	1,478
Maintenance costs - Equipment	1,500	1,170
Paramedic equipment		

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)

General Fund

Year Ended April 30, 2004

	Budget	Actual
Ambulance and Paramedic Department: (continued)		
Maintenance costs vehicles	\$ 5,000	\$ 857
Operating costs	16,000	16,128
Building maintenance	2,000	-
Employer pension contributions	-	92,243
Miscellaneous	500	441
Total paramedic department	855,150	978,556
Police Department:		
Clerical salary	130,000	125,514
Chief salary	68,700	69,455
Administrative assistant salary	27,000	14,934
Sergeants salary	180,000	271,625
Officers salary	942,000	882,273
Court time salary	10,000	10,264
Overtime salary	90,000	137,345
Holiday	50,000	57,527
Emergency police	13,400	11,119
Animal warden	18,000	10,663
Other legal fees	5,000	18,952
Professional fees	6,000	3,586
Central dispatch	250,000	233,488
Management fees	325	340
Clothing allowance	-	12,780
Uniforms and personal equipment	19,000	9,340
Training costs	7,800	6,814
Travel	900	405
Officials expense	-	252
Employee costs	900	137
Employment costs	14,000	15,055
Employer pension contributions	-	159,427
Membership and subscriptions	4,200	3,870
Crime prevention	1,800	463
Office supplies	5,100	6,252
Departmental supplies	10,000	9,261
Ammunition	2,500	2,276

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)

General Fund

Year Ended April 30, 2004

	Budget	Actual
Police Department: (continued)		
Postage	\$ 1,000	\$ 82
Telephone	15,000	15,129
Custodial supplies	-	805
Prisoner costs	1,100	616
Radio purchase and maintenance	10,000	3,139
Computer repair and maintenance	2,400	3,475
Animal warden supplies	3,500	2,942
Office equipment purchase	4,000	176
Furniture purchase	1,100	182
Other equipment purchase	6,000	6,157
Maintenance contracts - Equipment	400	-
Maintenance costs - Equipment	2,400	2,081
Bullet proof vests	1,600	1,323
Equipment rental	1,200	-
Purchase of vehicles	53,000	4,187
Maintenance contracts - Vehicles	-	120
Maintenance - Vehicles	26,500	24,506
Operating	15,000	13,424
Insurance premiums and claims	7,200	3,727
Building maintenance	3,500	372
Custodial costs	10,500	9,712
Confiscated cash expenditures	-	7,868
Miscellaneous	2,500	8,724
Total police department	2,024,525	2,182,164
Street and Bridge:		
Clerical salary	12,000	9,441
Chipper labor	25,000	20,327
Street and alley labor	75,000	72,285
Walking trail	3,000	793
Drainage	16,000	12,801
Weed cutting	14,000	8,406
Tree removal	2,000	2,457
Signs	5,000	3,506
Refuse pickup	14,000	6,973

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2004

	Budget	Actual
Street and Bridge: (continued)		
Leaf vacuum labor	\$ 32,000	\$ 13,420
Equipment maintenance	25,000	26,227
Tree trim	2,000	6,098
Professional fees	4,000	-
Engineering fees	27,000	490
Clothing allowance	2,000	1,900
Uniforms and personal equipment	5,000	5,618
Travel expense	-	72
Employee costs	1,000	1,061
Employment costs	1,500	723
Membership and subscriptions	1,300	1,061
Office supplies	500	433
Printing expense	-	374
Departmental supplies	7,000	9,468
Postage	500	18
Telephone	6,000	5,729
Utilities	20,000	21,335
Custodial supplies	1,000	672
Material purchases	10,000	13,611
Street signs	5,000	594
Refuse pickup	4,000	7,054
Tree planting and removal	10,000	7,650
Materials for streets and alleys	5,000	593
Sidewalk construction	100,000	-
Hot patch	-	4,370
Other equipment purchases	5,500	5,010
Maintenance contracts	5,000	2,088
Maintenance	20,000	10,472
Equipment rental	15,000	6,863
Vehicle purchases	-	30,268
Maintenance - Vehicles	15,000	13,660
Vehicle rental	7,000	8,931
Operating costs	16,500	16,128
Insurance premiums	36,600	7,067
Building maintenance	5,000	2,905
Building expense	1,000	-
Economic Development Commission/beautification	1,000	-
Miscellaneous costs	500	173
Total street and bridge	563,900	369,125

(continued)

Village of Worth, Illinois

Schedule of Expenditures - Budget and Actual (Continued)
 General Fund
 Year Ended April 30, 2004

	Budget	Actual
Crossing Guard:		
Crossing guard salary	\$ -	\$ 44,020
Golf course operations:		
General administration	225,000	328,708
Management fees	-	100,011
Course and grounds	225,000	490,581
Range	20,000	22,262
Golf cart expense	125,000	29,578
Golf shop expense	20,000	104,171
Food and beverage	30,000	279,036
Capital outlay	125,000	600,972
Total golf course operations	<u>770,000</u>	<u>1,955,319</u>
Other miscellaneous	2,000	2,432
Debt Service:		
Principal	65,000	494,026
Interest	28,912	486,637
	<u>93,912</u>	<u>980,663</u>
Total expenditures	<u>\$ 5,925,183</u>	<u>\$ 8,136,508</u>

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Village of Worth, Illinois

Combining Balance Sheet
 Special Revenue Funds
 April 30, 2004

	Motor Fuel Tax	Senior Citizens	Total
Assets			
Cash and cash equivalents	\$ 586,737	\$ 44	\$ 586,781
Due from other funds	2,839	-	2,839
Due from other governmental agencies	25,412	-	25,412
Total assets	\$ 614,988	\$ 44	\$ 615,032
Liabilities And Fund Balances			
Liabilities			
Accounts payable	\$ 2,969	\$ 52	\$ 3,021
Accrued payroll	527	-	527
Due to other funds	-	14,368	14,368
Total liabilities	3,496	14,420	17,916
Fund Balances, unreserved (deficit)	611,492	(14,376)	597,116
Total liabilities and fund balances	\$ 614,988	\$ 44	\$ 615,032

Village of Worth, Illinois

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Revenue Funds
Year Ended April 30, 2004

	Motor Fuel Tax	IMRF	Garbage	Senior Citizens	Total
Revenues:					
Intergovernmental	\$ 355,184	\$ 23,853	\$ -	\$ -	\$ 379,037
Interest	2,011	-	-	-	2,011
Other	-	-	-	2,879	2,879
Total revenues	357,195	23,853	-	2,879	383,927
Expenditures,					
current:					
Motor fuel tax projects	312,871	-	-	-	312,871
Senior citizens projects	-	-	-	4,432	4,432
Total expenditures	312,871	-	-	4,432	317,303
Excess revenues or (expenditures)	44,324	23,853	-	(1,553)	66,624
Other financing sources (uses):					
Proceeds from bond issue	400,000	-	-	-	400,000
Operating transfers in	-	34,349	-	-	34,349
Operating transfers (out)	-	-	-	-	-
Excess revenues and other financing sources	444,324	58,202	-	(1,553)	500,973
Fund balances (deficits):					
May 1, 2003	167,168	(58,202)	-	(12,823)	96,143
April 30, 2004	\$ 611,492	\$ -	\$ -	\$ (14,376)	\$ 597,116

Village of Worth, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Motor Fuel Tax Fund
 Year Ended April 30, 2004

	Budget	Actual
Revenues:		
Intergovernmental	\$ 315,944	\$ 355,184
Interest	-	2,011
Total revenues	<u>315,944</u>	<u>357,195</u>
Expenditures, current, motor fuel tax projects	<u>829,500</u>	<u>312,871</u>
Excess revenues or (expenditures)	(513,556)	44,324
Other financing sources:		
Proceeds from bond issue	-	400,000
Excess revenues and other financing sources or (expenditures)	<u>\$ (513,556)</u>	444,324
Fund balance:		
May 1, 2003		<u>167,168</u>
April 30, 2004		<u>\$ 611,492</u>

Village of Worth, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 IMRF Fund
 Year Ended April 30, 2004

	Budget	Actual
Revenues:		
Intergovernmental	\$ -	\$ 23,853
Expenditures, current, retirement benefits	<u>195,000</u>	-
Excess revenues or (expenditures)	(195,000)	23,853
Other financing sources:		
Operating transfers in		<u>34,349</u>
Excess revenues and other financing sources or (expenditures)	<u>\$ (195,000)</u>	58,202
Fund balance:		
May 1, 2003		<u>(58,202)</u>
April 30, 2004		<u>\$ -</u>

Village of Worth, Illinois

Combining Balance Sheet
Enterprise Funds
April 30, 2004

	Commuter Parking Lot	Waterworks and Sewerage	Total
Assets			
Current Assets			
Cash and cash equivalents	\$ 179,059	\$ 875,523	\$ 1,054,582
Accounts receivable:			
Customers	-	60,638	60,638
Unbilled services	-	165,221	165,221
Other	-	3,625	3,625
Prepaid insurance	-	6,638	6,638
Due from other funds	138,966	213,436	352,402
Total current assets	<u>318,025</u>	<u>1,325,081</u>	<u>1,643,106</u>
Deferred Bond Issuance Costs	-	33,743	33,743
Property and Equipment	946,967	7,852,161	8,799,128
Less: Accumulated depreciation	478,631	4,391,331	4,869,962
	<u>468,336</u>	<u>3,460,830</u>	<u>3,929,166</u>
Total assets	<u>\$ 786,361</u>	<u>\$ 4,819,654</u>	<u>\$ 5,606,015</u>
Liabilities And Fund Equity			
Current Liabilities			
Accounts payable	\$ -	\$ 108,905	\$ 108,905
Accrued payroll	254	7,007	7,261
Accrued interest	-	23,290	23,290
Insurance claims payable	-	2,240	2,240
Current maturities of revenue bonds	-	515,000	515,000
Total current liabilities	<u>254</u>	<u>656,442</u>	<u>656,696</u>
Debt certificates	-	750,000	750,000
Revenue bonds, net of current maturities	-	260,000	260,000
Total long-term liabilities	<u>-</u>	<u>1,010,000</u>	<u>1,010,000</u>
Total liabilities	<u>254</u>	<u>1,666,442</u>	<u>1,666,696</u>
Fund Equity:			
Contributed capital	753,908	1,892,524	2,646,432
Retained earnings:			
Bond ordinance reserves:			
Bond reserve	-	320,809	320,809
Depreciation	-	163,730	163,730
Unreserved	32,199	776,149	808,348
Total retained earnings	<u>32,199</u>	<u>1,260,688</u>	<u>1,292,887</u>
Total fund equity	<u>786,107</u>	<u>3,153,212</u>	<u>3,939,319</u>
Total liabilities and fund equity	<u>\$ 786,361</u>	<u>\$ 4,819,654</u>	<u>\$ 5,606,015</u>

Village of Worth, Illinois

Combining Statement of Revenues, Expenses
and Changes in Retained Earnings
Enterprise Funds
Year Ended April 30, 2004

	Commuter Parking Lot	Waterworks and Sewerage	Total
Operating revenues:			
Water and sewer charges	\$ -	\$ 1,619,846	\$ 1,619,846
Commuter parking fees	66,215	-	66,215
Other fees and charges	-	11,573	11,573
Total operating revenues	<u>66,215</u>	<u>1,631,419</u>	<u>1,697,634</u>
Operating expenses, other than depreciation	<u>27,678</u>	<u>1,369,621</u>	<u>1,397,299</u>
Income from operations before depreciation	38,537	261,798	300,335
Depreciation	<u>48,613</u>	<u>163,730</u>	<u>212,343</u>
Operating income (loss)	(10,076)	98,068	87,992
Nonoperating income (expense):			
Interest income	1,017	896	1,913
Interest expense	-	(43,544)	(43,544)
Net income (loss)	(9,059)	55,420	46,361
Retained earnings:			
May 1, 2003	<u>41,258</u>	<u>1,205,268</u>	<u>1,246,526</u>
April 30, 2004	<u>\$ 32,199</u>	<u>\$ 1,260,688</u>	<u>\$ 1,292,887</u>

Village of Worth, Illinois

**Combining Statement of Cash Flows
Enterprise Funds
Year Ended April 30, 2004**

	Commuter Parking Lot	Waterworks and Sewerage	Total
Cash Flows from Operating Activities			
Operating income (loss)	\$ (10,076)	\$ 98,068	\$ 87,992
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	48,613	163,730	212,343
Change in assets and liabilities:			
Decrease in receivables	-	4,358	4,358
(Increase) in prepaid insurance	-	(6,638)	(6,638)
(Decrease) in accounts payable	(775)	30,006	29,231
(Decrease) in accrued payroll	(896)	(12,219)	(13,115)
(Decrease) in accrued insurance claims payable	-	(20,450)	(20,450)
Net cash provided by operating activities	36,866	256,855	293,721
Cash Flows From Noncapital Financing Activities			
Decrease in amounts due from other funds	(138,966)	322,530	183,564
Cash Flows from Capital and Related Financing Activities			
Payment of revenue bonds	-	(245,000)	(245,000)
Proceeds from debt certificates	-	750,000	750,000
Purchase of property and equipment	-	(345,691)	(345,691)
Interest and fees paid	-	(42,227)	(42,227)
Net cash provided by capital and related financing activities	-	117,082	117,082
Cash Flows from Investing Activities			
Interest received	1,017	896	1,913
Net (decrease) increase in cash and cash equivalents	(101,083)	697,363	596,280
Cash and cash equivalents, May 1, 2003	280,142	178,160	458,302
Cash and cash equivalents, April 30, 2004	<u>\$ 179,059</u>	<u>\$ 875,523</u>	<u>\$ 1,054,582</u>

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Village of Worth, Illinois

Combining Statement of Plan Net Assets
 Pension Trust Funds
 April 30, 2004

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and cash equivalents	\$ 357,927	\$ 692,985	\$ 1,050,912
Investments	10,066,861	604,626	10,671,487
Accrued interest receivable	4,387	-	4,387
Due from other funds	130,157	175,316	305,473
Total assets	10,559,332	1,472,927	12,032,259
Liabilities			
Accounts payable	-	835	835
Net assets held in trust for employees pension benefits	\$ 10,559,332	\$ 1,472,092	\$ 12,031,424

Village of Worth, Illinois

Combining Statement of Changes in Plan Assets
Pension Trust Funds
Year Ended April 30, 2004

	Police Pension	Firefighters' Pension	Total
Additions			
Contributions:			
Employer	\$ 159,427	\$ 92,243	\$ 251,670
Plan members	119,745	62,797	182,542
Total contributions	<u>279,172</u>	<u>155,040</u>	<u>434,212</u>
Investment income:			
Net appreciation (depreciation) in fair value of investments	1,528,204	(20,462)	1,507,742
Interest	95,370	5,370	100,740
Net investment income	<u>1,623,574</u>	<u>(15,092)</u>	<u>1,608,482</u>
Total additions	<u>1,902,746</u>	<u>139,948</u>	<u>2,042,694</u>
Deductions			
Benefits	643,161	-	643,161
Administrative expenses	177,211	5,721	182,932
Total deductions	<u>820,372</u>	<u>5,721</u>	<u>826,093</u>
Net increase (decrease)	1,082,374	134,227	1,216,601
Net assets held in trust for employees pension benefits:			
May 1, 2003	<u>9,476,958</u>	<u>1,337,865</u>	<u>10,814,823</u>
April 30, 2004	<u>\$ 10,559,332</u>	<u>\$ 1,472,092</u>	<u>\$ 12,031,424</u>

Village of Worth, Illinois

Schedule of Assessed Valuations, Tax Rates, Tax Extensions and Tax Collections

	Tax Year				
	2003*	2002	2001	2000	1999
Assessed Valuations	\$ 152,886,719	\$ 152,886,719	\$ 127,285,512	\$ 122,137,629	\$ 125,822,177
Tax Rates:					
General	0.9924	1.0359	1.2160	1.2093	1.1281
Garbage	0.0000	0.0070	0.0081	0.0081	0.0120
IMRF	0.1025	0.1011	0.1180	0.1176	0.1141
Police Pension	0.1588	0.0662	0.0773	0.0770	0.0720
Fire Pension	0.0795	0.0488	0.0570	0.0567	0.0560
Debt Service	0.0000	0.0480	0.0556	0.0600	0.0000
Total	1.3332	1.3070	1.5320	1.5287	1.3822
Extended Tax Rate	1.333	1.307	1.532	1.529	1.382
Tax Extensions:					
General	\$ 1,517,306	\$ 1,583,596	\$ 1,546,150	\$ 1,478,228	\$ 1,452,198
Garbage	-	10,702	10,308	10,300	15,450
IMRF	156,654	154,568	150,573	149,350	146,775
Police Pension	242,742	101,211	98,376	97,850	92,700
Fire Pension	121,476	74,608	72,514	72,100	72,100
Debt Service	-	73,409	70,784	73,304	-
	2,038,178	1,998,094	1,948,705	1,881,132	1,779,223
Road and Bridge	22,000	22,000	22,000	22,000	22,000
Totals	\$ 2,060,178	\$ 2,020,094	\$ 1,970,705	\$ 1,903,132	\$ 1,801,223
Tax collections	\$ 929,780	\$ 1,973,592	\$ 1,929,237	\$ 1,889,760	\$ 1,746,211
Percent collections	45.13%	97.70%	97.90%	99.30%	96.95%

*Estimated

Village of Worth, Illinois

Debt Service Requirements (Continued)
April 30, 2004

	Year Ended April 30,	Principal	Interest	Total
Installment Note:				
Dated March 1, 2004	2005	\$ 925	\$ 191	\$ 1,116
Principal and Interest payable on	2006	972	144	1,116
May through October of each year	2007	1,021	95	1,116
at a rate of approximately 5%	2008	1,073	43	1,116
		<u>\$ 3,991</u>	<u>\$ 473</u>	<u>\$ 4,464</u>
Installment Note:				
Dated March 1, 2004	2005	\$ 1,590	\$ 336	\$ 1,926
Principal and Interest payable on	2006	1,673	253	1,926
May through October of each year	2007	1,759	167	1,926
at a rate of approximately 5%	2008	1,851	75	1,926
		<u>\$ 6,873</u>	<u>\$ 831</u>	<u>\$ 7,704</u>
Installment Note:				
Dated March 1, 2004	2005	\$ 50,156	\$ 10,444	\$ 60,600
Principal and Interest payable on	2006	52,722	7,878	60,600
May through October of each year	2007	55,419	5,181	60,600
at a rate of approximately 5%	2008	58,254	2,837	61,091
		<u>\$ 216,551</u>	<u>\$ 26,340</u>	<u>\$ 242,891</u>
Installment Note:				
Dated June 1, 2003	2005	\$ 5,303	\$ 1,104	\$ 6,407
Principal and Interest payable on	2006	5,574	833	6,407
June through November of each year	2007	5,860	548	6,408
at a rate of approximately 5%	2008	6,159	248	6,407
		<u>\$ 22,896</u>	<u>\$ 2,733</u>	<u>\$ 25,629</u>
Alternate Revenue Bonds:				
General Obligation Bonds (Alternate	2005	\$ 200,000	\$ 108,001	\$ 308,001
Revenue Source), Series 1996:	2006	285,000	90,001	375,001
Dated October 1, 1996	2007	325,000	64,351	389,351
Interest payable on June 1	2008	390,000	35,101	425,101
and December 1 at rates				
between 5.40% and 9.00%		<u>\$ 1,200,000</u>	<u>\$ 297,454</u>	<u>\$ 1,497,454</u>
Paying Agent: Amalgamated Bank of Chicago				

(continued)

Village of Worth, Illinois

Debt Service Requirements (Continued)
April 30, 2004

	Year Ended April 30,	Principal	Interest	Total
General Obligation Refunding Bonds				
(Alternate Revenue Source)	2005	\$ 40,000	\$ 274,695	\$ 314,695
Series 1999A:	2006	40,000	273,035	313,035
Dated May 1, 1999	2007	40,000	271,335	311,335
Interest payable on January 1	2008	45,000	269,615	314,615
and June 1 at rates	2009	505,000	267,658	772,658
between 3.60% and 4.80%	2010	560,000	245,690	805,690
Paying Agent: Depository Trust	2011	620,000	221,050	841,050
Company	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>\$ 5,995,000</u>	<u>\$ 2,441,627</u>	<u>\$ 8,436,627</u>
General Obligation Debt Certificates				
Dated January 26, 2004	2005	\$ -	\$ 21,275	\$ 21,275
Interest payable on January 26	2006	82,143	24,848	106,991
and July 26 at rates	2007	82,143	27,230	109,373
between 1.85% and 4.90%	2008	82,143	28,473	110,616
Paying Agent: Founders Bank	2009	82,143	29,140	111,283
	2010	82,143	26,429	108,572
	2011	82,143	27,672	109,815
	2012	82,143	25,146	107,289
	2013	82,143	23,010	105,153
	2014	82,143	21,254	103,397
	2015	82,143	17,558	99,701
	2016	82,143	14,940	97,083
	2017	82,143	11,069	93,212
	2018	82,143	7,044	89,187
	2019	82,141	3,019	85,160
		<u>\$ 1,150,000</u>	<u>\$ 308,107</u>	<u>\$ 1,458,107</u>
Revenue Bonds:				
1994 Water and Sewer Refunding Bonds	2005	\$ 5,000	\$ 15,399	\$ 20,399
Dated November 1, 1994	2006	5,000	15,081	20,081
Interest payable on May 1	2007	50,000	13,335	63,335
and November 1 at a rate of 6.35%	2008	185,000	5,874	190,874
Paying Agent: Founders Bank		<u>\$ 245,000</u>	<u>\$ 49,689</u>	<u>\$ 294,689</u>

(continued)

Village of Worth, Illinois

Debt Service Requirements (Continued)
 April 30, 2004

	Year Ended April 30,	Principal	Interest	Total
Revenue Bonds:				
Water and Sewer Revenue Bonds, Series 1998A: Dated April 28, 1998 Interest payable on May 1 and November 1 at rates between 3.90% and 4.35% Paying Agent: American National Bank	2005	\$ 110,000	\$ 2,392	\$ 112,392
Revenue Bonds:				
Water and Sewer Revenue Bonds, Series 1998B: Dated April 28, 1998 Interest payable on May 1 and November 1 at rates between 5.75% and 6.30% Paying Agent: American National Bank	2005	\$ 145,000	\$ 21,743	\$ 166,743
	2006	155,000	12,404	167,404
	2007	120,000	3,780	123,780
		<u>\$ 420,000</u>	<u>\$ 37,927</u>	<u>\$ 457,927</u>

Village of Worth, Illinois

Information Required By Revenue Bond Ordinance
(Unaudited)
April 30, 2004

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	439,315	100 %
Gallage billed	318,386	<u>72 %</u>
Gallage lost and/or unaccounted for	<u>120,929</u>	<u>28 %</u>

Insurance coverage data:

Employee Benefits Plan Liability - Each claim	\$ 8,000,000
Law Enforcement Liability - Each wrongful act	8,000,000
Paramedic Liability - Each occurrence	8,000,000
General Liability - Each occurrence	8,000,000
Public Officials Liability - Each wrongful act	2,500,000
Public Officials Liability - Aggregate	8,000,000
Pollution Liability - Aggregate	4,000,000

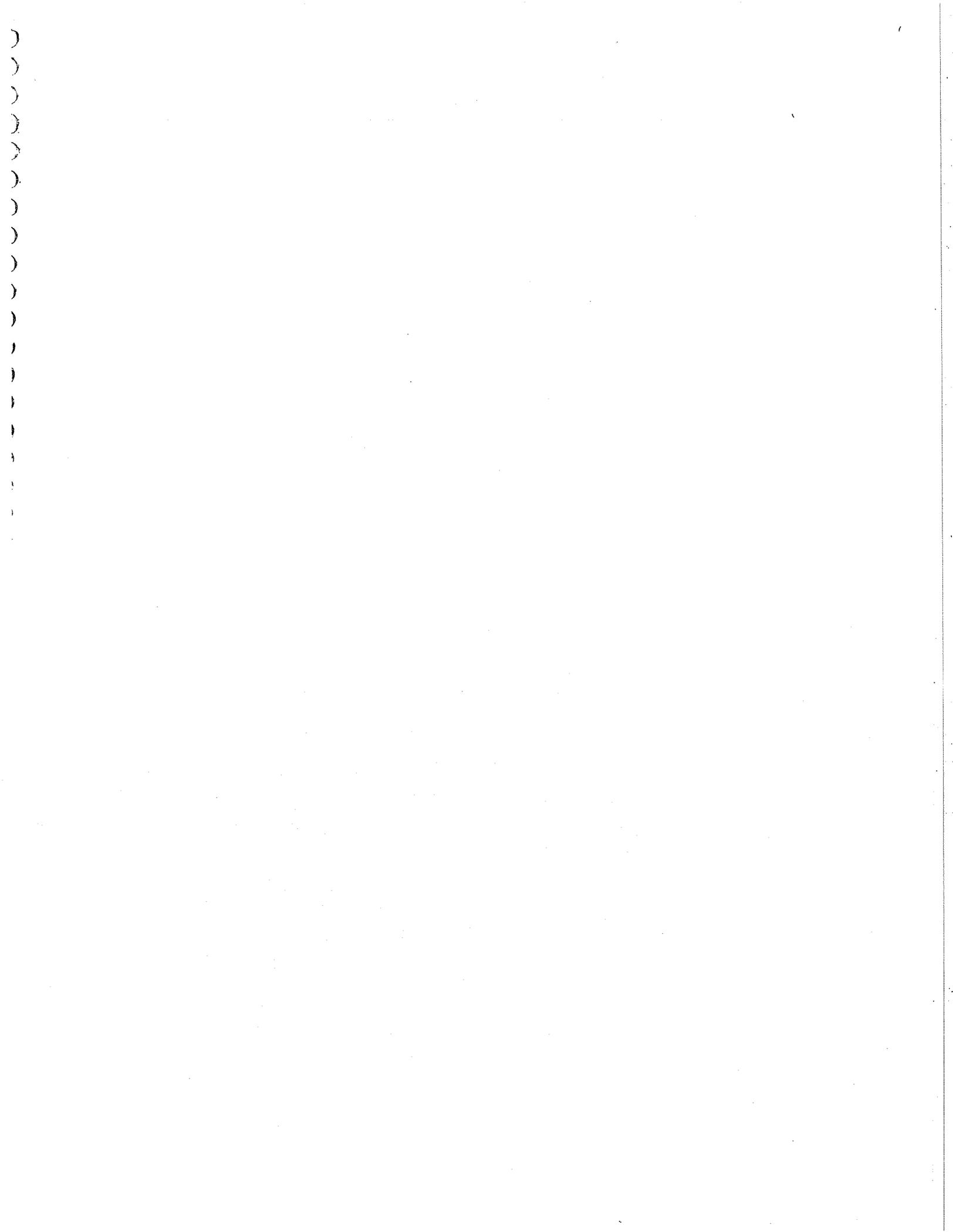
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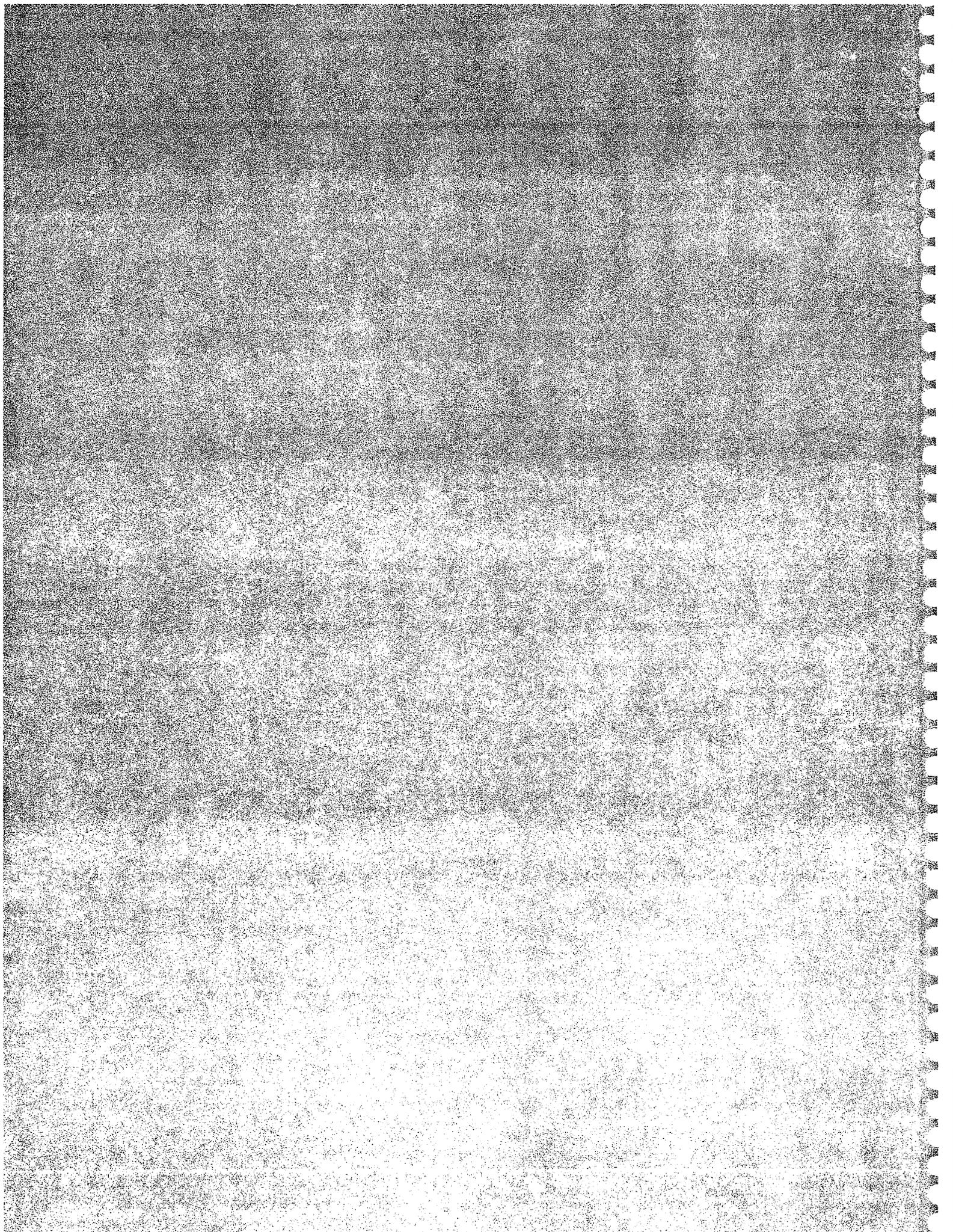
Village of Worth, Illinois

Information Required By Revenue Bond Ordinance (Continued)
(Unaudited)
April 30, 2004

Insurance coverage data: (continued)

Auto Liability - Each accident	\$ 8,000,000
Property	9,688,770
Extra Expense	50,000
Contractor's (Mobile) Equipment	389,260
Valuable Papers	50,000
Flood	5,000,000
Earthquake	5,000,000
Equipment Breakdown:	
Expediting Equipment	25,000
Pollution Clean Up and Removal	250,000
Liquor	1,000,000
Crime:	
Public Employee Dishonesty	50,000
Money and Securities (inside premises)	50,000
Money and Securities (outside premises)	50,000
Forgery or Alteration	50,000
Workers' Compensation - Aggregate	Statutory
Workers' Compensation - Each occurrence	Statutory





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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, 2004. 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.

In our opinion, except for the effect on the financial statements of the omission described in the third paragraph, 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, 2004, 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.

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 55 and 56 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
July 9, 2004

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Village of Worth, Illinois

Combined Balance Sheet
 All Fund Types and the General Long-Term Debt Account Group
 April 30, 2004

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	\$ 260,184	\$ 586,781	\$ -	\$ 1,054,582	\$ 1,050,912	\$ -	\$ 2,952,459
Investments	-	-	-	-	10,671,487	-	10,671,487
Receivables:							
Property taxes	1,069,253	-	-	-	-	-	1,069,253
Accrued interest	-	-	-	-	4,387	-	4,387
Accounts	-	-	-	229,484	-	-	229,484
Other	85,600	-	-	-	-	-	85,600
Due from other govern- mental agencies	386,926	25,412	-	-	-	-	412,338
Due from other funds	14,368	2,839	-	352,402	305,473	-	675,082
Inventory	83,993	-	-	-	-	-	83,993
Prepaid expenses	46,649	-	-	6,638	-	-	53,287
Advances from other funds	310,465	-	-	-	-	-	310,465
Deferred bond issuance costs	-	-	-	33,743	-	-	33,743
Property and equipment, net of accumulated depreciation	-	-	-	3,929,166	-	-	3,929,166
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	9,582,868	9,582,868
Total assets and other debits	\$ 2,257,438	\$ 615,032	\$ -	\$ 5,606,015	\$ 12,032,259	\$ 9,582,868	\$ 30,093,612

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	\$ 99,551	\$ 3,021	\$ 2,860	\$ 108,905	\$ 835	\$ -	\$ 215,172
Accrued payroll	54,053	527	2,616	7,261	-	-	64,457
Accrued interest	-	-	-	23,290	-	-	23,290
Insurance claims	29,037	-	-	2,240	-	-	31,277
Compensated absences	158,531	-	-	-	-	30,425	188,956
Deposits	34,317	-	-	-	-	-	34,317
Due to other funds	660,714	14,368	-	-	-	-	675,082
Deferred revenue	1,210,450	-	-	-	-	-	1,210,450
Advances to other funds	-	-	310,465	-	-	-	310,465
General obligation bonds	-	-	-	-	-	890,000	890,000
Installment notes	90,000	-	-	-	-	488,168	578,168
General obligation debt certificate	-	-	-	750,000	-	400,000	1,150,000
Revenue and alternate revenue bonds	-	-	-	775,000	-	7,195,000	7,970,000
Net pension obligation	-	-	-	-	-	579,275	579,275
Total liabilities	2,336,653	17,916	315,941	1,666,696	835	9,582,868	13,920,909
Municipal Equity and Other Credits							
Contributed capital	-	-	-	2,646,432	-	-	2,646,432
Retained earnings:							
Bond ordinance reserves	-	-	-	484,539	-	-	484,539
Unreserved	-	-	-	808,348	-	-	808,348
Fund balances:							
Reserved for employees pension benefits	-	-	-	-	12,031,424	-	12,031,424
Reserved for inventory	83,993	-	-	-	-	-	83,993
Reserved for prepaids	46,649	-	-	-	-	-	46,649
Reserved for advances	310,465	-	-	-	-	-	310,465
Unreserved (deficit)	(520,322)	597,116	(315,941)	-	-	-	(239,147)
Total municipal equity and other credits	(79,215)	597,116	(315,941)	3,939,319	12,031,424	-	16,172,703
Total liabilities and municipal equity and other credits	\$ 2,257,438	\$ 615,032	\$ -	\$ 5,606,015	\$ 12,032,259	\$ 9,582,868	\$ 30,093,612

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, 2004

	General	Special Revenue	Capital Projects	Total (Memorandum Only)
Revenues:				
Property taxes	\$ 1,982,241	\$ -	\$ -	\$ 1,982,241
Sales taxes	705,276	-	-	705,276
Intergovernmental	834,254	379,037	86,702	1,299,993
Licenses, permits and fees	638,193	-	-	638,193
Fines and forfeits	125,356	-	-	125,356
Charges for service	2,185,846	-	-	2,185,846
Interest	10,843	2,011	-	12,854
Other	254,236	2,879	111	257,226
Total revenues	6,736,245	383,927	86,813	7,206,985
Expenditures:				
Current:				
General government	1,379,737	-	-	1,379,737
Building department	103,971	-	-	103,971
Health department	9,860	-	-	9,860
Fire department	130,661	-	-	130,661
Ambulance and paramedic department	978,556	-	-	978,556
Police department	2,182,164	-	-	2,182,164
Street and bridge	369,125	-	-	369,125
Crossing guard	44,020	-	-	44,020
Golf course operations	1,955,319	-	-	1,955,319
Insurance	2,432	-	-	2,432
Motor fuel tax projects	-	312,871	-	312,871
Retirement benefits	-	-	-	-
Senior citizens projects	-	4,432	-	4,432
Debt service:				
Principal	494,026	-	-	494,026
Interest and fees	486,637	-	-	486,637
Capital outlay	-	-	117,837	117,837
Total expenditures	8,136,508	317,303	117,837	8,571,648
Excess revenues or (expenditures)	(1,400,263)	66,624	(31,024)	(1,364,663)
Other financing sources (uses):				
Installment note proceeds	600,972	-	-	600,972
Proceeds from bond issue	-	400,000	-	400,000
Operating transfers in	71,862	34,349	-	106,211
Operating transfers (out)	-	-	-	-
Excess revenues and other financing sources or (expenditures and other financing uses)	(727,429)	500,973	(31,024)	(257,480)
Fund balances (deficit):				
May 1, 2003	648,214	96,143	(284,917)	459,440
April 30, 2004	\$ (79,215)	\$ 597,116	\$ (315,941)	\$ 201,960

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, 2004**

	General		Special Revenue	
	Budget	Actual	Budget	Actual
Revenues:				
Property taxes	\$ 1,728,683	\$ 1,982,241	\$ -	\$ -
Sales taxes	800,000	705,276	-	-
Intergovernmental	836,857	834,254	315,944	379,037
Licenses, permits and fees	551,800	638,193	-	-
Fines and forfeits	138,000	125,356	-	-
Charges for services	297,633	2,185,846	-	-
Interest	11,000	10,843	-	2,011
Other	148,700	254,236	-	-
Total revenues	4,512,673	6,736,245	315,944	381,048
Expenditures:				
Current:				
General government	1,353,046	1,379,737	-	-
Building department	89,750	103,971	-	-
Health department	12,450	9,860	-	-
Fire department	160,450	130,661	-	-
Ambulance and paramedic department	855,150	978,556	-	-
Police department	2,024,525	2,182,164	-	-
Street and bridge	563,900	369,125	-	-
Crossing guard	-	44,020	-	-
Golf course	770,000	1,955,319	-	-
Insurance	2,000	2,432	-	-
Motor fuel tax projects	-	-	829,500	312,871
Retirement benefits	-	-	195,000	-
Senior citizens projects	-	-	-	-
Debt service:				
Principal	65,000	494,026	-	-
Interest and fees	28,912	486,637	-	-
Total expenditures	5,925,183	8,136,508	1,024,500	312,871
Excess revenues or (expenditures)	(1,412,510)	(1,400,263)	(708,556)	68,177
Other financing sources (uses):				
Proceeds from bond issue	-	-	-	400,000
Installment note proceeds	-	600,972	-	-
Operating transfers in	-	71,862	-	34,349
Operating transfers (out)	-	-	-	-
Excess revenues and other financing sources or (expenditures and other financing uses)	<u>\$ (1,412,510)</u>	<u>(727,429)</u>	<u>\$ (708,556)</u>	<u>502,526</u>
Fund balances:				
May 1, 2003		<u>648,214</u>		<u>108,966</u>
April 30, 2004		<u>\$ (79,215)</u>		<u>\$ 611,492</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, 2004

Operating revenues:	
Water and sewer charges	\$ 1,619,846
Commuter parking fees	66,215
Other fees and charges	11,573
Total operating revenues	<u>1,697,634</u>
Operating expenses:	
Waterworks and sewerage	1,369,621
Commuter parking lot	27,678
Depreciation	212,343
Total operating expenses	<u>1,609,642</u>
Operating income	87,992
Nonoperating income (expense):	
Interest income	1,913
Interest expense	(43,544)
Net income	<u>46,361</u>
Retained earnings:	
May 1, 2003	<u>1,246,526</u>
April 30, 2004	<u>\$ 1,292,887</u>

See Notes to Financial Statements.