



COOK COUNTY, ILLINOIS

**Comprehensive Annual Financial Report
for the Fiscal Year Ended November 30, 2003**

**Prepared by the
Bureau of Finance**

**John H. Stroger, Jr.
President**

**Thomas J. Glaser
Chief Financial Officer**

**Walter K. Knorr
Comptroller**





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Introductory Section

COOK COUNTY, ILLINOIS

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended November 30, 2003**

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COUNTY OF COOK, ILLINOIS

HONORABLE JOHN H. STROGER, JR.
President

HONORABLE JOHN P. DALEY
Chairman, Committee on Finance

COOK COUNTY BOARD OF COMMISSIONERS

JERRY BUTLER	JOAN P. MURPHY
FORREST CLAYPOOL	ANTHONY J. PERAICA
EARLEAN COLLINS	MIKE QUIGLEY
JOHN P. DALEY	PETER N. SILVESTRI
ELIZABETH ANN DOODY GORMAN	DEBORAH SIMS
GREGG GOSLIN	BOBBIE L. STEELE
CARL R. HANSEN	JOHN H. STROGER, JR.
ROBERTO MALDONADO	LARRY SUFFREDIN
JOSEPH MARIO MORENO	

THOMAS J. GLASER
Chief Financial Officer

WALTER K. KNORR
County Comptroller

LAURA A. BURMAN
County Auditor

February 17, 2005

President John H. Stroger, Jr. and Honorable
Members of the Cook County Board of Commissioners

Ladies and Gentlemen:

We are pleased to present the Comprehensive Annual Financial Report (“CAFR”) of Cook County, Illinois (the “County”), for the fiscal year ended November 30, 2003. The CAFR has been prepared by the County in accordance with the principles and standards for financial reporting set forth by the Government Accounting Standards Board (“GASB”), and audited by a firm of independent auditors retained by the County. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County. We believe that the data, as presented, is accurate in all material respects and is presented to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds, and that the included disclosures will provide the reader with an understanding of the County's financial activities.

This is the second year that the County has prepared the CAFR using the new financial reporting requirements as described by GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments* (GASB 34). This GASB Statement requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management Discussion & Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

This report and other historical audited financial statements, several past budgets, as well as Official Statements of several of the County’s bond issues, may also be accessed via the Internet at www.cookcountygov.com.

Our CAFR is presented in three sections:

The Introductory Section includes this transmittal letter, the County's organizational chart, a list of principal County officials, information on the County’s economy, major initiatives and services.

The Financial Section is prepared in accordance with GASB 34 requirements by including the MD&A, the basic financial statements including the notes and the Required Supplementary Information. The basic financial statements include the government-wide financial statements that present an overview of the County’s overall financial operations and the fund financial statements that present the financial information of each of the County’s major funds, as well as the combining and individual fund statements and schedules. Also included in this section is the Independent Auditors’ Report on the basic financial statements.

The Statistical Section includes select unaudited financial, economic and demographic data depicting historical information on the County, including debt statistics, tax rates and extensions, assessed valuation of property and other information that would be of interest to potential bond investors, creditors and other readers.

THE REPORTING ENTITY AND ORGANIZATION

The County, the second largest county in the United States, is located in northeastern Illinois and encompasses an area of 946 square miles, including the City of Chicago and numerous suburban municipalities. Those suburbs with populations in excess of 50,000 residents, based upon the 2000 U.S. Census, include Arlington Heights, Berwyn, Cicero, Des Plaines, Evanston, Mount Prospect, Oak Lawn, Oak Park, Orland Park, Palatine, Schaumburg and Skokie.

The County's powers, as a home rule unit of government under the Illinois Constitution of 1970, are exercised through a 17-member Board of Commissioners, one of which may be an elected President, serving as the legislative authority. The Commissioners are elected from single member districts to four-year terms, while the President is elected by the voters of the entire County to a four-year term. The terms of the present Board members, including the President, expire in 2006.

The County presently performs three principal missions: the protection of persons and property; the provision of public health services; and general governmental services including, among others, the assessment of property, the levy, extension and collection of taxes and maintenance of certain highways. The specific services include, but are not limited to, the operation of the Circuit Court of Cook County, the second largest unified court system in the United States; the prosecution of persons charged with criminal offenses, the operation of Cook County Jail, the largest single-site jail facility in the country; the operation of a Sheriff's police department; the operation of a three hospital system and a network of 28 neighborhood clinics; the operation of a Department of Public Health; control of the environment; and economic and human development.

ECONOMIC CONDITION AND OUTLOOK

As the largest of 102 counties in Illinois, Cook County is the economic and cultural hub of the State and, with a population of approximately 5.4 million residents, represents one of the major metropolitan areas in the nation after Los Angeles and New York. More than 42% of the population of the entire state of Illinois lives within Cook County.¹ The population of the County grew by 5.3% since 1990.² According to a Northeastern Illinois Planning Commission study, Cook County's population is projected to grow to 5.9 million residents by the year 2030.³

While the economy has begun to recover from recession of 2001, the effect of the recession on employment was felt throughout the state, as well as in Cook County. The unemployment rate for the County for 2003 averaged 7.3%, compared to 6.7% for Illinois and 5.7% for the nation.⁴ The County's economy has been adversely affected by the overall economic slowdown. Job losses in the airline industry, consolidation in the local financial services sector, retail and technology have all contributed to the County's unemployment rate being higher than that for both the state and the nation. We believe that the local economy will continue to improve in 2004, and the County, with its diverse employment base, will be the economic foundation upon which any recovery will occur for northeastern Illinois.

Despite the uncertain economy, consumer activity, as measured by taxable sales was better than expected in 2003

1 Source: 2003 Illinois County Statistical Abstract, Institute of Government and Public Affairs

2 Source: U.S. Bureau of the Census, 2000 Census

3 Source: Northeastern Illinois Planning Commission, 2030 Forecasts as endorsed September 30, 2003)

4 Source: Illinois Department of Employment Security

as the County's total sales tax revenues exceeded budget expectations. Sales tax revenues represent approximately 18.6% of the County's fiscal year 2003 operating revenues. Retailers made significant use of sales incentives to attract consumers into area stores, especially in anticipation of the important holiday buying season, while car dealers used incentives such as rebates and zero percent financing to keep regional auto sales strong. The County expects to continue to conservatively budget revenues until there is more solid economic data to indicate that the local economy has recovered from the recession.

Downtown Chicago office vacancy rates increased slightly in 2003 to 13.5% from 12.9% reported for 2002. The 2003 measure is less than the national average of 14.5%. Similarly, suburban Cook County office vacancy rates increased to 19.2% in 2003 from 17.0% in 2002. This also compares favorably to the national average of 18%. The 2003 downtown vacancy rate is at its highest level since 1998, while the suburban office vacancy rate is at its highest level since 1994.⁵ These relatively high vacancy levels are the result of an office construction boom driven primarily by the low interest rate environment, as well as the overall economic slowdown compounded by the events of September 11, 2001. Although rental rates are declining as competition for tenants increases, landlords are trying to keep lease rates stable by offering concession packages and incentives such as free rent and general improvement allowances. This trend is expected to continue in the near term as negative absorption rates will persist while additional properties come online.

Despite the overall economic weakness, property values in Cook County continue to increase. The poor performance of the stock market in 2002, coupled with low interest rates, drove investors to look to real estate as an attractive investment alternative which kept demand at very high levels. The estimated full market value of real property in Cook County increased to \$490,564,080,406 in 2003 from \$409,432,621,719 in 2002; an increase of 19.8%. Of the County's 2003 estimated full market value of property, 54% of the total, or \$263,482,257,968, is located within Chicago, and \$227,081,822,438, or 46% of the total, is situated in suburban Cook County.⁶

Building activity, as measured by the number and value of building permits continued to increase in Cook County during 2003. At November 30, 2003, there were 5,760 buildings, totaling 14,499 units with an imputed construction value of \$2,102,188,444 under permit in Cook County. This compares to 5,816 buildings, totaling 12,548 units with an imputed value of \$1,559,380,495 at November 30, 2002.⁷

MAJOR INITIATIVES AND ACHIEVEMENTS

Operational Overview

The County has completed a 464-bed replacement hospital for Cook County Hospital which was built in 1909. The new hospital, renamed The John H. Stroger, Jr. Hospital of Cook County, opened on December 12, 2002. The project was financed entirely with general obligation bonds. This modern, efficient, state-of-the-art facility is expected to save the County \$400 million in operating and capital costs over the first five years of operation as compared to maintaining the existing facility. Various uses for the old hospital, including conversion into housing for medical students, doctors and administrative offices and retail space, are currently being studied.

During fiscal year 2003, the County offered an Early Retirement Incentive program to employees aged 50 and 20 years of service. Of the 3,700 eligible for the program, 1,938 took advantage of the option. As a result, the County eliminated 273 positions saving \$34 million.

During fiscal year 2003, construction continued the County's new Domestic Violence Courthouse. This project, which is estimated to cost \$64.3 million and expected to take three years to complete, is to provide a replacement

⁵ Source: CB Ellis Market Index Brief, 4th Quarter 2004

⁶ Source: Civic Federation, Chicago, Illinois, October 2004, based on information from the Illinois Department of Revenue

⁷ Source: U.S. Bureau of the Census, Censtats Databases, Building Permit Estimates

facility with expanded space in a single location for the County's existing domestic violence courts.

OTHER FINANCIAL INFORMATION

Pursuant to its home rule authority, the County enjoys significant discretion in managing its governmental and fiscal affairs. Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from it, and that the valuation of costs and benefits requires estimates and the use of experienced judgments by management.

As a recipient of Federal and State financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and independent auditors.

The accounting system of the County and the Forest Preserve District is a fund system. For each, the modified accrual basis of accounting is used by all governmental fund types and the expendable trust and agency funds. The County's Health Facilities Enterprise Funds and Self-Insurance Internal Service Fund use the accrual basis of accounting.

The President submits to the County Board a proposed Executive Budget for its fiscal year commencing December 1st. While there is no statutory limit on the size of the budget which may be adopted, the Cook County Board adopted the Cook County Property Tax Relief Ordinance on March 1, 1994. This ordinance limits the growth in the real property tax levy for the General and Enterprise (Health Facilities) Funds to the lesser of 5% or the rate of inflation, per the Consumer Price Index. The County maintains fiscal controls to ensure compliance with the annual budget approved by the County Board known as the Annual Appropriation Bill.

The level of control where expenditures may not exceed the budget is the fund level of activity. Annual budgetary appropriations are established for the General Fund, budgeted Special Revenue Funds, the Debt Service Fund and the Health Facilities Fund. Appropriations represent the maximum expenditures authorized during the fiscal year, and they cannot be legally exceeded unless subsequently amended by the County Board. Annual budgets are prepared on an encumbrance accounting basis in which the current year's encumbrances are treated as expenditures in the current period on the budgetary operating statements. Encumbrances are not the equivalent of expenditures in GAAP operating statements; therefore the reserve for encumbrances is reported as part of the fund balance.

At the close of the fiscal year unexpended and unencumbered balances for the various detailed objects may be inadequate to pay for services already rendered because of unforeseen events at the time the Annual Appropriation Bill was passed, causing negative balances for certain detailed objects. The Comptroller and the Treasurer are authorized to use unexpended balances for other detailed objects by way of transfers so that the negative balances may be liquidated. Remaining unexpended, unencumbered appropriations lapse at the end of each fiscal year.

The Capital Project Funds applies project length budgets for fiscal control. The County controls expenditures from nonbudgeted funds primarily by monitoring cash balances through its integrated accounting and cash disbursement system. Debt Service Fund expenditures are determined by individual bond indentures.

The President of the Forest Preserve District submits to its Board a proposed budget for its fiscal year commencing on January 1. While there is no statutory limit on the size of the budget that may be adopted, as a non-home rule unit of government, state law establishes limits on the Forest Preserve District's property tax rate. The Forest Preserve maintains fiscal controls to ensure compliance with the annual budget which is approved by the Board and known as the Forest Preserve District Appropriation Bill. Activities of the General Fund, Special Revenue Funds, and Debt Service Fund are included in the Annual Appropriation Bill. The Board is authorized by statute to transfer budgeted amounts between various detail objects within any fund. The level of control where expenditures may not exceed appropriations is the fund level of activity.

Illinois law requires real property taxes to be collected in the year following the levy year. Therefore, under GAAP for fund reporting, the real property tax collections for the 2003 tax levies of the County (except the Enterprise Fund) and the Forest Preserve District are not recognized as revenue, as they are not available in 2003. GAAP for fund reporting has the effect of decreasing the unreserved fund balance in the General Fund.

PROPRIETARY FUNDS

Enterprise Operations (Health Facilities Funds)

The Bureau of Health (the "Bureau") coordinates a network of hospitals, long-term care facilities, clinics and various public health programs to provide health services to the residents of Cook County. Entities within the Bureau include the John H. Stroger, Jr. Hospital of Cook County (formerly Cook County Hospital), Oak Forest Hospital, Provident Hospital of Cook County, the Cook County Department of Public Health, the Ambulatory and Community Health Network of Cook County and the Bureau of Health Services. Collectively, these entities provide primary, intermediate, acute and tertiary medical care to patients, regardless of their ability to pay. Additionally, they also provide disease prevention and health promotion services to all areas of the County. The Bureau coordinates and oversees the operating, planning and policy activities of all these organizations. The County has completed a 464-bed replacement facility for Cook County Hospital. The County opened this more efficient facility, renamed the John H. Stroger, Jr. Hospital of Cook County, in December of 2002.

INTERNAL SERVICE FUND

The Internal Service Fund consists of the County's Self-Insurance Fund which is used to account for all risk financing activities of the County. The County is self-insured except for (i) employee health benefits which are fully insured and (ii) certain construction work in progress, which is insured by means of a risk-sharing contract. Within certain risk limits, the County does not purchase insurance against property or liability risks. Rather, the County believes that it is more economical to manage its risks internally and set aside funds as needed for current claim settlements and unfavorable judgments through annual appropriations, surplus funds and bond proceeds. In 2002, the County purchased excess liability insurance coverage related to medical malpractice and other claims. The medical malpractice policy is on a claims-made basis and provides a policy maximum of \$10 million of coverage for settlements in excess of \$15 million or for the excess of settlements in the aggregate over \$50 million for all claims covered by the policy.

The claims liabilities reported on the government-wide statement of net assets have been actuarially determined by PricewaterhouseCoopers and include an estimate of incurred but not yet reported losses. As of November 30, 2003 the County has recorded a liability of \$305,068,517 in the County's Internal Service Fund for self-insurance claims.

FIDUCIARY FUNDS

Pension Trust Funds

The pension plans of the County and Forest Preserve District are defined benefit, single employer pension plans. Assets exceed pension benefit obligations for only the Forest Preserve District Pension Fund based on the actuarial present value of credited projected benefits method of calculating pension benefit obligations as required by GASB Statements Number 25 and 27. An actuarial evaluation is performed annually by consulting pension actuaries using Illinois Compiled Statutes that provide that the Entry Age Normal Method must be used as the actuarial funding method to compute the actuarial liability for retirement benefits and the necessary contribution requirements for both Pension Funds. The 2003 levy for the County represents the maximum authorized by statute.

Agency Funds

The Agency Funds consist of all funds received by the County as an agent. These funds will be expended or invested by the entities in its agency capacity at a scheduled time in the future.

SPECIAL REVENUE FUNDS

The Special Revenue Funds consist of funds of the County and the Forest Preserve District that are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally or, through regulation, restricted to expenditure for specific purposes and other funds considered restricted by management. Special Revenue Funds include budgeted Funds included in the Annual Appropriation Bill (Budget) and non-budgeted funds.

Pursuant to State statute, the County is responsible for certain election costs in the City of Chicago in even-numbered years causing the property tax levy for the Election Fund to be significantly lower in odd-numbered years.

DEBT ADMINISTRATION

The County continues to have low-cost access to the debt markets to finance the acquisition, renovation or construction of various long-term assets. It is management's objective to adequately plan to meet the County's ongoing demands for essential capital improvements and equipment without overburdening taxpayers with general obligation bonds payable from ad valorem taxes.

At November 30, 2003, the County had a number of debt issues outstanding. As of November 30, 2003, the County's net general obligation bonded debt was \$2,552,390,000, excluding the Forest Preserve District. Also, as of November 30, 2003, all inter-fund loans from working cash accounts to the operating accounts of the County were repaid. Under existing State statutes, the County's general obligation bonded debt issues are not subject to any legal debt limitation.

At December 31, 2003, the Forest Preserve District had two debt issues outstanding totalling \$2,610,000: a Series 1996 General Obligation Bond and a \$34,745,000 Series 2001A & B General Obligation Bond. The District is rated "A+" by Fitch Ratings, "A-1" by Moody's Investors Service, "A+" by Standard & Poor's Corporation on its general obligation bonds.

CASH MANAGEMENT

The cash records of all County Funds, except those of the Forest Preserve District and the Pension Funds, are maintained by the County Treasurer and Comptroller. Except for cash escrowed and held by trustees for debt service, capital improvements, and other bond-related accounts as directed by the County Board, the County Treasurer deposits all cash into the County's master operating account. On no less than a weekly basis, scheduled payments are made to third parties, and funds from the six individual bank accounts are transferred to four disbursement accounts; Salary, Supply, Juror and Election. Unused daily balances earn interest through the use of an automated sweep account. Cash temporarily idle during the year is invested in instruments authorized by state statute, including United States Treasury Securities, tax-exempt municipal securities, certificates of deposit, mutual funds, time deposits and interest-bearing savings accounts.

Except for cash escrowed for debt service, the Comptroller of the Forest Preserve District also deposits cash into various bank accounts which are treated as a single aggregate account on the Forest Preserve District's financial statements. The Forest Preserve District uses investment criteria similar to the County Treasurer's. On December 31, 2003, the Forest Preserve District had a cash deposit balance of \$58,463,363.

Pension Trust Funds are administered by the respective pension fund boards. Cash and investments are held by a designated custodian. The Pension Funds are authorized to invest in bonds, notes, certificates of indebtedness, mortgage notes, real estate, stocks, shares, debentures or other obligations set forth in the Illinois Compiled Statutes. Investments are reported at fair market value. Gains and losses are recognized only when securities are sold.

INDEPENDENT AUDIT

The fiscal year 2003 audit of the basic financial statements, included in the CAFR, was performed by the nationally recognized firm of Deloitte & Touche LLP. Ernst & Young conducted the Health Facilities and Clerk of the Circuit Court audits, and Washington, Pittman & McKeever conducted the Single Audit Amendments of 1996 and the related U.S. Office of Management and Budget Circular A-133 (Audits of State and Local Governments and Non-Profit Organizations) of the County's various state and federal grant programs. All of the County's independent audits have been performed in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States. The goal of the independent audit is to obtain reasonable assurances as to whether the financial statements are free from material misstatement. The audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The independent auditors' report of Deloitte & Touche LLP is included in the CAFR. Such report states reliance on the other reports of other auditors for the Health Facilities, the Clerk of the Circuit Court, the Emergency Telephone System, the Forest Preserve District and the pension trust funds.

The independent auditors' report on the basic financial statements and the supplemental combining and individual funds and account groups financial statements and schedules, is included in the Financial Section of this Report. Information relating to the audit of the health facilities and the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the auditors' report on internal control and compliance with applicable laws and regulations, are included in separate annual publications.

OTHER INFORMATION

Certificate of Achievement

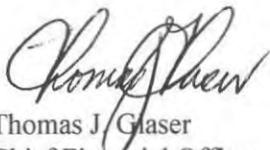
Cook County earned the Government Finance Officers Association of the United States and Canada (GFOA) Distinguished Budget Presentation Award for the presentation of its FY 2004 budget. This award recognizes governmental units that publish budget documents that meet program criteria as a policy document, as an operations guide, and as a financial plan and communications device. This is the seventh consecutive year in which the County has received this award, and we believe that the FY2005 budget meets the program criteria to continue to receive this esteemed award.

Acknowledgments/Availability of Reports

The preparation and completion of this CAFR represents the culmination of numerous efforts by many County employees, and the cooperation and assistance of the various accounting firms engaged to audit the County's operations. We would like to express our sincere appreciation to the members of our staffs, the staffs of the certified public accounting firms of Deloitte & Touche LLP, Ernst & Young, Washington Pittman & McKeever, Legacy Professionals LLP, and FPT & W, Ltd. and the staff of County Auditor for making this report possible. Copies of this report and all other documents referred to herein, as well as copies of the Single Audit Report may be obtained from the Office of the Chief Financial Officer, Cook County Building, 118 N. Clark Street, Room 500, Chicago, Illinois 60602. Copies of the Health Facilities Report can be obtained from the Chief Financial Officer, Bureau of Health Facilities, 1900 W. Polk, Room 535, Chicago, Illinois 60612. Copies of the Annual Appropriation Bill and the financial statements of the Forest Preserve District may be obtained from the office of the Chief Financial Officer of the Forest Preserve District, 69 West Washington, Suite 2060, Chicago, Illinois 60602. Copies of the financial statements and actuarial reports of the Pension Funds may be obtained from the office of the Executive Director of the Cook County and Forest Preserve District Employees' and Officers' Annuity and Benefit Funds, 33 N. Dearborn, Chicago, Illinois 60603. Copies of the Financial Statements for the Brookfield Zoo can be obtained from the Chief Financial Officer, Brookfield Zoo, 84 West 31st Street, Brookfield, Illinois 60513. The Financial Statements of the Chicago Botanic Gardens can be obtained from the Chief Financial Officer and Treasurer, Chicago Botanic Gardens, P. O. Box 400, Glencoe, Illinois 60022-0400. The Financial Statements of the Emergency Telephone System can be obtained at the Cook County Emergency Telephone System Board-911, 9511 West Harrison Street, Des Plaines, Illinois 60016.

This CAFR reflects our ongoing commitment to the citizens of Cook County, the Board of Commissioners and all interested readers of this report to provide information in conformance with the highest standards of financial reporting.

Respectfully submitted,



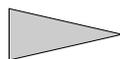
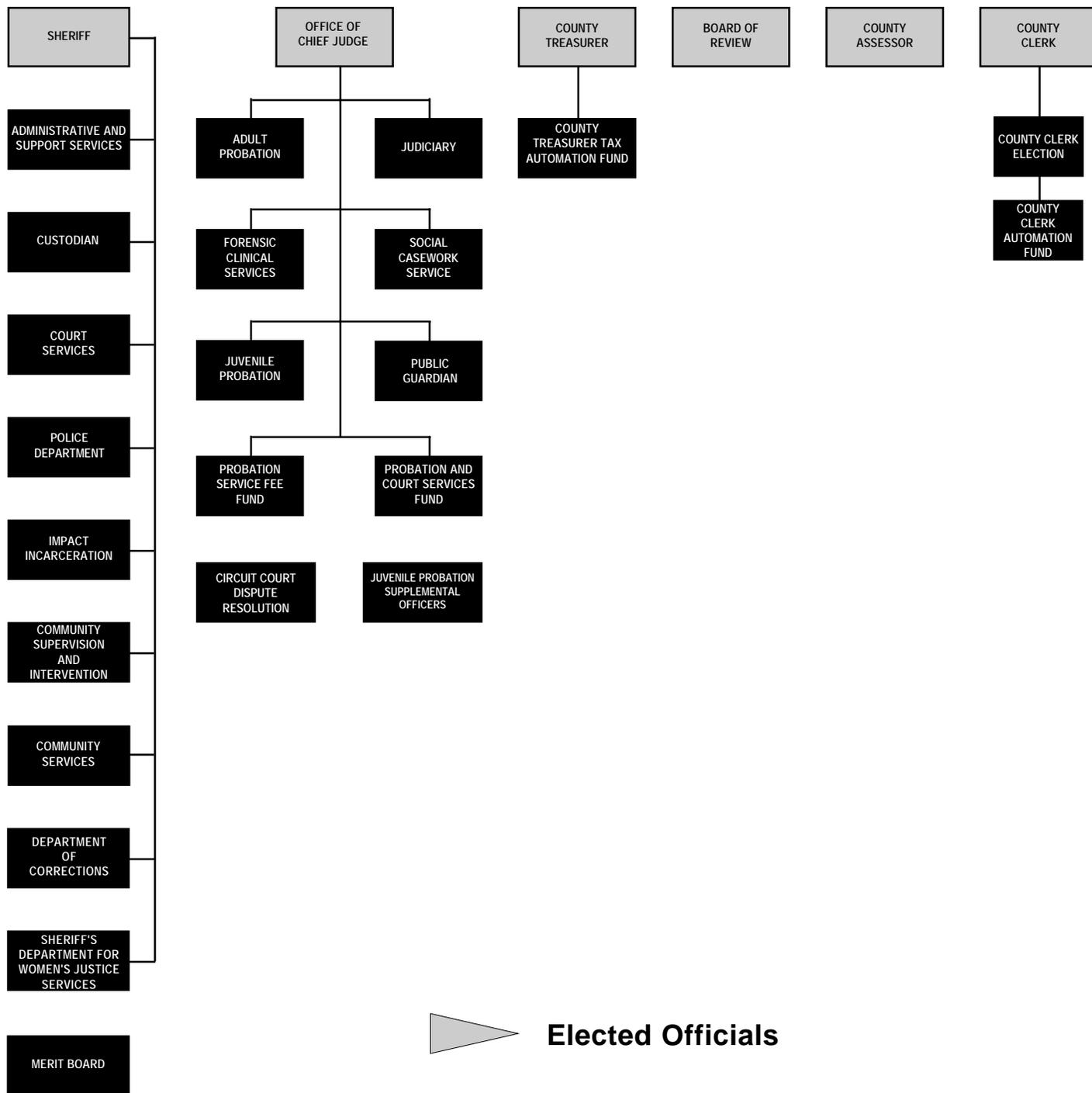
Thomas J. Glaser
Chief Financial Officer



Walter K. Knorr
Comptroller



2003 COOK COUNTY OR



Elected Officials

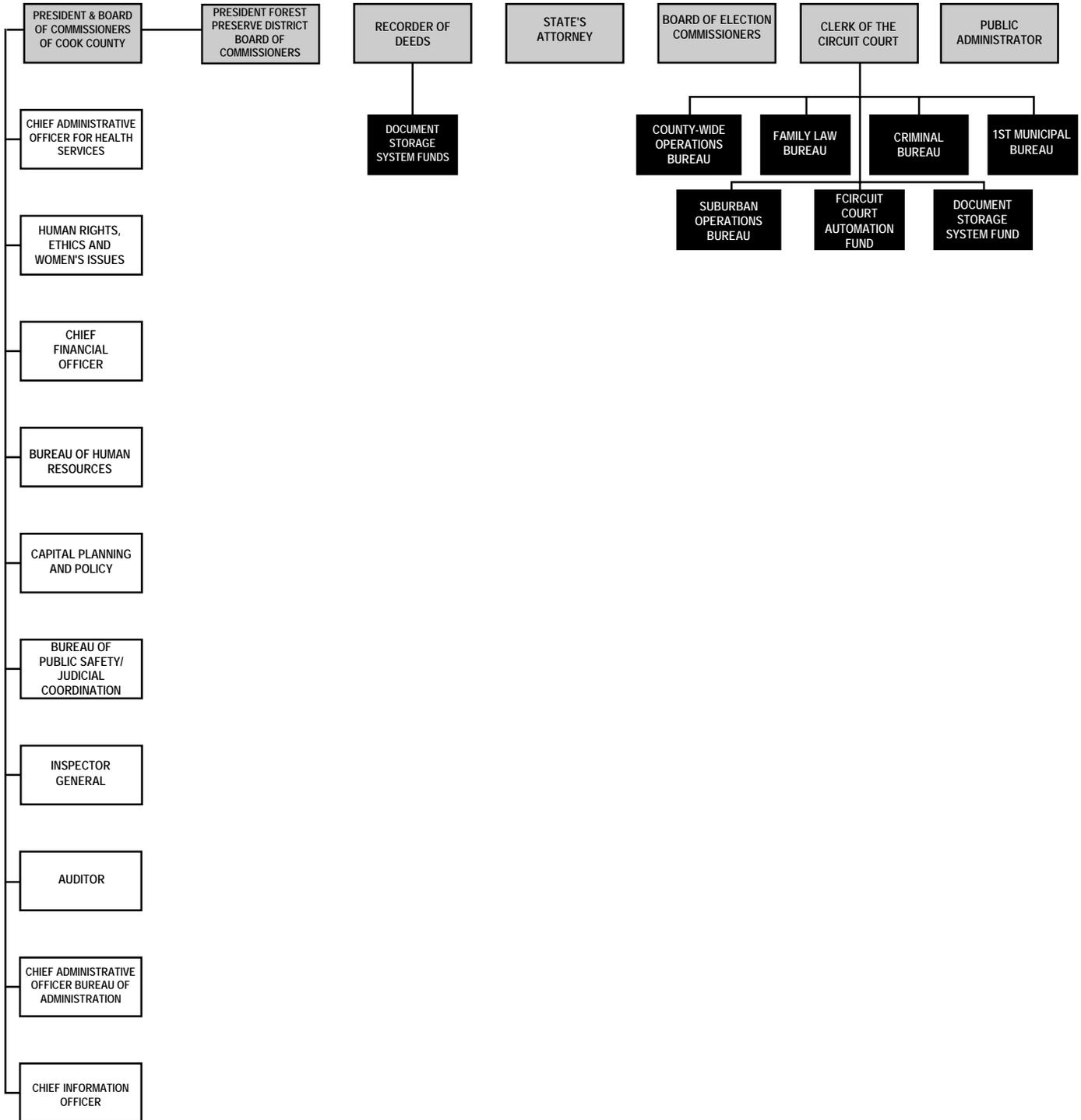


Agencies reporting to elected officials other than the President



Agencies reporting to the President

GANIZATIONAL CHART



Financial Section

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners of
Cook County, Illinois:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cook County, Illinois (the "County"), as of and for the year ended November 30, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Health Facilities, the County's and the Forest Preserve District's Employees' and Officers' Annuity and Benefit Funds, the Chicago Zoological Society, the Emergency Telephone System, the Forest Preserve District of Cook County, or the Clerk of the Circuit Court, which represent 100 percent and 100 percent, respectively, of the assets and revenues of the business-type activities, 94 percent and 100 percent, respectively, of the assets and revenues of the fiduciary funds, 49 percent and 60 percent, respectively, of the assets and revenues of the discretely presented component units, 37 percent and 22 percent, respectively, of the assets and revenues of the aggregate nonmajor governmental funds, and 23 percent of the assets of the agency funds. Those financial statements, including the restatement discussed in the fifth paragraph below, were audited by other auditors, whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the business-type activities, fiduciary funds, discretely presented component units, aggregate nonmajor governmental funds and the agency funds is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the respective financial statements are free of material misstatement. The financial statements of the Forest Preserve District of Cook County, Annuity and Benefit Funds and the discretely presented component units were not required to be audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the respective 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 and the reports of the other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Cook County, Illinois as of November 30, 2003, and the respective changes in financial position and respective cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund, the Motor Fuel Tax Fund, and the Annuity and Benefit Fund for the year then ended, in conformity with the accounting principles generally accepted in the United States of America.

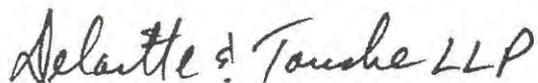
As discussed in Note 1 to the basic financial statements, in 2003 the County changed the period covered by its calculation of measuring annual pension cost and net pension obligation.

Also, as discussed in Note 1 to the basic financial statements, subsequent to the issuance of the County's November 30, 2002 financial statements, the Forest Preserve District's management determined that certain Forest Preserve District of Cook County's capital asset amounts had not been reflected. As a result, the accompanying basic financial statements have been restated for this correction.

Management's Discussion and Analysis on pages 3 to 19 and the required supplemental information on page 81 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements, introductory section and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied by us and the other auditors in the audit of the County's basic financial statements and, accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 17, 2005 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

A handwritten signature in cursive script that reads "Deloitte & Touche LLP".

February 17, 2005

**Management's
Discussion And Analysis**

Cook County, Illinois
Management Discussion and Analysis (MD&A)
For the Year Ended November 30, 2003

This section of the County's Comprehensive Annual Financial Report ("CAFR") provides a narrative overview and analysis of the financial activities of the County for the fiscal year ended November 30, 2003. The reader is encouraged to consider the information presented here in conjunction with information provided in the letter of transmittal that preceded this section, and the basic financial statements and the accompanying notes, which follow this section.

Financial Highlights for FY2003

- At November 30, 2003, the assets of the County exceeded its liabilities by \$902.9 million. Of this amount, unrestricted net assets of \$587.5 million may be used to meet the County's ongoing obligations.
- The County's total net assets decreased by \$316.5 million, or 26%, during fiscal year 2003. This decrease is primarily attributable to governmental activities declining \$315.0 million as a result of expenses outpacing revenues and, as more fully described in Footnote 1(d), Change in Accounting Policy and Restatement on page 43, a \$54.2 million reduction in net assets at November 30, 2002 as a result of a change in accounting policy whereby the most recent financial information available for the Pension Trust Funds was December 31, 2003. Previously, the Pension Trust Fund information included in the County's audited financial statements was a year behind that currently being reported by the County.
- As of November 30, 2003, the unreserved fund balance in the general fund was \$188.6 million or 17.1% of total General Fund expenditures of \$1.1 billion. The General Fund's unreserved fund balance declined 8.7% from the prior fiscal year amount of \$206.5 million due to the County's use of fund balance to meet current obligations. The General Fund accounts for the costs of County government management, administration and public safety.
- The County governmental funds reported combined fund balances of \$750.4 million at November 30, 2003. This compares to the prior year combined fund balances of \$912.1 million, which represents a decrease of 17.7% during the current year. The decrease was primarily the result of a \$101.8 million decrease in the Capital Projects fund balance due to capital expenditures made from existing project funds in 2003.
- The non-major governmental funds had total fund balances of \$181.6 million at November 30, 2003, which represents an increase of \$6.0 million, or 3.4% from the prior year. Of the current year amount, \$131.0 million is unreserved and designated for special revenue funds. The remaining \$50.6 million is reserved for encumbrances and loans outstanding.

- To take advantage of favorable interest rates, the County issued two series of general obligation refunding bonds during fiscal year 2003. The \$22.6 million Series 2003A and the \$187.3 million Series 2003B were issued to refund all of the County's outstanding General Obligation Bonds, Series 1990 and certain maturities of the outstanding General Obligation Bonds, Series 1993B. This financing reduced the County's debt service on a net present value basis by \$11.3 million.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The reporting model focuses attention on the County as a whole (government-wide) and on major individual funds. Both perspectives are presented to enable the reader to address relevant questions, broaden the basis of comparison and enhance the County's accountability.

Cook County's basic financial statements comprise three components: (1) Government-wide financial statements, (2) Fund financial statements, and (3) Notes to the basic financial statements. This report also contains other supplementary information and statistical data in addition to the basic financial statements themselves.

**Organization of the County of Cook, Illinois
Comprehensive Annual Financial Report**

CAFR	Introductory Section	INTRODUCTORY SECTION				
	+					
	Financial Section	Management's Discussion and Analysis				
		Government-wide Financial Statements	Fund Financial Statements			
		Statement of net assets	Governmental Funds	Proprietary Funds	Fiduciary Funds	
			Balance Sheet	Statement of net assets	Statement of fiduciary net assets	
		Statement of activities	Statement of revenues, expenditures and changes in fund balances	Statement of revenues, expenses, and changes in fund net assets	Statement of changes in fiduciary net assets	
			Budgetary comparison statement	Statement of cash flows		
			Notes to the Financial Statements			
		Required Supplementary Information Other Than MD&A				
		Information on individual non-major funds and other supplementary information that is not required				
+						
Statistical Section	STATISTICAL SECTION					

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the County's finances, in a manner similar to private sector businesses.

The governmental activities of the County include public safety responsibilities through the operation of the second largest unified court system in the nation, the operation of the largest single site jail complex in the United States and a police department, and corporate functions that include the design, operation and maintenance of a highway system, control of the environment, the assessment, levy, collection and distribution of property taxes; and, general administration and finance. The business-type or enterprise activities of the County include the operation of a three-hospital system and a network of 30 neighborhood-based clinics, as well as a department of public health.

The Government-wide financial statements include the primary government composed of the County itself, as well as the Forest Preserve District of Cook County (“the District”), a legally separate unit of government with the same Board of Commissioners as the County, which is included as a blended component unit. In addition, there are three discretely presented entities because of their financial relationship with the County or the District and include the Chicago Zoological Society and the Chicago Horticultural Society as both operate on land owned by the District and the Emergency Telephone System which provides emergency 911 services primarily in unincorporated areas of the County.

The **Statement of Net Assets** presents information on all of the County’s assets and liabilities, with the difference between the two reported as net assets. Increases or decreases in net assets, over time, may serve as a benchmark as to the improvement or deterioration in the County’s financial position. Additionally, non-financial factors, such as changes in the County’s property tax base or the condition of County facilities, should be considered to assess the overall financial health of the County.

The **Statement of Activities** presents information on how the County’s net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years, such as revenue pertaining to uncollected taxes and expenses relating to earned, but not used, vacation and sick leave.

Both of the Government-wide financial statements distinguish functions of the County that are primarily supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The Government-wide financial statements can be found on pages 20 and 21 of this report.

Fund Financial Statements

The fund financial statements are designed to report groupings of related accounts which are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with budgetary and other financial-related legal requirements. All of the funds of the County can be divided into the following categories: **governmental** funds, **proprietary** funds and **fiduciary** funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements; i.e., most of the County’s basic services are reported in the governmental funds. These statements focus on (1) how cash and other financial assets can readily be converted to available resources and (2) the balances left at year-end that are available for spending. Such information may be useful in determining what financial resources are available in the near term to finance the County’s various programs.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reader may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains several individual governmental funds organized according to their type (special revenue, debt service, and capital projects). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund which is considered to be a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 22 and 24 of this report.

Proprietary funds. Proprietary funds are generally used to account for services for which the County charges a fee for services provided. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The County maintains the following two types of proprietary funds:

- **Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses the enterprise funds to account for the operations of its various health care activities, which are considered to be a major fund of the County.
- **Internal Service funds** are used to report activities that provide goods and services for certain County programs and activities. The County uses internal service funds to account for the provision of general liability, medical malpractice, and worker's compensation activities in the Self-Insurance Fund.

The basic proprietary fund financial statements can be found on pages 29 - 31 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the County. These funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's programs. The County's fiduciary funds consist of pension trust funds and agency funds.

The fiduciary fund financial statements can be found on pages 32 and 33 of this report.

Notes to the Basic Financial Statements

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

The notes to the basic financial statements can be found on pages 36 - 80 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this section presents certain required supplementary information concerning the County's financial activities.

The required supplementary information can be found on page 81 of this report.

Combining Statements

The combining statements in connection with non-major governmental funds, internal service funds, and fiduciary funds are presented immediately following the required supplemental information on pension trust funds.

The combining and individual fund statements and schedules can be found on pages 82 - 129 of this report.

Government-wide Financial Analysis

This is the second year in which the County has presented its financial statements under the new reporting model required by the Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis (MD&A) – for State and Local Governments. Two years of financial information in the GASB 34 format are presented. Net assets at November 30, 2002 have been restated primarily to reflect a change in accounting policy with regard to pensions.

Cook County, Illinois Net Assets Year end November 30 (in millions)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Current and other assets	\$ 1,524.6	\$ 1,845.6	\$ 656.5	\$ 580.9	\$ 2,181.1	\$ 2,426.5
Capital assets	\$ 1,546.3	\$ 1,529.9	\$ 688.1	\$ 695.4	\$ 2,234.4	\$ 2,225.3
Total assets	<u>\$ 3,070.9</u>	<u>\$ 3,375.5</u>	<u>\$ 1,344.6</u>	<u>\$ 1,276.3</u>	<u>\$ 4,415.5</u>	<u>\$ 4,651.8</u>
Current and other liabilities	\$ 283.4	\$ 204.1	\$ 249.9	\$ 180.0	\$ 533.3	\$ 384.1
Long-term liabilities	\$ 2,971.4	\$ 3,040.4	\$ 7.8	\$ 8.0	\$ 2,979.2	\$ 3,048.4
Total liabilities	<u>\$ 3,254.8</u>	<u>\$ 3,244.5</u>	<u>\$ 257.7</u>	<u>\$ 188.0</u>	<u>\$ 3,512.5</u>	<u>\$ 3,432.5</u>
Net assets:						
Invested in capital assets, net of related debt	\$ (771.4)	\$ (636.2)	\$ 688.1	\$ 694.4	\$ (83.3)	\$ 58.2
Restricted net assets	\$ 306.5	\$ 355.9	\$ 6.0	\$ 5.3	\$ 312.5	\$ 361.2
Unrestricted net assets	\$ 280.9	\$ 411.3	\$ 392.8	\$ 388.7	\$ 673.7	\$ 800.0
Total net assets	<u>\$ (184.0)</u>	<u>\$ 131.0</u>	<u>\$ 1,086.9</u>	<u>\$ 1,088.4</u>	<u>\$ 902.9</u>	<u>\$ 1,219.4</u>

Analysis of Net Assets

The difference between a government's assets and liabilities is its net assets. As noted earlier, net assets over time may serve as a useful indicator of a government's financial position. At November 30, 2003, the County's assets exceeded liabilities by \$902.9 million.

The debit balances shown in the Net Assets table in the category "Net assets: Invested in capital assets, net of related debt" of the Governmental Activities are substantially offset with the credit balances shown for the Business-type Activities. Monies used to construct capital assets of the health facilities are obtained from general obligation bonds financed by the governmental funds of the County. Accordingly, the long-term debt is shown in the Government Activities and the corresponding capital assets are shown in the Business-type Activities.

The largest portion of the County's net assets, \$587.5 million (65.1%) represents unrestricted net assets that may be used to meet the government's ongoing obligations to its citizens and creditors. An additional portion of the County's net assets, \$355.6 million (39.4%) represents resources that are subject to some restriction as to how they may be used.

Governmental Activities

The following schedule compares the revenues, expenses, and changes in net assets for the primary government:

Cook County, Illinois
Revenues, Expenses and Changes in Net Assets
For the fiscal year ending November 30,
(in millions)

	Governmental Activities		Business-type Activities	
	2003	2002	2003	2002
Program Revenues:				
Charges for Services	\$ 268.9	\$ 244.5	\$ 600.9	\$ 432.4
Operating Grants and Contributions	116.9	192.4	28.3	22.0
Capital Grants and Contributions	5.8	8.5	-	-
Total Program Revenues:	391.7	445.4	629.1	454.4
Tax Revenues:				
Property Taxes	586.0	578.3	152.2	155.8
Personal Property Replacement Tax	28.2	29.8	-	-
County Sales Tax	247.7	213.8	28.1	61.5
County Use Tax	51.7	54.5	-	-
State Income Tax	7.8	8.3	-	-
Alcoholic Beverage Tax	25.9	25.5	-	-
Gasoline Tax	103.5	105.7	-	-
Cigarette Tax	31.1	33.1	8.4	8.2
Amusement Tax	15.4	13.8	-	-
Parking Lot & Garage Operations Tax	33.6	37.8	-	-
Motor Fuel & Other	107.6	107.1	-	-
Other Non-property Taxes	18.8	20.5	-	-
Total Tax Revenues:	1,257.4	1,228.1	188.7	225.5
Other General Revenues:				
Miscellaneous Revenue	33.7	21.2	-	-
Investment Income (Loss)	9.5	21.3	0.7	2.6
Lawsuit Settlement	4.0	44.6	-	-
Gain/(Loss) on Sale of Land, net	(2.2)	(1.6)	-	-
Restricted gifts, grants, and bequests	-	-	-	22.3
Total Other General Revenues:	45.0	85.5	0.7	24.9
Total Revenues:	\$ 1,694.1	\$ 1,759.1	\$ 818.5	\$ 704.8
Expenses:				
Government management and supporting services	\$ 223.4	\$ 284.5	-	-
Corrections	479.5	453.5	-	-
Courts	805.5	704.8	-	-
Control of environment	43.9	50.3	-	-
Assessment and collection of taxes	67.4	59.3	-	-
Election	25.3	41.3	-	-
Economic and human development	47.1	34.6	-	-
Transportation	75.8	59.2	-	-
Interest and other charges	124.7	127.1	-	-
Health facilities	-	-	929.9	869.5
Total Expenses:	1,892.7	1,814.6	929.9	869.5
Decrease in net assets before transfers	(198.6)	(55.5)	(111.4)	(164.7)
Capital Contributions	(42.1)	(160.6)	42.1	160.6
Transfers	(74.3)	(64.4)	67.7	71.1
Increase (decrease) in net assets	(315.0)	(280.4)	(1.5)	67.0
Net assets - 11/30/02	-	455.8	-	1,021.4
Net assets - 11/30/03	\$ 175.4	\$ 175.4	\$ 1,088.4	\$ 1,088.4
Restatements	9.8		-	
Change in accounting policy	(54.2)		-	
Net assets - 11/30/02 (restated)	131.0		1,088.4	
Net assets - 11/30/03	\$ (184.0)		\$ 1,086.9	

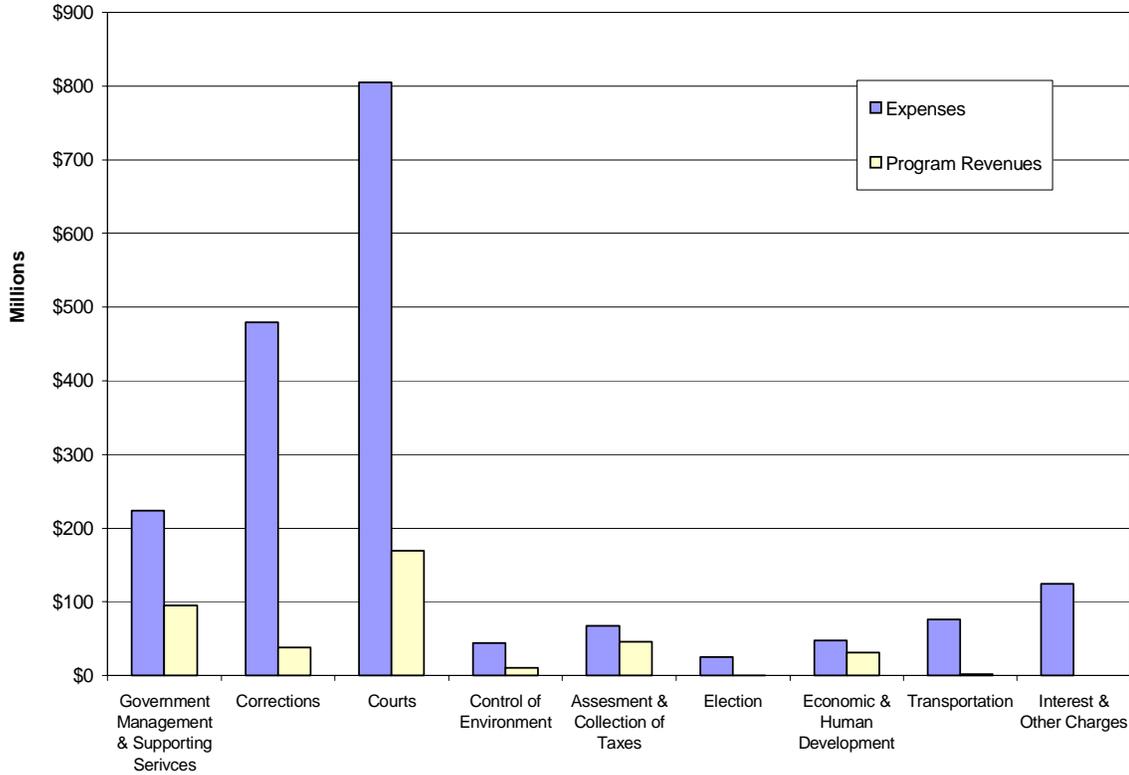
The net assets of governmental activities were \$131.0 million, as restated, at the beginning of the 2003 fiscal year. Net assets of governmental activities decreased \$315.0 million in fiscal year 2003 to a negative \$184.0 million. The decrease is primarily the result of expenses outpacing revenues. The net assets of the County's business-type activities remained essentially the same as the previous year at \$1.1 billion. Transfers from governmental to business-type activities increased 15.4% during fiscal year 2003 to \$74.3 million, while capital contributions decreased 73.8% to \$42.1 million.

Program revenues are derived from the program itself and reduce the costs of the function to the County. In fiscal 2003, total program revenues of the County for governmental activities amounted to \$391.7 million. The largest portion of program revenues is charges for services of \$268.9 million (68.6%), which primarily represents fees and fines from court operations. The other portions of program revenues are operating grants and contributions of \$116.9 million (29.9%) and capital grants and contributions of \$5.8 million (1.5%). These are received from various federal and state agencies. By comparison, total program revenues from governmental activities amounted to \$445.4 million in fiscal year 2002. The decline of 12.1% in total program revenues was the result of decreases in both operating and capital grants and contributions during the year.

The largest source of tax revenues are property taxes (46.6%), followed by sales (19.7%), motor fuel (8.6%) and gasoline (8.2%) taxes. The County's property tax rate for fiscal year 2003 was \$0.63 per \$100 of equalized assessed valuation; down from \$0.69 per \$100 of equalized assessed valuation in fiscal year 2002. Despite a 7.1% increase in the equalized assessed valuation of property in the County in 2003, the property tax levy was held constant at \$720.5 million for the fourth consecutive year.

The following is a chart of expenses and revenues for governmental activities for the fiscal year ended November 30, 2003.

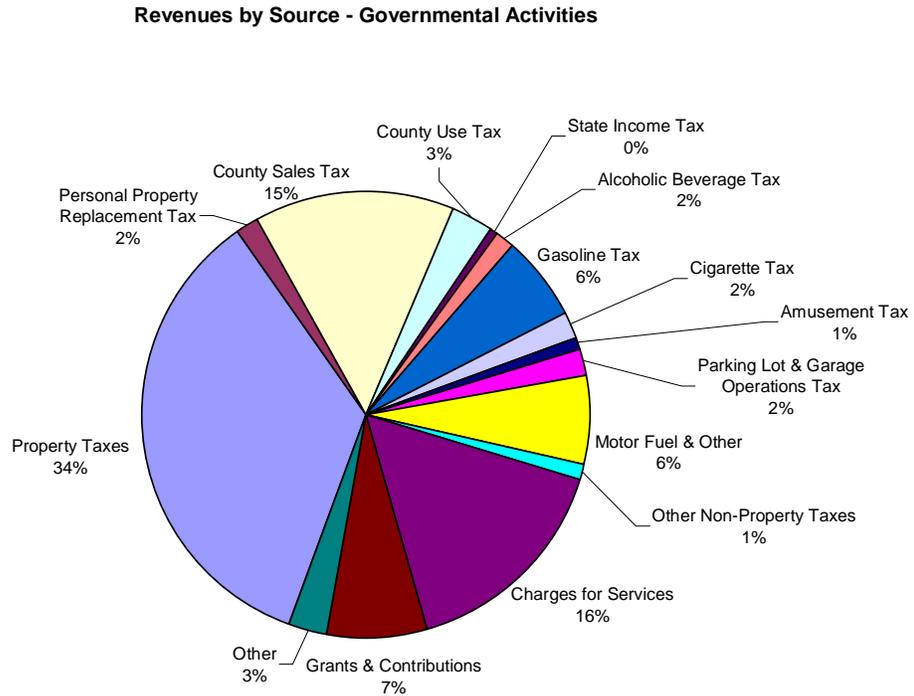
Fiscal 2003 Expenses and Program Revenues - Governmental Activities



Total 2003 expenses for governmental activities were \$1,892.7 million which represents an increase of 4.3%, or \$78.1 million, over 2002, which includes the \$173.9 million impact relating to the increase in the County's net pension obligation as computed in accordance with generally accepted account principles. As in previous years, the largest portion of these expenses was used to fulfill the County's public safety responsibilities, which include the operation of the court system (42.6%), and corrections (25.3%). These percentages are up modestly in 2003 primarily as a result of the demands on the County's public safety system, as well as the cost of labor contracts.

Capital contributions to business-type activities were \$42.1 million in 2003, which represents a significant decrease from the 2002 measure of \$160.6 million. This decrease is the result of a reduction in various capital projects in the County's health care operations as a result of the completion of the replacement hospital, John H. Stroger, Jr. Hospital of Cook County, for the antiquated Cook County Hospital.

The following is a chart of revenues by source for governmental activities for the year ended November 30, 2003:



Business-type Activities

The County's major business-type activities include the following health care operations:

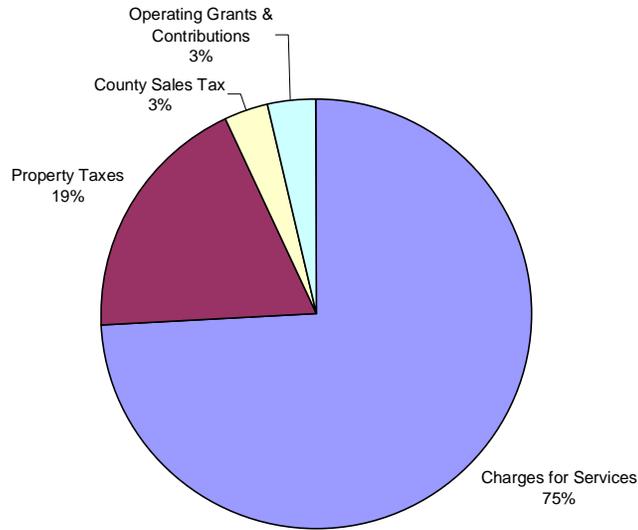
- Bureau of Health Services
- John H. Stroger, Jr. Hospital of Cook County (formerly Cook County Hospital)
- Provident Hospital of Cook County
- Oak Forest Hospital of Cook County
- Ambulatory and Community Health Network of Cook County
- Department of Public Health

The net assets of the County's business-type activities decreased \$1.5 million in fiscal year 2003 to \$1,086.9 million. This decline is the result of a \$111.4 million decrease in net assets from health care operations offset by a \$109.9 million in capital contributions and transfers from governmental activities.

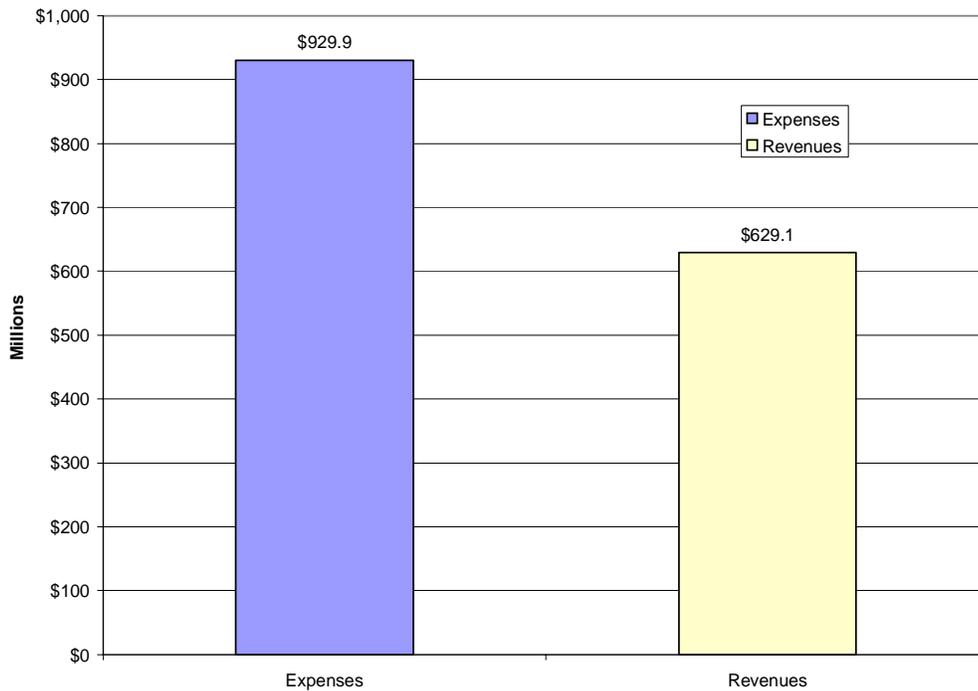
Total program revenues were for the business-type activities were \$629.1 million for fiscal 2003. The largest portion of program revenues are charges for services of \$600.9 million, or 95.5%, which represents patient fees from services provided within the County's health care system. The remaining portion of program revenues is operating grants and contribution of \$28.3 million, or 4.5%. Program revenues amounted to \$454.4 million for fiscal 2002. The \$174.7 million increase in total program revenues during fiscal year 2003 is primarily the result of enhanced reimbursements for the County's health care operations resulting from the intergovernmental transfer agreement with the federal government.

As shown in the pie chart below, the largest source of non-program revenues is property taxes (19%), followed by sales taxes (3%). The following bar graph summarizes fiscal 2003 expenses and program revenues of the business-type activities:

Fiscal 2003 Revenues by Source - Business-type Activities



Fiscal 2003 Expenses and Program Revenues - Business-type Activities



Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The General Fund is the County's principal operating fund and principally is used to account for its governmental activities. The General Fund had a total fund balance of \$209.0 million at November 30, 2003 as compared to \$229.8 million the prior year. Of the current year total, \$188.6 million, or 90.2%, is unreserved. The General Fund decrease of \$20.8 million from the previous year primarily is the result of fund balance being used to pay certain 2003 obligations.

The Motor Fuel Tax Fund reported a fund balance of \$144.2 million at November 30, 2003, as compared to \$153.7 million on November 30, 2002. Of the current year amount, \$72.6 million, or 50.3%, is reserved for encumbrances, while the remaining fund balance of \$71.6 million constitutes unreserved fund balance, which is available for future project spending in accordance with the approved budgetary ordinance.

As of November 30, 2003, the Capital Projects Fund reported a fund balance of \$57.8 million as compared to \$159.6 million on November 30, 2002. The \$101.8 reduction in fund balance is attributable to the capital expenditures in 2003 from existing project funds.

The Debt Service Fund reported a fund balance of \$157.8 million on November 30, 2003 as compared to \$193.5 million at November 30, 2002. All of the current year fund balance is available for future debt service payments in accordance with the approved budgetary ordinance.

The Other Governmental Funds reported a fund balance of \$181.6 million at November 30, 2003 as compared to \$175.6 million the prior year. Of this amount \$131.0 million, or 72.1%, is unreserved for special revenue funds and is available for future spending in accordance with the approved budgetary ordinance. The remaining fund balance of \$50.6 million is reserved for encumbrances and loans outstanding.

Proprietary Funds

The County's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

At fiscal year end November 30, 2003, the unrestricted net assets of the enterprise funds were \$392.8 million, as compared to \$388.7 million at November 30, 2002. Factors concerning the finances of this fund have been previously discussed in the County's business-type activities.

General Fund Budgetary Highlights

During fiscal year 2003, the County's budgetary basis actual General Operating Fund revenues came in \$76.6 million higher than budget estimates. The majority of this

amount is attributable to fee revenues being \$47.5 million higher than estimated primarily due to fees from the Recorder of Deeds being \$30.4 million higher than expected as new home sales and the refinancing of existing mortgages, driven by historically low interest rates, generated additional filing fees. Despite the overall slow economy, sales tax revenues came in \$5.5 million higher than budget. This is primarily the result of conservative revenue estimates, as well as discounting by retailers to generate store sales activity. Revenues from the Treasurer were \$6.8 million higher than expected as a result of penalties for delinquent real estate tax payments being higher than projected.

Actual budgetary basis General Operating Fund expenditures and encumbrances for fiscal year 2003 were \$72.2 million less than budget. This positive variance is attributable to lower than expected expenditures in Courts (\$33.8 million), Government Management and Supporting Services (\$21.6 million) and Corrections (\$12.6 million). These surpluses have been re-appropriated in the fiscal year 2004 budget.

Capital Assets

The County's investment in capital assets for its governmental and business-type activities increased \$10.1 million, net of accumulated depreciation at November 30, 2003. Capital assets include land, buildings and improvements, and machinery and equipment. The County uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt is provided primarily by property taxes, since the capital assets themselves cannot be used to liquidate these liabilities.

Cook County, Illinois
Capital Assets (net of accumulated depreciation)
Year end November 30,
(in millions)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Land	\$287.7	\$282.1	\$0.0	\$0.0	\$287.7	\$282.1
Buildings and Other Improvements	\$737.0	\$724.0	\$540.7	\$96.8	\$1,277.6	\$820.7
Machinery and Equipment	\$110.9	\$128.4	\$144.8	\$58.9	\$255.8	\$187.2
Infrastructure	\$291.0	\$278.3	\$0.0	\$0.0	\$291.0	\$278.3
Construction in Progress	\$119.8	\$117.2	\$2.6	\$538.8	\$122.3	\$656.0
Total Net Assets	<u>\$1,546.3</u>	<u>\$1,529.9</u>	<u>\$688.1</u>	<u>\$694.4</u>	<u>\$2,234.4</u>	<u>\$2,224.3</u>

Major capital asset projects during the current fiscal year included the following:

The County has several ongoing capital improvement projects, including the construction of a new Domestic Violence Courthouse on the near west side of Chicago. When it opens in fiscal year 2005, this facility will consolidate courtrooms dedicated to domestic violence cases, as well as various social service agencies to assist families in these situations into a single location.

Additional information on the County's capital assets can be found in Note 5 to the Basic Financial Statements.

Debt Administration

The County continues to obtain, in an efficient manner, long-term financing for the construction, acquisition or renovation of various long-term assets. It is management's objective to meet the County's overall demands for capital improvements and capital equipment and, at the same time, ensure that property taxpayers are not overburdened with general obligation bonds payable from ad valorem taxes.

At the end of the current fiscal year, the County had various general obligation bond issues outstanding amounting to \$2.6 billion. All of the County's outstanding debt is backed by the full faith and credit of the County. The following table indicates the changes in the County's long-term debt that occurred during the year (in millions):

	<u>11/30/2003</u>	<u>11/30/2002</u>	<u>Decrease</u>
Bonds Outstanding	<u>\$2,589.7</u>	<u>\$2,657.9</u>	<u>\$68.2</u>

To take advantage of favorable interest rates, in March, 2003 the County issued \$22,565,000 Series 2003A General Obligation Refunding Bonds and \$187,285,000 Series 2003B General Obligation Refunding Bonds. These bonds were issued to refund all of the County's outstanding General Obligation Bonds, Series 1990 and certain maturities of the outstanding General Obligation Bonds, Series 1993B. This financing reduced the County's debt service on a net present value basis by \$11.3 million.

The decrease in long-term debt in 2003 was primarily the result of payments made during the year. Additional information on the County's long-term debt can be found in Note 7 to the Basic Financial Statements.

Bond Ratings

Cook County continues to meet the needs of its ongoing capital improvement program through the prudent use of its revenues and effective debt financing programs. The County's financial strength and solid financial management practices are reflected in its general obligation bond ratings. The County's underlying ratings on its general obligation bonds, all of which were affirmed as part of the County's Series 2003A and Series 2003B General Obligation Refunding Bond issues, and at November 30, 2003 were:

Fitch	AA
Moody's Investors Service	Aa2
Standard & Poor's Corporation	AA

Other Obligations

The County administers a self-insurance program for all risks, including worker's compensation, medical malpractice, auto and general liability and other liabilities subject to certain stop loss provisions. Detailed information about the County's liabilities related to the self-insurance program is included in Note 1(I) to the Basic Financial Statements. Other obligations include compensated absences for vacation and sick time earned by employees.

Requests for Information

This financial report is designed to provide a general overview of Cook County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County of Cook, Illinois, Office of the Chief Financial Officer, 118 N. Clark, Room 500, Chicago, Illinois 60602.

Basic Financial Statements

Exhibit 1
COOK COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
November 30, 2003

	Primary Government			Component Units Total
	Governmental Activities	Business-type Activities	Totals	
ASSETS				
Cash and Investments	\$ 682,931,794	\$ 266,806,876	\$ 949,738,670	\$ 73,677,035
Cash and Investments with trustees	112,579,148	-	112,579,148	-
Taxes receivable, net	592,559,424	154,088,329	746,647,753	8,642,000
Other assets	7,745,574	1,199,546	8,945,120	19,751,000
Due from other governments	87,035,243	50,455,477	137,490,720	257,000
Internal balances	-	-	-	400,431
Loans receivable, net	32,519,662	-	32,519,662	-
Capital Assets, net of accumulated depreciation	1,546,266,466	688,114,823	2,234,381,289	148,773,702
Deferred bond issuance costs	9,187,524	-	9,187,524	610,000
Patient accounts -				
Net of allowances for uncollectible accounts - \$860,968,000	-	164,736,382	164,736,382	-
Third-party settlements	-	8,563,908	8,563,908	445,000
Inventories	-	10,666,263	10,666,263	1,800,000
Total Assets	\$ 3,070,824,835	\$ 1,344,631,604	\$ 4,415,456,439	\$ 254,356,168
LIABILITIES				
Accounts payable	\$ 70,626,335	\$ 37,499,077	\$ 108,125,412	\$ 3,971,446
Accrued salaries payable	44,807,986	50,431,481	95,239,467	2,648,434
Deferred revenue - property tax	39,010,010	-	39,010,010	-
Deferred revenue - other	14,778,088	-	14,778,088	11,810,000
Other liabilities	1,951,796	161,961,352	163,913,148	3,173,189
Accrued interest	5,701,453	-	5,701,453	-
Non current liabilities:				
Due within one year	106,536,091	-	106,536,091	205,000
Due in more than one year	2,971,396,519	7,840,123	2,979,236,642	34,398,334
Total Liabilities	\$ 3,254,808,278	\$ 257,732,033	\$ 3,512,540,311	\$ 56,206,403
NET ASSETS				
Net assets				
Invested in capital assets, net of debt	\$ (771,373,603)	\$ 688,114,823	\$ (83,258,780)	\$ 119,089,000
Restricted for:				
Debt service	306,517,806	-	306,517,806	-
Other restricted funds for specific purposes	-	5,954,974	5,954,974	48,468,765
Unrestricted	280,872,354	392,829,774	673,702,128	30,592,000
Total Net Assets	\$ (183,983,443)	\$ 1,086,899,571	\$ 902,916,128	\$ 198,149,765

The accompanying notes are an integral part of the financial statements.

Exhibit 2
COOK COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
For the Year Ended November 30, 2003

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets					Component Units Total	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities		Business-type Activities
Primary government							
Governmental Activities:							
Government Management and Supporting Services	\$ 223,381,125	\$ 92,691,119	\$ 2,013,500	\$ 628	\$ (128,675,878)	\$ -	
Corrections	479,544,919	16,890,486	20,892,845	468,715	(441,292,863)	-	
Courts	805,481,230	106,288,219	61,517,554	1,500,432	(636,175,025)	-	
Control of Environment	43,929,244	7,480,023	454,342	2,802,323	(33,192,556)	-	
Assessment and Collection of Taxes	67,363,538	45,599,961	-	-	(21,763,577)	-	
Election	25,333,317	-	311,006	-	(25,022,311)	-	
Economic and Human Development	47,135,518	-	29,802,324	1,065,396	(16,267,798)	-	
Transportation	75,840,345	-	1,955,621	-	(73,884,724)	-	
Interest and other charges	124,670,227	-	-	-	(124,670,227)	-	
Total Governmental Activities	1,892,679,463	268,949,818	116,947,192	5,837,494	(1,500,944,959)	-	
Business-type Activities:							
Health Facilities	929,899,114	600,865,870	28,255,378	-	(300,777,866)	-	
Total business-type Activities	929,899,114	600,865,870	28,255,378	-	(300,777,866)	-	
Total primary government	2,822,578,577	869,815,688	145,202,570	5,837,494	(1,801,722,825)	\$ -	
Component units:							
Chicago Zoological Society	\$ 56,506,000	\$ 33,609,000	\$ -	\$ 1,538,000	\$ -	\$ (21,359,000)	
Chicago Horticultural Society	29,066,000	18,631,000	266,000	1,616,000	-	(8,553,000)	
Emergency Telephone Systems	2,314,407	2,569,252	-	-	-	254,845	
Total component units	87,886,407	54,809,252	266,000	3,154,000	\$ -	\$ (29,657,155)	
General Revenues							
Taxes:							
Property taxes - tax levy					\$ 586,018,481	\$ 738,243,897	
Nonproperty taxes:							
Personal property replacement tax					28,193,748	-	
County Sales taxes					247,714,974	275,806,363	
County use tax					51,710,333	51,710,333	
State income tax					7,788,620	-	
Alcohol beverage tax					25,886,507	25,886,507	
Gasoline tax					103,470,046	103,470,046	
Cigarette taxes					31,136,789	39,555,406	
Amusement tax					15,445,947	15,445,947	
Parking lot & garage operation tax					33,643,765	33,643,765	
Motor fuel tax & other					107,597,399	107,597,399	
Other nonproperty taxes					18,791,496	-	
Total nonproperty taxes:					36,510,006	707,889,630	
Miscellaneous Revenue					1,257,398,105	1,446,133,527	
Investment income (loss)					33,734,319	33,734,319	
Lawsuit settlement					9,507,916	10,187,940	
Gain/loss on Sale of Land, net					4,000,000	4,000,000	
Transfers					(2,245,601)	-	
Contributed capital					(74,291,264)	(6,542,221)	
Total General revenues and transfers					42,127,171	-	
Change in net assets					1,185,976,304	1,485,267,964	
Net Assets at beginning of year, as reported					(314,968,655)	(316,454,861)	
Restatement					175,393,410	1,263,779,187	
Cumulative effect of change in accounting policy					9,808,673	(118,250)	
Net Assets at beginning of year, restated					(64,216,871)	-	
Net Assets-Ending					(183,983,443)	\$ 198,359,426	

The accompanying notes are an integral part of the financial statements.

Exhibit 3
COOK COUNTY, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
November 30, 2003

	General	Motor Fuel Tax	Annuity and Benefit	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS:							
Cash and investments	\$ 217,886,224	\$ 147,393,109	\$ -	\$ 45,601	\$ 149,768,229	\$ 167,838,631	\$ 682,931,794
Cash and investments with trustees	4,058,544	-	-	71,988,595	-	-	76,047,139
Taxes receivable (net of allowance for loss) -							
Tax levy - current year	214,413,765	-	163,883,174	-	154,384,431	55,635,943	588,317,313
Tax levy - prior year	2,252,186	-	1,708,070	-	-	281,855	4,242,111
Accrued interest receivable	72,480	26,131	-	114,451	112,580	142,733	468,375
Prepaid assets	-	-	-	-	-	49,327	49,327
Accounts receivable -							
Due from others	77,129	-	-	-	-	865,602	942,731
Due from other governments	56,277,385	8,825,660	-	-	-	21,932,198	87,035,243
Due from other funds	34,330,488	-	5,885,909	123,789,931	12,724,583	11,402,814	188,133,725
Inventories and other assets	346,818	-	-	2,000,000	-	-	2,346,818
Loans receivable, net	-	-	-	-	-	32,519,662	32,519,662
Total assets	<u>\$ 529,715,019</u>	<u>\$ 156,244,900</u>	<u>\$ 171,477,153</u>	<u>\$ 197,938,578</u>	<u>\$ 316,989,823</u>	<u>\$ 290,668,765</u>	<u>\$ 1,663,034,238</u>
LIABILITIES AND FUND BALANCES:							
Accounts payable	\$ 25,723,651	\$ 12,051,819	\$ -	\$ 16,373,666	\$ -	\$ 12,521,416	\$ 66,670,552
Accrued salaries payable	41,671,077	-	-	-	-	3,136,909	44,807,986
Amounts held for outstanding warrants	1,303,728	-	-	-	-	-	1,303,728
Due to other funds	37,572,762	-	7,593,979	123,789,931	4,770,564	10,498,194	184,225,430
Due to other governments	-	-	-	-	-	277,833	277,833
Deferred revenue - property tax	214,413,765	-	163,883,174	-	154,384,431	55,609,085	588,290,455
Deferred revenue - other	-	-	-	-	-	26,680,458	26,680,458
Other liabilities	-	-	-	-	-	370,235	370,235
Total liabilities	<u>\$ 320,684,983</u>	<u>\$ 12,051,819</u>	<u>\$ 171,477,153</u>	<u>\$ 140,163,597</u>	<u>\$ 159,154,995</u>	<u>\$ 109,094,130</u>	<u>\$ 912,626,677</u>
Fund Balances (deficit)-							
Reserved -							
Encumbrances - prior year	\$ 1,482,738	\$ -	\$ -	\$ -	\$ -	\$ 982,471	\$ 2,465,209
Encumbrances - current year	18,982,618	72,586,785	-	126,137,819	-	11,418,538	229,125,760
Reserve for loans outstanding	-	-	-	-	-	32,519,662	32,519,662
Interfund loans	-	-	-	-	-	5,702,426	5,702,426
Unreserved (deficit), reported in:							
General Fund	188,564,680	-	-	-	-	-	188,564,680
Special Revenue Fund	-	71,606,296	-	-	-	130,951,538	202,557,834
Capital Projects Fund	-	-	-	(68,362,838)	-	-	(68,362,838)
Debt Service Fund	-	-	-	-	157,834,828	-	157,834,828
Total fund balances (deficit)	<u>\$ 209,030,036</u>	<u>\$ 144,193,081</u>	<u>\$ -</u>	<u>\$ 57,774,981</u>	<u>\$ 157,834,828</u>	<u>\$ 181,574,635</u>	<u>\$ 750,407,561</u>
Total liabilities and fund balances	<u>\$ 529,715,019</u>	<u>\$ 156,244,900</u>	<u>\$ 171,477,153</u>	<u>\$ 197,938,578</u>	<u>\$ 316,989,823</u>	<u>\$ 290,668,765</u>	<u>\$ 1,663,034,238</u>

The accompanying notes are an integral part of the financial statements.

Exhibit 4
COOK COUNTY, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
November 30, 2003

Total Fund Balance - Governmental Funds	\$ 750,407,561
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,541,775,909
Revenues, such as property tax revenues and grant revenues, that have been deferred in the governmental funds but are recognized as revenue in the government-wide financial statements.	561,182,815
Internal service funds are used by management to charge the costs of fleet management and management information systems to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	(272,462,263)
The net pension liability is not recorded in governmental fund statements.	(90,868,498)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(2,674,018,967)
Total Net Assets	<u><u>(183,983,443)</u></u>

The accompanying notes are an integral part of the financial statements.

Exhibit 5
COUNTY OF COOK, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended November 30, 2003

	General	Motor Fuel Tax	Annuity and Benefit	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES:							
Taxes -							
Property	\$ 215,158,660	\$ -	\$ 156,000,721	\$ -	\$ 145,199,242	\$ 64,124,009	\$ 580,482,632
Nonproperty	545,803,965	102,778,263	17,978,260	-	-	4,819,136	671,379,624
Fees and licenses	233,823,978	-	-	-	-	32,243,631	266,067,609
Federal government	-	-	-	-	-	49,170,975	49,170,975
State of Illinois	-	128,167	-	-	-	55,625,596	55,753,763
Other governments	-	1,827,454	-	-	-	-	1,827,454
Investment income	914,335	880,864	-	2,359,107	2,715,099	1,529,957	8,399,362
Reimbursements from other governments	28,119,160	-	-	-	-	-	28,119,160
Miscellaneous	22,388,462	56,212	-	3,869,939	-	10,436,706	36,751,319
Total revenues	<u>1,046,208,560</u>	<u>105,670,960</u>	<u>173,978,981</u>	<u>6,229,046</u>	<u>147,914,341</u>	<u>217,950,010</u>	<u>1,697,951,898</u>
EXPENDITURES:							
Current -							
Government management and supporting services	108,422,410	-	12,460,135	-	-	2,802,019	123,684,564
Corrections	349,105,537	-	32,348,141	-	-	30,718,970	412,172,648
Courts	557,178,997	-	55,186,976	-	-	71,412,585	683,778,558
Control of environment	2,472,513	-	399,517	-	-	32,819,848	35,691,878
Assessment and collection of taxes	49,842,515	-	4,818,320	-	-	2,115,570	56,776,405
Election	13,781,054	-	502,382	-	-	9,890,644	24,174,080
Economic and human development	2,777,490	-	25,688	-	-	40,468,774	43,271,952
Transportation	21,371,771	80,637,895	3,878,684	-	-	4,263,150	110,151,500
Enterprise Fund	-	-	64,359,138	-	-	1,597,638	65,956,776
Capital Outlay	-	-	-	118,268,645	-	2,559,794	120,828,439
Debt service -							
Principal	2,216,117	-	-	-	61,570,000	2,105,000	65,891,117
Interest and other charges	194,863	-	-	-	121,784,697	1,746,646	123,726,206
Bond issuance costs	-	-	-	-	2,380,992	-	2,380,992
Other	19,607	-	-	-	-	4,969	24,576
Amounts incurred in the above accounts for the Enterprise Funds	(3,116,185)	-	-	-	-	-	(3,116,185)
Total expenditures	<u>1,104,266,689</u>	<u>80,637,895</u>	<u>173,978,981</u>	<u>118,268,645</u>	<u>185,735,689</u>	<u>202,505,607</u>	<u>1,865,393,506</u>
Revenues over (under) expenditures	<u>(58,058,129)</u>	<u>25,033,065</u>	<u>-</u>	<u>(112,039,599)</u>	<u>(37,821,348)</u>	<u>15,444,403</u>	<u>(167,441,608)</u>
OTHER FINANCING SOURCES (USES):							
Operating transfers in	40,519,751	-	-	8,260,768	-	10,842,951	59,623,470
Operating transfers out	(5,616,185)	(34,500,000)	-	(2,054,655)	-	(20,568,815)	(62,739,655)
Payment to refunded bond escrow	-	-	-	-	(229,104,285)	-	(229,104,285)
Proceeds of general obligation bonds	-	-	-	-	231,245,341	-	231,245,341
Proceeds from insurance	-	-	-	4,000,000	-	-	4,000,000
Sale of land	-	-	-	-	-	287,127	287,127
Capital leases	2,422,781	-	-	-	-	-	2,422,781
Total other financing sources (uses)	<u>37,326,347</u>	<u>(34,500,000)</u>	<u>-</u>	<u>10,206,113</u>	<u>2,141,056</u>	<u>(9,438,737)</u>	<u>5,734,779</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>(20,731,782)</u>	<u>(9,466,935)</u>	<u>-</u>	<u>(101,833,486)</u>	<u>(35,680,292)</u>	<u>6,005,666</u>	<u>(161,706,829)</u>
FUND BALANCE, November 30, 2002	<u>229,761,818</u>	<u>153,660,016</u>	<u>-</u>	<u>159,608,467</u>	<u>193,515,120</u>	<u>175,568,969</u>	<u>912,114,390</u>
FUND BALANCE, November 30, 2003	<u>\$ 209,030,036</u>	<u>\$ 144,193,081</u>	<u>\$ -</u>	<u>\$ 57,774,981</u>	<u>\$ 157,834,828</u>	<u>\$ 181,574,635</u>	<u>\$ 750,407,561</u>

The accompanying notes are an integral part of the financial statements.

Exhibit 6
COOK COUNTY, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended November 30, 2003

Amounts reported for government activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ (161,706,829)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	16,162,040
Revenues, such as property tax revenues and grant revenues, in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(6,550,817)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	63,421,391
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds but are considered as other long-term liabilities.	(14,150,825)
The change in the net pension liability is not recognized in governmental funds	(173,904,551)
The net revenue of internal service funds is reported with governmental activities.	(38,239,064)
Change in net assets of governmental activities.	<u><u>\$ (314,968,655)</u></u>

The notes to the financial statements are an integral part of this statement.

Exhibit 7
COOK COUNTY, ILLINOIS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	Original and Final Budget	Actual Amounts	Variance Positive (Negative)
REVENUES:			
Taxes -			
Property	\$ 214,413,765	\$ 214,897,589	\$ 483,824
Nonproperty taxes	532,463,600	546,433,786	13,970,186
Total taxes	<u>746,877,365</u>	<u>761,331,375</u>	<u>14,454,010</u>
Fee Offices	189,694,795	237,202,151	47,507,356
Other governments	-	2,537,530	2,537,530
Interest on investments	-	397,054	397,054
Reimbursements from other governments	23,219,032	25,686,950	2,467,918
Miscellaneous	14,090,899	23,354,442	9,263,543
Total revenues	<u>973,882,091</u>	<u>1,050,509,502</u>	<u>76,627,411</u>
EXPENDITURES AND ENCUMBRANCES:			
Current -			
Government management and supporting services	143,330,861	121,724,002	21,606,859
Corrections	364,311,798	351,682,080	12,629,718
Control of environment	2,790,401	2,446,392	344,009
Courts	592,630,297	558,814,640	33,815,657
Assessment and collection of taxes	58,736,497	49,617,382	9,119,115
Election	4,169,485	13,748,003	(9,578,518)
Economic and human development	3,677,013	2,785,087	891,926
Transportation	24,628,464	21,230,806	3,397,658
Total expenditures and encumbrances	<u>1,194,274,816</u>	<u>1,122,048,392</u>	<u>72,226,424</u>
Revenues over (under) expenditures and encumbrances	<u>(220,392,725)</u>	<u>(71,538,890)</u>	<u>148,853,835</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	54,465,096	56,414,430	1,949,334
Operating transfers out	(2,500,000)	(2,500,000)	-
Total other financing uses	<u>51,965,096</u>	<u>53,914,430</u>	<u>1,949,334</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (168,427,629)</u>	<u>\$ (17,624,460)</u>	<u>\$ 150,803,169</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 8
COOK COUNTY, ILLINOIS
MOTOR FUEL TAX FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Nonproperty tax	\$ 93,343,840	\$ 103,065,399	\$ 9,721,559
State of Illinois	3,097,000	128,167	(2,968,833)
Other governments	-	1,827,453	1,827,453
Interest on investments	-	899,500	899,500
Miscellaneous	-	56,213	56,213
Total revenues	<u>96,440,840</u>	<u>105,976,732</u>	<u>9,535,892</u>
EXPENDITURES AND ENCUMBRANCES:			
Transportation	<u>126,624,709</u>	<u>64,757,167</u>	<u>61,867,542</u>
Total expenditures and encumbrances	<u>126,624,709</u>	<u>64,757,167</u>	<u>61,867,542</u>
Revenues over (under) expenditures and encumbrances	<u>(30,183,869)</u>	<u>41,219,565</u>	<u>71,403,434</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	-	-	-
Operating transfers out	<u>(34,500,000)</u>	<u>(34,500,000)</u>	-
Total other financing uses	<u>(34,500,000)</u>	<u>(34,500,000)</u>	-
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (64,683,869)</u>	<u>\$ 6,719,565</u>	<u>\$ 71,403,434</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 9
COOK COUNTY, ILLINOIS
ANNUITY AND BENEFIT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Property tax	\$ 168,951,725	\$ 168,951,725	\$ -
Personal property replacement tax	18,793,275	18,793,275	-
Total revenues	<u>187,745,000</u>	<u>187,745,000</u>	<u>-</u>
EXPENDITURES - Pension Contributions			
Government management and supporting services	13,446,037	13,446,037	-
Corrections	34,907,710	34,907,710	-
Courts	59,553,517	59,553,517	-
Protection of Health	69,452,081	69,452,081	-
Control of environment	430,663	430,663	-
Economic and human development	27,644	27,644	-
Assessment and collection of taxes	5,199,727	5,199,727	-
Election	542,191	542,191	-
Transportation	<u>4,185,430</u>	<u>4,185,430</u>	<u>-</u>
Total expenditures and encumbrances	<u>187,745,000</u>	<u>187,745,000</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>

The notes to the financial statements are an integral part of this statement.

**Exhibit 10
COOK COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
BALANCE SHEET
November 30, 2003**

ASSETS	Business Type Activities Enterprise Fund	Governmental Type Activities Internal Service Fund
CURRENT ASSETS:		
Cash in banks	\$ 2,201,680	\$ -
Cash held by Cook County Treasurer	245,102,598	36,532,009
Time deposits	19,502,598	-
Total cash and investments	<u>266,806,876</u>	<u>36,532,009</u>
Taxes receivable (net of allowance for loss) -		
Tax levy - current year	154,088,329	-
Total tax receivable	<u>154,088,329</u>	<u>-</u>
Accounts Receivable -		
Due from others -		
Settlements under third-party programs	8,563,908	-
Other receivables	1,199,546	-
Due from other governments	4,622,143	-
Accrued interest receivable	-	30,028
Patient accounts receivable, net of allowance for doubtful accounts of \$860,968,000	164,736,382	-
Accrued revenue under secondary interagency agreement	45,833,334	-
Total accounts receivable	<u>224,955,313</u>	<u>30,028</u>
Inventories at lower of cost (weighted average) or market	10,666,263	-
Total current assets	<u>656,516,781</u>	<u>36,562,037</u>
PROPERTY AND EQUIPMENT, at cost:		
Property and equipment, net	688,114,823	-
Total assets	<u>\$ 1,344,631,604</u>	<u>\$ 36,562,037</u>
LIABILITIES AND FUND EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 37,499,077	\$ 3,955,783
Accrued salaries payable	20,946,408	-
Accrued vacation leave	29,485,073	-
Self-insurance claims	-	305,068,517
Due to others	26,698	-
Cash overdraft	161,934,654	-
Trust funds	149,559	-
Total current liabilities	<u>250,041,469</u>	<u>309,024,300</u>
Property tax objections	7,690,564	-
Total liabilities	<u>257,732,033</u>	<u>309,024,300</u>
NET ASSETS:		
Invested in capital assets, net of related debt	688,114,823	-
Restricted	5,954,974	-
Unrestricted	392,829,774	(272,462,263)
Total net assets	<u>1,086,899,571</u>	<u>(272,462,263)</u>
Total liabilities and fund equity	<u>\$ 1,344,631,604</u>	<u>\$ 36,562,037</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 11
COOK COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
For the Year Ended November 30, 2003

	Business Type Activities Enterprise Fund	Governmental Type Activities Internal Service Fund
OPERATING REVENUES:		
Net patient service revenue	\$ 600,865,870	\$ -
Miscellaneous	28,255,378	-
Charges to other funds	-	11,147,678
Total operating revenues	<u>629,121,248</u>	<u>11,147,678</u>
OPERATING EXPENSES:		
Salaries and wages	496,576,104	-
Employee benefits	131,748,626	-
Supplies	136,223,734	-
Purchased services, rental and other	95,602,166	-
Depreciation	48,418,402	-
Utilities	18,213,897	-
Services contributed by other County offices	3,116,185	-
Claims expense, net of actuarial adjustments	-	49,910,029
Total operating expenses	<u>929,899,114</u>	<u>49,910,029</u>
OPERATING LOSS	<u>(300,777,866)</u>	<u>(38,762,351)</u>
NONOPERATING REVENUES:		
Property taxes	152,225,416	-
Sales taxes	28,091,389	-
Cigarette taxes	8,418,617	-
Investment income	680,024	523,287
Retirement plan contribution	64,632,858	-
Total nonoperating revenues	<u>254,048,304</u>	<u>523,287</u>
Net income (loss) before operating transfer	(46,729,562)	(38,239,064)
OPERATING TRANSFERS IN	3,116,185	-
Net income (loss)	<u>(43,613,377)</u>	<u>(38,239,064)</u>
CONTRIBUTED CAPITAL	42,127,171	-
Increase (decrease) in net assets	(1,486,206)	(38,239,064)
NET ASSETS, November 30, 2002	<u>1,088,385,777</u>	<u>(234,223,199)</u>
NET ASSETS, November 30, 2003	<u>\$ 1,086,899,571</u>	<u>\$ (272,462,263)</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 12
COOK COUNTY, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended November 30, 2003

	Business Type Activities Enterprise Fund	Governmental Type Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from third-party payers and patients	\$ 520,258,595	\$ -
Payments to employees	(574,092,439)	-
Payments to suppliers	(169,096,105)	(1,026,693)
Receipts from other funds	-	11,147,678
Payments of insurance and claims	-	(56,281,962)
Other receipts	27,654,390	48,659
Other payments	715,050	-
	<u>(194,560,509)</u>	<u>(46,112,318)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Borrowings from Working Cash Fund	164,500,000	-
Repayment of borrowings from Working Cash Fund	(164,500,000)	-
Real and personal property taxes received, net	159,071,908	-
Sales taxes received	28,124,244	-
Cigarette taxes received	8,418,617	-
	<u>195,614,769</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	680,024	493,259
Net cash flows from investing activities	<u>680,024</u>	<u>493,259</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,734,284	(45,619,059)
CASH AND CASH EQUIVALENTS, November 30, 2002	<u>265,072,591</u>	<u>82,151,068</u>
CASH AND CASH EQUIVALENTS, November 30, 2003	<u>\$ 266,806,875</u>	<u>36,532,009</u>
NON-CASH TRANSACTIONS:		
Retirement plan contribution	\$ 64,632,858	-
Services contributed by other County offices	3,116,185	-
Contributed capital assets	42,127,171	-
RECONCILIATION OF GAIN (LOSS) FROM OPERATIONS TO NET CASH USED IN OPERATING ACTIVITIES		
Gain (loss) from operations	\$ (300,777,866)	\$ (45,134,284)
Adjustments to reconcile loss from operations to net cash cash used in operating activities:		
Loss from sale of fixed assets	92	-
Depreciation	48,418,402	-
Provision for bad debts	247,676,976	-
Retirement plan contribution	64,632,858	-
Services contributed by other County offices	3,116,185	-
Change in assets and liabilities:		
Patient accounts receivable	(318,117,584)	-
Third-party settlements	3,166,665	-
Accrued revenue under interagency agreement	(13,333,334)	-
Other receivables	(600,985)	48,659
Inventories	728,042	-
Accounts Payable	7,723,044	(1,026,693)
Accrued salaries	(2,021,727)	-
Accrued vacation	(8,410,139)	-
Reserve for tax objection suits	(187,999)	-
Due to others	(43,950)	-
Due to other funds	759,000	-
Claims liability	31,299	-
Due to Cook County Treasurer	72,680,513	-
Net cash used in operating activities	<u>\$ (194,560,508)</u>	<u>\$ (46,112,318)</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 13
COOK COUNTY, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
November 30, 2003

ASSETS:	County Pension Trust	Forest Preserve Pension Trust	Agency
	<u> </u>	<u> </u>	<u> </u>
Cash	\$ 25,177,937	\$ 1,048,167	\$ 289,622,888
Receivables -			
Due from employer (property taxes)	178,354,795	3,539,865	-
Accrued interest	21,412,870	702,983	6,956
Due from other funds	428,889	76,943	4,788,939
Due from others	-	-	3,047,400
Investments -			
U.S. Government obligations	1,107,884,654	33,410,738	4,670,519
Corporate bonds	670,631,664	24,439,186	-
Demand notes	146,715,520	6,587,450	-
Stocks	2,664,538,821	83,148,445	7,999,846
Mutual funds	1,038,741,685	24,834,730	4,042,526
Limited partnerships	277,179,238	-	-
Less unsettled investment trades	(57,155,769)	(346,214)	-
Repurchase agreements	-	-	104,700,000
Other	-	-	8,147,234
Total Investments	5,848,535,813	172,074,335	129,560,125
Other assets	674,260	9,298	915,977
Total assets	<u>6,074,584,564</u>	<u>177,451,591</u>	<u>427,942,285</u>
LIABILITIES AND NET ASSETS:			
Accounts payable	6,024,342	203,536	-
Due to other funds	4,687,801	389,732	-
Due to other governments	-	-	177,211,889
Due to employees	-	-	474,568
Due to others	-	-	250,255,828
Total liabilities	<u>10,712,143</u>	<u>593,268</u>	<u>427,942,285</u>
Net assets held in trust for pension benefits	<u>\$ 6,063,872,421</u>	<u>\$ 176,858,323</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 14
COOK COUNTY, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
For the Year Ended November 30, 2003

	County Pension Trust Fund	Forest Preserve Pension Trust Fund
ADDITIONS		
Contributions		
Employer	\$ 181,041,973	\$ 3,432,694
Plan members	<u>140,073,582</u>	<u>2,320,665</u>
Total contributions	<u>321,115,555</u>	<u>5,753,359</u>
Investment income (loss)		
Net appreciation (depreciation) fair value of investments	738,506,567	22,237,808
Dividends	35,957,737	1,168,140
Interest	110,540,861	3,555,739
Limited partnership income (loss)	7,022,293	-
Commission recapture	<u>616,214</u>	<u>27,585</u>
	<u>892,643,672</u>	<u>26,989,272</u>
Less investment expense	<u>(9,024,321)</u>	<u>(296,796)</u>
Net investment income (loss)	<u>883,619,351</u>	<u>26,692,476</u>
Other		
Federal subsidized programs	3,916,447	-
Miscellaneous	<u>649,613</u>	<u>-</u>
Total other additions	<u>4,566,060</u>	<u>-</u>
Total additions	<u>\$ 1,209,300,966</u>	<u>\$ 32,445,835</u>
DEDUCTIONS		
Benefits		
Annuities		
Employee	\$ 258,423,996	\$ 7,694,693
Spouse and children	15,019,947	894,102
Disability benefits		
Ordinary	9,478,729	326,590
Duty	515,210	39,438
Group hospital premiums	<u>32,378,575</u>	<u>1,482,680</u>
Total benefits	<u>315,816,457</u>	<u>10,437,503</u>
Refunds	44,209,953	2,672,454
Net administrative expenses	7,255,667	156,129
Total deductions	<u>367,282,077</u>	<u>13,266,086</u>
NET INCREASE	842,018,889	19,179,749
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS		
Beginning of year, restated	5,221,853,532	157,678,574
End of year	<u>\$ 6,063,872,421</u>	<u>\$ 176,858,323</u>

The notes to the financial statements are an integral part of this statement.

Exhibit 15
COOK COUNTY, ILLINOIS
COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS
November 30, 2003

	Component Units			Component Units Total
	Chicago Zoological Society	Chicago Horticultural Society	Emergency Telephone Systems	
ASSETS				
Cash and investments	\$ 19,470,000	\$ 47,235,000	\$ 6,972,035	\$ 73,677,035
Tax receivable:				
Tax Levy - current	-	8,642,000	-	8,642,000
Accounts receivable:				
Due from others	-	-	400,431	400,431
Due from other funds	257,000	-	-	257,000
Other assets	5,805,000	13,946,000	-	19,751,000
Deferred bond issuance costs	275,000	335,000	-	610,000
Third party settlements	-	445,000	-	445,000
Inventory	1,111,000	689,000	-	1,800,000
Other capital assets	90,656,000	57,228,000	889,702	148,773,702
Total assets	<u>\$ 117,574,000</u>	<u>\$ 128,520,000</u>	<u>\$ 8,262,168</u>	<u>\$ 254,356,168</u>
LIABILITIES				
Accounts payable	\$ 1,649,000	\$ 2,191,000	\$ 131,446	\$ 3,971,446
Accrued salaries payable	1,898,000	-	750,434	2,648,434
Deferred revenue-other	3,168,000	8,642,000	-	11,810,000
Other liabilities	2,092,000	691,000	390,189	3,173,189
Current portion of revenue bonds payable	205,000	-	-	205,000
Compensated absences due in more than 1 year	1,802,000	-	-	1,802,000
Revenue bonds payable, less current portion	8,590,000	20,000,000	-	28,590,000
Accrued postretirement benefits	3,986,000	-	20,334	4,006,334
Total liabilities	<u>23,390,000</u>	<u>31,524,000</u>	<u>1,292,403</u>	<u>56,206,403</u>
NET ASSETS				
Invested in capital assets, net of related debt	81,861,000	37,228,000	-	119,089,000
Restricted for :				
Capital projects	10,732,000	30,767,000	6,969,765	48,468,765
Unrestricted (deficit)	1,591,000	29,001,000	-	30,592,000
Total net assets	<u>\$ 94,184,000</u>	<u>\$ 96,996,000</u>	<u>\$ 6,969,765</u>	<u>\$ 198,149,765</u>

The accompanying notes are an integral part of the financial statements.

**Exhibit 16
COOK COUNTY, ILLINOIS
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Year Ended November 30, 2003**

	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Change in Net Assets</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contribution</u>	<u>Chicago Zoological Society</u>	<u>Chicago Horticultural Society</u>	<u>Emergency Telephone Systems</u>	<u>Component Units Total</u>
Functions/Programs								
Chicago Zoological Society	56,506,000	33,609,000	-	1,538,000	(21,359,000)			(21,359,000)
Chicago Horticultural Society	29,066,000	18,631,000	266,000	1,616,000		(8,553,000)		(8,553,000)
Emergency Telephone Systems	2,314,407	2,569,252	-	-			254,845	254,845
Total component units	<u>87,886,407</u>	<u>54,809,252</u>	<u>266,000</u>	<u>3,154,000</u>	<u>(21,359,000)</u>	<u>(8,553,000)</u>	<u>254,845</u>	<u>(29,657,155)</u>
General revenues								
Taxes:								
Property taxes					13,220,000	8,290,000	-	21,510,000
Investment income					1,828,000	6,026,000	83,494	7,937,494
Total general revenues and transfers					<u>15,048,000</u>	<u>14,316,000</u>	<u>83,494</u>	<u>29,447,494</u>
Change in net assets					(6,311,000)	5,763,000	338,339	(209,661)
Net assets at beginning of year, restated					100,495,000	91,233,000	6,631,426	198,359,426
Net assets-ending					<u>94,184,000</u>	<u>96,996,000</u>	<u>6,969,765</u>	<u>198,149,765</u>

The accompanying notes are an integral part of the financial statements.

COOK COUNTY, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS

For the Year Ended November 30, 2003

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cook County, Illinois (the "County"), a home rule unit under the Illinois Constitution of 1970, was created by the State of Illinois in 1831. The County is currently managed by 17 Commissioners elected from single member districts for four-year terms. The President of the County Board of Commissioners (the "County Board") is also elected and serves as the chief executive officer; he may also be elected as a Commissioner. Currently, the President is a Commissioner. All 17 Commissioners serve as the legislative body.

The accompanying financial statements of the County have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB).

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

a. Financial Reporting Entity

As required by accounting principles generally accepted in the United States ("GAAP"), these financial statements present the County (the primary government) and its component units. As used both on the face of the financial statements and in the footnotes, the term "Primary Government" includes both County funds and Blended Component Units while the term "Component Units" includes only Discretely Presented Component Units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. The following component unit has been blended into the County's financial statements:

The Forest Preserve District of Cook County, Illinois (the "District") was established pursuant to Illinois Compiled Statutes (Chapter 40, Act 5, Sections 9-101 to 10-108) on July 1, 1914. The District is governed by the same Board of Commissioners that currently serve as members of the County's Board. As a result, in accordance with GAAP, the operations of the District are blended with the County for financial reporting purposes. The President of the District appoints management positions and has authority for budgets, fiscal management and the setting of charges and fees for the use of forest preserve facilities. As a separate taxing body The District is subject to its own statutory tax rate limitations. The District has the power to create forest preserve facilities and

may issue debt secured by the full faith and credit of the District. The County is not responsible for financing operating deficits or debt service of the District. The boundaries of the District are coterminous with the boundaries of the County. The District's financial statements for the year ended December 31, 2003, are blended into Cook County's financial statements, except for two of the District's component units, which are discretely presented and discussed below.

The following three component units have been discretely presented due to the nature and significance of their relationship to the County as described below:

- i) The Chicago Zoological Society maintains and operates Brookfield Zoo (the "Zoo") in accordance with a contract with the District through April 2006. The contract provides for an automatic renewal for an additional 20 years unless revoked in writing 12 months prior to the end of the contract by either the District or the Zoo. The District funds a portion of the Zoo's operations through tax levies. Also, all the land has been provided by the District. The Zoo, which follows not-for-profit accounting principles, is presented for the year ended December 31, 2003.
- ii) The Chicago Horticultural Society (the "Society") operates the Chicago Botanic Garden (the "Garden") under an agreement with the District that expires in 2015. The agreement provides for an automatic renewal for 40 years upon agreement of both parties. The District funds a portion of the Garden's operations through tax levies. All the land the Garden occupies is owned by the District. The Society, which follows not-for-profit accounting principles, is presented for the year ended December 31, 2003.
- iii) The Cook County Emergency Telephone System (the "System") is a venture established by resolution of the Cook County Board of Commissioners in accordance with the Emergency Telephone System Act of the Illinois Compiled Statutes. The Cook County Board of Commissioners and the Sheriff's Office appoints the System's board members. The System was organized for the purpose of providing equipment, services, personnel, facilities and other items necessary for the implementation, operation, maintenance and repair of the E-911 Emergency Telephone System within the unincorporated portions of Cook County and the municipalities of Robbins, Ford Heights, Stone Park, Northlake, Golf and Phoenix, Illinois. The System, for the year ended November 30, 2003, is presented on the accrual basis of accounting.

The County is not aware of any other entity over which it exercises significant operational or financial control as to result in the entity being blended or discretely presented in the County's financial statements.

In addition, the County Employees' and Officers' Annuity and Benefit Fund and the Forest Preserve District Employees' Annuity and Benefit Fund of Cook County (the "Pension Trust Funds") are defined benefit, single-employer pension plans established by Illinois Compiled Statutes (Chapter 40, Acts 5/9 and 5/10). The County's Retirement Board is the administrator of the County Employees' and Officers' Annuity and Benefit Fund and consists of nine members, two of whom are appointed and seven of whom are elected. Cook County's Retirement Board also acts as the ex-Officio Retirement Board

for the Forest Preserve District Employees' Annuity and Benefit Fund of Cook County. The Pension Funds are maintained and operated for the benefit of the employees and officers of the County and the Forest Preserve District. As a result, the Pension Funds are financed by investment income, employees' payroll deductions and property taxes levied and collected by the County and the Forest Preserve. In the County's 2002 financial statements the financials ending December 31, 2001 of both Pension Trust Funds' were used, as they were the most recent information available at the time. For the fiscal year 2003 financial statements, both Pension Trust Funds' financial statements for the year ended December 31, 2003, which are the most recent available information, are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets.

Please refer to the transmittal letter page for information on where to obtain the financial statements of the Forest Preserve District, the Pension Funds, the Brookfield Zoo, the Chicago Botanic Gardens, and the Emergency Telephone System.

b. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identified with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

c. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting system of the County, which is maintained by the County Comptroller, is a fund system implemented to present the financial position and the results of operations of each fund. It is also designed to provide budgetary control over the revenues and expenditures of each fund. Separate funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. Each fund is an independent fiscal and accounting entity made up of a self-balancing set of accounts, recording cash and other financial resources, together with all related liabilities and residual balances, and changes therein.

Accounting records for the District, the Zoo, the Society, the System, the Pension Trust Funds, and the various fee offices are maintained by these respective entities.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied, except for the property taxes levied by the District.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual method of accounting, revenues are recognized when measurable and available for financing current obligations. Accordingly, property taxes are recognized as deferred revenue in the year of levy and as revenue in the subsequent year when the taxes become measurable and collectible within the current period, or 60 days thereafter. Uncollected taxes are written off by the County at the end of the fiscal year immediately following the year that the taxes become due. County sales tax revenues are being recorded in the accounting period when they are measurable and available. Accordingly, sales tax amounts that are held by the State of Illinois at the County's fiscal year-end and are transmitted to the County within 60 days of fiscal year-end have been recorded as fiscal 2003 revenues. Other taxes assessed by the County (use, gasoline, parking, alcohol and cigarette taxes) are reported as revenues for the month of assessment since such amounts are collected by the County within 30 days of month end. For most Federal and State grants, reimbursements from other governments are recognized as revenue when collected within 60 days of fiscal year end. Interest on investments is recognized when earned. All other revenues are recognized when collected by the County.

Expenditures, other than principal and interest on long-term debt, which is recognized as due, are recognized when obligations are incurred. Claims and judgments are recorded to the extent that it is probable that an asset has been impaired or a liability has been incurred at the date of the financial statements, and the amount of loss can be reasonably estimated.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of

the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Certain indirect costs have been included as part of the program expenses reported for the various functional activities.

In the fund financial statements, proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services, in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Governmental Funds

The County reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the County. It is used to account for all financial resources, except those required to be accounted for in another fund. There are two accounts used by the County for General Fund financial resources: the Corporate Account and the Public Safety Account. The Corporate Account includes all revenues and expenditures attributable to government management and supporting services, control of environment, assessment, collection and distribution of taxes, election, economic and human development and transportation. The Public Safety Account includes the revenues and expenditures attributable to the protection of persons and property (corrections and courts), government management and supporting services and revenues and expenditures of Cermak Health Services and the Medical Examiner.

Motor Fuel Tax Fund – The Motor Fuel Tax Fund was established to provide for the design, construction and maintenance of streets, roads and highways. Revenues are derived from reimbursements from the State of Illinois, the Federal Government, other governments and other miscellaneous sources. A major portion of the revenue is from the County's share of the State's Motor Fuel Tax on gasoline.

Annuity & Benefit Fund - The Annuity and Benefit Fund was established to account for the yearly revenues and expenditures of the fund. Revenues are derived from employee payroll deductions, taxes receivable from both current and prior year tax levies, investments and interest earnings.

Capital Projects Fund – The Capital Project Fund is used to account for the acquisition, construction and renovation of major capital facilities of the County. The Capital Projects Fund includes the following accounts; Transportation, Government Management and Supporting Services, Public Health, Corrections and Courts.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources to pay principal and interest, when due, of the debt incurred by the County.

Proprietary Funds

The County reports the following proprietary funds:

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. The Proprietary Funds have chosen to not apply Financial Accounting Standards Board pronouncements issued after November 30, 1989, pursuant to paragraph 7 of Government Accounting Standards Board Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Government Entities That Use Proprietary Fund Accounting*.

Enterprise Fund – The Enterprise Fund is used to account for the operations of the Cook County Health Facilities. The Cook County Health Facilities (the “Health Facilities”), which includes the following entities: John H. Stroger, Jr. Hospital (formerly known as Cook County Hospital), Provident Hospital of Cook County, Oak Forest Hospital, the Cook County Department of Public Health, the Cook County Bureau of Health Services and the Ambulatory and Community Health Network of Cook County.

Accounting records are maintained on an accrual basis, and revenue is recognized when earned and measurable. Expenses are recognized at the time liabilities are incurred.

(1) Net Patient Service Revenue

A significant amount of the Health Facilities’ net revenue from patient services is derived from the Medicaid and Medicare programs. Payments under these programs are based on a specific amount per case, or on a contracted price or costs, as defined, of rendering services to program beneficiaries.

Net patient service revenue is reported at estimated net realizable amounts from patients, third-party payers and others for services rendered. Retroactive adjustments under reimbursement agreements with third-party payers are accrued in the period the related services are rendered and are adjusted in future periods as final settlements are determined.

During fiscal year 2003, the Health Facilities’ payers mix was as follows, based on gross patient service revenue:

Self-pay	48%
Medicaid	33%
Medicare	11%
Other	8%
	<hr/>
	100%
	<hr/>

(2) Charity Care

John H. Stroger, Jr. Hospital, Oak Forest Hospital, Provident Hospital and the Ambulatory and Community Health Network of Cook County treat patients in need of medical services without regard to their ability to pay. These entities maintain

records to identify and monitor the level of charity care they provide. These records include the amount of charges forgone for services and supplies furnished as well as the estimated costs incurred for charity care services. During 2003, the following levels of charity care were provided:

Charges forgone for charity care	<u>\$81,571,315</u>
Estimated costs incurred for charity care	<u>\$98,304,013</u>

(3) Interagency Transfer Agreements

The Health Facilities receives enhanced Medicaid reimbursement by means of an Interagency Agreement (the “Agreement” between the Board of Commissioners and the Illinois Department of Public Aid (the “IDPA”). Under terms of the Agreement, the IDPA will direct additional funding to the Health Facilities for inpatient and outpatient services based on per diem and per visit cost reimbursement methodologies. In addition, the Agreement requires the IDPA to provide the Health Facilities additional funding to assist the Health Facilities in offsetting the cost of its uncompensated care. Such adjustment amounts include federal matching funds.

Under terms of the Secondary Interagency Agreement, the Health Facilities earned \$134 million in net additional payments from the IDPA for fiscal 2003 as follows: seven months of revenues relate to the State’s Fiscal year 2003, which ended on June 30, 2003, and five months of revenues for the State’s fiscal 2004, which began on July 1, 2003. Accordingly, the combined financial statements as of November 30, 2003, include accrued revenue under the Secondary Interagency Agreement of \$45,833,333. Such accrued revenue, which is included in net patient service revenue in these combined financial statements, represents amounts earned during the first five months of the State’s 2004 fiscal year, less a \$10 million payment from the State related specifically to the State’s fiscal year 2004 contribution.

Reimbursement under the Agreements will automatically terminate if federal funds under Title XIX are no longer available to match amounts collected and disbursed according to the terms of the Agreements at the rate of at least 50%. The Agreements will also automatically terminate in any year which the General Assembly of the State of Illinois fails to appropriate or reappropriate funds to pay the IDPA’s obligations under these arrangements or any time that such funds are not available. The Interagency Agreements can be terminated by either party upon 15 days’ notice. Additionally, the Interagency Agreements require the parties to comply with certain laws, regulations, and other terms of operations.

Internal Service Fund – The Internal Service Fund is used to account for Cook County’s Self-Insurance Fund. The Internal Service Fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of this fund are included on the balance sheet. The operating statement presents increases (revenues) and decreases (expenses) in total net assets.

The accrual basis of accounting is utilized by the Internal Service Fund. Under this method, revenue is recognized when earned and measurable, and expenses are recognized at the time liabilities are incurred. The Internal Service Fund is included in government-wide Statement of Activities and the Statement of Net Assets.

Fiduciary Funds

The County reports the following fiduciary funds:

Pension Trust Funds – The Pension Trust Funds are used to account for transactions, assets, liabilities and net assets available for plan benefits of the County Employees’ and Officers’ Annuity and Benefit Fund of Cook County and Forest Preserve District Employees’ Annuity and Benefit Fund of Cook County.

The Pension Trust Funds utilize the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and measurable, and expenses are recognized at the time liabilities are incurred.

Agency Funds – The Agency Funds are used to account for resources received and held by the County as an agent to be expended or invested in its agency capacity. Agency Funds include amounts held by the following offices: the County Treasurer, the Clerk of the Circuit Court, the County Sheriff, and the State’s Attorney, the Public Guardian, the Public Administrator, the Forest Preserve District, Payroll Deductions and Other Fee Offices.

d. Change in Accounting Policy and Restatement

- i. Cumulative Effect of Change in Accounting Policy –
During fiscal year 2003, the most recent available information for the Pension Trust Funds was for the year ended December 31, 2003. In the County’s 2002 financial statements, Pension Trust Fund financial statements for the year ended December 31, 2001 were used. Pension Trust Funds financial statements are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets.
- ii. Restatement –
During fiscal year 2003, the beginning net assets for the government-wide statement of activities was changed, due to the Forest Preserve District’s adjustment to the prior year balance of capital assets.

The following shows the beginning net assets restated for the effects of the Change in Accounting Policy and Restatement:

Net Assets at November 30, 2002 – (as reported)	\$175,393,410
Restatement – (Forest Preserve District)	9,808,673
Cumulative effect of Change in Accounting Policy – (Pension Trust Funds)	<u>(54,216,871)</u>
Net Assets at November 30, 2002 – (as restated)	<u>\$130,985,212</u>

e. Budget

i) County

The development of the annual budget begins with each department submitting a detailed request for appropriation. Meetings are then held by the President of the County Board and Bureau of Finance staff with each department and elected official to review the request. Based on department requests and available resources, the Chief Financial Officer, in conjunction with the Budget Director, prepares an executive budget, which is submitted, to the President for approval. Concurrent with this process, the Chief Financial Officer and the County Comptroller prepare an estimate of revenues and other resources available for appropriations. This estimate is required by County ordinance to be submitted on or before November 1st of each year.

The executive budget, as approved by the President, is submitted to the County Board's Committee on Finance, which in turn holds public hearings with each department and elected official.

After public hearings on the budget are held, the Committee on Finance recommends the budget to the County Board with such amendments, as it may deem appropriate. The County Board with any further amendments that may be made by the County Board then approves the budget, in the form of the Appropriation Ordinance. The Annual Appropriation Ordinance must be adopted by March 1st of the current fiscal year. Each year, the County attempts to adopt the budget prior to the beginning of the current fiscal year.

The budget is prepared on an encumbrance accounting basis in which the current year's encumbrances are treated as expenditures of the current period on the budgetary operating statements. Annual budgetary appropriation accounts are established for the General Fund, budgeted Special Revenue Funds, the Debt Service Fund and the Health Facilities Fund. These appropriation accounts represent the maximum expenditures authorized during the fiscal year, and they cannot legally be exceeded unless subsequently amended by the County Board. Unexpended and unencumbered appropriations lapse at the end of each fiscal year. Unencumbered balances in the various fund accounts of the County and other fund accounts may be inadequate to pay for services already rendered because of unforeseen commitments at the time the Annual Appropriation Ordinance is passed. The Comptroller and the Treasurer are authorized to use these unexpended balances as transfers so that fund deficiencies may be liquidated. The Capital Project Funds apply project length budgets for fiscal control. The level of control where expenditures may not exceed the budget is the fund level of activity.

Governmental grants and other non-budgeted special revenue funds are not budgeted within the annual budgeting process, as discussed above. The County controls expenditures from nonbudgeted funds by monitoring cash balances through its accounting and cash disbursement system. Any Nonbudgeted Debt Service Funds'

expenditures, which arise after the passage of the budget, are determined by the terms of specific bond indentures.

The County Board is authorized to amend the Annual Appropriation Ordinance by approving appropriation line item transfers within a department's budget or intrafund transfers between departments. Total appropriations for each fund cannot be changed unless the County Board approves a supplemental appropriation. Supplemental appropriation ordinances are approved when matched with estimated appropriable resources. During the fiscal year, the County Board approved no supplemental appropriations.

ii) Forest Preserve District

The District's Committee on Finance submits to the Forest Preserve Board a proposed operating budget for the fiscal year commencing January 1st. The operating budget includes proposed expenditures and the means of financing them. The budget document is available for public inspection for at least 30 days prior to the Board's passage of the Annual Appropriation Ordinance. The Board must hold at least one public hearing on the budget prior to its passage.

Within 60 days (March 1st) of the beginning of the fiscal year, the Board legally enacts the budget through the passage of the Annual Appropriation Ordinance. The Board is authorized to transfer budgeted amounts between various line items within any fund. The Board must approve any revisions altering the total expenditures of any fund. The budget information stated in the financial statements includes adjustments, if any, made during the year. The level of control where expenditures may not exceed the budget is the fund level of activity.

With the exception of unspent capital projects (construction and development funds), budgetary amounts lapse at year-end and are not carried forward to succeeding years. State statute permits the capital projects funds to be carried forward for four succeeding years until the fund is closed.

The budget is prepared on the cash basis of accounting for expenditures except for certain transactions, which are accounted for on a basis other than accounting principles generally accepted in the United States ("GAAP basis"). The Special Revenue-General Surplus is the legally adopted expenditures from prior years that have not been expended to date. The major differences between the budget and GAAP basis are that for the Governmental Funds of the District, property tax revenues are recorded on the modified accrual method, while for budget purposes the current year's property tax levy (net of an allowance for loss) is recognized as revenue.

The following funds have legally adopted budgets: Special Revenue - General, Debt Service, Real Estate Acquisition and Capital Projects.

f. Encumbrances/Commitments

The encumbrance system of accounting is followed in all governmental funds (except the Forest Preserve District and the Fiduciary Fund Types) under which current year's appropriations are charged when purchase orders, contracts and other commitments are made in order to reserve that portion of the applicable appropriation.

Encumbrances are not the equivalent of expenditures in GAAP operating statements; therefore, the reserve for encumbrances is reported as part of the fund balance. Encumbrances outstanding at the end of the fiscal year are carried forward as a reserve for encumbrances to be disbursed in the subsequent year(s).

Of the County's total reserve for encumbrances for fiscal 2003, \$198,764,866 is due to contractual commitments for County architectural, engineering and construction services for various construction and rehabilitation projects. Contractual commitments in excess of the cash available at November 30, 2003 are expected to be met with proceeds from future bond issues.

The Forest Preserve District has entered into a number of contractual commitments for construction and repair of various facilities the District owns. At December 31, 2003, the District has approximately \$50,058,752 of major commitments.

g. Cash Management and Investments

- i) County (all reporting entities other than Forest Preserve District, Agency Funds and Pension Trust Funds)

The County Treasurer and County Comptroller maintain cash records for all of the County Funds except the Forest Preserve District Funds, the Pension Trust Funds and the Agency Funds that are discussed below. The County Comptroller maintains detailed cash records of receipts and disbursements for the following individual funds: 1) Corporate 2) Public Safety 3) Health Services 4) Special Revenue 5) Capital Projects and 6) Grants and the following four disbursement accounts: 1) Salary 2) Supply 3) Juror and 4) Election. The County Treasurer segregates and deposits cash receipts into the proper operating funding accounts that are recorded as individual bank accounts for each individual fund. The County Comptroller issues checks for authorized County expenditures. Funding for County checks is made at time of issue into the appropriate disbursement checking account. Funding is accomplished when the County Comptroller communicates the verified balances from the daily funding report to the County Treasurer and transmits the daily issuance file to the County's operating disbursement bank. The County Treasurer then facilitates the movement of cash through wire transfers from the appropriate funding account into the appropriate disbursement account. The daily issuance transmissions to the County's operating disbursement bank are confirmed on a daily basis. Daily balances in the disbursement accounts, which represent checks not yet presented to the bank for payment, are invested nightly through an automated sweep into a money market mutual fund account, which is permissible under the law of the State of Illinois. A separate money market mutual fund account is maintained for each of the four

individual disbursement accounts. The County Comptroller credits the Corporate Account for interest earned on the daily balances swept from the disbursement accounts to the money market mutual fund accounts.

The County Treasurer makes daily investments and the interest earned is credited by the Comptroller to the appropriate fund.

During the year, the County Treasurer invested in interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time deposits, United States Treasury securities, various tax-exempt municipal securities and mutual funds. These investments are authorized by the Illinois State Statutes.

The County has an ordinance that directs all elected and appointed officials to invest public funds in their possession for which they are the custodians in interest-bearing accounts and that amounts in excess of insured limits must be collateralized at 110%.

The County Treasurer has adopted an investment policy that limits the types of investments to be made for funds held by the Treasurer to the following investments authorized by the State of Illinois Public Fund Investment Act:

- (a) Bonds, notes, certificates of indebtedness, Treasury bills or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest, which have a liquid market with a readily determinable market value;
- (b) Bonds, notes debentures or other similar obligations of the United States of America or its agencies;
- (c) Interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act (205 IL CS 5/1, *et seq.*) (including the Investment Advisor and its bank affiliates), *provided however*, that any such bank must be insured by the Federal Deposit Insurance Corporation and be on the Treasurer's Office list of approved financial institutions;
- (d) Repurchase agreements whose underlying purchased securities consist of the foregoing instruments described in (a) through (c) above;
- (e) Short-term obligations of corporations organized in the United States of America with assets exceeding \$500,000,000, *provided however*, that such obligations are rated at the time of purchase within one of the three highest classifications established by at least two naturally recognized rating services, such obligations mature not later than 180 days from the date of purchase, and such purchases does not exceed 10% of the applicable corporation's outstanding obligation and *further provided, however*, that no more than one-third of the Treasurer's assets shall be invested in such short-term obligations at any one time.

- (f) Money market mutual funds registered under the Investment Company Act of 1940, as from time to time amended (including those funds managed by the Investment Advisor and its affiliates), *provided however*, that the portfolio of any such money market fund is limited to obligations described in paragraph (a) or (b) above and to agreements to repurchase such obligations;
- (g) Local government investment pools (such as the Illinois Funds or the Illinois Metropolitan Investment Fund) either state-administered or through joint powers statutes and other intergovernmental agreement legislation;
- (h) Any other investment instruments now permitted by the provisions of the Investment Act or any other applicable statutes, or hereafter permitted by reason of the amendment of the Investment Act or the adoption of any other statute or ordinance applicable to the investment of County funds, provided that such instruments are approved in writing prior to purchase by the Investment Policy Committee.

The County Treasurer's policy prohibits the purchase of financial forwards or futures contracts, any leveraged investments, lending securities, or reverse repurchase agreements.

The majority of the County's investments either has a maturity date of less than one year or is not held for investment purposes. As a result, the County carries these investments at amortized cost. Equity investments held by the Public Guardian's agency fund are carried at fair value. Pension plan investments are carried at fair value.

Temporary cash borrowings take place among the various operating funds. These interfund borrowings allow idle cash not currently required in some funds to be borrowed by other funds on a temporary basis. Since the County's operating bank accounts are maintained on a pooled basis, temporary interfund borrowings result from the issuance of checks in amounts in excess of the cash credited to the fund for which the check was issued. The County believes that prudent interfund borrowing of temporarily idle moneys constitutes an appropriate cash management practice since it reduces the need for external borrowings. Interfund borrowings are not made from cash accounts maintained for debt service or rental payments.

Working cash funds are maintained for the County and Forest Preserve District purposes. The money to establish and increase these working cash funds was obtained from the issuance of long-term bonds and from legally available County resources. Monies on deposit in the working cash funds are invested with the interest earnings being credited to the working cash funds. The working cash funds, as of November 30, 2003, totaled \$304,456,503, of which \$143,191,438 is for General, \$128,350,104 for Health Facilities, \$22,491,668 for Election and \$10,423,293 at December 31, 2003, for Forest Preserve District purposes. As part of the County's adoption of GASB No.34, these working cash accounts are reported in the related operating fund, rather than as separate trust fund balances.

The County maintains separate and restricted trust accounts with Trustees for almost all outstanding general obligation debt. Current tax collections are transferred into individual trust accounts to satisfy the above liabilities as they become due. The County invests the principal in the accounts in accordance with the provisions of each bond ordinance. Investments are primarily investment grade commercial paper, certificates of deposit, treasury notes and money market funds.

ii) Forest Preserve District

The Forest Preserve District maintains a cash and investment pool that is available for use by all funds. This pool holds deposits, certificates of deposit, repurchase agreements and other investments with a maturity of less than one year. The portion of each fund's share of this pool is displayed as "Cash and Short Term Investments".

Investments are stated at fair value. Accrued interest on investments is separately stated. Per State statute, the District has discretion in allocating interest income to the various funds, except for the pro-rata share belonging to the Bond and Interest Fund.

The District's deposit and investment policies are governed by State statute. Illinois State Statutes limits the uninsured, uncollateralized deposits of a public agency to 75% of the financial institution's (bank or savings and loan) net worth. The District is in compliance with this statute.

iii) Agency Funds

The Agency Funds, which include various fee offices of the County, maintain their own cash and investment accounts to manage the various activities of the County. The funds are governed by the County's Taxpayers Interest Assurance Ordinance, which requires that all cash held by the fee offices be placed into interest-bearing bank accounts and for those amounts in excess of insured limits, collateralized at 110%, except for economic reasons or if funds are prohibited by law from being invested (i.e. trust funds).

iv) Pension Trust Funds

Pension Trust Funds are administered by the respective fund's Retirement Board and its cash and investments are held by a designated custodian. The Funds are authorized to invest in bonds, notes, certificates of indebtedness, mortgage notes, real estate, stocks, debentures or other obligations set forth in the Illinois Compiled Statutes. Investments are reported at fair value, which generally represents reported market value as of the last business day of the year. Gains and losses are recognized when securities are sold and for the net appreciation (depreciation) in fair value of plan investments.

h. Taxes

i) Real Property Tax

Following the approval of the Annual Appropriation Bill proceedings are adopted by the County Board, authorizing the raising of revenue by direct taxes on real property. This is known as the tax levy and must be certified to and filed in the County Clerk's Office. The real property taxes become a lien on property and a receivable as of January 1st in the budget year for which taxes are levied.

The County Assessor is responsible for the assessment of all taxable real property within the County, except for certain railroad property and pollution control equipment, which is assessed directly by the State. One-third of the County is reassessed each year on a repeating triennial schedule established by the Assessor.

Property assessed by the County is subject to equalization by the State. The equalized value is added to the valuation of property assessed directly by the State (to which an equalization factor is not applied) to arrive at the assessment base used by the County Clerk in determining the tax rate for the County's tax levy. By virtue of its Constitutional "home rule" powers, the County does not have a statutory tax limit, except as described below. However, the Forest Preserve District has the following maximum statutory tax rate limits for each of the District's taxing funds, per \$100 of equalized assessed valuation:

Special Revenue – General	\$.060
Zoological Fund	.035
Botanic Gardens Fund	.015
Capital Projects Fund (construction and development)	.021
Debt Service (Bond and Interest Fund)	Limited by maximum debt
Agency – Employees' Annuity and Benefit Fund	No limit

The County Board passed The Property Tax Relief Ordinance, which voluntarily restricts the growth in the aggregate real property tax levy for the General (Corporate and Public Safety Accounts) and the Health Facilities Funds, to the lesser of 5% or the Consumer Price Index for All Urban Consumers. The Bond and Interest levy, the Pension levy and Election levy are excluded from this ordinance.

Property taxes are collected by the County Collector (who is also the County Treasurer), who remits to the County its respective share of the collections. Taxes levied in one year normally become due and payable in two installments, on March 1st and September 1st during the following year. The first installment is an estimated bill and is one half of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Railroad property taxes (based on the State's assessments) are due in full at the time the second installment is due. Property tax revenue for fiscal year 2003 represents the amount of property taxes levied in fiscal year 2002 and collected in fiscal year 2003 and 60 days

thereafter. Property tax receivable at November 30, 2003 represents the fiscal year 2003 taxes levied on January 8, 2003 and uncollected fiscal year 2002 taxes.

Property, on which property taxes are unpaid after the due date, is eligible to be sold at a public sale. If property sold for taxes is not redeemed within two years, the tax buyer receives a deed to the property.

The Annual Appropriation Bill of the County has a provision for an allowance for uncollectible taxes. The County's present policy allows for approximately a 3% provision for uncollectible property taxes. It is the County's policy to review this provision annually and to make adjustments accordingly.

On July 29, 1981, State law, requiring additional procedures in connection with the annual levying of property taxes, became effective. The law states that, if an aggregate annual levy, exclusive of election costs and debt service requirements, is estimated to exceed 105% of the levy of the preceding year, a public hearing shall be held on the proposed increase. If the final levy as adopted exceeds 105% of the prior year's levy and exceeds the proposed levy specified in the notice, or is more than 105% of such proposed levy and no notice was required, notice of the adoption of such levy must be published within 15 days of the adoption thereof. No amount in excess of 105% of the preceding year's levy may be extended unless the levy is accompanied by a certification of compliance with the foregoing procedures. The express purpose of the law is to require published disclosure of an intention to adopt a levy in excess of the specified levels. The County and District, at public hearings on its 2003 budget, complied with this law.

During 1995, the State extended the provisions of the Property Tax Extension Limitation Law (the "Limitation Law") to non-home rule taxing districts in Cook County, including the Forest Preserve District. Subject to specific exceptions, the Limitation Law limits the annual growth in property tax extensions for the Forest Preserve District to (i) 5% for taxes extended in 1995 and (ii) the lesser of 5% or the percentage increase in the Consumer Price Index for All Urban Consumers during the calendar year preceding the relevant levy year for taxes extended in years after 1995.

ii) Personal Property Replacement Tax

All personal property taxes in the State of Illinois were abolished, effective January 1, 1979. A personal property replacement tax was enacted, effective July 1, 1979.

The personal property replacement tax represents an additional income tax for corporations (including certain utilities) at the rate of 2.5% of net taxable income; an additional income tax for trusts at the rate of 1.5% of net taxable income; a new income tax for partnerships and Subchapter S Corporations at the rate of 1.5% of net taxable income; and a new tax at the rate of 0.8% of invested capital for public utilities providing gas, communications, electrical and water services. Partnerships and Subchapter S Corporations previously had not been subject to the Illinois income tax.

The replacement tax law provides that monies received by the County from the tax shall be applied, first, toward payment of the proportionate amount of debt service, which was previously levied and extended against personal property for bonds outstanding as of December 31, 1978, and, next, applied toward payment of the proportionate share of the pension or retirement obligations of the County which were previously levied and extended against personal property.

i. Inventory

Inventory is valued at the lower of cost or market.

j. Fixed Assets

Fixed assets, for all funds other than the Proprietary Funds are recorded as an expenditure of the fund from which the expenditure was made in the fund financial statements.

Fixed Assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, curbs and gutters, and sidewalks and lighting systems) are reported in the applicable governmental or business type activities columns in the government-wide financial statements. Fixed assets are defined, by the County, as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of three years. Capital assets are recorded at cost. Costs recorded do not include interest incurred as a result of financing asset acquisition or construction. Assets acquired by gift or bequest are recorded at their fair market value at the date of gift. Upon sale or retirement, the cost of the assets and the related accumulated depreciation, if any, are removed from the accounts. Maintenance and repair costs are charged to operations.

Depreciation is provided over the estimated useful life of each class of assets. The estimated useful lives are as follows:

Land improvements	5 to 63 years
Buildings	40 to 100 years
Leasehold and building improvements	10 to 68 years
Machinery and equipment	3 to 25 years
Fixed Plant Equipment	10 years
Institutional Equipment	10 years
Medical, Dental & Lab Equipment	5 years
Telecommunications	5 years
Computer Equipment	5 years
Furniture & Office Equipment	10 years
Lease Purchased Equipment	5 years
Other Fixed Equipment	5 years
Vehicles	5 years
Vehicle Equipment	5 years
Lease Purchased Vehicles	5 years
HVAC Purchase	15 years
Infrastructure	20 to 50 years

Depreciation on fixed assets included in the governmental type activities is computed on the straight-line method.

Depreciation on fixed assets included in the business type activities other than Stroger Hospital is computed on the straight-line method except for assets acquired prior to August 1, 1970, which use the double-declining balance method. Stroger Hospital depreciation is calculated using the 150% declining-balance method.

During fiscal year 1990, the County purchased the property known as Provident Hospital from the U.S. Department of Housing and Urban Development for \$1. The purchase agreement restricts the use of the property to a “general public hospital or other public health care facility for a period of 50 years” or the remaining useful life of the property. Additional restrictions exist related to the distribution of proceeds from any sale of the property.

At November 30, 2003, the County was in the process of numerous construction and renovation projects at the various Health Facilities’ sites. Expenditures from capital projects fund of the County are for equipment and construction in progress, which amounted to \$42,127,171 for the year ended November 30, 2003, and are included in the Enterprise Fund’s equity.

k. Compensated Absences

Governmental and Business-type Activities – Employees can earn from 10 to 25 vacation days per year, depending on their length of employment with the County. An employee can accumulate no more than the equivalent of two years’ vacation. Accumulated vacation leave is due to the employee, or employee’s beneficiary, at the time of termination or death.

Salaried employees can accumulate sick leave at the rate of one day for each month worked, up to a maximum of 175 days. Accumulated sick leave is forfeited at the termination of employment; therefore, sick leave pay is not accrued and is charged as an expenditure when paid.

Sick leave does not vest, but any unused sick and vacation leave, up to six months in duration, accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes.

Forest Preserve District – District employees are granted vacation and sick leave as follows:

- (1) Employees can generally carry over a portion or all of vacation earned in one year to the following year. In the event of death, retirement or termination, other than by discharge for cause, unused vacation is usually paid to the employee or the employee’s beneficiary. The payment often provides for partial vacation credits earned in the current year.

- (2) Full-time employees usually earn eight hours of sick leave for each month worked. Non-union employees have the discretion to accumulate a maximum of 960 hours (120 days) of sick leave. Union employees have the discretion to accumulate a maximum of 1,400 hours (175 days) of sick leave. All rights for compensation for sick leave terminate when an employee severs employment with the District. Since sick pay is not vested, a provision for accumulated sick pay is not provided.

I. Self-Insurance/Other Contingencies

County – The County (except for the Forest Preserve District Fund discussed below) self-insures all risks, including medical malpractice, workers' compensation, general, automobile and other liabilities. The County is a defendant in lawsuits alleging medical malpractice, work-related injuries, highway cases and other claims in which it is involved. Cases related to these areas are in various stages of the legal process.

The County engages an external actuary to provide an actuarial estimate of its liabilities for self-insured expenses. The liability recorded reflects a 6% discount factor. If the discounted estimate were not used, the ultimate liability for the self-insured programs would be approximately \$97.6 million higher than the amount recorded in the financial statements at November 30, 2003.

Beginning in fiscal year 2001, the County purchased excess liability insurance coverage related to medical malpractice and other claims. The medical malpractice policy is on claims made basis and provides a policy maximum of \$10 million of coverage. For settlements in excess of \$10 million per claim or aggregate retention levels or for the excess of settlements in the aggregate over \$25 million for all claims covered by the policy. The liability recorded as of November 30, 2003 reflects the estimated discounted effect of approximately \$2.0 million for the claims expected to be covered by the policies. For the past three years, no insurance settlement has exceeded the insurance coverage available.

The County funds its self-insurance liabilities, including those of the Health Facilities, on a current basis and has the authority to finance such liabilities through the levy of property taxes. While it is difficult to estimate the timing or amount of expenditures, management of the County believes that the self-insurance liabilities recorded at November 30, 2003, are adequate to provide for potential losses resulting from medical malpractice, workers' compensation and general liability claims including incurred but not reported claims. The self-insurance liabilities recorded are based on facts known at the current time; however, the discovery of additional information concerning specific cases could affect estimated costs in the future.

For the fiscal year ended November 30, 2003, amounts charged by the self-insurance fund to other County funds relating to workers' compensation are reported as revenues to the self-insurance fund and expenditures of the fund charged.

The following table describes the activity during fiscal years 2002 and 2003 for the primary classifications of liabilities (in millions):

Type	Balance at Nov. 30, 2001	Insurance and Claims Payouts	Expense, Net of Actuarial Adjustments	Balance at Nov. 30, 2002	Insurance and Claims Payouts	Expense, Net of Actuarial Adjustments	Balance at Nov. 30, 2003
Medical Malpractice	\$171.0	\$(21.1)	\$61.5	\$211.4	\$(28.4)	\$13.2	\$196.2
Workers Compensation	36.9	(11.7)	16.7	41.9	(11.7)	18.9	49.1
General	4.6	(0.1)	3.2	7.6	(1.3)	(2.1)	4.3
Automobile	3.1	(0.4)	0.4	3.1	(0.2)	0.6	3.5
Claim Expense Reserves	6.2	--	3.4	9.6	--	2.5	12.1
Other	32.6	(3.6)	8.9	37.9	(5.9)	7.9	39.9
Total Internal Service Fund Claims Liability	\$254.4	\$(36.9)	\$94.1	\$311.5	\$(47.5)	\$41.0	\$305.1

Forest Preserve District – The Forest Preserve District is self-insured for the following various claims:

- Casualty and public liability claims
- Automobile liability
- Property and contents
- Workers’ compensation claims
- Employees’ health insurance (reimbursed to a provider on a cost plus basis)

The District recognizes the liability for such claims when the amount of the expenditure is measurable, i.e., when agreement is acquired both as to the issue of liability and the dollar amount. The expenditure recognition for insurance claims (included in “fixed charges” on the statement of revenue, expenditures and changes in fund balances) is the fiscal year’s cash disbursement adjusted for a 60-day accrual. The claims expenditure recognition for other funds is essentially a transfer for the specific fund’s budgeted amount.

During FY2003 the District was party to several lawsuits. The District believes that it will ultimately be successful in defending these lawsuits.

The District’s estimate of liabilities for tort claims is based on reserves established by the respective trial attorneys. Any matter in which the likelihood of loss is probable has been recorded. The District has a policy of not estimating total future claims for workers’ compensation claims; however, claims likely to be paid out have been estimated based on historical data and \$10,493,750 has been recorded as a long term liability in the Statement of Net Assets.

The District has made its own determination, without the use of an enrolled actuary, of claims incurred but not reported at year-end. To date, the District has made no separate

funding arrangement for these claims reserves. However, the District has the statutory authority to impose a tax levy for settlement bonds to satisfy major claims.

The District is subject to the State of Illinois Unemployment Compensation Act and has elected the reimbursing employer option for providing unemployment insurance benefits for eligible former employees. The District reimburses the State for claims paid by the State on a quarterly basis.

m. Long-Term Obligations

General obligation bonds and other forms of long-term debt supported by general revenues are obligations of either the County as a whole or the Forest Preserve District as a whole and not of the individual constituent funds of either government. General obligation debt proceeds are used to finance Health Facilities' projects and accordingly, are not recorded in the Business-Type Activities. Unmatured obligations of the County and the Forest Preserve District are recorded as non-current liabilities in the Statement of Net Assets.

n. Indirect Costs

Indirect costs are charged to various federal programs and other funds based on a formal plan developed annually by the County. These costs are reflected as expenditures in those funds benefiting from the services provided and as reimbursements to the General Fund, which provides the services.

o. Cash and Cash Equivalents in the Statement of Cash Flows

For purposes of the Statement of Cash Flows, the County considers all unrestricted, highly liquid investments with a maturity date of three months or less from the date of purchase to be cash equivalents. Restricted investments consist of investments with a maturity date greater than three months from the date of purchase.

p. Use of Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures, or expenses during the reporting period. Actual results could differ from those estimates.

2. BUDGETARY BASIS OF ACCOUNTING

The accompanying Statements of Revenues, Expenditures and Encumbrances and Changes in Unreserved Fund Balance - Budget and Actual have been prepared on a legally prescribed budgetary basis of accounting that differs from GAAP. The significant differences in accounting practices between the operating statements presented under GAAP and the budgetary operating statements follow:

- Property tax levies and personal property replacement taxes (“PPRT”) are recognized as revenue in the budgetary statements in the year levied or the year personal property replacement taxes would have been levied. The operating statements prepared under GAAP recognize property tax levies as revenue in the subsequent year when they become available.
- Expenditures related to specific property tax levies (i.e., pension obligation, principal and interest on general obligation bonds, rental obligations, and allowances for uncollectible taxes) are recognized in the budgetary statements in the year the taxes are levied. The GAAP operating statements recognize these expenditures when the related liability is incurred with the exception of principal and interest on general long-term debt, which is recognized when due.
- Encumbrances are combined with expenditures in the budgetary statements but are excluded in the GAAP operating statements.
- Incurred obligations (i.e., accounts payable and accrued salaries) are recognized as expenditures when paid in the budgetary statements while the GAAP operating statements recognize these items when the related liability is incurred.
- Revenue is recognized when received in the budgetary statements, while the GAAP operating statements recognize these items when measurable and available for financing current obligations.

The following is a reconciliation of the budgetary and GAAP fund balances:

	<u>General Funds</u>	<u>Motor Fuel Tax Fund</u>	<u>Annuity & Benefit Fund</u>
Revenues and other financing sources over (under) expenditures and other financing uses - GAAP basis per Exhibit 5	\$ (20,731,782)	\$ (9,466,935)	\$ -
Effect of deferring 2003 property tax levy	(261,071)	-	27,056,478
Effect of accruing certain revenue	4,562,013	305,772	9,078,218
Effect of not including encumbrances as expenditures	17,781,703	(7,829,618)	-
Effect of recognizing incurred obligations at November 30, 2003	(18,978,484)	23,710,346	(36,134,696)
Effect of excluding working cash funds	3,161	-	-
Revenues and other financing sources over (under) expenditures and encumbrances and other financing uses - budgetary basis per Exhibits 7 & 8 respectively	<u>\$ (17,624,460)</u>	<u>\$ 6,719,565</u>	<u>\$ -</u>

3. CASH AND INVESTMENTS

The County's deposits and investments are categorized into one of three custodial credit risk categories:

1. Demand accounts or time deposits insured or collateralized with securities held by the County or its agent in the County's name. Investment securities insured, registered or held by the County or its agent in the County's name.
2. Demand accounts or time deposits collateralized with securities held by the pledging financial institution's trust department or its agent in the County's name. Investment securities held by the financial institution's trust department or its agent in the County's name.
3. Demand accounts or time deposits uncollateralized or collateralized with securities held by the pledging financial institution or its trust department or agent but not in the County's name. Investment securities held by the financial institution or its trust department or its agent but not in the County's name.

County pooled and other investments are categorized as follows at November 30, 2003 as follows:

	<u>Credit Risk Category</u>			<u>Bank or Fair Value</u>	<u>Carrying Amount</u>
	<u>(1)</u>	<u>(2)</u>	<u>(3)</u>		
Deposits-					
Demand	\$ 606,702,273			\$ 606,702,273	\$ 627,389,658
Time	350,974,558			350,974,558	350,974,558
Investments-					
U.S. Treasury obligations	19,789,965			19,789,965	19,789,965
Common and preferred stocks	7,999,846			7,999,846	7,999,846
Repurchase Agreements	104,700,000			104,700,000	104,700,000
Totals	<u>\$ 1,090,166,642</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,090,166,642</u>	<u>\$ 1,110,854,027</u>
Investments not categorized-					
Deferred compensation				617,398	617,398
IPTIP				23,478,524	23,478,524
Clerk of Circuit Court				1,099,001	1,099,001
Mutual Funds				339,021,046	339,021,046
Other				6,430,835	6,430,835
				<u>\$ 370,646,804</u>	<u>\$ 370,646,804</u>
					<u>\$ 1,481,500,831</u>
Reconciliation to financial statements					
Exhibit 1:					
Cash and investments					949,738,670
Cash and investments with trustees					112,579,148
Exhibit 13:					
Cash and investments - Agency					419,183,013
					<u>\$ 1,481,500,831</u>

The majority of the County's investments either has a maturity date of less than one year or is not held for investment purposes. As a result, the County carries these investments at amortized cost. Equity investments held by the Public Guardian as an agency fund are carried at fair value.

Pension plan investments are carried at fair value. The County and District pension plans are pooled and other investments are categorized as follows at December 31, 2003 as follows:

	<u>Credit Risk Category</u>			<u>Bank or Fair Value</u>	<u>Carrying Amount</u>
	<u>(1)</u>	<u>(2)</u>	<u>(3)</u>		
Deposits-					
Demand	\$ 26,226,104			\$ 26,226,104	\$ 26,226,104
Time	153,302,970			153,302,970	153,302,970
Investments-					
U.S. Treasury obligations	1,141,295,392			1,141,295,392	1,141,295,392
Corporate bonds	695,070,850			695,070,850	695,070,850
Common and preferred stocks	2,747,687,266			2,747,687,266	2,747,687,266
Totals	<u>\$ 4,763,582,582</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,763,582,582</u>	<u>\$ 4,763,582,582</u>
Investments not categorized-					
Mutual Funds				1,063,576,415	1,063,576,415
Limited partnerships				277,179,238	277,179,238
Unsettled trades				(57,501,983)	(57,501,983)
				<u>\$ 1,283,253,670</u>	<u>\$ 1,283,253,670</u>
					<u>\$ 6,046,836,252</u>
Reconciliation to financial statements					
Exhibit 13:					
Cash					26,226,104
Investments					6,020,610,148
					<u>\$ 6,046,836,252</u>

4. INDIVIDUAL FUND DISCLOSURES

During the course of normal operations the County has numerous transactions between funds including expenditures and transfer of resources to provide services. These transactions are recorded as operating transfers and are reported as other financial sources (uses) in the Governmental Funds and as transfers in the Enterprise Funds. Transfers between fund types during the year were:

Operating Transfers Summary – All Funds

November 30, 2003

	Operating Transfer In	Operating Transfer Out
General Fund -		
CC Lead Poisoning Prevention	248,213	-
Election Fund	695,748	-
County Law Library	1,486,027	2,500,000
Animal Control Fund	1,289,131	-
County Recorder Document Storage	45,347	-
County Clerk Automation	33,861	-
County Emergency Telephone System	105,321	-
Treasury Tax Sales Automation Fund	28,312	-
MFT Illinois First	460,958	-
Capital Projects – Govt Mgmt and Supporting Services	2,054,655	-
Circuit Court Document Storage	1,138,636	-
Circuit Court Automation	809,357	-
Adult Probation Services Fees	65,254	-
Social Service Probation	53,765	-
Other Non-Budgeted Special Revenue Funds	5,166	-
Health Facilities	-	3,116,185
Motor Fuel Tax	32,000,000	-
Motor Fuel Tax Fund – General	-	34,500,000
Nonmajor Governmental Funds -		
MFT Illinois First – General Fund	-	460,958
Election Fund – General Fund	-	6,169,710
County Law Library – General Fund	2,500,000	1,486,027
Animal Control Fund – General Fund	-	1,289,131
County Recorder Document Storage – General Fund	-	1,339,821
County Clerk Automation – General Fund	-	33,861
Circuit Court Document Storage – General Fund	-	1,509,868
Circuit Court Automation – Motor Fuel Tax	2,500,000	-
Circuit Court Automation – General Fund	-	1,351,144
County Emergency Telephone System – General Fund	-	105,321
Adult Probation Services Fees – General Fund	-	65,254
Social Service Probation – General Fund	-	53,765
Treasury Tax Sales Automation Fund – General Fund	-	28,312
CC Lead Poisoning Prevention – General Fund	-	248,213
Forest Preserve District – General - Forest Preserve - Debt Service	4,058,295	-
Forest Preserve District – General - Forest Preserve - Capital Projects	1,739,862	-
Forest Preserve District – Debt Service	-	4,058,295
Forest Preserve District – General - Forest Preserve – Capital Projects	-	1,739,862
Forest Preserve District – Capital Projects - Forest Preserve – Capital Projects	44,794	44,794
Forest Preserve District – Capital Projects - Capital Projects	-	579,313
Other Non-Budgeted Special Revenue Funds – General Fund	-	5,166
Capital Project Funds -		
Government Management and Supporting Services - General Fund	8,260,768	2,054,655
Enterprise Funds -		
Health Facilities	3,116,185	-
Total all funds	62,739,655	62,739,655

Interfund receivable and payable balances among Governmental Funds at year end are the result of the time lag between the dates that interfund goods and services are provided, the date the transactions are recorded in the accounting system and the date payments between funds are made. Intefund receivables do not equal Interfund payables at November 30, 2003 due to the fact that certain component units have different fiscal year ends than the County. All Interfund balances are expected to be settled during the subsequent year.

Interfund Receivables and Payables		Receivable	Payable
November 30, 2003		Fund	Fund
		Due from	Due to
General Fund			
	Corporate Account	\$ 34,330,488	\$ 337,050
	Public Safety Account	-	37,235,712
		<u>34,330,488</u>	<u>37,572,762</u>
Annuity & Benefit	Fiduciary Funds	<u>5,885,909</u>	<u>7,593,979</u>
		5,885,909	7,593,979
Capital Projects Fund			
	Transportation	2,475,772	-
	Government Management and Supporting Services	34,187,118	123,789,931
	Protection of Health	60,942,940	-
	Corrections	11,852,001	-
	Courts	14,332,100	-
		<u>123,789,931</u>	<u>123,789,931</u>
Debt Service Fund		<u>12,724,583</u>	<u>4,770,564</u>
		12,724,583	4,770,564
Nonmajor Governmental Funds			
	Geographical Information Systems	2,645,730	-
	Election	-	404,913
	County Law Library	216,109	-
	Animal Control	780	-
	County Recorder Document Storage System	89,088	-
	County Clerk Automation	71,235	-
	Circuit Document Storage	276,986	-
	Circuit Court Automation	312,923	-
	Circuit Court Dispute Resolution	15,665	-
	County Emergency Telephone System	-	1,385,647
	Adult Probation Services Fee	117,497	-
	Treasurer Tax Sales Automation	71,952	-
	Chief Judge Juvenile Justice	-	1,200,691
	Forest Preserve District – General	-	709,123
	Governmental Grants	1,223,595	1,146,239
	Other Nonbudgeted Special Revenue Funds	550	-
	Forest Preserve District – Capital Project Fund	6,360,704	5,651,581
		<u>11,402,814</u>	<u>10,498,194</u>
County Pension Trust		-	<u>4,687,801</u>
		-	4,687,801
	Total	<u><u>\$188,133,725</u></u>	<u><u>\$188,913,231</u></u>

5. FIXED ASSETS

Governmental Funds

The following is a summary of capital assets activity for the year ended November 30, 2003:

Governmental Activities:	November 30, 2002 (as restated)	Additions	Disposals and Transfers	November 30, 2003
Capital assets, not being depreciated:				
Land	\$ 282,086,924	\$ 5,600,172	-	\$ 287,687,096
Construction in Progress	<u>117,214,947</u>	<u>88,006,011</u>	<u>(85,463,638)</u>	<u>119,757,320</u>
Total capital assets not being depreciated	<u><u>399,301,871</u></u>	<u><u>93,606,183</u></u>	<u><u>(85,463,638)</u></u>	<u><u>407,444,416</u></u>
Capital assets being depreciated:				
Buildings and Other Improvements	1,153,765,423	44,218,455	(1,032,361)	1,196,951,517
Machinery and Equipment	238,054,020	20,196,635	(9,062,297)	249,188,358
Infrastructure	<u>1,073,421,468</u>	<u>39,254,045</u>	<u>-</u>	<u>1,112,675,513</u>
Total capital assets being depreciated	<u><u>2,465,240,911</u></u>	<u><u>103,669,175</u></u>	<u><u>(10,094,658)</u></u>	<u><u>2,558,815,388</u></u>
Less accumulated depreciation for:				
Buildings and Other Improvements	429,799,769	30,573,315	(372,694)	460,000,390
Machinery and Equipment	109,690,006	35,774,335	(7,189,236)	138,275,105
Infrastructure	<u>795,155,244</u>	<u>26,562,599</u>	<u>-</u>	<u>821,717,843</u>
Total accumulated depreciation	<u><u>1,334,645,019</u></u>	<u><u>92,910,248</u></u>	<u><u>(7,561,236)</u></u>	<u><u>1,419,993,337</u></u>
Total capital assets being depreciated, net	<u><u>1,130,595,892</u></u>	<u><u>10,758,887</u></u>	<u><u>(2,532,728)</u></u>	<u><u>1,138,822,050</u></u>
Total Governmental Activities capital assets, net	<u><u>\$ 1,529,897,763</u></u>	<u><u>\$ 104,365,070</u></u>	<u><u>\$ (87,996,366)</u></u>	<u><u>\$ 1,546,266,466</u></u>

The following is a summary of the changes in property and equipment for the Enterprise Fund for the year ended November 30, 2003.

Business-type Activities:	November 30, 2002	Additions	Disposals and Transfers	November 30, 2003
Capital assets, not being depreciated:				
	\$			
Land	-	\$ -	\$ -	-
Construction in Progress	<u>538,786,952</u>	<u>-</u>	<u>(536,212,745)</u>	<u>2,574,207</u>
Total capital assets not being depreciated	<u>538,786,952</u>	<u>-</u>	<u>(536,212,745)</u>	<u>2,574,207</u>
Capital assets being depreciated:				
Buildings and Other Improvements	407,929,930	463,194,076	(4,500)	871,119,506
Machinery and Equipment	210,747,452	115,145,839	(316,940)	325,576,351
Infrastructure	-	-	-	-
Total capital assets being depreciated	<u>618,677,382</u>	<u>578,339,915</u>	<u>(321,440)</u>	<u>1,196,695,857</u>
Less accumulated depreciation for:				
Buildings and Other Improvements	311,174,922	19,251,918	(4,500)	330,422,340
Machinery and Equipment	151,883,266	29,166,483	(316,848)	180,732,901
Infrastructure	-	-	-	-
Total accumulated depreciation	<u>463,058,188</u>	<u>48,418,401</u>	<u>(321,348)</u>	<u>511,155,241</u>
Total capital assets being depreciated, net	<u>155,619,194</u>	<u>529,921,514</u>	<u>(92)</u>	<u>685,540,241</u>
Total Governmental Activities capital assets, net	<u>\$ 694,406,146</u>	<u>529,921,514</u>	<u>(536,212,837)</u>	<u>688,114,823</u>

Depreciation expense was charged to functions/programs of the County and the District as follows:

Governmental Activities:

Government management and supporting services	\$ 11,270,975
Corrections	16,970,720
Courts	37,488,912
Control of Environment	3,267,582
Assessment and Collection of Taxes	834,734
Transportation	23,075,964
Election	1,361
Total depreciation expense-governmental activities:	<u>\$ 92,910,248</u>

Business-type Activities:

Total depreciation expense-business-type activities	<u>\$ 48,418,401</u>
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6. LEASES

Operating Leases

The County is committed under two leases for data processing equipment and Health Information System services. These leases are considered for accounting purposes to be noncancelable operating leases. Lease expenditures for the year ended November 30, 2003, amounted to \$2,185,664. Future minimum lease payments for these leases are as follows:

Fiscal Year Ending	Amount
2004	\$ 1,955,424
2005	194,890
2006	129,935
Total	<u>\$ 2,280,249</u>

The Health Facilities leases data processing and other equipment. Lease agreements frequently include renewal option and usually require the Health Facilities to pay for maintenance costs. Future minimum lease payments for all leases at November 30, 2003 are not significant. Rental payments for operating leases are charged to operating expenses in the period incurred. Rental expense for operating leases was approximately \$2,575,000 in fiscal year 2003.

Capital Leases

The County is committed under one lease for mainframe hardware, software and other related services and one lease for photocopying equipment. Therefore \$8,848,619 has been recorded as equipment on the Statement of Net Assets. The leases are considered for accounting purposes to be a non-cancelable capital leases.

The following is a schedule of future minimum lease payments under capital leases together with the present value of future minimum lease payments as of November 30, 2003:

Fiscal Year Ending	Governmental Activities
2004	\$ 3,016,353
2005	683,253
2006	683,253
2007	605,373
	<hr/>
Total minimum lease payments	4,988,232
	<hr/>
Less: amount representing interest	497,678
	<hr/>
Present value of minimum lease payments	<u><u>\$ 4,490,554</u></u>

7. LONG-TERM DEBT

General Obligation Bonds Debt Service Funds are maintained for retirement of bonded debt. Property tax receipts for bonds issued prior to 1993 are deposited into a cash escrow account, and property tax receipts for bonds issued in 1992 and thereafter are deposited with a bond trustee for payment of the principal and interest. The annual debt service requirements to retire bonds outstanding at November 30, 2003, are detailed as follows:

Fiscal Year	Total Principal	Total Interest	Total Requirements
2004	\$ 54,850,000	\$ 95,042,183	\$ 149,892,183
2005	53,045,000	101,571,923	154,616,923
2006	56,420,000	122,920,338	179,340,338
2007	62,035,000	127,533,201	189,568,201
2008	63,210,000	126,531,446	189,741,446
2009 - 2013	392,305,000	559,162,387	951,467,387
2014 - 2018	498,565,000	447,946,007	946,511,007
2019 - 2023	630,525,000	293,407,101	923,932,101
2024 - 2028	631,540,000	132,346,795	763,886,795
2029 - 2031	147,250,000	14,072,300	161,322,300
Total	<u>\$ 2,589,745,000</u>	<u>\$ 2,020,533,681</u>	<u>\$ 4,610,278,681</u>

General obligation bonds outstanding at November 30, 2003, are composed of the following:

1992C County bonds of \$159,835,000, due in annual installments of \$260,000 to \$31,185,000 through November 15, 2009, interest at 2.9% to 6%	47,415,000
1993A County bonds of \$235,000,000; \$100,445,000 serial bonds due in annual installments of \$2,125,000 to \$13,780,000 through November 15, 2008; interest at 2.75% to 5.4%; \$20,000,000 of 5.375% term bonds due November 15, 2012; and \$114,555,000 of 5% term bonds due November 15, 2023	79,970,000
1993B County bonds of \$260,480,000; \$164,535,000 serial bonds due in annual installments of \$1,730,000 to \$26,340,000 through November 15, 2010; interest at 2.25% to 5.4%; \$20,365,000 of 5.375% term bonds due November 15, 2012; and \$75,580,000 of 5.375% term bonds due November 15, 2018	28,365,000
1996 County bonds of \$486,345,000; \$281,920,000 serial bonds due in annual installments of \$450,000 to \$25,370,000 through November 15, 2016; interest at 4.9% to 6.5%; \$204,425,000 of 5.875% term bonds due November 15, 2014	159,835,000
1997A County bonds of \$206,400,000; \$134,500,000 serial bonds due in annual installments of \$625,000 to \$26,740,000 through November 15, 2019; interest at 5% to 6.25%; \$71,900,000 of 5.625% term bonds due November 15, 2022	203,135,000
1997B County serial bonds of \$74,535,000 due in annual installments of \$345,000 to \$10,440,000 through November 15, 2017; interest at 4% to 5.125%	73,080,000
1998A County bonds of \$281,965,000; \$129,510,000 serial bonds due in annual installments of \$1,060,000 to \$29,700,000 through November 15, 2018; interest at 4% to 5%; \$152,455,000 of 5% term bonds due November 15, 2022	278,305,000
1999A County bonds of \$329,655,000; \$132,380,000 serial bonds due in annual installments of \$11,090,000 to \$17,040,000 through November 15, 2019; interest at 5% to 5.25%; \$77,110,000 of 5% term bonds due November 15, 2023; \$120,165,000 of 5% term bonds due November 15, 2028	287,945,000
1999B County bonds of \$80,485,000; \$80,485,000 serial bonds due in annual installments of \$350,000 to \$26,520,000 through November 15, 2012; interest at 4% to 5.125%	79,010,000
2001A County bonds of \$375,000,000; \$159,315,000 serial bonds due in annual installments of \$1,060,000 to \$15,010,000 through November 15, 2022; interest at 5.0% to 5.5%; \$84,150,000 of 5.125% term bonds due November 15, 2026; \$74,915,000 of 5.25% term bonds due November 15, 2029; and \$56,620,000 of 5.50% term bonds due November 15, 2031	340,370,000
2002A County taxable general obligation variable rate bonds of \$123,800,000 due November 1, 2023	123,800,000
2002B County general obligation variable note capital improvement bonds of \$245,400,000 due November 1, 2031	245,400,000
2002C County bonds of \$226,060,000; \$9,000,000 serial bonds due November 15, 2003 interest rate of 5%; \$148,810,000 term bonds due November 15, 2025 interest rate of 5%; \$68,250,000 serial bonds due November 15, 2026 interest rate of 5.5%	226,060,000
2002D County bonds of \$173,565,000 serial bonds due in annual installments of \$1,405,000 to \$14,350,000 through November 15, 2022; interest at 4.75% to 5.25%	173,565,000
2003A County bonds of \$22,565,000 serial bonds due in one installment of \$22,565,000 November 15, 2022; interest at 5.00%	22,565,000
2003B County bonds of \$187,285,000 serial bonds due in annual installments of \$3,715,000 to \$2,400,000 through November 15, 2022; interest at 5.00% to 5.25%	183,570,000
	<hr/>
Total County general obligation bonds	<hr/> <hr/> 2,552,390,000
1996 Forest Preserve District bonds of \$25,540,000; \$13,900,000 limited tax bonds due in annual installments of \$255,000 to \$9,010,000 through November 1, 2016; interest at 4.1% to 5.6%; \$11,640,000 of 4.1% to 5.8% term bonds due November 1, 2016	2,610,000
2001A & B Forest Preserve District refunding bonds of \$35,285,000; interest at 4.5% to refund \$32,410,000 of 1993 and 1996 series bonds with an average interest of 5.6%	34,745,000
Total Forest Preserve District general obligation bonds	<hr/> <hr/> 37,355,000
Total General Obligation bonds	<hr/> <hr/> \$2,589,745,000

On March 27, 2003, the County issued approximately \$22.6 million of Series 2003A General Obligation Refunding Bonds. On August 18, 2003, the County issued approximately \$187 million of Series 2003B General Obligation Refunding Bonds. In connection with these issuances, the County deposited \$229,104,285 of the proceeds in an irrevocable trust with an escrow agent to provide for the advance refunding of \$29,085,000 of its 1990 Series bonds which will mature in the years 2005 and 2006 and for the current refunding of \$185,210,000 of its 1993B Series bonds which will mature in the years 2005 through 2017, inclusive. As a result of these issuances, \$214,295,000 is considered to be defeased and the liability has been removed from the November 30, 2003 Statement of Net Assets. The refunding of the above bonds results in an economic gain (difference between the present value of the debt service payment on the old and new debt) of \$11,358,465 and a decrease in the absolute dollar amount of debt service payments of \$5,086,019.

Defeased Debt

Defeased bonds have been removed from the Statement of Net Assets because related assets have been placed in irrevocable trust that, together with interest earned thereon, will provide amounts sufficient for payment of all principal and interest. Defeased bonds at November 30, 2003 are as follows:

Defeased bonds as of November 30, 2003	Amount Defeased	Amount Outstanding
General Obligation Bonds, Series 1988	52,385,000	11,960,000
General Obligation Bonds, Series 1989	96,895,000	71,730,000
General Obligation Bonds, Series 1990	79,140,000	63,075,000
General Obligation Capital Improvement Bonds, Series 1991	207,928,341	181,368,341
General Obligation Capital Improvement Bonds, Series 1992A	166,535,000	166,535,000
General Obligation Capital Improvement Bonds, Series 1992B	169,970,000	169,895,000
General Obligation Capital Improvement Bonds, Series 1993A	131,400,000	90,135,000
General Obligation Capital Improvement Bonds, Series 1993B	185,210,000	185,210,000
General Obligation Capital Improvement and Refunding Bonds, Series 1996	275,780,000	275,780,000
General Obligation Capital Improvement and Refunding Bonds, Series 1999A	41,710,000	41,710,000
General Obligation Capital Improvement Bonds, Series 2001A	34,630,000	34,630,000
	\$ 1,441,583,341	\$ 1,292,028,341

Long-term Liabilities

Long-term liabilities activity for the year ended November 30, 2003 was as follows:

Governmental Activities:	November 30, 2002	Additions	Reductions	November 30, 2003	Due Within One Year
Bonds payable:					
General obligation bonds	\$ 2,657,865,000	\$ 209,850,000	\$ (277,970,000)	\$ 2,589,745,000	\$ 54,850,000
Less deferred amounts:					
Net discount (premium)	16,847,763	21,395,340	(1,399,404)	36,843,699	2,215,335
Refunding	(15,648,444)	(14,809,284)	1,645,427	(28,812,301)	(2,210,218)
Capital lease	4,283,889	2,422,781	(2,216,114)	4,490,557	2,747,641
Self insurance claims	311,468,517	43,510,029	(49,910,029)	305,068,517	48,933,333
Property tax objections	21,512,195	1,959,628	-	23,471,823	-
Tort liability	2,327,407	6,599,845	-	8,927,252	-
Compensated absences	41,738,213	5,768,875	(177,523)	47,329,565	-
Pension liability	-	90,868,498	-	90,868,498	-
Total governmental activities	\$ 3,040,394,540	\$ 276,697,214	\$ (330,027,643)	\$ 3,077,932,610	\$ 106,536,091

8. PROPERTY TAX OBJECTIONS

The County makes refunds of property taxes collected in error and other refunds relating to settlements of prior-year property tax objection suits. Property tax objection suits have been resolved in court for tax levy years up to 1993. As of November 30, 2003, there are no significant unpaid settlements for the General and Health Facilities Funds relating to tax levy years up to 1993. According to the Cook County State's Attorney, similar suits have been filed for tax years 1994-2000. The County has estimated probable amounts payable relating to such years for which suits have been filed but are not settled. Additional amounts have been estimated for other specific property tax objections and errors for which refunds are expected to be paid.

All settlements and refunds are payable from (a) previous property tax collections which have not been distributed to the County and are held by the Cook County Treasurer and (b) future collections of property taxes.

These amounts are reflected as non current liabilities since payments will be made from property tax collections (including amounts from prior year tax levy years) made subsequent to the fiscal year-end.

The following summarizes the activity of property tax objections during the year ended November 30, 2003:

	Business-type Activities	Governmental Activities
Property tax objection liability, November 30, 2002	\$ 7,878,563	\$21,512,195
Current year activity, net	(187,999)	1,959,628
Property tax objection liability, November 30, 2003	<u>\$7,690,564</u>	<u>\$23,471,823</u>

In the opinion of County management, the amount recorded is adequate to reflect future payments relating to prior tax levy years.

9. POSTRETIREMENT BENEFITS

In addition to the pension benefits described in Note 10, the County provides, through its Pension Trust Fund, postretirement health care benefits to all retired employees of the County who meet the pension plan eligibility requirements. The Pension Trust Fund now fully and directly assumes validated claims for medical and hospitalization costs incurred by retirees and their dependents. Expenditures for postretirement health care benefits are recognized in the Pension Trust Funds as group hospital premiums, which for the County and the Forest Preserve District were \$32,378,575 and \$1,482,680, respectively.

10. PENSION PLANS

a. County Pension Plan

The Employees' and Officers' Annuity and Benefit Fund of Cook County ("the Fund") was established on January 1, 1926 and is governed by legislation contained in the Illinois Compiled Statutes, particularly Chapter 40, Article 5/9. The Fund can be amended only by the Illinois Legislature. The Fund is a single employer defined benefit pension plan with a defined contribution minimum. The Fund was created for the purpose of providing retirement, death (spouse or children) and disability benefits for full-time employees of the County and the dependents of such employees. The Fund is considered to be a component unit of Cook County and is included in the County's financial statements as a pension trust fund. The financial statements of the Fund are audited by an independent public accountant and are the subject of a separate report. Copies of the Fund's report for the year ended December 31, 2003 are available upon request to the Pension Board.

The financial statements reflect an accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer, Cook County, has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Investments are reported at fair value, which generally represents reported market value as of the last business day of the year. Demand notes are carried at cost which approximates fair value. Limited partnerships are carried at fair value as estimated by each partnership's general partner. Where less than an entire holding is sold, average value is used to determine realized gain or loss.

The Statutes authorize a Board of Trustees (Retirement Board) of eight members to carry out the provisions of the Article. According to the Article, two members of the Board are ex-officio, four are to be elected by the employee members of the Fund, and two are to be elected by the annuitants of the Fund. The two ex-officio members are the Comptroller of Cook County or someone chosen by the Comptroller and the Treasurer of Cook County or someone chosen by the Treasurer. All members of the Retirement Board are

fiduciaries with respect to the Fund, and are statutorily mandated to discharge their duties, as such, solely in the interest of the Fund's participants and beneficiaries.

The Board has the powers and duties required in the Article to collect all contributions due to the Fund, to invest the Fund's reserves, to have an annual audit, to appoint employees, to authorize or suspend payment of any benefit, and to have exclusive original jurisdiction in all matters relating to or affecting the Fund. The Board approves its own budget, which is prepared by the administrative staff of the Fund. The Board is required annually to submit to the County Board of Cook County a detailed report of the financial affairs and status of the reserves of the Fund. Provisions in other articles of Chapter 40 require the Board to submit its annual audit and actuarial valuation reports to the State of Illinois Department of Insurance, as well as another detailed annual report, the form and content of which is specified by the Department of Insurance.

Employees of Cook County who have a position with the County are eligible for benefits. Covered employees are required to contribute 8.5% of their salary to the Fund. If an employee leaves covered employment without qualifying for an annuity, accumulated contributions are refunded with interest (3% or 4% depending on when the employee became a participant). Cook County, for its employer's portion, is required by State Statutes to contribute an amount equal to 8% of each individual employee's salary as well as the remaining amounts necessary to finance the requirements of the Fund. The County's total contribution is limited to an amount not more than the total amount of contributions made by the employees to the Fund in the calendar year two years prior to the current year, multiplied by 1.54. The source of funds for the County's contributions has been designated by State Statutes as the County's annual property tax levy. The County's payroll for employees covered by the Plan for 2003 and 2002 was \$1,307,079,312 and \$1,330,456,896, respectively.

The County Employees' and Officers' Annuity and Benefit Fund provides retirement as well as death and disability benefits. Employees age 50 or over with at least 10 years of service are entitled to receive a minimum formula annuity of 2.2% for each of the first 20 years of credited service and 2.4% for each year thereafter to maximum benefit of 80% of the final average monthly salary. For retirement between age 50 and 60, the monthly retirement benefit is reduced ½ percent for each month the participant is under age 60. This reduction is waived for participants having 30 or more years of credited service.

The County payroll for employees covered by the Plan for the year ended December 31, 2003, was \$1,307,079,312 for 25,513 active members.

At December 31, 2003, the Plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	<u>13,672</u>
Terminated employees entitled to benefits or a refund of contributions, but not yet receiving them	<u>9,888</u>
Current employees -	
Vested	12,815
Nonvested	<u>12,698</u>
Total	<u><u>25,513</u></u>

At December 31, 2003 investments in excess of 5% of the Fund's net assets consisted of the following:

<u>Investments</u>	<u>Risk Category</u>	<u>2003</u>
U.S. Government obligations	1	\$1,107,884,654
Corporate bonds	1	670,631,664
Demand notes	1	146,715,520
Stocks	1	<u>2,664,538,821</u>
		<u>4,589,770,659</u>
Mutual funds:		
NTGI EB G/C Bond Index		-
NTGI EB U.S. Marketcap Equity Index		-
Other		1,038,741,685
Limited partnerships		<u>277,179,238</u>
		<u>1,315,920,923</u>
Net unsettled investment trades		<u>(57,155,769)</u>
Total investments		<u><u>\$5,848,535,813</u></u>

Employer contributions are funded primarily through a County tax levy which is currently limited when extended to an amount not to exceed an amount equal to the total contributions by the employees of the Fund made in the calendar year two years prior to the year for which the annual applicable tax is levied, multiplied by 1.54.

The current actuarial studies of the Fund dated June 30, 2004 as of December 31, 2003 and August 28, 2003 as of December 31, 2002, indicated a minimum annual contribution by the County to maintain the Fund on a minimum valuation basis to be \$457,427,014 and \$364,658,305 for 2003 and 2002, respectively. This minimum annual contribution is based on an annual payroll of \$1,307,079,312 for 25,513 active members during 2003 and \$1,330,456,896 for 26,571 active members during 2002.

The Entry Age Normal Cost Method is the actuarial funding method used in determining the contributions necessary to accumulate sufficient assets to pay benefits when due. Under GASB 25, the initial unfunded liability that existed as of January 1, 1976 must be amortized over a period of forty years. This method of financing is termed Normal Cost Plus 40 Year Amortization Method. Previously, the Normal Cost Plus Interest Method was used in financing the unfunded liability. Under the Normal Cost Plus Interest Method, the unfunded liability was recognized but not amortized.

2003 contributions made to the Fund were less than the actuarial contribution requirements determined by an actuarial valuation as follows:

	<u>Amount</u>	<u>Percentage of covered Payroll</u>
Employer (County) contributions (1)	\$185,608,032	13.95%
Plan member (employee) contributions (2)	140,029,598	10.52%
Total	<u>\$325,637,630</u>	<u>26.47%</u>
Covered payroll – prior year	<u>\$1,330,456,896</u>	

(1) Net tax levy by the County.

(2) Includes contributions made by the County on behalf of participants receiving disability.

The information presented in the required supplementary schedules was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation follows:

Actuarial valuation date	December 31, 2003
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar
Amortization period (remaining)	40 years (open period)
Asset valuation method	Five Year Smoothed Average Market
Actuarial assumptions:	
Investment rate of return	8.0%
Projected salary increases:	
Inflation	3.5%
Seniority merit	2.0%
Postretirement benefit increases	3.0% compounded per year for employee and widow(er) annuitants
Postretirement health insurance	10.0% compounded per year

Six-year trend information may be found in the Annual Report of the Pension Trust Fund. The Annual Pension Cost is equal to the Actuarially Required Contribution. The Annual Pension Cost and related information for the three most recent fiscal years is as follows:

Year Ended December	Employer Required Contribution, Normal Cost Plus 40 Year Level Dollar Amortization (ARC) (a)	Required Statutory Basis (1) (b)	Actual (2) (c)	Percent Of ARC Contribute d (c/a)	Net Pension Obligation (NPO) (3)
2001	\$211,188,715	\$155,880,940	\$161,141,138	76.30%	\$(128,123,135)
2002	253,942,375	174,214,910	178,743,886	70.39	(74,627,365)
2003	364,658,305	182,112,650	185,608,033	50.90	94,778,086

(1) Tax levy by the County after overall loss

(2) Net tax levy by the County plus miscellaneous income

(3) For 2001 and 2002, amounts shown are negative balances as the County had no pension related liability under GASB 27 for these years.

b. Forest Preserve District Pension Fund

The Forest Preserve District Employees’ Annuity and Benefit Fund of Cook County was established on July 1, 1931 and is governed by legislation contained in the Illinois Compiled Statutes, particularly Chapter 40, Article 5/10. The Plan can be amended only by the Illinois Legislature. The Forest Preserve District Employees’ Annuity and Benefit Fund of Cook County is single employer defined benefit pension plan with a defined contribution minimum. The Plan was created for the purpose of providing retirement, death (spouse or children) and disability benefits for full-time employees of the Forest Preserve District of Cook County, Illinois (Forest Preserve District) and the dependents of such employees. The Plan is considered to be a component unit of the Forest Preserve District of Cook County, Illinois and is included in the Forest Preserve District’s financial statements as a pension trust fund. The financial statements of the Plan are audited by an independent public accountant and are the subject of a separate report. Copies of the Fund’s report are available upon request to the Pension Board.

The financial statements reflect an accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer, Forest Preserve District of Cook County, Illinois, has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Investments are reported at fair value, which generally represents reported market value as of the last business day of the year. Demand notes are carried at cost which approximates fair value. Where less than an entire holding is sold, average value is used to determine realized gain or loss.

The Statutes authorize a Board of Trustees (Retirement Board) of eight members to carry out the provisions of the Article. According to the Article, two members of the Board are ex-officio, four are to be elected by the employee members of the Fund, and two are to be elected by the annuitants of the Fund. The two ex-officio members are the Comptroller of Cook County or someone chosen by the Comptroller and the Treasurer of Cook County or someone chosen by the Treasurer. All members of the Retirement Board are fiduciaries with respect to the Fund, and are statutorily mandated to discharge their duties, as such, solely in the interest of the Fund's participants and beneficiaries.

The Board has the powers and duties required in the Article to collect all contributions due to the Fund, to invest the Plan's reserves, to have an annual audit, to appoint employees, to authorize or suspend payment of any benefit, and to have exclusive original jurisdiction in all matters relating to or affecting the Fund. The Board is required annually to submit to the Forest Preserve District Board of Cook County a detailed report of the financial affairs and status of the reserves of the Fund. Provisions in other articles of Chapter 40 require the Board to submit its annual audit and actuarial valuation reports to the State of Illinois Department of Insurance, as well as another detailed annual report, the form and content of which is specified by the Department of Insurance.

Employees of the Forest Preserve District are eligible for benefits. Covered employees are required to contribute 8.5% of their salary to the Fund. If any employee leaves covered employment without qualifying for an annuity, accumulated contributions are refunded with interest (3% or 4% depending on when the employee became a participant.) The Forest Preserve District for its employer's portion is required by State Statutes to contribute an amount equal to 8% of each individual employee's salary as well as the remaining amounts necessary to finance the requirements of the Fund. The Forest Preserve District's total contribution is limited to an amount not more than the total amount of contributions made by the employees to the Fund in the calendar year two years prior to the year for which annual applicable tax is levied, multiplied by 1.30. The source of funds for the Forest Preserve District's contributions has been designated by State Statutes as the Forest Preserve District's annual property tax levy. The Forest Preserve District's payroll for employees covered by the Plan for the years ended December 31, 2003 and 2002 was \$17,348,472 and \$25,781,400 respectively.

The Forest Preserve District Employees' Annuity and Benefit Fund provides retirement as well as death and disability benefits. Employees age 50 or over with at least 10 years of service are entitled to receive a minimum formula annuity of 2.2% for each of the first 20 years of credited service and 2.4% for each year thereafter to a maximum benefit of 80% of the final average salary. For retirement between age 50 and age 60, the monthly retirement benefit is reduced ½ percent for each month the participant is under age 60. This reduction is waived for participants having 30 or more years of credited service.

The Forest Preserve District's payroll for employees covered by the Plan for the year ended December 31, 2003 was \$17,348,472 for 385 active members.

Retirees and beneficiaries currently receiving benefits	<u>491</u>
Terminated employees entitled to benefits or a refund of contributions, but not yet receiving them	<u>1,026</u>
Current employees -	
Vested	294
Nonvested	<u>91</u>
Total	<u>385</u>

At December 31, 2003 investments in excess of 5% of the Fund's net assets consisted of the following:

<u>Investments</u>	<u>Risk Category</u>	<u>2003</u>
U.S. Government obligations	1	\$ 33,410,738
Corporate bonds	1	24,439,186
Demand notes	1	6,587,450
Stocks	1	<u>83,148,445</u>
		<u>147,585,819</u>
Mutual funds:		
NTGI EB G/C Bond Index		-
NTGI EB U.S. Marketcap Equity Index		9,597,602
Other		15,237,128
Limited partnerships		-
		<u>24,834,730</u>
Net unsettled investment trades		<u>(346,214)</u>
Total investments		<u>\$ 172,074,335</u>

Employer contributions are funded primarily through a Forest Preserve District tax levy which is currently limited when extended to an amount not to exceed an amount equal to the total contributions by the employees to the Fund made in the calendar year two years prior to the year for which the annual applicable tax is levied, multiplied by 1.30.

The current actuarial studies of the Plan dated June 30, 2004 as of December 31, 2003 and August 28, 2003 as of December 31, 2002, indicated a minimum annual contribution by the Forest Preserve District to maintain the Plan on a minimum valuation basis to be \$9,326,465 and \$7,725,882 for 2003 and 2002, respectively. This minimum annual contribution is based on an annual payroll of \$17,348,472 for 385 active members during 2003 and \$25,781,400 for 614 active members during 2002.

The entry Age Normal Cost Method is the actuarial funding method used in determining the contributions necessary to accumulate sufficient assets to pay benefits when due. Under GASB 25, the initial unfunded liability that existed as of January 1, 1976 must be amortized over a period of forty years. This method of financing is termed Normal Cost Plus 40 Year Amortization Method. Previously, the Normal Cost Plus Interest Method was used in financing the unfunded liability. Under the Normal Cost Plus Interest Method, the unfunded liability was recognized but not amortized.

2003 contributions made to the Fund were less than the actuarial contribution requirements determined by an actuarial valuation, as follows:

	<u>Amount</u>	<u>Percentage of covered Payroll</u>
Employer (District) contributions (1)	\$3,436,122	13.33%
Plan member (employee) contributions (2)	2,317,237	8.99%
Total	<u>\$5,753,359</u>	<u>22.32%</u>
Covered payroll – prior year	<u>\$25,781,400</u>	

(1) Tax levy by the Forest Preserve District

(2) Includes contributions made by the Forest Preserve District on behalf of participants receiving disability.

The information presented in the required supplementary schedules was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation follows:

Actuarial valuation date	December 31, 2003
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar
Amortization period (remaining)	40 years (open period)
Asset valuation method	Five Year Smoothed Average Market
Actuarial assumptions:	
Investment rate of return	8.0%
Projected salary increases:	
Inflation	3.5%
Seniority merit	2.0%
Postretirement benefit increases	3.0% compounded per year for employee and widow(er) annuitants
Postretirement health insurance	10.0% compounded per year

Six-year trend information may be found in the Annual Report of the Forest Preserve Pension Trust Fund. The Annual Pension Cost is equal to the Actuarially Required Contribution. The Annual Pension Cost and related information for the three most recent fiscal years is as follows:

Year Ended December	Employer Required Contribution, Normal Cost Plus 40 Year Level Dollar Amortization (ARC) (a)	Required Statutory Basis (1) (b)	Actual (2) (c)	Percent Of ARC Contribute d (c/a)	Net Pension Obligation (NPO) (3)
2001	\$ 4,816,346	\$ 3,726,690	\$ 3,674,270	76.29%	(9,129,789)
2002	5,165,491	3,847,476	3,993,608	77.31	(8,408,688)
2003	7,725,882	3,888,720	3,432,694	44.43	(3,909,588)

(1) Tax levy by the District after overall loss

(2) Net tax levy by the District

(3) Negative balance as the District has no pension related liability under GASB27

11. DEFICIT FUND BALANCES

The following details, unreserved deficit fund balances at November 30, 2003 (December 31, 2003, for the Forest Preserve District):

Special Revenue Funds –	
Animal Control	\$ (6,924)
Chief Judge Juvenile Justice	(432,782)
Forest Preserve District – Capital Projects	(2,156,849)
Capital Projects Fund –	
Transportation	(4,555)
Government Management and Supporting Services	(137,655,010)
Courts	(25,022,828)
Internal Service Fund –	
Self Insurance	(272,462,263)

The deficit in the Special Revenue Funds – Animal Control and Chief Judge Juvenile Justice will be financed through future revenues.

The deficit in the Special Revenue Funds – Forest Preserve District – Capital Projects will be financed through future bond issues.

The deficit in the Capital Projects Funds will be financed through future bond issues.

The deficit in the Internal Service Fund will be financed through future bond issuances and other sources.

12. NON-GOVERNMENTAL LIMITED OBLIGATION ISSUES

The following information represents outstanding limited obligation non-government debt issues, which bear the name of the County. These debt issues are not obligations of the County.

Mortgage Revenue Bonds

In prior years, the County issued mortgage revenue bonds relating to lending programs secured by first mortgage loans on eligible residences. The bonds do not represent a liability of the County.

Industrial Development Bonds

As of November 30, 2003, the County had participated in 4 Industrial Development Bond issues for the purpose of assisting private developers in financing various capital projects:

<u>Issue Date</u>	<u>Amount</u>	<u>Description</u>
June 1, 1996	\$25,680,000	The County of Cook, Illinois Revenue Bonds, Series 1996 (Jewish Federation of Metropolitan Chicago Projects)
June 27, 2000	\$2,500,000	The County of Cook, Illinois Industrial Development Bonds, (Kenneth Properties, L.L.C. Project) Series 2000
August 16, 2000	\$3,000,000	The County of Cook, Illinois Industrial Development Bonds (128 th Street Limited Partnership Project) Series 2000
July 2, 2001	\$4,755,000	The County of Cook, Illinois Industrial Development Bonds, Series 2001 (Little Lady Foods, Inc. Project)

These bonds, and the related interest, are solely payable from revenues arising from the capital projects. The bonds and interest therein do not constitute an indebtedness of the County.

13. CONTINGENT LIABILITIES

The County participates in a number of Federal and State grant programs. The County's participation in these programs is subject to financial and compliance audits by the grantors or their representatives. In management's opinion, expenditures that may be disallowed because of the grantors' audits would not be material.

14. HEALTH FACILITIES FUNDS

Certain expenses incurred by various departments of the County in the operation of the Health Facilities have been recorded in the financial statements of the Health Facilities (e.g., Data Processing, Purchasing and Auditing) as an expense, with a corresponding credit to operating transfer in for the subsidy. These expenses amounted to \$3,116,185 in fiscal year 2003 and are also included as expenditures of the General Fund. Since the allocation of these expenditures between the functions of the General Fund is not known, total expenditures are reduced on the accompanying combined statement of revenues, expenditures and changes in fund balance by the line item entitled "Amounts incurred in the above accounts for the Enterprise Fund" with an offsetting debit to operating transfer out. These expenses are included in the cost reimbursement reports submitted by the Health Facilities to the State and Federal health care intermediary.

In addition, the County made contributions of \$64,632,858 for fiscal year 2003, to the Cook County Employees' and Officers' Annuity and Benefit Fund, on behalf of the Health Facilities, which the County is not reimbursed for, but is included in the cost reimbursement reports.

Construction-in-progress and other capital expenditures affecting the Health Facilities are accounted for in various Capital Project Funds maintained by the Cook County Comptroller. These expenditures amounted to \$42,127,171 for fiscal year 2003. The corresponding long-term debt which finances these expenditures is reflected as a liability in the General Long-Term Obligations Account Group maintained by the Cook County Comptroller, since they are obligations of applicable Capital Project Funds and Debt Service Fund of the County and not the Health Facilities Funds. The Health Facilities records construction-in-progress expenditures as additions to the construction in progress and the contributed capital accounts of its books in the year the expenditures are accrued. Interest on construction borrowings is either capitalized or included as expense on the Health Facilities' cost report. five years is transferred to the General (Corporate) Fund.

15. STATE TREASURER CLAIM

The Cook County Treasurer has received demands from the Illinois State Treasurer for certain monies, which are claimed to be subject to the Illinois Uniform Disposition of Unclaimed Property Act. The Cook County State's Attorney has reviewed the State Treasurer's demands and concluded that the claims are generally without merit with the exception of amounts related to certain warrants outstanding. The County believes, however, that the warrant list used in establishing the amounts claimed is inaccurate and that the demand and listing are excessive and incorrect. The Treasurer has declined to comply with the State Treasurer's demand of certain monies pursuant to the opinion rendered by the Cook County State's Attorney. In the opinion of the Cook County State's Attorney, the lawsuits fail to state a claim under the Property Tax Code or the Unclaimed Property Act.

The County presently maintains a cash balance and an offsetting liability of \$1,303,728 related to outstanding warrants. The County does not believe that the final resolution of the amounts claimed will have a material impact on the County's financial statements.

16. COOK COUNTY ADMINISTRATION BUILDING FIRE

On October 17, 2003, a fire occurred in The Cook County Administration Building, a 35-story office building owned by Cook County in downtown Chicago. The fire killed six individuals and injured several others. Through the purchase of an independent insurance policy, the County is insured for losses related to the fire. The County is a defendant in certain litigation related to the fire. County management believes that the ultimate resolution of this litigation will not have a material adverse effect on the financial condition of the County.

17. SUBSEQUENT EVENTS

Sale of General Obligation Bonds –

On March 23, 2004, the County issued approximately \$225 million of series 2004A General Obligation Refunding Bonds.

On July 29, 2004, the County issued approximately \$165 million of series 2004B Tax-Exempt General Obligation Capital Improvement Bonds.

On August 2, 2004, the County issued approximately \$135 million of series 2004C Taxable General Obligation Bonds.

On August 11, 2004, the County issued approximately \$130 million of series 2004D Taxable General Obligation Variable Rate Bonds.

On August 11, 2004, the County issued approximately \$170 million of series 2004E Tax-Exempt General Obligation Variable Rate Capital Improvement Bonds.

On October 28, 2004, the Forest Preserve District issued approximately \$100 million of series 2004 General Obligation Bonds.

COOK COUNTY, ILLINOIS

REQUIRED SUPPLEMENTAL INFORMATION

SCHEDULES OF FUNDING PROGRESS

November 30, 2003

County Pension Plan

Year Ended December 31,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
2001 (1)	\$5,935,506,269	\$6,678,219,689	\$742,713,420	88.88	\$1,274,942,064	58.25
2002 (1) (2)	5,861,233,506	7,846,307,991	1,985,074,485	74.70	1,330,456,896	149.20
2003	5,929,201,142	8,780,969,704	2,851,768,562	67.52	1,307,079,312	218.18

- (1) Change in actuarial assumptions
- (2) Change in benefits

Forest Preserve District Pension Plan

Year Ended December 31,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
2001 (1)	\$180,733,922	\$184,441,770	\$ 3,707,848	97.99	\$28,631,232	12.95
2002 (1) (2)	172,954,688	212,045,541	39,090,853	81.56	25,781,400	151.62
2003	170,114,265	218,727,197	48,612,932	77.77	17,348,472	280.21

- (1) Change in actuarial assumptions
- (2) Change in benefits

Source> The information above was taken from the actuarial statements prepared for each of the respective plans.

General Fund

COOK COUNTY, ILLINOIS

MAJOR GOVERNMENTAL FUND

GENERAL FUND

The General Fund of the County consists of two accounts: the Corporate Account and the Public Safety Account. They are the general operating accounts of the County. The accounts are used for all financial resources except those required to be accounted for in another account.

The Corporate Account includes the expenditures of such departments as the County Assessor, the County Treasurer, the County Clerk, the Recorder of Deeds, and the County Highway Department. Revenues for this account are derived from the property tax levy, non property taxes, interest earned on investments, departmental fees, reimbursements from other governments and other miscellaneous sources.

The Public Safety Account consists of the expenditures of the County's criminal justice system: jails, courts, and related programs. County Departments included are the Corrections, Cermak Health Services, State's Attorney, Public Defender, Adult Probation, Juvenile Division of the Judicial Administration, and the Juvenile Temporary Detention Center. Revenues supporting this account are obtained from the property tax levy, home-rule taxes (County Sales Tax), departmental fees, interest earned on investments, reimbursements from other governments and other miscellaneous sources.

**Exhibit A-1
COOK COUNTY, ILLINOIS
GENERAL FUND
COMBINING BALANCE SHEET
November 30, 2003**

ASSETS	Corporate Account	Public Safety Account	Total	LIABILITIES AND FUND BALANCE	Corporate Account	Public Safety Account	Total
Cash and investments	\$ 56,681,057	\$ 161,205,167	\$ 217,886,224	LIABILITIES:			
Cash and investments w/trustees	4,058,544	-	4,058,544	Accounts payable	\$ 6,119,532	\$ 19,604,119	\$ 25,723,651
Taxes receivable (net of allowance for loss) -				Accrued salaries payable	4,879,334	36,791,743	41,671,077
Tax levy - current year	12,169,835	202,243,930	214,413,765	Amounts held for outstanding warrants	1,303,728	-	1,303,728
Tax levy - prior year	-	2,252,186	2,252,186	Due to other funds	337,050	37,235,712	37,572,762
Total taxes receivable	<u>12,169,835</u>	<u>204,496,116</u>	<u>216,665,951</u>	Deferred revenue - property tax	12,169,835	202,243,930	214,413,765
Accrued interest receivable	<u>52,217</u>	<u>20,263</u>	<u>72,480</u>	Deferred revenue - other	-	-	-
Accounts receivable -				Total liabilities	<u>24,809,479</u>	<u>295,875,504</u>	<u>320,684,983</u>
Due from others	77,129	-	77,129	FUND BALANCE:			
Due from other governments	2,303,837	53,973,548	56,277,385	Reserved -			
Due from other funds	<u>34,330,488</u>	<u>-</u>	<u>34,330,488</u>	Encumbrances, prior year	334,033	1,148,705	1,482,738
Total accounts receivable	<u>36,711,454</u>	<u>53,973,548</u>	<u>90,685,002</u>	Encumbrances, current year	<u>3,302,260</u>	<u>15,680,358</u>	<u>18,982,618</u>
Inventory and other assets	<u>-</u>	<u>346,818</u>	<u>346,818</u>	Total reserved	<u>3,636,293</u>	<u>16,829,063</u>	<u>20,465,356</u>
Total assets	<u>\$ 109,673,107</u>	<u>\$ 420,041,912</u>	<u>\$ 529,715,019</u>	Unreserved -			
				Undesignated	<u>81,227,335</u>	<u>107,337,345</u>	<u>188,564,680</u>
				Total fund balance	<u>84,863,628</u>	<u>124,166,408</u>	<u>209,030,036</u>
				Total liabilities and fund balance	<u>\$ 109,673,107</u>	<u>\$ 420,041,912</u>	<u>\$ 529,715,019</u>

Exhibit A-2
COOK COUNTY, ILLINOIS
GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
For the Year Ended November 30, 2003

	<u>Corporate Account</u>	<u>Public Safety Account</u>	<u>Total</u>
REVENUES:			
Taxes -			
Property	\$ 12,376,608	\$ 202,782,052	\$ 215,158,660
Nonproperty	9,182,318	536,621,647	545,803,965
Total taxes	<u>21,558,926</u>	<u>739,403,699</u>	<u>760,962,625</u>
Fee offices	127,285,619	106,538,359	233,823,978
Investment income	262,858	651,477	914,335
Reimbursements from other governments	2,603,655	25,515,505	28,119,160
Reimbursements from other funds	-	-	-
Miscellaneous	<u>5,050,290</u>	<u>17,338,172</u>	<u>22,388,462</u>
Total revenues	<u>156,761,348</u>	<u>889,447,212</u>	<u>1,046,208,560</u>
EXPENDITURES:			
Current -			
Government management and supporting services	64,628,386	43,794,024	108,422,410
Corrections	-	349,105,537	349,105,537
Courts	-	557,178,997	557,178,997
Control of environment	2,472,513	-	2,472,513
Assessment and collection of taxes	49,842,515	-	49,842,515
Election	13,781,054	-	13,781,054
Economic and human development	2,777,490	-	2,777,490
Transportation	21,371,771	-	21,371,771
Other expenditures	19,607	-	19,607
Debt service - principal	2,216,117	-	2,216,117
Debt service - interest	194,863	-	194,863
Amounts incurred in the above accounts for the Enterprise Funds	<u>(3,116,185)</u>	-	<u>(3,116,185)</u>
Total expenditures	<u>154,188,131</u>	<u>950,078,558</u>	<u>1,104,266,689</u>
Revenues over (under) expenditures	2,573,217	(60,631,346)	(58,058,129)
OTHER FINANCING SOURCES (USES):			
Operating transfers in	4,392,918	36,126,833	40,519,751
Operating transfers out	(5,616,185)	-	(5,616,185)
Proceeds of general obligation bonds	-	-	-
Capital leases	<u>2,422,781</u>	-	<u>2,422,781</u>
Total other financing sources (uses)	<u>1,199,514</u>	<u>36,126,833</u>	<u>37,326,347</u>
Revenues and other financing sources over expenditures and other financing uses	3,772,731	(24,504,513)	(20,731,782)
FUND BALANCE , November 30, 2002	81,090,897	148,670,921	229,761,818
FUND BALANCE , November 30, 2003	<u>\$ 84,863,628</u>	<u>\$ 124,166,408</u>	<u>\$ 209,030,036</u>

Exhibit A-3
COOK COUNTY, ILLINOIS
GENERAL FUND - CORPORATE ACCOUNT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Taxes -			
Property	\$ 12,169,835	\$ 12,197,008	\$ 27,173
Nonproperty taxes	6,724,400	9,182,318	2,457,918
Total taxes	<u>18,894,235</u>	<u>21,379,326</u>	<u>2,485,091</u>
Fees offices	90,488,895	128,839,884	38,350,989
Interest on investments	-	73,330	73,330
Reimbursements from other governments	2,800,000	2,708,976	(91,024)
Miscellaneous	<u>7,732,972</u>	<u>2,993,656</u>	<u>(4,739,316)</u>
Total revenues	<u>119,916,102</u>	<u>155,995,172</u>	<u>36,079,070</u>
EXPENDITURES AND ENCUMBRANCES:			
Current -			
Government managements and supporting services	89,033,952	67,330,967	21,702,985
Control of environment	2,790,401	2,446,392	344,009
Assessment and collection of taxes	58,736,497	49,617,382	9,119,115
Election	4,169,485	13,748,003	(9,578,518)
Economic and human development	3,677,013	2,785,087	891,926
Transportation	<u>24,628,464</u>	<u>21,230,806</u>	<u>3,397,658</u>
Total expenditures and encumbrances	<u>183,035,812</u>	<u>157,158,637</u>	<u>25,877,175</u>
Revenues over (under) expenditures and encumbrances	<u>(63,119,710)</u>	<u>(1,163,465)</u>	<u>61,956,245</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	4,892,918	4,787,597	(105,321)
Operating transfers out	<u>(2,500,000)</u>	<u>(2,500,000)</u>	<u>-</u>
Total other financing uses	<u>2,392,918</u>	<u>2,287,597</u>	<u>(105,321)</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (60,726,792)</u>	<u>\$ 1,124,132</u>	<u>\$ 61,850,924</u>

Exhibit A-4
COOK COUNTY, ILLINOIS
GENERAL FUND - PUBLIC SAFETY ACCOUNT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Taxes -			
Property	\$ 202,243,930	\$ 202,700,581	\$ 456,651
Nonproperty taxes	525,739,200	537,251,468	\$ 11,512,268
Total taxes	<u>727,983,130</u>	<u>739,952,049</u>	<u>11,968,919</u>
Fees offices	99,205,900	108,362,267	9,156,367
Federal Government	-	2,537,530	2,537,530
Interest on investments	-	323,724	323,724
Reimbursements from other governments	20,419,032	22,977,974	2,558,942
Miscellaneous	6,357,927	20,360,786	14,002,859
Total revenues	<u>853,965,989</u>	<u>894,514,330</u>	<u>40,548,341</u>
EXPENDITURES AND ENCUMBRANCES:			
Current -			
Government managements and supporting services	54,296,909	54,393,035	(96,126)
Corrections	364,311,798	351,682,080	12,629,718
Courts	592,630,297	558,814,640	33,815,657
Total expenditures and encumbrances	<u>1,011,239,004</u>	<u>964,889,755</u>	<u>46,349,249</u>
Revenues over (under) expenditures and encumbrances	<u>(157,273,015)</u>	<u>(70,375,425)</u>	<u>86,897,590</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	49,572,178	51,626,833	2,054,655
Operating transfers out	-	-	-
Total other financing uses	<u>49,572,178</u>	<u>51,626,833</u>	<u>2,054,655</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (107,700,837)</u>	<u>\$ (18,748,592)</u>	<u>\$ 88,952,245</u>

**Exhibit A-5
COOK COUNTY, ILLINOIS
GENERAL FUND**

COMBINING SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

For the Year Ended November 30, 2003

	<u>Corporate Account</u>	<u>Public Safety Account</u>	<u>Total</u>
REVENUES:			
Taxes -			
Property tax - tax levy	\$ 12,376,608	\$ 202,782,052	\$ 215,158,660
Nonproperty tax -			
Personal property replacement tax	-	10,215,488	10,215,488
County sales tax	-	247,714,974	247,714,974
County use tax	-	51,710,333	51,710,333
Off-Track Betting Commission	-	2,935,250	2,935,250
Inheritance tax	6,658,315	-	6,658,315
New vehicle tax	-	3,679,837	3,679,837
General sales tax	-	4,528,756	4,528,756
Wheel tax	-	989,338	989,338
State income tax	-	7,788,620	7,788,620
Alcoholic beverage tax	-	25,886,507	25,886,507
Gasoline tax	-	103,470,046	103,470,046
Cigarette tax	2,524,003	28,612,786	31,136,789
Amusement tax	-	15,445,947	15,445,947
Parking lot & garage operation tax	-	33,643,765	33,643,765
Total nonproperty tax	<u>9,182,318</u>	<u>536,621,647</u>	<u>545,803,965</u>
Total taxes	<u>21,558,926</u>	<u>739,403,699</u>	<u>760,962,625</u>
Fee offices -			
County Treasurer -			
Penalties on taxes	39,239,270	-	39,239,270
Interest on investments	134,791	-	134,791
Special Fees	667,835	-	667,835
County Clerk	5,134,571	-	5,134,571
County Recorder and Registrar	78,364,187	-	78,364,187
Clerk of the Circuit Court -			
Municipal District 1	-	36,972,452	36,972,452
Municipal Districts 2 - 6	-	18,575,315	18,575,315
Law and Juvenile Divisions	-	11,242,189	11,242,189
County Division	-	3,122,901	3,122,901
Chancery and Domestic Relations Division	-	12,488,567	12,488,567
Probate Division	-	2,055,681	2,055,681
Criminal Division	-	1,456	1,456
Accounting Division	-	5,050,934	5,050,934
County Sheriff -			
General fees	-	1,160,895	1,160,895
Municipal Division	-	10,897,352	10,897,352
State's Attorney	-	1,401,776	1,401,776
Building and Zoning	1,190,400	-	1,190,400
Environmental Control	2,179,565	-	2,179,565
Supportive Services	-	45,025	45,025
Public Administrator	-	572,144	572,144
Liquor Licenses	375,000	-	375,000
Public Guardian	-	1,329,360	1,329,360
Medical Examiner	-	255,631	255,631
Court Service Fee	-	1,366,681	1,366,681
Total fee offices	<u>\$ 127,285,619</u>	<u>\$ 106,538,359</u>	<u>\$ 233,823,978</u>

Exhibit A-5 (continued)
COOK COUNTY, ILLINOIS
GENERAL FUND

COMBINING SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES

For the Year Ended November 30, 2003

	<u>Corporate Account</u>	<u>Public Safety Account</u>	<u>Total</u>
Investment income	\$ 262,858	\$ 651,477	\$ 914,335
Reimbursements from other governments -			
Federal Government	-	2,537,530	2,537,530
State of Illinois -			
Juvenile court staff salaries	-	6,466,363	6,466,363
Pretrial court staff salaries	-	3,604,591	3,604,591
Children's home placing	-	148,279	148,279
Salaries of State's Attorney	-	172,071	172,071
Social service staff salaries	-	4,431,487	4,431,487
Adult probation staff salaries	-	8,137,113	8,137,113
Cermak Hospital	-	18,071	18,071
Other	-	-	-
Indirect costs	2,603,655	-	2,603,655
Total reimbursements from other governments	<u>2,603,655</u>	<u>25,515,505</u>	<u>28,119,160</u>
Miscellaneous -			
Cable TV franchise	823,394	-	823,394
Bail bond forfeitures	-	240,576	240,576
Wage garnishment fee	76,162	-	76,162
Real estate revenue	2,000,386	-	2,000,386
Commissions revenue	14,471	-	14,471
Telephone commissions	712,932	4,006,899	4,719,831
Torrens indemnity	-	6,903,453	6,903,453
Estate of heirs	-	3,101,499	3,101,499
Other	1,422,945	3,085,745	4,508,690
Total miscellaneous	<u>5,050,290</u>	<u>17,338,172</u>	<u>22,388,462</u>
Total revenues	<u>156,761,348</u>	<u>889,447,212</u>	<u>1,046,208,560</u>
OTHER FINANCING SOURCES:			
Operating transfers in -			
Corporate Project	-	2,054,655	2,054,655
Motor Fuel Tax	-	32,000,000	32,000,000
Motor Fuel Tax Illinois First	460,958	-	460,958
Election	695,748	-	695,748
County Law Library	1,486,027	-	1,486,027
Animal Control	1,289,131	-	1,289,131
County Recorder Document Storage System	45,347	-	45,347
County Clerk Automation	33,861	-	33,861
Circuit Court Document Storage	-	1,138,636	1,138,636
Circuit Court Automation	-	809,357	809,357
County Emergency Telephone System	105,321	-	105,321
Adult Probation Services	-	65,254	65,254
Social Service Probation	-	53,765	53,765
Treasurer Tax Sales Automation	28,312	-	28,312
Cook County Lead Poisoning	248,213	-	248,213
Indirect cost	-	5,166	5,166
Capital leases	2,422,781	-	2,422,781
Total other financing sources	<u>6,815,699</u>	<u>36,126,833</u>	<u>42,942,532</u>
Total revenues and other financing sources	<u>\$ 163,577,047</u>	<u>\$ 925,574,045</u>	<u>\$ 1,089,151,092</u>

Debt Service Fund

COOK COUNTY, ILLINOIS

MAJOR GOVERNMENTAL FUND

DEBT SERVICE FUNDS

The Debt Service Funds comprise the Bond and Interest Fund of the County. The funds were established to account for all payments of principal and interest due on general long-term debt. Revenue is derived mostly from the property tax levy, the personal property replacement tax and interest earned on investments.

Exhibit B-1
COOK COUNTY, ILLINOIS
DEBT SERVICE FUND
BOND AND INTEREST FUND
STATEMENT OF REVENUES, EXPENDITURES AND ENCUMBRANCES,
AND CHANGES IN UNRESERVED FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Property taxes	\$ 154,492,824	\$ 159,127,609	\$ 4,634,785
Interest on investments	-	2,813,339	2,813,339
Total revenues	<u>154,492,824</u>	<u>161,940,948</u>	<u>7,448,124</u>
EXPENDITURES AND ENCUMBRANCES:			
Principal & Interest levied, not due-			
Principal	51,200,000	61,570,000	(10,370,000)
Interest	103,292,824	121,784,697	(18,491,873)
Bond expenses	-	2,380,992	(2,380,992)
Total expenditures and encumbrances	<u>154,492,824</u>	<u>185,735,689</u>	<u>(31,242,865)</u>
Revenues over (under) expenditures and encumbrances	<u>-</u>	<u>(23,794,741)</u>	<u>(23,794,741)</u>
OPERATING FINANCING SOURCES:			
Proceeds of general obligation bonds	-	231,245,341	231,245,341
Payment of refunded bonds escrow agent	-	(229,104,285)	(229,104,285)
Total other financing uses	<u>-</u>	<u>2,141,056</u>	<u>2,141,056</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ -</u>	<u>\$ (21,653,685)</u>	<u>\$ (21,653,685)</u>

Capital Projects Fund

COOK COUNTY, ILLINOIS
MAJOR GOVERNMENTAL FUND
CAPITAL PROJECTS FUND

The Combined Capital Projects Fund include the following accounts: Transportation, Government Management and Supporting Services, Protection of Health, Protection of Persons and Property and the Forest Preserve District.

The Transportation Account was established to provide for construction and repair on expressways. Revenues are derived from interest earned on investments. Projects are also financed from residual funds remaining from bond proceeds of an earlier bond issue.

The Government Management and Supporting Service Accounts were established to account for the acquisition or construction of major facilities for budgeted capital projects approved by the Board of Commissioners. Revenues are derived from interest earned on investments and miscellaneous sources. General obligation bond proceeds were used to finance many of the projects.

The Protection of Health Accounts were established to account for the monies to be used in various hospital construction projects. Revenues are derived from interest earned on investments. The proceeds of the general obligation bonds were used to finance most of the projects.

The Corrections and Courts Accounts were to account for the monies ultimately to be used in operating the County jails and the County court system. Revenues are derived from interest earned on investments. Proceeds from general obligation bonds were used to support the project.

**Exhibit C-1
COOK COUNTY, ILLINOIS
CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET
November 30, 2003**

ASSETS	Transportation	Government Management and Supporting Services	Protection of Health	Corrections	Courts	Total
CASH AND INVESTMENTS	\$ -	\$ 45,601	\$ -	\$ -	\$ -	\$ 45,601
CASH AND INVESTMENTS WITH TRUSTEES	-	24,110,966	36,010,106	10,152,766	1,714,757	71,988,595
ACCRUED INTEREST RECEIVABLE	-	38,597	65,306	8,355	2,193	114,451
ACCOUNTS RECEIVABLE:						
Due from other funds	2,475,772	34,187,118	60,942,940	11,852,001	14,332,100	123,789,931
OTHER ASSETS	-	2,000,000	-	-	-	2,000,000
Total assets	<u>\$ 2,475,772</u>	<u>\$ 60,382,282</u>	<u>\$ 97,018,352</u>	<u>\$ 22,013,122</u>	<u>\$ 16,049,050</u>	<u>\$ 197,938,578</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES:						
Accounts payable	\$ -	\$ 13,461,684	\$ 1,110,398	\$ 1,237,629	\$ 563,955	\$ 16,373,666
Due to other funds	-	123,789,931	-	-	-	123,789,931
Total liabilities	<u>-</u>	<u>137,251,615</u>	<u>1,110,398</u>	<u>1,237,629</u>	<u>563,955</u>	<u>140,163,597</u>
FUND BALANCE:						
Reserved for encumbrances	2,480,327	60,785,677	17,031,535	5,332,357	40,507,923	126,137,819
Unreserved (deficit)	<u>(4,555)</u>	<u>(137,655,010)</u>	<u>78,876,419</u>	<u>15,443,136</u>	<u>(25,022,828)</u>	<u>(68,362,838)</u>
Total fund balance	<u>2,475,772</u>	<u>(76,869,333)</u>	<u>95,907,954</u>	<u>20,775,493</u>	<u>15,485,095</u>	<u>57,774,981</u>
Total liabilities and fund balance	<u>\$ 2,475,772</u>	<u>\$ 60,382,282</u>	<u>\$ 97,018,352</u>	<u>\$ 22,013,122</u>	<u>\$ 16,049,050</u>	<u>\$ 197,938,578</u>

**Exhibit C-2
COOK COUNTY, ILLINOIS
CAPITAL PROJECT FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Year Ended November 30, 2003**

	<u>Transportation</u>	<u>Government Management and Supporting Services</u>	<u>Protection of Health</u>	<u>Corrections</u>	<u>Courts</u>	<u>Total</u>
REVENUES:						
Investment income	1,097	820,188	1,411,938	100,758	25,126	2,359,107
Miscellaneous	-	2,549,732	897,731	193,781	228,695	3,869,939
Total revenues	<u>1,097</u>	<u>3,369,920</u>	<u>2,309,669</u>	<u>294,539</u>	<u>253,821</u>	<u>6,229,046</u>
EXPENDITURES:						
Capital outlay	<u>5,652</u>	<u>80,918,039</u>	<u>30,991,089</u>	<u>2,930,056</u>	<u>3,423,809</u>	<u>118,268,645</u>
Total expenditures	<u>5,652</u>	<u>80,918,039</u>	<u>30,991,089</u>	<u>2,930,056</u>	<u>3,423,809</u>	<u>118,268,645</u>
Expenditures in excess of revenues	<u>(4,555)</u>	<u>(77,548,119)</u>	<u>(28,681,420)</u>	<u>(2,635,517)</u>	<u>(3,169,988)</u>	<u>(112,039,599)</u>
OTHER FINANCING SOURCES:						
Operating transfers in	-	8,260,768	-	-	-	8,260,768
Operating transfers out	-	(2,054,655)	-	-	-	(2,054,655)
Proceeds from insurance	-	4,000,000	-	-	-	4,000,000
Total other financing sources	<u>-</u>	<u>10,206,113</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,206,113</u>
Expenditures and other financing uses in excess of revenues and other financing sources	<u>(4,555)</u>	<u>(67,342,006)</u>	<u>(28,681,420)</u>	<u>(2,635,517)</u>	<u>(3,169,988)</u>	<u>(101,833,486)</u>
FUND BALANCE, November 30, 2002	<u>2,480,327</u>	<u>(9,527,327)</u>	<u>124,589,374</u>	<u>23,411,010</u>	<u>18,655,083</u>	<u>159,608,467</u>
FUND BALANCE, November 30, 2003	<u>\$ 2,475,772</u>	<u>\$ (76,869,333)</u>	<u>\$ 95,907,954</u>	<u>\$ 20,775,493</u>	<u>\$ 15,485,095</u>	<u>\$ 57,774,981</u>

**Nonmajor
Governmental Fund**

COOK COUNTY, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Geographical Information Systems Fund was established to account for equipment, materials, and necessary expenses incurred in implementing and maintaining this new project.

The Forest Preserve Working Cash Fund was established to account for resources maintained by the District for the purpose of making temporary loans to the Corporate Fund.

The Motor Fuel Tax Illinois First (1st) Fund was established to coordinate planning for road infrastructure improvements with the State of Illinois and Federal Government. Revenues are derived mainly from non-property taxes and interest earned on investments.

The Township Roads Fund was established to provide for construction and maintenance of streets, roads and highways. Revenues are derived from non-property taxes, the State of Illinois, and interest earned on investments.

The Election Fund was established to pay for the costs of elections under the jurisdiction of the County Clerk. The fund's revenues are derived from property taxes levied for this purpose, interest earned on investments, reimbursements from the State of Illinois and other miscellaneous sources.

The County Law Library Fund was established to provide for organized book collections, bibliographical and reference services to lawyers and judges and general law library services to the public. Revenues are derived from fees received from users of library resources and interest earned on investments.

The Animal Control Fund was established to control and prevent the spread of rabies. Revenues are derived from fees charged for animal licenses and tags, and interest earned on investments.

The County Recorder Document Storage System Fund was established to pay for the expenditures involved in starting and maintaining a document storage system. Revenues are received from fees for such services as record retrieving and interest earned on investments.

The County Clerk Automation Fund was started to upgrade and establish computerized files for voter registration and election judges. Revenues are derived from fees and license charges for record retrieving and interest earned on investments.

The Circuit Court Document Storage Fund was started to assist in the preparation of documents to be microfilmed or microfiched, and also to perform the actual filming at times. Revenues are derived from fees for services such as retrieving, updating, refilling and transporting record orders and interest earned on investments.

The Circuit Court Automation Fund was established to actively participate in the selection, acquisition, installation and maintenance of all computer hardware, system analysis and design, programming, system implementation, documentation and maintenance of all computer programs. Revenues are derived from fees from users for such items as reports and statistical data and interest earned on investments.

The Circuit Court Dispute Resolution Fund was established to support activities to mediate disputes in an attempt to relieve the court system of lengthy lawsuits. Revenues are obtained from fees charged to the disputing parties and other principals and interest earned on investments.

The County Emergency Telephone System Fund was established to provide the public with detailed information on all inmates held at Cook County Jail. Revenues are derived from interest earned on investments and fees.

The Adult Probation Services Fee Fund was established to supervise people convicted of criminal and civil offenses. Revenues are derived mainly from fees charged to individuals on probation.

The Social Services Probation Fund was established to provide social service casework expertise for probation and court service cases. Revenues are derived mainly from fees charges and interest earned on investments.

The Treasurer Tax Sales Automation Fund was established to pay for the expenditures required to start and maintain a computerized system to conduct delinquent property tax sales. Revenues are derived mainly from fees and interest earned on investments.

The Chief Judge Juvenile Justice Fund was established to provide professional services to youthful offenders involved in the Juvenile Justice system. Revenues are derived mainly from miscellaneous revenue transfers, program income and reimbursements from the State of Illinois.

The Cook County Lead Poisoning Prevention Fund was established to begin programs to prevent lead poisoning in Cook County. Revenues are derived from fees charged.

The Forest Preserve District General Fund was established as the general operating fund of the Forest Preserve District. Revenues are derived mostly from the property tax levy, golf fees and other fees, interest earned on investments and from other miscellaneous services provided to users of District facilities.

The Forest Preserve District Real Estate Acquisition Fund was established to account for all monies involved in the conveyance of District land. Revenues are derived from fees charged, reimbursements from the Federal Government, interest earned on investments and miscellaneous income.

The Governmental Grants Funds are used to fund specific programs administered by the County. Revenues are obtained from Federal, State and private grant sources.

The Other Nonbudgeted Special Revenue Funds consist of miscellaneous funds established to account for all monies designated for use by programs within these funds. The programs are administered by the County, but are not included in the County's Annual Appropriation bill (Budget). The funds are categorized as nonbudgeted because they tend to be temporary in nature. The funds are reviewed periodically thus making them subject to residual equity transfers, transfer to budgeted funds, other changes and cancellations. Revenues are derived from Federal, State, and private sources, interest earned on investments, and other taxes.

The Forest Preserve District Debt Service Fund was established to account for the accumulation of resources for the payment of principal, interest and related costs of long-term debt.

The Forest Preserve District Capital Projects Fund was established to account for the monies to be used in the various construction projects. Revenues are derived from property taxes and interest earned on investments.

**Exhibit D-1
COOK COUNTY, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
November 30, 2003**

ASSETS	Total Special Revenue Funds	Forest Preserve District Debt Service Fund	Forest Preserve District Capital Projects Fund	Total Nonmajor Governmental Funds
Cash and investments	\$ 159,581,014	\$ 3,304,935	\$ 4,952,682	\$ 167,838,631
Taxes receivable (net of allowance for loss) -				
Tax levy - current	46,660,645	4,954,758	4,020,540	55,635,943
Tax levy - prior year	281,855	-	-	281,855
Accrued interest receivable	129,680	6,693	6,360	142,733
Prepaid assets	49,327	-	-	49,327
Accounts receivable -				
Due from others	865,016	-	586	865,602
Due from other governments	21,932,198	-	-	21,932,198
Due from other funds	5,042,110	-	6,360,704	11,402,814
Loan receivable, net	32,519,662	-	-	32,519,662
Total assets	<u>\$ 267,061,507</u>	<u>\$ 8,266,386</u>	<u>\$ 15,340,872</u>	<u>\$ 290,668,765</u>
LIABILITIES AND FUND BALANCE				
Accounts payable	\$ 10,950,668	\$ 4,000	\$ 1,566,748	\$ 12,521,416
Accrued salaries payable	3,074,355	-	62,554	3,136,909
Due to other funds	4,846,613	-	5,651,581	10,498,194
Due to other governments	277,833	-	-	277,833
Deferred revenue - property tax	46,633,787	4,954,758	4,020,540	55,609,085
Deferred revenue - other	26,680,458	-	-	26,680,458
Other liabilities	370,235	-	-	370,235
Total liabilities	<u>92,833,949</u>	<u>4,958,758</u>	<u>11,301,423</u>	<u>109,094,130</u>
Fund balance (deficit) -				
Reserved -				
Encumbrances, prior year	982,471	-	-	982,471
Encumbrances, current	10,924,666	-	493,872	11,418,538
Reserved for loans outstanding	32,519,662	-	-	32,519,662
Interfund loans	-	-	5,702,426	5,702,426
Unreserved (deficit) -	129,800,759	3,307,628	(2,156,849)	130,951,538
Total fund balance (deficit)	<u>174,227,558</u>	<u>3,307,628</u>	<u>4,039,449</u>	<u>181,574,635</u>
Total liabilities and fund balance	<u>\$ 267,061,507</u>	<u>\$ 8,266,386</u>	<u>\$ 15,340,872</u>	<u>\$ 290,668,765</u>

Exhibit D-2
COOK COUNTY, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended November 30, 2003

	Total Special Revenue Funds	Forest Preserve District Debt Service Funds	Forest Preserve District Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES:				
Taxes -				
Property	\$ 55,102,728	\$ 5,142,566	\$ 3,878,715	\$ 64,124,009
Nonproperty	4,819,136	-	-	4,819,136
Fees and licenses	32,213,756	-	29,875	32,243,631
Federal government	49,170,975	-	-	49,170,975
State of Illinois	55,625,596	-	-	55,625,596
Investment income	1,447,623	34,204	48,130	1,529,957
Miscellaneous	10,036,120	-	400,586	10,436,706
Total revenues	<u>208,415,934</u>	<u>5,176,770</u>	<u>4,357,306</u>	<u>217,950,010</u>
EXPENDITURES:				
Current -				
Government management and supporting services	2,802,019	-	-	2,802,019
Corrections	30,718,970	-	-	30,718,970
Courts	71,412,585	-	-	71,412,585
Control of environment	32,808,189	-	11,659	32,819,848
Assessment and collection of taxes	2,115,570	-	-	2,115,570
Election	9,890,644	-	-	9,890,644
Economic and human development	40,468,774	-	-	40,468,774
Transportation	4,263,150	-	-	4,263,150
Enterprise Fund	1,597,638	-	-	1,597,638
Capital outlay	-	-	2,559,794	2,559,794
Debt Service -				
Principal	-	2,105,000	-	2,105,000
Interest	-	1,746,646	-	1,746,646
Other	-	4,969	-	4,969
Total expenditures	<u>196,077,539</u>	<u>3,856,615</u>	<u>2,571,453</u>	<u>202,505,607</u>
Revenues over (under) expenditures	<u>12,338,395</u>	<u>1,320,155</u>	<u>1,785,853</u>	<u>15,444,403</u>
OTHER FINANCING SOURCES (USES):				
Operating transfer in	10,798,157	-	44,794	10,842,951
Operating transfer out	(14,725,864)	(4,058,295)	(1,784,656)	(20,568,815)
Sale of land	287,127	-	-	287,127
Total other financing sources (uses)	<u>(3,640,580)</u>	<u>(4,058,295)</u>	<u>(1,739,862)</u>	<u>(9,438,737)</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES				
	<u>8,697,815</u>	<u>(2,738,140)</u>	<u>45,991</u>	<u>6,005,666</u>
FUND BALANCE , November 30, 2002	165,529,743	6,045,768	3,993,458	175,568,969
FUND BALANCE , November 30, 2003	<u>\$ 174,227,558</u>	<u>\$ 3,307,628</u>	<u>\$ 4,039,449</u>	<u>\$ 181,574,635</u>

Exhibit D-3
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
November 30, 2003

ASSETS	Geographical Information Systems	Forest Preserve District Working Cash	Motor Fuel Tax Illinois First (1st)	Township Roads	Election	County Law Library	Animal Control	County Recorder Document Storage System	County Clerk Automation	Circuit Court Document Storage	Circuit Court Automation	Circuit Court Dispute Resolution
Cash and investments	\$ 1,103,278	\$ 10,423,293	\$ 3,425,951	\$ 2,941,843	\$ 43,837,400	\$ 857,825	\$ 255,667	\$ 5,319,766	\$ 737,480	\$ 362,335	\$ 1,138,085	\$ 462,513
Taxes receivable (net of allowance for loss) -												
Tax levy - current	-	-	-	-	16,625,933	-	-	-	-	-	-	-
Tax levy - prior year	-	-	-	-	281,855	-	-	-	-	-	-	-
Accrued interest receivable	226	12,135	3,874	487	23,396	65	23	1,320	96	37	87	66
Prepaid assets	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable -												
Due from others	-	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	1,242,662	-	42,910	-	-	-	-	-	-	-	-
Due from other funds	2,645,730	-	-	-	-	216,109	780	89,088	71,235	276,986	312,923	15,665
Loan receivable, net	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 3,749,234</u>	<u>\$ 11,678,090</u>	<u>\$ 3,429,825</u>	<u>\$ 2,985,240</u>	<u>\$ 60,768,584</u>	<u>\$ 1,073,999</u>	<u>\$ 256,470</u>	<u>\$ 5,410,174</u>	<u>\$ 808,811</u>	<u>\$ 639,358</u>	<u>\$ 1,451,095</u>	<u>\$ 478,244</u>
LIABILITIES AND FUND BALANCE												
Accounts payable	\$ 42,816	\$ -	\$ 97,207	\$ -	\$ 665,578	\$ 51,560	\$ 102,261	\$ 57,832	\$ 108,517	\$ 82,961	\$ 6,329	\$ -
Accrued salaries payable	-	-	120,028	-	70,034	96,619	23,988	-	22,380	142,396	172,341	-
Due to other funds	-	-	-	-	404,913	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue - property tax	-	-	-	-	16,625,933	-	-	-	-	-	-	-
Deferred revenue - other	-	-	-	-	-	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>42,816</u>	<u>-</u>	<u>217,235</u>	<u>-</u>	<u>17,766,458</u>	<u>148,179</u>	<u>126,249</u>	<u>57,832</u>	<u>130,897</u>	<u>225,357</u>	<u>178,670</u>	<u>-</u>
Fund balance (deficit) -												
Reserved -												
Encumbrances, prior year	-	-	2,603	-	248,827	1,386	1,194	-	20,614	-	61,663	-
Encumbrances, current	721,527	-	168,491	40,262	2,240,830	3,244	135,951	41,802	120,377	316,777	144,470	-
Reserved for loans outstanding	-	-	-	-	-	-	-	-	-	-	-	-
Unreserved (deficit) -	2,984,891	11,678,090	3,041,496	2,944,978	40,512,469	921,190	(6,924)	5,310,540	536,923	97,224	1,066,292	478,244
Total fund balance (deficit)	<u>3,706,418</u>	<u>11,678,090</u>	<u>3,212,590</u>	<u>2,985,240</u>	<u>43,002,126</u>	<u>925,820</u>	<u>130,221</u>	<u>5,352,342</u>	<u>677,914</u>	<u>414,001</u>	<u>1,272,425</u>	<u>478,244</u>
Total liabilities and fund balance	<u>\$ 3,749,234</u>	<u>\$ 11,678,090</u>	<u>\$ 3,429,825</u>	<u>\$ 2,985,240</u>	<u>\$ 60,768,584</u>	<u>\$ 1,073,999</u>	<u>\$ 256,470</u>	<u>\$ 5,410,174</u>	<u>\$ 808,811</u>	<u>\$ 639,358</u>	<u>\$ 1,451,095</u>	<u>\$ 478,244</u>

Exhibit D-3 (continued)
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
November 30, 2003

ASSETS	County Emergency Telephone System	Adult Probation Services Fee	Social Service Probation	Treasurer Tax Sales Automation	Chief Judge Juvenile Justice	CC Lead Poisoning Prevention	Forest Preserve District - General	Forest Preserve District - Real Estate Acquisition	Forest Preserve District - Grant	Total Budgeted Special Revenue Funds	Governmental Grants	Other Nonbudgeted Special Revenue Funds	Totals
Cash and investments	\$ -	\$ 3,409,004	\$ 10,389,249	\$ 3,849,602	\$ -	\$ 15,851,416	\$ 8,673,490	\$ 15,861,044	\$ 15,247,919	\$ 144,147,160	\$ 8,358,384	\$ 7,075,470	\$ 159,581,014
Taxes receivable (net of allowance for loss) -													
Tax levy - current	-	-	-	-	-	-	30,034,712	-	-	46,660,645	-	-	46,660,645
Tax levy - prior year	-	-	-	-	-	-	-	-	-	281,855	-	-	281,855
Accrued interest receivable	-	779	3,348	897	-	5,445	9,922	37,393	30,031	129,627	-	53	129,680
Prepaid assets	-	-	-	-	-	-	-	-	49,327	49,327	-	-	49,327
Accounts receivable -													
Due from others	-	-	-	-	-	-	865,016	-	-	865,016	-	-	865,016
Due from other governments	1,426,812	-	129,028	-	892,086	-	650,984	-	364,580	4,749,062	17,183,136	-	21,932,198
Due from other funds	-	117,497	-	71,952	-	-	-	-	-	3,817,965	1,223,595	550	5,042,110
Loan receivable, net	-	-	-	-	-	-	-	-	-	-	32,519,662	-	32,519,662
Total assets	<u>\$ 1,426,812</u>	<u>\$ 3,527,280</u>	<u>\$ 10,521,625</u>	<u>\$ 3,922,451</u>	<u>\$ 892,086</u>	<u>\$ 15,856,861</u>	<u>\$ 40,234,124</u>	<u>\$ 15,898,437</u>	<u>\$ 15,691,857</u>	<u>\$ 200,700,657</u>	<u>\$ 59,284,777</u>	<u>\$ 7,076,073</u>	<u>\$ 267,061,507</u>
LIABILITIES AND FUND BALANCE													
Accounts payable	\$ -	\$ 222,330	\$ 38,943	\$ 74,819	\$ -	\$ 1,257,438	\$ 3,614,737	\$ 9,392	\$ 460,585	\$ 6,893,305	\$ 4,057,343	\$ 20	\$ 10,950,668
Accrued salaries payable	31,225	-	-	18,698	124,177	5,957	905,649	13,279	-	1,746,771	1,327,584	-	3,074,355
Due to other funds	1,385,647	-	-	-	1,200,691	-	709,123	-	-	3,700,374	1,146,239	-	4,846,613
Due to other governments	-	-	-	-	-	-	228,745	-	49,088	277,833	-	-	277,833
Deferred revenue - property tax	-	-	-	-	-	-	30,007,854	-	-	46,633,787	-	-	46,633,787
Deferred revenue - other	-	-	-	-	-	-	-	-	15,142,668	15,142,668	11,537,790	-	26,680,258
Other liabilities	-	-	-	-	-	-	21,861	348,374	-	370,235	-	-	370,235
Total liabilities	<u>1,416,872</u>	<u>222,330</u>	<u>38,943</u>	<u>93,517</u>	<u>1,324,868</u>	<u>1,263,395</u>	<u>35,487,969</u>	<u>371,045</u>	<u>15,652,341</u>	<u>74,764,973</u>	<u>18,068,956</u>	<u>20</u>	<u>92,833,949</u>
Fund balance (deficit) -													
Reserved -													
Encumbrances, prior year	-	72,803	265	573,116	-	-	-	-	-	982,471	-	-	982,471
Encumbrances, current	-	1,064,268	840,872	141,333	-	87,442	-	-	-	6,067,646	4,857,020	-	10,924,666
Reserved for loans outstanding	-	-	-	-	-	-	-	-	-	-	32,519,662	-	32,519,662
Unreserved (deficit) -	9,940	2,167,879	9,641,545	3,114,485	(432,782)	14,506,024	4,746,155	15,527,392	39,516	118,885,567	3,839,139	7,076,053	129,800,759
Total fund balance (deficit)	9,940	3,304,950	10,482,682	3,828,934	(432,782)	14,593,466	4,746,155	15,527,392	39,516	125,935,684	41,215,821	7,076,053	174,227,558
Total liabilities and fund balance	<u>\$ 1,426,812</u>	<u>\$ 3,527,280</u>	<u>\$ 10,521,625</u>	<u>\$ 3,922,451</u>	<u>\$ 892,086</u>	<u>\$ 15,856,861</u>	<u>\$ 40,234,124</u>	<u>\$ 15,898,437</u>	<u>\$ 15,691,857</u>	<u>\$ 200,700,657</u>	<u>\$ 59,284,777</u>	<u>\$ 7,076,073</u>	<u>\$ 267,061,507</u>

Exhibit D-4
 COOK COUNTY, ILLINOIS
 SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 For the Year Ended November 30, 2003

	Geographical Information Systems	Forest Preserve District Working Cash	Motor Fuel Tax Illinois First (1st)	Township Roads	Election	County Law Library	Animal Control	County Recorder Document Storage System	County Clerk Automation	Circuit Court Document Storage	Circuit Court Automation	Circuit Court Dispute Resolution
REVENUES:												
Taxes -												
Property	\$ -	\$ -	\$ -	\$ -	\$ 26,262,548	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nonproperty	-	-	828,695	504,858	-	-	-	-	-	-	-	-
Fees and licenses	3,804,862	-	-	-	-	3,170,301	1,993,821	5,706,609	1,020,796	3,961,265	4,458,912	217,629
Federal Government	-	-	-	-	-	-	-	-	-	-	-	-
State of Illinois	-	-	-	-	311,006	-	-	-	-	-	-	-
Investment income	1,137	63,770	85,544	21,143	439,650	251	6,904	25,123	4,173	10,539	9,953	3,283
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	<u>3,805,999</u>	<u>63,770</u>	<u>914,239</u>	<u>526,001</u>	<u>27,013,204</u>	<u>3,170,552</u>	<u>2,000,725</u>	<u>5,731,732</u>	<u>1,024,969</u>	<u>3,971,804</u>	<u>4,468,865</u>	<u>220,912</u>
EXPENDITURES:												
Current -												
Government management and supporting services	-	-	-	-	-	-	-	1,859,994	918,159	-	-	-
Corrections	-	-	-	-	-	-	-	-	-	-	-	-
Courts	-	-	-	-	-	4,447,117	-	-	-	4,158,456	5,613,524	200,000
Control of environment	-	-	-	-	-	-	1,452,246	-	-	-	-	-
Assessment and collection of taxes	734,507	-	-	-	-	-	-	-	-	-	-	-
Election	-	-	-	-	9,890,644	-	-	-	-	-	-	-
Economic and human development	-	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	3,895,767	367,383	-	-	-	-	-	-	-	-
Enterprise Fund	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	<u>734,507</u>	<u>-</u>	<u>3,895,767</u>	<u>367,383</u>	<u>9,890,644</u>	<u>4,447,117</u>	<u>1,452,246</u>	<u>1,859,994</u>	<u>918,159</u>	<u>4,158,456</u>	<u>5,613,524</u>	<u>200,000</u>
Revenues over (under) expenditures	<u>3,071,492</u>	<u>63,770</u>	<u>(2,981,528)</u>	<u>158,618</u>	<u>17,122,560</u>	<u>(1,276,565)</u>	<u>548,479</u>	<u>3,871,738</u>	<u>106,810</u>	<u>(186,652)</u>	<u>(1,144,659)</u>	<u>20,912</u>
OTHER FINANCING SOURCES (USES):												
Sale of land	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfer in	-	-	-	-	-	2,500,000	-	-	-	-	2,500,000	-
Operating transfer out	-	-	(460,958)	-	(6,169,710)	(1,486,027)	(1,289,131)	(1,339,821)	(33,861)	(1,509,868)	(1,351,144)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(460,958)</u>	<u>-</u>	<u>(6,169,710)</u>	<u>1,013,973</u>	<u>(1,289,131)</u>	<u>(1,339,821)</u>	<u>(33,861)</u>	<u>(1,509,868)</u>	<u>1,148,856</u>	<u>-</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>3,071,492</u>	<u>63,770</u>	<u>(3,442,486)</u>	<u>158,618</u>	<u>10,952,850</u>	<u>(262,592)</u>	<u>(740,652)</u>	<u>2,531,917</u>	<u>72,949</u>	<u>(1,696,520)</u>	<u>4,197</u>	<u>20,912</u>
FUND BALANCE (DEFICIT), November 30, 2002	634,926	11,614,320	6,655,076	2,826,622	32,049,276	1,188,412	870,873	2,820,425	604,965	2,110,521	1,268,228	457,332
FUND BALANCE (DEFICIT), November 30, 2003	<u>\$ 3,706,418</u>	<u>\$ 11,678,090</u>	<u>\$ 3,212,590</u>	<u>\$ 2,985,240</u>	<u>\$ 43,002,126</u>	<u>\$ 925,820</u>	<u>\$ 130,221</u>	<u>\$ 5,352,342</u>	<u>\$ 677,914</u>	<u>\$ 414,001</u>	<u>\$ 1,272,425</u>	<u>\$ 478,244</u>

Exhibit D-4 (continued)
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (Continued)
For the Year Ended November 30, 2003

	County Emergency Telephone System	Adult Probation Services Fee	Social Service Probation	Treasurer Tax Sales Automation	Chief Judge Juvenile Justice	CC Lead Poisoning Prevention	Forest Preserve District - General	Forest Preserve District - Real Estate Acquisition	Forest Preserve District - Grant	Total Budgeted Special Revenue Funds	Governmental Grants	Other Nonbudgeted Special Revenue Funds	Totals
REVENUES:													
Taxes -													
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 28,840,180	\$ -	\$ -	\$ 55,102,728	\$ -	\$ -	\$ 55,102,728
Nonproperty	-	-	-	-	-	-	3,485,583	-	-	4,819,136	-	-	4,819,136
Fees and licenses	1,074,299	1,549,563	1,967,811	1,887,994	-	-	1,120,236	279,658	-	32,213,756	-	-	32,213,756
Federal Government	-	-	-	-	-	-	-	-	2,771,054	42,730,872	3,669,049	-	49,170,975
State of Illinois	-	-	-	-	2,742,238	-	-	-	-	3,053,244	51,216,004	1,356,348	55,625,596
Investment income	-	41,955	100,033	16,995	-	181,459	107,152	93,451	131,998	1,344,513	29,109	74,001	1,447,623
Miscellaneous	-	-	-	-	-	-	1,876,868	-	529	1,877,397	8,148,693	10,030	10,036,120
Total revenues	1,074,299	1,591,518	2,067,844	1,904,989	2,742,238	181,459	35,430,019	373,109	2,903,581	101,181,828	102,124,678	5,109,428	208,415,934
EXPENDITURES:													
Current -													
Government management and supporting services	-	-	-	-	-	-	-	-	-	2,778,153	23,866	-	2,802,019
Corrections	952,363	2,464,462	1,088,657	-	2,887,131	-	-	-	-	7,392,613	17,803,997	5,522,360	30,718,970
Courts	-	-	-	-	-	-	-	-	-	14,419,097	56,993,488	-	71,412,585
Control of environment	-	-	-	-	-	-	23,634,090	4,126,906	2,407,218	31,620,460	1,187,729	-	32,808,189
Assessment and collection of taxes	-	-	-	1,381,063	-	-	-	-	-	2,115,570	-	-	2,115,570
Election	-	-	-	-	-	-	-	-	-	9,890,644	-	-	9,890,644
Economic and human development	-	-	-	-	-	-	-	-	-	-	40,468,774	-	40,468,774
Transportation	-	-	-	-	-	-	-	-	-	4,263,150	-	-	4,263,150
Enterprise Fund	-	-	-	-	-	1,597,638	-	-	-	1,597,638	-	-	1,597,638
Total expenditures	952,363	2,464,462	1,088,657	1,381,063	2,887,131	1,597,638	23,634,090	4,126,906	2,407,218	74,077,325	116,477,854	5,522,360	196,077,539
Revenues over (under) expenditures	121,936	(872,944)	979,187	523,926	(144,893)	(1,416,179)	11,795,929	(3,753,797)	496,363	27,104,503	(14,353,176)	(412,932)	12,338,395
OTHER FINANCING SOURCES (USES):													
Sale of land	-	-	-	-	-	-	-	287,127	-	287,127	-	-	287,127
Operating transfer in	-	-	-	-	-	-	5,798,157	-	-	10,798,157	-	-	10,798,157
Operating transfer out	(105,321)	(65,254)	(53,765)	(28,312)	-	(248,213)	(579,313)	-	-	(14,720,698)	-	(5,166)	(14,725,864)
Total other financing sources (uses)	(105,321)	(65,254)	(53,765)	(28,312)	-	(248,213)	5,218,844	287,127	-	(3,635,414)	-	(5,166)	(3,640,580)
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES													
	16,615	(938,198)	925,422	495,614	(144,893)	(1,664,392)	17,014,773	(3,466,670)	496,363	23,469,089	(14,353,176)	(418,098)	8,697,815
FUND BALANCE (DEFICIT), November 30, 2002	(6,675)	4,243,148	9,557,260	3,333,320	(287,889)	16,257,858	(12,268,618)	18,994,062	(456,847)	102,466,595	55,568,997	7,494,151	165,529,743
FUND BALANCE (DEFICIT), November 30, 2003	\$ 9,940	\$ 3,304,950	\$ 10,482,682	\$ 3,828,934	\$ (432,782)	\$ 14,593,466	\$ 4,746,155	\$ 15,527,392	\$ 39,516	\$ 125,935,684	\$ 41,215,821	\$ 7,076,053	\$ 174,227,558

Exhibit D-5
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND - MOTOR FUEL TAX ILLINOIS FIRST (1ST)
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Nonproperty tax	\$ 7,656,160	\$ 828,695	\$ (6,827,465)
Interest on investments	-	84,468	84,468
Miscellaneous	-	19,816	19,816
Total revenues	<u>7,656,160</u>	<u>932,979</u>	<u>(6,723,181)</u>
EXPENDITURES AND ENCUMBRANCES:			
Transportation	<u>7,195,202</u>	<u>3,998,240</u>	<u>3,196,962</u>
Total expenditures and encumbrances	<u>7,195,202</u>	<u>3,998,240</u>	<u>3,196,962</u>
Revenues over (under) expenditures and encumbrances	<u>460,958</u>	<u>(3,065,261)</u>	<u>(3,526,219)</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(460,958)</u>	<u>(460,958)</u>	<u>-</u>
Total other financing uses	<u>(460,958)</u>	<u>(460,958)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ -</u>	<u>\$ (3,526,219)</u>	<u>\$ (3,526,219)</u>

Exhibit D-6
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND - TOWNSHIP ROADS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Nonproperty tax	\$ 493,000	\$ 506,158	\$ 13,158
Interest on investments	-	21,519	21,519
Total revenues	<u>493,000</u>	<u>527,677</u>	<u>34,677</u>
EXPENDITURES AND ENCUMBRANCES:			
Transportation	<u>2,967,403</u>	<u>221,051</u>	<u>2,746,352</u>
Total expenditures and encumbrances	<u>2,967,403</u>	<u>221,051</u>	<u>2,746,352</u>
Revenues over (under) expenditures and encumbrances	<u>\$ (2,474,403)</u>	<u>\$ 306,626</u>	<u>\$ 2,781,029</u>

Exhibit D-7
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND - ELECTION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Property tax	\$ 16,625,933	\$ 17,149,679	\$ 523,746
State of Illinois	-	311,007	311,007
Interest on investments	-	178,408	178,408
Miscellaneous	-	749,138	749,138
Total revenues	<u>16,625,933</u>	<u>18,388,232</u>	<u>1,762,299</u>
EXPENDITURES AND ENCUMBRANCES:			
Election	<u>13,840,307</u>	<u>11,400,220</u>	<u>2,440,087</u>
Total expenditures and encumbrances	<u>13,840,307</u>	<u>11,400,220</u>	<u>2,440,087</u>
Revenues over (under) expenditures and encumbrances	<u>2,785,626</u>	<u>6,988,012</u>	<u>4,202,386</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(6,169,710)</u>	<u>(6,169,710)</u>	<u>-</u>
Total other financing uses	<u>(6,169,710)</u>	<u>(6,169,710)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (3,384,084)</u>	<u>\$ 818,302</u>	<u>\$ 4,202,386</u>

Exhibit D-8
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND - COUNTY LAW LIBRARY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 3,170,000	\$ 3,170,301	\$ 301
Interest on investments	-	251	251
Total revenues	<u>3,170,000</u>	<u>3,170,552</u>	<u>552</u>
EXPENDITURES AND ENCUMBRANCES:			
Courts	<u>4,631,334</u>	<u>4,392,592</u>	<u>238,742</u>
Total expenditures and encumbrances	<u>4,631,334</u>	<u>4,392,592</u>	<u>238,742</u>
Revenues over (under) expenditures and encumbrances	<u>(1,461,334)</u>	<u>(1,222,040)</u>	<u>239,294</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	2,500,000	2,500,000	-
Operating transfers out	<u>(1,486,027)</u>	<u>(1,486,027)</u>	-
Total other financing uses	<u>1,013,973</u>	<u>1,013,973</u>	-
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (447,361)</u>	<u>\$ (208,067)</u>	<u>\$ 239,294</u>

Exhibit D-9
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND - ANIMAL CONTROL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 2,000,000	\$ 1,993,821	\$ (6,179)
Interest on investments	-	7,213	7,213
Miscellaneous	-	90,413	90,413
Total revenues	<u>2,000,000</u>	<u>2,091,447</u>	<u>91,447</u>
EXPENDITURES AND ENCUMBRANCES:			
Control of environment	<u>1,850,274</u>	<u>1,380,581</u>	<u>469,693</u>
Total expenditures and encumbrances	<u>1,850,274</u>	<u>1,380,581</u>	<u>469,693</u>
Revenues over (under) expenditures and encumbrances	<u>149,726</u>	<u>710,866</u>	<u>561,140</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(1,289,131)</u>	<u>(1,289,131)</u>	<u>-</u>
Total other financing uses	<u>(1,289,131)</u>	<u>(1,289,131)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (1,139,405)</u>	<u>\$ (578,265)</u>	<u>\$ 561,140</u>

Exhibit D-10
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
COUNTY RECORDER DOCUMENT STORAGE SYSTEM
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 4,000,000	\$ 5,706,609	\$ 1,706,609
Interest on investments	-	24,643	24,643
Miscellaneous	-	1,765	1,765
Total revenues	<u>4,000,000</u>	<u>5,733,017</u>	<u>1,733,017</u>
EXPENDITURES AND ENCUMBRANCES:			
Government management and supporting services	<u>2,340,046</u>	<u>1,868,745</u>	<u>471,301</u>
Total expenditures and encumbrances	<u>2,340,046</u>	<u>1,868,745</u>	<u>471,301</u>
Revenues over (under) expenditures and encumbrances	<u>1,659,954</u>	<u>3,864,272</u>	<u>2,204,318</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(1,339,821)</u>	<u>(1,339,821)</u>	<u>-</u>
Total other financing uses	<u>(1,339,821)</u>	<u>(1,339,821)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ 320,133</u>	<u>\$ 2,524,451</u>	<u>\$ 2,204,318</u>

Exhibit D-11
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
COUNTY CLERK AUTOMATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 715,000	\$ 1,020,796	\$ 305,796
Interest on investments	-	4,173	4,173
Miscellaneous	-	8,070	8,070
Total revenues	<u>715,000</u>	<u>1,033,039</u>	<u>318,039</u>
EXPENDITURES AND ENCUMBRANCES:			
Government management and supporting services	<u>1,072,421</u>	<u>913,097</u>	<u>159,324</u>
Total expenditures and encumbrances	<u>1,072,421</u>	<u>913,097</u>	<u>159,324</u>
Revenues over (under) expenditures and encumbrances	<u>(357,421)</u>	<u>119,942</u>	<u>477,363</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(33,861)</u>	<u>(33,861)</u>	<u>-</u>
Total other financing uses	<u>(33,861)</u>	<u>(33,861)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (391,282)</u>	<u>\$ 86,081</u>	<u>\$ 477,363</u>

Exhibit D-12
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
CIRCUIT COURT DOCUMENT STORAGE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 4,000,000	\$ 3,961,265	\$ (38,735)
Interest on investments	-	10,668	10,668
Miscellaneous	-	1,915	1,915
Total revenues	<u>4,000,000</u>	<u>3,973,848</u>	<u>(26,152)</u>
EXPENDITURES AND ENCUMBRANCES:			
Courts	<u>5,413,798</u>	<u>4,406,926</u>	<u>1,006,872</u>
Total expenditures and encumbrances	<u>5,413,798</u>	<u>4,406,926</u>	<u>1,006,872</u>
Revenues over (under) expenditures and encumbrances	<u>(1,413,798)</u>	<u>(433,078)</u>	<u>980,720</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(1,509,868)</u>	<u>(1,509,868)</u>	<u>-</u>
Total other financing uses	<u>(1,509,868)</u>	<u>(1,509,868)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (2,923,666)</u>	<u>\$ (1,942,946)</u>	<u>\$ 980,720</u>

Exhibit D-13
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
CIRCUIT COURT AUTOMATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 4,000,000	\$ 4,458,912	\$ 458,912
Interest on investments	-	9,953	9,953
Miscellaneous	-	18,483	18,483
Total revenues	<u>4,000,000</u>	<u>4,487,348</u>	<u>487,348</u>
EXPENDITURES AND ENCUMBRANCES:			
Courts	<u>6,037,857</u>	<u>5,602,575</u>	<u>435,282</u>
Total expenditures and encumbrances	<u>6,037,857</u>	<u>5,602,575</u>	<u>435,282</u>
Revenues over (under) expenditures and encumbrances	<u>(2,037,857)</u>	<u>(1,115,227)</u>	<u>922,630</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	2,500,000	2,500,000	-
Operating transfers out	<u>(1,351,144)</u>	<u>(1,351,144)</u>	-
Total other financing uses	<u>1,148,856</u>	<u>1,148,856</u>	-
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (889,001)</u>	<u>\$ 33,629</u>	<u>\$ 922,630</u>

Exhibit D-14
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
CIRCUIT COURT DISPUTE RESOLUTION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 200,000	\$ 217,629	\$ 17,629
Interest on investments	-	3,283	3,283
Total revenues	<u>200,000</u>	<u>220,912</u>	<u>20,912</u>
EXPENDITURES AND ENCUMBRANCES:			
Courts	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Total expenditures and encumbrances	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances	<u>\$ -</u>	<u>\$ 20,912</u>	<u>\$ 20,912</u>

Exhibit D-15
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
EMERGENCY TELEPHONE SYSTEM
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 1,060,206	\$ 1,074,299	\$ 14,093
Total revenues	<u>1,060,206</u>	<u>1,074,299</u>	<u>14,093</u>
EXPENDITURES AND ENCUMBRANCES:			
Corrections	<u>954,885</u>	<u>960,067</u>	<u>(5,182)</u>
Total expenditures and encumbrances	<u>954,885</u>	<u>960,067</u>	<u>(5,182)</u>
Revenues over (under) expenditures and encumbrances	<u>105,321</u>	<u>114,232</u>	<u>8,911</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(105,321)</u>	<u>(105,321)</u>	<u>-</u>
Total other financing uses	<u>(105,321)</u>	<u>(105,321)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ -</u>	<u>\$ 8,911</u>	<u>\$ 8,911</u>

Exhibit D-16
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
ADULT PROBATION SERVICE FEE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 1,650,000	\$ 1,432,066	\$ (217,934)
Interest on investments	-	43,222	43,222
Miscellaneous	-	194,100	194,100
Total revenues	<u>1,650,000</u>	<u>1,669,388</u>	<u>19,388</u>
EXPENDITURES AND ENCUMBRANCES:			
Corrections	<u>4,446,100</u>	<u>2,688,171</u>	<u>1,757,929</u>
Total expenditures and encumbrances	<u>4,446,100</u>	<u>2,688,171</u>	<u>1,757,929</u>
Revenues over (under) expenditures and encumbrances	<u>(2,796,100)</u>	<u>(1,018,783)</u>	<u>1,777,317</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(65,254)</u>	<u>(65,254)</u>	<u>-</u>
Total other financing uses	<u>(65,254)</u>	<u>(65,254)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (2,861,354)</u>	<u>\$ (1,084,037)</u>	<u>\$ 1,777,317</u>

Exhibit D-17
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
SOCIAL SERVICE PROBATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 1,950,000	\$ 1,838,784	\$ (111,216)
Interest on investments	-	105,607	105,607
Miscellaneous	-	490,958	490,958
Total revenues	<u>1,950,000</u>	<u>2,435,349</u>	<u>485,349</u>
EXPENDITURES AND ENCUMBRANCES:			
Corrections	<u>2,232,275</u>	<u>1,478,221</u>	<u>754,054</u>
Total expenditures and encumbrances	<u>2,232,275</u>	<u>1,478,221</u>	<u>754,054</u>
Revenues over (under) expenditures and encumbrances	<u>(282,275)</u>	<u>957,128</u>	<u>1,239,403</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(53,765)</u>	<u>(53,765)</u>	<u>-</u>
Total other financing uses	<u>(53,765)</u>	<u>(53,765)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (336,040)</u>	<u>\$ 903,363</u>	<u>\$ 1,239,403</u>

Exhibit D-18
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
TREASURER TAX SALES AUTOMATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 800,000	\$ 1,887,994	\$ 1,087,994
Interest on investments	-	16,993	16,993
Miscellaneous	-	195,712	195,712
Total revenues	<u>800,000</u>	<u>2,100,699</u>	<u>1,300,699</u>
EXPENDITURES AND ENCUMBRANCES:			
Assessment and collection of taxes	<u>1,062,302</u>	<u>748,756</u>	<u>313,546</u>
Total expenditures and encumbrances	<u>1,062,302</u>	<u>748,756</u>	<u>313,546</u>
Revenues over (under) expenditures and encumbrances	<u>(262,302)</u>	<u>1,351,943</u>	<u>1,614,245</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(28,312)</u>	<u>(28,312)</u>	<u>-</u>
Total other financing uses	<u>(28,312)</u>	<u>(28,312)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (290,614)</u>	<u>\$ 1,323,631</u>	<u>\$ 1,614,245</u>

Exhibit D-19
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
CHIEF JUDGE JUVENILE JUSTICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
State of Illinois	\$ 3,181,146	\$ 2,742,239	\$ (438,907)
Total revenues	<u>3,181,146</u>	<u>2,742,239</u>	<u>(438,907)</u>
EXPENDITURES AND ENCUMBRANCES:			
Courts	<u>3,181,146</u>	<u>2,888,030</u>	<u>293,116</u>
Total expenditures and encumbrances	<u>3,181,146</u>	<u>2,888,030</u>	<u>293,116</u>
Revenues over (under) expenditures and encumbrances	<u>\$ -</u>	<u>\$ (145,791)</u>	<u>\$ (145,791)</u>

Exhibit D-20
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
CC LEAD POISONING PREVENTION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	Original and Final Budget	Actual Amounts	Variance Positive (Negative)
REVENUES:			
Interest on investments	\$ -	\$ 183,711	\$ 183,711
Miscellaneous	-	564,990	564,990
Total revenues	<u>-</u>	<u>748,701</u>	<u>748,701</u>
EXPENDITURES AND ENCUMBRANCES:			
Protection of Health	<u>3,499,185</u>	<u>194,647</u>	<u>3,304,538</u>
Total expenditures and encumbrances	<u>3,499,185</u>	<u>194,647</u>	<u>3,304,538</u>
Revenues over (under) expenditures and encumbrances	<u>(3,499,185)</u>	<u>554,054</u>	<u>4,053,239</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers out	<u>(248,213)</u>	<u>(248,213)</u>	<u>-</u>
Total other financing uses	<u>(248,213)</u>	<u>(248,213)</u>	<u>-</u>
Revenues over (under) expenditures and encumbrances and other financing uses	<u>\$ (3,747,398)</u>	<u>\$ 305,841</u>	<u>\$ 4,053,239</u>

Exhibit D-21
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
FOREST PRESERVE DISTRICT FUND - DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Property Taxes	\$ 4,280,611	\$ 4,280,611	\$ -
Total revenues	<u>4,280,611</u>	<u>4,280,611</u>	<u>-</u>
EXPENDITURES AND ENCUMBRANCES:			
Other charges	-	4,969	(4,969)
Principal retired	2,105,000	2,105,000	-
Interest and charges	<u>2,175,611</u>	<u>1,746,646</u>	<u>428,965</u>
Total expenditures and encumbrances	<u>4,280,611</u>	<u>3,856,615</u>	<u>423,996</u>
Revenues over (under) expenditures and encumbrances	<u>\$ -</u>	<u>\$ 423,996</u>	<u>\$ 423,996</u>

Exhibit D-22
COOK COUNTY, ILLINOIS
SPECIAL REVENUE FUND
GEOGRAPHICAL INFORMATION SYSTEMS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)
For the Year Ended November 30, 2003

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Fees and licenses	\$ 2,000,000	\$ 3,804,862	\$ 1,804,862
Interest on investments	-	1,137	1,137
Total revenues	<u>2,000,000</u>	<u>3,805,999</u>	<u>1,805,999</u>
EXPENDITURES AND ENCUMBRANCES:			
Assessment and collection of taxes	<u>2,015,792</u>	<u>1,456,034</u>	<u>559,758</u>
Total expenditures and encumbrances	<u>2,015,792</u>	<u>1,456,034</u>	<u>559,758</u>
Revenues over (under) expenditures and encumbrances	<u>\$ (15,792)</u>	<u>\$ 2,349,965</u>	<u>\$ 2,365,757</u>

Proprietary Funds

COOK COUNTY, ILLINOIS

PROPRIETARY FUND TYPE - ENTERPRISE FUNDS

The Enterprise Funds of the Health Facilities consist of the Operating Funds and two Restricted Funds called the Specific Purpose Funds and the Trust Funds.

The Operating Funds consist of the following: Bureau of Health Services, Cook County Hospital, Oak Forest Hospital, Provident Hospital and the Department of Public Health Funds. These funds represent the general operating funds of the respective facilities. The funds were established to account for all financial resources except those required to be accounted for in another fund. Operating revenues are derived from patient services fees and miscellaneous revenues. Non-operating revenues are derived from property taxes, sales taxes, cigarette taxes, interest earned on investment, retirement plan contributions, and transfers from specific purpose funds.

The Restricted Funds consist of the Specific Purpose Funds and Trust Funds. The Specific Purpose Funds were established to account for all restricted gifts and grant monies. Revenues are derived from grants, gifts, and bequests. All grants are separately accounted for by designated grant numbers. All expanded funds are reported in the General Funds. The Trust Funds were established to account for funds held by the Health Fund in a trustee capacity on behalf of the patients and estates. Interest earned on investments become part of the Trust Funds.

Exhibit E-1
COOK COUNTY, ILLINOIS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING BALANCE SHEET
November 30, 2003

ASSETS	Cook County Health Facilities		
	Operating Funds	Restricted Funds Specific Purpose Funds	Total
CURRENT ASSETS:			
Cash in banks	\$ 2,052,121	\$ 149,559	\$ 2,201,680
Cash held by Cook County Treasurer	239,158,936	5,943,662	245,102,598
Time deposits	19,502,598	-	19,502,598
Total cash and investments	<u>260,713,655</u>	<u>6,093,221</u>	<u>266,806,876</u>
Taxes receivable (net of allowance for loss) -			
Tax levy - current year	154,088,329	-	154,088,329
Total tax receivable	<u>154,088,329</u>	<u>-</u>	<u>154,088,329</u>
Accounts Receivable -			
Patient accounts receivable, net of allowance for uncollectible accounts - \$860,968,000	164,736,382	-	164,736,382
Accrued revenue under secondary interagency agreement	45,833,334	-	45,833,334
Third-party settlements	8,563,908	-	8,563,908
Other receivables	28,319	1,171,227	1,199,546
Due from State of Illinois - Sales Tax	4,622,143	-	4,622,143
Total accounts receivable	<u>223,784,086</u>	<u>1,171,227</u>	<u>224,955,313</u>
Inventories at lower of cost (weighted average) or market	10,666,263	-	10,666,263
Total current assets	<u>649,252,333</u>	<u>7,264,448</u>	<u>656,516,781</u>
PROPERTY AND EQUIPMENT, at cost:			
Property and equipment, net	688,114,823	-	688,114,823
Total assets	<u>\$ 1,337,367,156</u>	<u>\$ 7,264,448</u>	<u>\$ 1,344,631,604</u>
LIABILITIES AND FUND EQUITY			
CURRENT LIABILITIES:			
Due to Cook County Treasurer	\$ 161,934,654	\$ -	\$ 161,934,654
Accounts payable	36,917,509	581,568	37,499,077
Accrued salaries, wages and other liabilities	20,368,061	578,347	20,946,408
Accrued vacation	29,485,073	-	29,485,073
Due to others	26,698	-	26,698
Trust funds	-	149,559	149,559
Total current liabilities	<u>248,731,995</u>	<u>1,309,474</u>	<u>250,041,469</u>
PROPERTY TAX OBJECTIONS	<u>7,690,564</u>	<u>-</u>	<u>7,690,564</u>
Total liabilities	<u>256,422,559</u>	<u>1,309,474</u>	<u>257,732,033</u>
NET ASSETS:			
Invested in capital assets, net of related debt	688,114,823	-	688,114,823
Restricted	-	5,954,974	5,954,974
Unrestricted	392,829,774	-	392,829,774
Total net assets	<u>1,080,944,597</u>	<u>5,954,974</u>	<u>1,086,899,571</u>
Total liabilities and fund equity	<u>\$ 1,337,367,156</u>	<u>\$ 7,264,448</u>	<u>\$ 1,344,631,604</u>

Exhibit E-2
COOK COUNTY, ILLINOIS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING BALANCE SHEET OF OPERATING FUNDS
November 30, 2003

ASSETS	Bureau of Health Services	John Stroger Hospital	Oak Forest Hospital	Provident Hospital	Department of Public Health	Total
CURRENT ASSETS:						
Cash in banks	\$ -	\$ 1,439,363	\$ 92,549	\$ 515,342	\$ 4,867	\$ 2,052,121
Cash held by Cook County Treasurer	11,500,000	159,062,487	53,067,346	15,529,103	-	239,158,936
Investments, at cost, which approximate market	-	19,502,598	-	-	-	19,502,598
Total cash and investments	<u>11,500,000</u>	<u>180,004,448</u>	<u>53,159,895</u>	<u>16,044,445</u>	<u>4,867</u>	<u>260,713,655</u>
Taxes receivable (net of allowance for loss) -						
Tax levy - current year	3,211,632	106,581,253	11,224,360	17,002,752	16,068,332	154,088,329
Tax levy - prior year	-	-	-	-	-	-
Total taxes receivable	<u>3,211,632</u>	<u>106,581,253</u>	<u>11,224,360</u>	<u>17,002,752</u>	<u>16,068,332</u>	<u>154,088,329</u>
Accounts receivable -						
Due from others -						
Patient accounts - net of allowances of \$860,968,000	-	105,961,757	37,602,672	21,171,953	-	164,736,382
Accrued revenue under secondary interagency agreement	-	31,796,781	8,579,126	5,457,427	-	45,833,334
Third-party settlements	-	6,597,121	1,966,787	-	-	8,563,908
Other receivables	319	13,619	(8,007)	21,703	685	28,319
Due from State of Illinois - sales taxes	94,809	3,219,715	390,389	501,932	415,298	4,622,143
Interaccount (payable) receivable	11,727,006	(19,378,713)	7,522,952	(151,703)	280,458	-
Total accounts receivable	<u>11,822,134</u>	<u>128,210,280</u>	<u>56,053,919</u>	<u>27,001,312</u>	<u>696,441</u>	<u>223,784,086</u>
Inventories at lower of cost (weighted average) or market	-	5,431,047	1,319,249	3,915,967	-	10,666,263
Total current assets	<u>26,533,766</u>	<u>420,227,028</u>	<u>121,757,423</u>	<u>63,964,476</u>	<u>16,769,640</u>	<u>649,252,333</u>
PROPERTY AND EQUIPMENT, at cost:						
Property and equipment, net	<u>26,116,306</u>	<u>597,741,926</u>	<u>33,372,062</u>	<u>30,727,511</u>	<u>157,018</u>	<u>688,114,823</u>
Total assets	<u>\$ 52,650,072</u>	<u>\$ 1,017,968,954</u>	<u>\$ 155,129,485</u>	<u>\$ 94,691,987</u>	<u>\$ 16,926,658</u>	<u>\$ 1,337,367,156</u>
LIABILITIES AND FUND EQUITY						
CURRENT LIABILITIES:						
Due to Cook County Treasurer	\$ 20,887,787	\$ 133,089,598	\$ -	\$ -	\$ 7,957,269	\$ 161,934,654
Accounts payable	15,284	25,811,403	3,765,991	6,640,098	684,733	36,917,509
Accrued salaries payable	98,151	14,201,585	3,338,551	2,403,989	325,785	20,368,061
Accrued vacation leave	270,185	20,498,170	4,891,650	3,255,652	569,416	29,485,073
Due to others	-	15,000	-	11,698	-	26,698
Total current liabilities	<u>21,271,407</u>	<u>193,615,756</u>	<u>11,996,192</u>	<u>12,311,437</u>	<u>9,537,203</u>	<u>248,731,995</u>
PROPERTY TAX OBJECTIONS	<u>25,493</u>	<u>6,603,087</u>	<u>127,465</u>	<u>724,536</u>	<u>209,983</u>	<u>7,690,564</u>
Total liabilities	<u>21,296,900</u>	<u>200,218,843</u>	<u>12,123,657</u>	<u>13,035,973</u>	<u>9,747,186</u>	<u>256,422,559</u>
NET ASSETS:						
Invested in capital assets, net of related debt	26,116,306	597,741,926	33,372,061	30,727,511	157,019	688,114,823
Unrestricted	5,236,866	220,008,185	109,633,767	50,928,503	7,022,453	392,829,774
Total net assets	<u>31,353,172</u>	<u>817,750,111</u>	<u>143,005,828</u>	<u>81,656,014</u>	<u>7,179,472</u>	<u>1,080,944,597</u>
Total liabilities and fund equity	<u>\$ 52,650,072</u>	<u>\$ 1,017,968,954</u>	<u>\$ 155,129,485</u>	<u>\$ 94,691,987</u>	<u>\$ 16,926,658</u>	<u>\$ 1,337,367,156</u>

Exhibit E-3
COOK COUNTY, ILLINOIS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES AND EXPENSES OF OPERATING FUNDS
AND CHANGES IN OPERATING FUND BALANCE
For the Year Ended November 30, 2003

	Bureau of Health Services	John Stroger Hospital	Oak Forest Hospital	Provident Hospital	Department Of Public Health	Total
OPERATING REVENUES:						
Net patient service revenue	\$ -	\$ 401,202,234	\$ 125,717,146	\$ 73,618,157	\$ 328,333	\$ 600,865,870
Miscellaneous	-	3,133,352	244,988	267,993	2,190,664	5,836,997
Total operating revenues	<u>-</u>	<u>404,335,586</u>	<u>125,962,134</u>	<u>73,886,150</u>	<u>2,518,997</u>	<u>606,702,867</u>
OPERATING EXPENSES:						
Salaries and wages	2,438,410	333,227,591	81,209,460	56,584,833	10,347,242	483,807,536
Employee benefits	620,044	87,057,581	24,092,128	13,629,428	2,402,346	127,801,527
Supplies	38,657	110,164,030	12,757,093	10,384,344	2,151,251	135,495,375
Purchased services, rental and other	1,399,485	59,366,156	8,853,556	16,818,001	3,763,761	90,200,959
Depreciation	10,525,096	29,468,367	5,822,505	2,582,724	19,710	48,418,402
Utilities	-	14,102,663	2,480,533	1,586,421	44,280	18,213,897
Services contributed by other County offices	-	3,116,185	-	-	-	3,116,185
Total operating expenses	<u>15,021,692</u>	<u>636,502,573</u>	<u>135,215,275</u>	<u>101,585,751</u>	<u>18,728,590</u>	<u>907,053,881</u>
OPERATING INCOME (LOSS)	<u>(15,021,692)</u>	<u>(232,166,987)</u>	<u>(9,253,141)</u>	<u>(27,699,601)</u>	<u>(16,209,593)</u>	<u>(300,351,014)</u>
NONOPERATING REVENUES:						
Property taxes	3,174,809	105,145,094	13,078,599	16,824,349	14,002,565	152,225,416
Sales taxes	569,047	19,673,965	2,343,135	3,012,604	2,492,638	28,091,389
Cigarette taxes	170,114	5,902,279	700,466	900,599	745,159	8,418,617
Investment income	23,338	464,835	137,025	54,182	644	680,024
Retirement plan contribution	386,906	45,316,106	10,742,697	7,333,234	853,915	64,632,858
Services contributed by other County offices	-	3,116,185	-	-	-	3,116,185
Total nonoperating revenues	<u>4,324,214</u>	<u>179,618,464</u>	<u>27,001,922</u>	<u>28,124,968</u>	<u>18,094,921</u>	<u>257,164,489</u>
Net income (loss) before other revenue, expenses, gains, losses and transfers	<u>(10,697,478)</u>	<u>(52,548,523)</u>	<u>17,748,781</u>	<u>425,367</u>	<u>1,885,328</u>	<u>(43,186,525)</u>
CONTRIBUTED CAPITAL	5,857,984	31,905,245	2,563,507	1,770,739	29,696	42,127,171
TRANSFER FROM RESTRICTED SPECIFIC PURPOSE FUNDS	-	(1,107,087)	-	-	-	(1,107,087)
INCREASE (DECREASE) IN OPERATING NET ASSETS	(4,839,494)	(21,750,365)	20,312,288	2,196,106	1,915,024	(2,166,441)
NET ASSETS, November 30, 2002	<u>36,192,666</u>	<u>839,500,477</u>	<u>122,693,539</u>	<u>79,459,908</u>	<u>5,264,448</u>	<u>1,083,111,038</u>
NET ASSETS, November 30, 2003	<u>\$ 31,353,172</u>	<u>\$ 817,750,112</u>	<u>\$ 143,005,827</u>	<u>\$ 81,656,014</u>	<u>\$ 7,179,472</u>	<u>\$ 1,080,944,597</u>

Exhibit E-4
COOK COUNTY, ILLINOIS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES AND EXPENSES OF RESTRICTED FUNDS
AND CHANGES IN RESTRICTED FUND BALANCE
For the Year Ended November 30, 2003

	Bureau of Health Services	John Stroger Hospital	Oak Forest Hospital	Provident Hospital	Department Of Public Health	Total
OPERATING REVENUE						
Other revenue	\$ -	\$ 2,307,468	\$ 47,443	\$ -	\$ 20,063,470	\$ 22,418,381
Total revenue	<u>-</u>	<u>2,307,468</u>	<u>47,443</u>	<u>-</u>	<u>20,063,470</u>	<u>22,418,381</u>
OPERATING EXPENSES						
Salaries and wages	-	1,506,321	-	-	11,262,247	12,768,568
Employee benefits	-	467,425	-	-	3,479,674	3,947,099
Supplies	-	28,644	-	-	699,715	728,359
Purchased services, rental and other	-	705,782	60,228	-	4,635,197	5,401,207
Total expenses	<u>-</u>	<u>2,708,172</u>	<u>60,228</u>	<u>-</u>	<u>20,076,833</u>	<u>22,845,233</u>
OPERATING GAIN/LOSS	<u>-</u>	<u>(400,704)</u>	<u>(12,785)</u>	<u>-</u>	<u>(13,363)</u>	<u>(426,852)</u>
NONOPERATING REVENUE						
Transfer in	<u>-</u>	<u>1,107,087</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,107,087</u>
RESTRICTED NET ASSETS, November 30, 2002	<u>-</u>	<u>1,476,495</u>	<u>12,785</u>	<u>-</u>	<u>3,785,459</u>	<u>5,274,739</u>
RESTRICTED NET ASSETS, November 30, 2003	<u>\$ -</u>	<u>\$ 2,182,878</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,772,096</u>	<u>\$ 5,954,974</u>

Exhibit E-5
COOK COUNTY, ILLINOIS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended November 30, 2003

	Operating Funds	Specific Purpose Funds	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from third party payouts and patients	\$ 520,258,595	\$ -	\$ 520,258,595
Payments to employees	(557,554,475)	(16,537,964)	(574,092,439)
Payments to suppliers	(163,548,107)	(5,547,998)	(169,096,105)
Other receipts	5,822,078	21,832,312	27,654,390
Other payments	1,771,903	(1,056,853)	715,050
	<u>(193,250,006)</u>	<u>(1,310,503)</u>	<u>(194,560,509)</u>
Net cash provided by (used in) operating activities			
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Borrowings from Working Cash Fund	164,500,000	-	164,500,000
Repayment of borrowings from Working Cash Fund	(164,500,000)	-	(164,500,000)
Restricted gifts, grants and bequests	(1,107,087)	1,107,087	-
Real and personal property taxes received, net	159,071,908	-	159,071,908
Sales tax received	28,124,244	-	28,124,244
Cigarette taxes received	8,418,617	-	8,418,617
	<u>194,507,682</u>	<u>1,107,087</u>	<u>195,614,769</u>
Net cash provided by (used in) noncapital financing activities			
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	680,024	-	680,024
	<u>680,024</u>	<u>-</u>	<u>680,024</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
	1,937,700	(203,416)	1,734,284
CASH AND CASH EQUIVALENTS, November 30, 2002	<u>258,775,954</u>	<u>6,296,637</u>	<u>265,072,591</u>
CASH AND CASH EQUIVALENTS, November 30, 2002	<u>\$ 260,713,654</u>	<u>\$ 6,093,221</u>	<u>\$ 266,806,875</u>
NON-CASH TRANSACTIONS:			
Retirement plan contribution	\$ 64,632,858	\$ -	\$ 64,632,858
Services contributed by other County offices	3,116,185	-	3,116,185
Contributed capital assets	42,127,171	-	42,127,171
RECONCILIATION OF LOSS FROM OPERATIONS TO NET CASH USED IN OPERATING ACTIVITIES			
Loss from operations	\$ (300,351,014)	\$ (426,852)	\$ (300,777,866)
Adjustments to reconcile loss from operations to net cash used in operating activities:			
Loss from sale of fixed assets	92	-	92
Depreciation	48,418,402	-	48,418,402
Provision for bad debts	247,676,976	-	247,676,976
Retirement plan contribution	64,632,858	-	64,632,858
Services contributed by other County offices	3,116,185	-	3,116,185
Change in assets and liabilities:			
Patient accounts receivable	(318,117,584)	-	(318,117,584)
Third-party settlements	3,166,665	-	3,166,665
Accrued revenue under interagency agreement	(13,333,334)	-	(13,333,334)
Other receivables	(14,916)	(586,069)	(600,985)
Inventories	728,042	-	728,042
Accounts Payable	7,141,476	581,568	7,723,044
Accrued salaries	(2,536,833)	515,106	(2,021,727)
Accrued vacation	(8,041,437)	(368,702)	(8,410,139)
Reserve for tax objection suits	(187,999)	-	(187,999)
Due to others	(27,289)	(16,661)	(43,950)
Due to other funds	1,799,192	(1,040,192)	759,000
Accrued health claims	-	31,299	31,299
Due to Cook County Treasurer	72,680,513	-	72,680,513
	<u>\$ (193,250,005)</u>	<u>\$ (1,310,503)</u>	<u>\$ (194,560,508)</u>
Net cash used in operating activities			

Exhibit E-6
COOK COUNTY, ILLINOIS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING SCHEDULE OF CASH FLOWS OF OPERATING FUNDS
For the Year Ended November 30, 2003

	Bureau of Health Services	John Stroger Hospital	Oak Forest Hospital	Provident Hospital	Department of Public Health	Total
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from third party payers and patients	\$ -	\$ 330,908,442	\$ 114,014,396	\$ 75,007,424	\$ 328,333	\$ 520,258,595
Payments to employees	(2,856,180)	(384,899,236)	(95,288,182)	(62,681,991)	(11,828,886)	(557,554,475)
Payments to suppliers	(1,077,998)	(91,129,830)	(33,122,287)	(30,172,678)	(8,045,314)	(163,548,107)
Other receipts	(82)	3,123,489	254,947	253,745	2,189,979	5,822,078
Other payments	(40,678)	1,855,896	(16,661)	(27,289)	635	1,771,903
Net cash used in operating activities	<u>(3,974,938)</u>	<u>(140,141,239)</u>	<u>(14,157,787)</u>	<u>(17,620,789)</u>	<u>(17,355,253)</u>	<u>(193,250,006)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Borrowings from Working Cash Fund	1,000,000	140,000,000	11,000,000	7,000,000	5,500,000	164,500,000
Repayment of borrowings from Working Cash Fund	(1,000,000)	(140,000,000)	(11,000,000)	(7,000,000)	(5,500,000)	(164,500,000)
Restricted gifts, grants and bequests	-	(1,107,087)	-	-	-	(1,107,087)
Real and personal property taxes received, net	3,213,144	111,526,308	13,205,587	17,006,789	14,120,080	159,071,908
Sales taxes received	568,300	19,717,862	2,340,062	3,008,650	2,489,370	28,124,244
Cigarette taxes received	170,114	5,902,279	700,466	900,599	745,159	8,418,617
Net cash provided by noncapital financing activities	<u>3,951,558</u>	<u>136,039,362</u>	<u>16,246,115</u>	<u>20,916,038</u>	<u>17,354,609</u>	<u>194,507,682</u>
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received	23,338	464,835	137,025	54,182	644	680,024
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(42)	(3,637,042)	2,225,353	3,349,431	-	1,937,700
CASH AND CASH EQUIVALENTS, November 30, 2002	<u>11,500,042</u>	<u>183,641,490</u>	<u>50,934,541</u>	<u>12,695,014</u>	<u>4,867</u>	<u>258,775,954</u>
CASH AND CASH EQUIVALENTS, November 30, 2003	<u>\$ 11,500,000</u>	<u>\$ 180,004,448</u>	<u>\$ 53,159,894</u>	<u>\$ 16,044,445</u>	<u>\$ 4,867</u>	<u>\$ 260,713,654</u>
NON-CASH TRANSACTIONS:						
Retirement plan contribution	\$ 386,906	\$ 45,316,106	\$ 10,742,697	\$ 7,333,234	\$ 853,915	\$ 64,632,858
Services contributed by other County offices	-	3,116,185	-	-	-	3,116,185
Contributed capital assets	5,857,984	31,905,245	2,563,507	1,770,739	29,696	42,127,171
RECONCILIATION OF LOSS FROM OPERATIONS TO NET CASH USED IN OPERATING ACTIVITIES						
Loss from operations	\$ (15,021,692)	\$ (232,166,987)	\$ (9,253,141)	\$ (27,699,601)	\$ (16,209,593)	\$ (300,351,014)
Adjustments to reconcile loss from operations to net cash used in operating activities:						
Loss from sale of fixed assets	-	-	92	-	-	92
Depreciation	10,525,096	29,468,367	5,822,505	2,582,724	19,710	48,418,402
Provision for bad debts	-	194,948,343	5,297,459	47,431,174	-	247,676,976
Retirement plan contribution	386,906	45,316,106	10,742,697	7,333,234	853,915	64,632,858
Services contributed by other County offices	-	3,116,185	-	-	-	3,116,185
Change in assets and liabilities:						
Patient accounts receivable	-	(259,239,295)	(14,386,250)	(44,492,039)	-	(318,117,584)
Third-party settlements	-	3,198,594	(31,929)	-	-	3,166,665
Accrued revenue under interagency agreement	-	(9,201,434)	(2,582,030)	(1,549,870)	-	(13,333,334)
Other receivables	(82)	(9,862)	9,959	(14,246)	(685)	(14,916)
Interfund receivables	1,392	2,269,611	(804,656)	(1,466,347)	-	-
Inventories	-	354,235	683,516	(309,709)	-	728,042
Accounts Payable	14,005	7,411,788	(482,009)	392,144	(194,452)	7,141,476
Accrued salaries	(52,584)	(2,144,419)	(385,876)	63,156	(17,110)	(2,536,833)
Accrued vacation	(132,048)	(7,785,751)	(343,415)	135,880	83,897	(8,041,437)
Reserve for tax objection suits	-	(187,999)	-	-	-	(187,999)
Due to others	-	-	-	(27,289)	-	(27,289)
Due to other funds	(40,678)	1,855,896	(16,661)	-	635	1,799,192
Due to Cook County Treasurer	344,747	82,655,384	(8,428,048)	-	(1,891,570)	72,680,513
Net cash used in operating activities	<u>(3,974,938)</u>	<u>(140,141,239)</u>	<u>(14,157,787)</u>	<u>(17,620,789)</u>	<u>(17,355,253)</u>	<u>(193,250,006)</u>

Agency Funds

COOK COUNTY, ILLINOIS

AGENCY FUNDS

The Agency Funds consist of the County Treasurer, Clerk of the Circuit Court, County Sheriff, State's Attorney, Public Guardian, Public Administrator, Forest Preserve District, Payroll Deductions and Other. Agency Funds were established to account for assets received and held by the County or the Forest Preserve as an agent for individuals, private organizations, other governments, other funds and payroll deductions.

**Exhibit F-1
COOK COUNTY, ILLINOIS
AGENCY FUNDS
COMBINING BALANCE SHEET
November 30, 2003**

ASSETS	County Treasurer	Clerk of the Circuit Court	County Sheriff	State's Attorney	Public Guardian	Public Administrator	Other Departments	Total
Cash and investments	\$ 224,100,000	\$ 97,742,533	\$ 7,860,049	\$ 465,508	\$ 56,574,346	\$ 32,440,577	\$ -	\$ 419,183,013
Accrued interest receivable	-	-	-	-	-	-	6,956	6,956
Accounts receivable -								
Due from others	-	2,753,670	136,089	-	142,291	-	15,350	3,047,400
Due from other funds	4,770,563	-	1,318	17,058	-	-	-	4,788,939
Inventory and other assets	-	-	-	-	-	-	915,977	915,977
Total assets	<u>\$ 228,870,563</u>	<u>\$ 100,496,203</u>	<u>\$ 7,997,456</u>	<u>\$ 482,566</u>	<u>\$ 56,716,637</u>	<u>\$ 32,440,577</u>	<u>\$ 938,283</u>	<u>\$ 427,942,285</u>
LIABILITIES								
Due to other governments	\$ 171,070,563	\$ 5,677,611	\$ -	\$ -	\$ -	\$ -	\$ 463,715	\$ 177,211,889
Due to employees	-	-	-	-	-	-	474,568	474,568
Due to others	57,800,000	94,818,592	7,997,456	482,566	56,716,637	32,440,577	-	250,255,828
Total liabilities	<u>\$ 228,870,563</u>	<u>\$ 100,496,203</u>	<u>\$ 7,997,456</u>	<u>\$ 482,566</u>	<u>\$ 56,716,637</u>	<u>\$ 32,440,577</u>	<u>\$ 938,283</u>	<u>\$ 427,942,285</u>

Statistical Section

Table 1
COOK COUNTY, ILLINOIS
GENERAL OPERATING FUND EXPENSES BY FUNCTION
FOR LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Total Expenditures and Other Financing Uses	Government Management and Supporting Services	Protection of Persons and Property	Corrections	Courts	Control of Environment	Education	Assessment and Collection of Taxes	Election	Economic and Human Development	Transportation	Capital Outlay	Debt Service-Principal Retirement	Debt Service-Interest and Other Charges	Amounts Incurred in the Accounts at left for the Enterprise Fund	Other Financing Uses
1994	\$ 722,411,869	\$ 59,089,942	\$ 605,225,481	\$ -	\$ -	\$ 2,139,195	\$ 840,260	\$ 33,074,330	\$ 2,993,704	\$ 386,156	\$ 16,423,561	\$ -	\$ 963,050	\$ 276,190	\$ (5,491,163)	\$ 6,491,163
1995	784,009,366	97,428,053	-	244,102,375	379,086,003	2,262,117	-	35,454,053	3,768,878	577,189	16,569,931	-	-	-	(4,847,088)	9,607,855
1996	839,687,165	100,798,487	-	249,522,429	428,322,939	2,376,291	-	35,560,129	3,023,091	947,439	17,134,360	-	-	-	(4,647,902)	6,647,902
1997	863,787,608	98,376,616	-	259,976,787	433,151,185	2,302,413	-	40,538,953	3,178,480	3,832,589	20,430,585	-	-	-	(4,640,410)	6,640,410
1998	888,523,104	100,609,652	-	272,924,291	438,855,796	2,156,626	-	42,684,861	3,372,907	3,560,869	18,758,102	-	-	-	(4,988,716)	10,598,716
1999	938,247,558	108,512,564	-	284,672,814	471,442,039	2,276,217	-	44,037,667	3,806,986	2,929,421	18,569,850	-	-	-	(8,394,071)	10,394,071
2000	1,034,011,168	98,694,025	-	325,744,909	524,298,348	2,352,646	-	45,486,301	12,233,811	3,328,583	19,812,672	60,073	-	-	(8,183,816)	10,183,816
2001	1,076,830,204	108,178,890	-	335,587,663	542,535,954	2,560,686	-	48,263,917	13,456,584	3,170,421	20,576,289	-	-	-	(10,841,716)	13,341,716
2002	1,114,725,765	130,860,540	-	335,587,663	550,836,586	2,603,163	-	47,001,805	13,641,004	3,100,884	21,301,227	-	2,141,944	949	(9,125,404)	16,775,404
2003	1,139,162,449	108,422,410	-	349,105,537	557,178,997	2,472,513	-	49,842,515	13,781,054	2,777,490	21,371,771	-	-	-	(3,116,185)	37,326,347

- Information based on a modified accrual basis
- Table excludes Forest Preserve District

Table 2
COOK COUNTY, ILLINOIS
GOVERNMENT-WIDE REVENUES
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Total Revenue and Other Financing Sources	Taxes			Fees and Licenses	Interest on Investments	Reimbursements from Other Governments		Miscellaneous	Other Financing Uses
		Property	Nonproperty	Personal Property						
1994	\$ 859,587,774	\$ 207,330,403	\$ 345,789,376	\$ 28,790,494	\$ 155,826,647	\$ 4,240,460	\$ 21,249,263	\$ 9,113,096	\$ 87,248,035	
1995	779,719,064	195,143,985	364,738,165	-	153,830,303	4,421,751	19,700,413	11,988,077	29,896,370	
1996	827,195,158	201,741,472	385,348,649	-	162,239,140	3,805,350	21,260,402	24,018,459	28,781,686	
1997	911,921,384	214,231,470	451,166,238	-	160,733,560	3,666,945	21,115,410	31,943,770	29,063,991	
1998	953,497,325	224,996,183	468,569,339	-	172,848,715	7,623,707	21,555,713	29,142,887	28,760,781	
1999	958,767,918	212,286,965	477,141,111	-	180,413,066	6,965,588	34,431,558	18,759,756	28,769,874	
2000	1,018,542,148	212,455,358	526,685,266	-	180,799,644	8,436,135	29,665,739	29,981,524	30,518,482	
2001	1,068,808,507	208,665,710	551,145,158	-	189,855,802	7,509,081	39,929,784	24,704,111	46,998,861	
2002	1,057,078,701	215,455,963	526,660,762	-	205,756,882	4,605,548	33,053,810	16,147,300	55,398,436	
2003	1,086,728,311	215,158,660	545,803,965	-	233,823,978	914,335	28,119,160	22,388,462	40,519,751	

- Information based on a modified accrual basis
- Table excludes Forest Preserve District

Table 3
COOK COUNTY, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Tax Levy Year	Total Tax Levy	Percent of Current Taxes		Delinquent Tax		Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy		Outstanding (1) Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
		Current Tax Collections	Collected	Delinquent Tax Collections	Levy					
1994	\$ 462,040,430	\$ 423,567,689	91.67%	\$ 3,674,568	\$ 427,242,257	92.47%	\$ 23,470,350	5.08%		
1995	496,101,029	478,787,335	96.51%	34,330,994	513,118,329	103.43%	5,810,623	1.17%		
1996	504,521,010	483,991,353	95.93%	11,365,193	495,356,546	98.18%	11,055,405	2.19%		
1997	491,598,385	457,324,499	93.03%	29,833,841	487,158,340	99.10%	20,218,813	4.11%		
1998	527,935,496	485,907,596	92.04%	13,296,303	499,203,899	94.56%	29,516,831	5.59%		
1999	521,578,914	510,683,430	97.91%	3,428,176	514,111,606	98.57%	4,211,550	0.81%		
2000	529,378,396	509,232,103	96.19%	22,435,340	531,667,443	100.43%	14,385,586	2.72%		
2001	533,798,507	510,951,836	95.72%	11,917,995	522,869,831	97.95%	20,023,655	3.75%		
2002	560,561,438	533,106,792	95.10%	18,345,524	551,452,316	98.38%	953,593	0.17%		
2003	549,156,051	-	0.00%	-	-	0.00%	-	0.00%		

(1) Uncollected Taxes are written off at the end of the fiscal Year immediately following the Year that the taxes became delinquent. Amounts are net of allowance for loss on the tax collections.

- Health Facilities Data is excluded from the table

- Forest Preserve District Data is excluded from the table

Table 4
COOK COUNTY, ILLINOIS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT
TO GENERAL GOVERNMENTAL EXPENDITURES
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Principal	Interest	Bond Expenses	Total Debt Service (1)	Total General Governmental Expenditures (2)	Ratio of Debt Service to General Governmental Expenditures
1994	\$ 57,315,000	\$ 85,312,194	\$ 122,600	\$ 142,749,794	\$ 722,411,869	19.76%
1995	74,130,000	82,398,264	58,360	156,586,624	784,009,366	19.97%
1996	65,025,000	83,986,165	171,097	149,182,262	839,687,165	17.77%
1997	67,825,000	95,058,915	480,493	163,364,408	863,787,608	18.91%
1998	59,560,000	87,019,021	5,040,058	151,619,079	888,523,104	17.06%
1999	63,775,000	97,692,415	181,547	161,648,962	938,247,558	17.23%
2000	60,175,000	99,670,081	13,121	159,858,202	1,034,011,168	15.46%
2001	54,080,000	111,267,140	3,865,752	169,212,892	1,076,830,204	15.71%
2002	57,384,313	126,365,485	6,698,135	190,447,933	1,112,256,828	17.12%
2003	61,570,000	121,784,697	2,380,992	185,735,689	1,104,266,689	16.82%

(1) Remitted to Paying Agent.

(2) Consists of expenditures for all governmental type funds, including Debt Service, but, excluding Tax Anticipation Warrants, Notes and Agency Funds.

Table 5
COOK COUNTY, ILLINOIS
2002 TAXES EXTENDED*
(Unaudited)

Township	Real Estate	Railroad	Total
SUBURBAN:			
Barrington	\$ 85,627,231	\$ 6,789	\$ 85,634,020
Berwyn	68,477,927	87,264	68,565,191
Bloom	132,484,581	657,260	133,141,841
Bremen	156,031,308	59,320	156,090,628
Calumet	25,560,038	223,315	25,783,353
Cicero	82,785,424	574,682	83,360,106
Elk Grove	253,867,868	60,029	253,927,897
Evanston	160,082,173	34,844	160,117,017
Hanover	131,592,310	21,161	131,613,471
Lemont	38,213,559	84,237	38,297,796
Leyden	223,409,331	806,522	224,215,853
Lyons	236,441,298	636,360	237,077,658
Maine	274,554,935	112,942	274,667,877
New Trier	230,724,529	47,585	230,772,114
Niles	265,383,163	12,867	265,396,030
Northfield	285,393,141	53,238	285,446,379
Norwood Park	44,648,999	-	44,648,999
Oak Park	117,263,231	25,939	117,289,170
Orland	187,306,724	33,022	187,339,746
Palatine	236,152,846	65,178	236,218,024
Palos	97,616,716	47,681	97,664,397
Proviso	255,809,350	638,350	256,447,700
Rich	147,480,623	106,319	147,586,942
River Forest	35,247,756	7,985	35,255,741
Riverside	32,416,849	28,267	32,445,116
Schaumburg	325,567,347	4,393	325,571,740
Stickney	90,826,952	1,295,904	92,122,856
Thornton	279,830,168	2,211,374	282,041,542
Wheeling	346,847,174	77,221	346,924,395
Worth	255,171,727	156,726	255,328,453
Total Suburban	<u>5,102,815,278</u>	<u>8,176,774</u>	<u>5,110,992,052</u>
CITY OF CHICAGO:			
Hyde Park	220,931,090	883,501	221,814,591
Jefferson	610,994,006	138,626	611,132,632
Lake	375,091,359	1,920,395	377,011,754
Lakeview	416,173,969	52,894	416,226,863
North Chicago	592,152,827	24,331	592,177,158
Rogers Park	80,427,695	11,650	80,439,345
South Chicago	766,957,878	332,752	767,290,630
West Chicago	424,212,575	22,477,981	446,690,556
Total City of Chicago	<u>3,486,941,399</u>	<u>25,842,130</u>	<u>3,512,783,529</u>
Total Cook County	<u><u>\$ 8,589,756,677</u></u>	<u><u>\$ 34,018,904</u></u>	<u><u>\$ 8,623,775,581</u></u>

(1) Source: Cook County Clerk, Tax Extension Division

* Data for 2003 is not available.

Table 6
COOK COUNTY, ILLINOIS
2002 ASSESSED VALUATIONS AS EQUALIZED*
(Unaudited)

Township	Real Estate	Railroad	Total
SUBURBAN:			
Barrington	\$ 967,724,576	\$ 108,831	\$ 967,833,407
Berwyn	638,191,953	877,824	639,069,777
Bloom	1,059,901,282	5,442,738	1,065,344,020
Bremen	1,510,679,896	602,711	1,511,282,607
Calumet	199,081,616	1,865,528	200,947,144
Cicero	642,425,082	5,027,317	647,452,399
Elk Grove	3,647,969,031	880,675	3,648,849,706
Evanston	1,737,175,732	406,505	1,737,582,237
Hanover	1,493,662,367	278,804	1,493,941,171
Lemont	543,914,269	1,233,192	545,147,461
Leyden	2,463,429,937	10,065,648	2,473,495,585
Lyons	2,975,980,054	7,917,814	2,983,897,868
Maine	3,676,841,513	1,633,939	3,678,475,452
New Trier	3,086,551,221	630,843	3,087,182,064
Niles	3,630,040,841	182,020	3,630,222,861
Northfield	4,160,041,103	805,865	4,160,846,968
Norwood Park	686,560,653	-	686,560,653
Oak Park	1,127,502,312	269,086	1,127,771,398
Orland	2,348,040,619	438,995	2,348,479,614
Palatine	2,784,322,189	830,471	2,785,152,660
Palos	1,248,027,144	660,349	1,248,687,493
Proviso	2,731,488,090	7,077,291	2,738,565,381
Rich	1,166,566,284	940,651	1,167,506,935
River Forest	386,113,037	104,259	386,217,296
Riverside	472,530,005	395,958	472,925,963
Schaumburg	4,168,012,562	58,091	4,168,070,653
Stickney	1,016,221,257	15,244,958	1,031,466,215
Thornton	2,118,500,850	17,842,495	2,136,343,345
Wheeling	4,062,964,968	946,244	4,063,911,212
Worth	2,919,287,052	1,804,047	2,921,091,099
Total Suburban	<u>59,669,747,495</u>	<u>84,573,149</u>	<u>59,754,320,644</u>
CITY OF CHICAGO:			
Hyde Park	2,917,169,274	12,125,988	2,929,295,262
Jefferson	8,170,834,811	1,904,982	8,172,739,793
Lake	4,890,185,167	26,375,562	4,916,560,729
Lakeview	5,614,990,659	726,864	5,615,717,523
North Chicago	7,940,219,492	334,358	7,940,553,850
Rogers Park	1,080,116,502	160,097	1,080,276,599
South Chicago	9,095,727,407	4,572,655	9,100,300,062
West Chicago	5,266,557,779	308,890,761	5,575,448,540
Total City of Chicago	<u>44,975,801,091</u>	<u>355,091,267</u>	<u>45,330,892,358</u>
Total Cook County	<u>\$ 104,645,548,586</u>	<u>\$ 439,664,416</u>	<u>\$ 105,085,213,002</u>

(1) Source: Cook County Clerk, Tax Extension Division
* Data for 2003 is not available.

Table 7
COOK COUNTY, ILLINOIS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

<u>Levy Year</u>	<u>Equalized Assessed Valuation (1)</u>
1993	\$ 66,828,091,404
1994	67,763,349,034
1995	70,416,707,327
1996	72,799,674,375
1997	75,484,113,895
1998	78,456,345,849
1999	82,659,923,649
2000	87,308,182,435
2001	94,909,656,127
2002	105,085,213,002
2003	(2)

(1) The amounts represent the percentage of market value required by the State of Illinois for property and taxation purposes.

(2) Data for 2003 is not available.

Source: Cook County Clerk, Tax Extension Division

**Table 8
COOK COUNTY, ILLINOIS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
DISTRIBUTION OF 2002 TAX EXTENSIONS - ALL TAXING BODIES*
(Unaudited)**

	2002 (1) Tax Levy	Abatement	Adjustment	Tax Extension	Rate Per \$100 Equalized Assessed Valuation (Cents)	Percent to Total
Cook County				\$ 724,415,175		
Forest Preserve District				64,101,980		
City of Chicago				658,204,557		
City of Chicago Library				63,009,940		
Board of Education - City of Chicago				1,614,686,386		
School Finance Authority - City of Chicago				80,235,679		
Chicago Park District				233,454,096		
Junior College District No. 508				126,847,429		
Metropolitan Water Reclamation District				381,526,625		
All Other Taxing Bodies				4,677,293,714		
Total				\$ 8,623,775,581		
Corporate Account	\$ 12,546,222	\$ -	\$ 810,893	\$ 13,357,115	1.2578	2.4238%
Health Fund	163,853,737	-	381	163,854,118	15.5925	29.7329%
Public Safety Account	210,588,897	-	277	210,599,174	20.0408	38.2153%
Employees' Annuity and Benefit Fund	161,624,740	-	521	161,625,261	15.3804	29.3285%
Bond and Interest Fund (bonds issued prior to 1991)	1,650,626	-	2	1,650,628	0.1571	0.2995%
Subtotal	550,274,222	-	812,074	551,086,296	52.4286	100.0000%
Bond and Interest Fund (bonds issued in 1991 - 2001)	146,960,705	-	175	146,960,880	13.9849	100.0000%
County of Cook	697,234,927	-	812,249	698,047,176	66.4135	100.0000%
Consolidations Elections	27,180,248	-	42	27,180,290	2.5865	100.0000%
Total	\$ 724,415,175	\$ -	\$ 812,291	\$ 725,227,466	69.0000	100.0000%

Source: Cook County Clerk, Tax Extension Division
Table includes Health Facilities Data
(1) Data for 2003 is not available.

Table 9
COOK COUNTY, ILLINOIS
COMPARATIVE STATEMENT OF TAX RATES
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Levy Year	Corporate	Highway	Public Safety	Bond and Interest (1990 and prior)	Bond and Interest (1991 - 2002)	Employees Annuity & Benefit	Health	Election	Total Rate (Cents)
1993	3.1814	-	27.9888	8.1344	12.6560	12.9631	32.1763	2.2000	99.300
1994	6.2498	-	23.4990	14.0287	7.3536	14.2764	31.3192	2.5733	99.300
1995	4.0014	-	25.1208	7.6817	17.0909	14.9687	30.5365	2.9000	102.300
1996	3.8759	-	25.8561	6.0134	15.0253	15.3811	29.5370	3.2112	98.900
1997	3.2986	-	26.7430	0.0338	17.1122	16.2258	28.4866	2.7000	94.600
1998	2.6703	-	25.7299	0.6530	18.3492	16.9585	23.7731	2.9660	91.100
1999	1.5587	-	24.4214	0.4052	17.8720	17.5808	23.5619	2.3000	87.700
2000	1.5268	-	23.1212	0.3084	16.1037	16.4295	21.8947	3.0157	82.400
2001	1.3195	-	22.1894	0.2495	15.4633	15.2372	20.1411	3.2000	77.800
2002	1.2578	-	20.0408	0.1571	13.9849	15.3804	15.5925	2.5865	69.000
2003	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

(1) Data for 2003 is not available.
Source: Cook County Clerk, Tax Extension Division

Table 10
COOK COUNTY, ILLINOIS
COMPARATIVE STATEMENT OF TAX EXTENSIONS
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Levy Year	Corporate	Public Safety	Bond and Interest (1990 and prior)	Bond and Interest (1991 - 2001)	Employees Annuity & Benefit	Health	Election	Total Tax Extension
1993	\$ 21,260,689	\$ 187,043,809	\$ 54,360,643	\$ 84,577,632	\$ 86,629,923	\$ 215,028,072	\$ 8,396,550	\$ 657,297,318
1994	42,353,605	159,237,094	95,063,169	49,830,456	96,741,668	212,229,388	17,437,543	672,892,923
1995	28,179,523	176,892,402	54,092,267	120,348,226	105,404,657	215,027,978	11,610,216	711,555,269
1996	28,220,583	188,231,566	44,339,156	108,821,895	111,973,907	215,028,398	23,377,432	719,992,937
1997	24,905,618	201,867,166	255,744	129,169,318	122,479,013	215,028,576	11,376,330	705,081,765
1998	20,953,176	201,867,393	5,122,835	143,961,482	133,050,194	186,515,056	23,270,152	714,740,288
1999	12,886,297	201,867,105	3,349,426	147,729,770	145,322,759	194,762,486	10,879,514	716,797,357
2000	13,332,294	201,867,000	2,692,296	140,598,770	143,442,982	191,158,651	26,329,529	719,421,522
2001	12,525,419	210,598,832	2,367,582	146,762,063	144,615,741	191,158,488	16,936,743	724,964,868
2002	13,357,115	210,599,174	1,650,628	146,960,880	161,625,261	163,854,118	27,180,290	725,227,466
2003	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)

(1) Data for 2003 is not available.

Source: Cook County Clerk, Tax Extension Division

Table 11
COOK COUNTY, ILLINOIS
RATIO OF GROSS GENERAL BONDED DEBT
TO ASSESSED VALUATION AND GROSS BONDED DEBT PER CAPITA
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Levy Year	(2) Population	(3) Assessed Valuation	(4) Gross General Bonded Debt	Ratio of Gross General Bonded Debt to Assessed Value	Gross General Bonded Debt Per Capita
1993	5,107,067	\$ 66,828,091,404	\$ 1,473,715,000	2.2052	288.56
1994	5,107,067	67,763,349,034	1,417,650,000	2.0920	277.59
1995	5,107,067	70,416,707,327	1,343,520,000	1.9079	263.07
1996	5,107,067	72,799,674,375	1,654,260,000	2.2723	323.92
1997	5,107,067	75,484,113,895	1,623,710,000	2.1510	317.93
1998	5,107,067	78,456,345,849	1,590,720,000	2.0275	311.47
1999	5,107,067	82,659,923,649	1,859,510,000	2.2495	364.11
2000	5,376,741	87,308,182,435	1,799,990,000	2.0617	334.77
2001	5,376,741	94,909,656,127	2,120,910,000	2.2347	394.46
2002	5,376,741	105,085,213,002	2,657,865,000	2.5292	494.33
2003	5,376,741	(1)	2,589,745,000	(1)	481.66

(1) Data for 2003 is not available.

(2) U.S. Census Bureau

(3) Source: Cook County Clerk, Tax Extension Division

(4) Bureau of Finance, Including Forest Preserve District

Table 12
COOK COUNTY, ILLINOIS
BONDED DEBT AND OTHER OUTSTANDING INDEBTEDNESS
(Unaudited)

Title of Issue	Date of Issue	Date of Final Maturity	Purpose of Issue	Amount Not Due
OUTSTANDING BONDED INDEBTEDNESS:				
County Building Refunding Bonds of 1992C	09-15-92	11-15-2009	Refunding	\$ 47,415,000
County Building Bonds of 1993A	07-01-93	11-15-2023	New Building and Improvements to Others	79,970,000
County Building Bonds of 1993B	07-01-93	11-15-2018	Refunding	28,365,000
County Building Bonds of 1996	07-15-96	11-15-2014	Refunding and Improvements	159,835,000
County Building Bonds of 1997A	05-15-97	11-15-2022	Refunding	203,135,000
County Refunding Bonds of 1997B	12-01-97	11-15-2017	Refunding	73,080,000
County Refunding Bonds of 1998A	08-15-98	11-15-2022	Refunding	278,305,000
County Refunding Bonds of 1999A	04-01-99	11-15-2028	Capital Improvements	287,945,000
County Refunding Bonds of 1999B	04-01-99	11-15-2012	Refunding	79,010,000
County Refunding Bonds of 2001A	02-22-01	11-15-2031	Capital Improvements	340,370,000
County Building Bonds of 2002A	03-26-02	11-01-2023	Self Insurance Fund	123,800,000
County Building Bonds of 2002B	03-12-02	11-01-2031	New Building and Improvements to Others	245,400,000
County Building Bonds of 2002C	03-01-02	11-15-2026	New Building and Improvements to Others	226,060,000
County Refunding Bonds of 2002D	09-15-02	11-15-2022	Refunding	173,565,000
County Refunding Bonds of 2003A	03-27-03	11-15-2010	Refunding	22,565,000
County Refunding Bonds of 2003B	08-18-03	11-15-2022	Refunding	183,570,000
Total outstanding bonded indebtedness—County				<u>2,552,390,000</u>
Forest Preserve Bonds of 1996	12-01-96	11-01-2016	Brookfield Zoo Capital Improvements and Real Estate Acquisition	2,610,000
Forest Preserve Bonds of 2001	09-01-01	12-15-2016	General Obligation Refunding Bonds	<u>37,355,000</u>
Total outstanding bonded indebtedness				<u>2,589,745,000</u>
OTHER OUTSTANDING INDEBTEDNESS:				
Net discount (premium) - deferred				36,843,699
Refunding - deferred				(28,812,301)
Capital leases				4,490,557
Self insurance claims				305,068,517
Tax objection suits				23,471,823
Compensated absences				47,329,565
Tort liability				8,927,252
Pension liability				90,868,498
Total Other Outstanding Indebtedness*				<u>488,187,610</u>
Total Outstanding Indebtedness				<u>\$3,077,932,610</u>

* Cook County does not have a legal debt limit.
Table includes Cook County, Component Units and Forest Preserve District

Table 13
COOK COUNTY, ILLINOIS
TOP TEN PROPERTY TAXPAYERS -- FISCAL YEAR 2002*
(Unaudited)

	<u>Name</u>	<u>Dollar Amount</u>
1	E-Property Tax Dept 113	\$ 169,194,000
2	BRE Randolph Leasing	115,000,000
3	Shorenstein Realty	93,542,000
4	Industry Consulting	93,188,000
5	Sears Roebuck (Corporate Center)	92,617,000
6	Monroe & Adams Dela Inc.	79,572,000
7	Woodfield	66,893,000
8	Lakeside Tech Ct.	63,035,000
9	NACA Ltd. Partnership	63,103,000
10	Madison Two Associates	60,933,000
	Total assessed valuation	<u>\$ 897,077,000</u>

NOTE: Top ten parcel valuations within the County.

* Data for 2003 is not available.

Source: Cook County Clerk, Tax Extension Division

Table 14
COOK COUNTY, ILLINOIS
NET DIRECT AND OVERLAPPING DEBT
FOR THE LAST TEN FISCAL YEARS
(in millions of dollars)
(Unaudited)

	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002*
Estimated fair market value of Cook County real estate (2)	\$ 225,297	\$ 232,912	\$ 241,704	\$ 255,186	\$ 262,426	\$ 271,587	\$ 302,545	\$ 341,294	\$ 370,634	\$ 409,433
Annual percentage change in fair market value	2.0%	3.4%	3.8%	5.6%	2.8%	3.5%	11.4%	12.8%	8.6%	10.5%
Net direct debt -										
Principal amount of bonds	1,447.20	1,391.10	1,321.00	1,633.50	1,578.10	1,546.60	1,816.80	1,758.20	2,080.70	2,618.40
Principal amount of notes	0	0	1.15	0	0	0	0	0	0	0
Less - Amounts available for retirement	(47.1)	(49.0)	(47.4)	(81.2)	(80.1)	(66.4)	(91.8)	(92.6)	(139.1)	(193.5)
Net direct debt	1,400.1	1,342.1	1,388.6	1,552.3	1,498.0	1,480.2	1,725.0	1,665.6	1,941.6	2,424.9
Annual change	16.4%	(4.1%)	3.5%	11.8%	(3.5%)	(1.2%)	16.5%	(3.4%)	16.6%	24.9%
Overlapping debt (1)	5,714.4	5,714.4	5,725.0	5,590.5	6,771.9	7,910.9	7,036.2	9,020.2	10,103.3	11,752.4
Annual change	0.0%	0.0%	0.2%	(2.3%)	21.1%	16.8%	(11.1%)	28.2%	12.0%	16.3%
Total debt	7,114.5	7,056.5	7,113.6	7,142.8	8,269.9	9,391.1	8,761.2	10,685.8	12,044.9	14,177.3
Annual change	2.8%	(0.8%)	0.8%	0.4%	15.8%	13.6%	(6.7%)	22.0%	12.7%	17.7%
Direct debt as a % of total debt	19.7%	19.0%	19.5%	21.7%	18.1%	15.8%	19.7%	15.6%	16.1%	17.1%
Direct debt as a % of fair market value	0.6%	0.6%	0.6%	0.6%	0.6%	0.5%	0.6%	0.5%	0.5%	0.6%
Total debt as a % of fair market value	3.2%	3.0%	2.9%	2.8%	3.2%	3.5%	2.9%	3.1%	3.2%	3.5%

Source:

(1) Seven largest issuers of overlapping debt plus estimate of other bonded debt per Bank One

(2) The Civic Federation

*Data for 2003 is not available.

Table 15
COOK COUNTY, ILLINOIS
DEMOGRAPHIC STATISTICS
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Population	Per Capita Income	Unemployment Rate (percentage)
	(1)	\$	%
1994	5,107,067	25,359 (3)	5.9 (2)
1995	5,107,067	26,255 (3)	5.3 (2)
1996	5,107,067	27,255 (3)	5.5 (2)
1997	5,107,067	29,343 (4)	4.7 (2)
1998	5,107,067	29,728 (3)	4.4 (2)
1999	5,107,067	31,106 (3)	4.3 (2)
2000	5,376,741	32,574 (3)	4.6 (2)
2001	5,376,741	35,688 (3)	6.4 (2)
2002	5,376,741	37,074 (3)	6.9 (2)
2003	5,376,741	38,511 (3)	7.3 (2)

SOURCE:

- (1) U.S. Census
- (2) Illinois Department of Commerce and Economic Opportunity
- (3) Northeastern Illinois Planning Commission
- (4) U.S. Bureau of Economic Analysis

Table 16
COOK COUNTY, ILLINOIS
PROPERTY VALUES, CONSTRUCTION AND BANK DEPOSITS
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

	Property Values (1)	Construction (2)	Bank Deposits (3)
1993	\$ 225,297,000,000	\$ 3,087,321,208	\$ 78,761,008,000
1994	232,912,000,000	3,942,401,300	78,603,058,000
1995	241,704,000,000	3,236,712,491	78,047,215,000
1996	251,186,000,000	3,711,270,633	84,189,512,000
1997	262,426,000,000	3,559,536,280	119,357,649,000
1998	271,586,946,161	4,528,562,682	117,743,599,000
1999	302,544,769,297	4,951,540,129	130,237,000,000
2000	341,294,175,106	5,087,626,596	137,063,000,000
2001	370,634,448,174	5,924,651,571	143,825,000,000
2002	409,432,621,719	5,924,651,571	143,825,000,000
2003	(4)	(4)	(4)

SOURCE:

- (1) Civic Federation - fair market value of property (rounded to millions).
- (2) Survey of building, Bell Federal Savings and Loan Association, Chicago, Illinois (all building permits reported).
- (3) Federal Deposit Insurance Corporation Data Book (revised 1999).
- (4) Data for 2003 not available.

Table 17
COOK COUNTY, ILLINOIS
COMPARATIVE PROPERTY TAXES RATES - DIRECT AND OVERLAPPING GOVERNMENTS
FOR THE LAST TEN FISCAL YEARS
(Unaudited)

Year	Cook County	Metropolitan Water Reclamation District		City of Chicago	Chicago Board of Education		Chicago Park District		Forest Preserve District		Community College District No. 508		Chicago School Finance Authority	
1993	0.971	0.471	0.471	2.288	4.324	0.778	0.072	0.381	0.150					
1994	0.993	0.495	0.495	2.158	4.167	0.741	0.073	0.372	0.265					
1995	0.994	0.495	0.495	2.131	4.251	0.730	0.072	0.376	0.296					
1996	0.989	0.492	0.492	2.182	4.327	0.721	0.074	0.377	0.291					
1997	0.919	0.451	0.451	2.024	4.084	0.665	0.074	0.356	0.270					
1998	0.911	0.444	0.444	1.998	4.172	0.653	0.072	0.354	0.268					
1999	0.877	0.419	0.419	1.860	4.104	0.627	0.070	0.347	0.255					
2000	0.824	0.415	0.415	1.660	3.714	0.572	0.069	0.311	0.223					
2001	0.746	0.401	0.401	1.637	3.744	0.567	0.067	0.307	0.223					
2002	0.690	0.371	0.371	1.591	3.562	0.545	0.061	0.280	0.177					
2003	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)					

Tax rates for extension purposes were based upon full valuation as required by the Department of Revenue of the State of Illinois.

(1) Data for 2003 is not available.

Source: Cook County Clerk, Tax Extension Division

Table 18
COOK COUNTY, ILLINOIS
NET DIRECT AND OVERLAPPING DEBT DETAIL
FOR THE YEAR 2003
(Unaudited)

Direct Debt:	
General Obligation Bonds	\$ 2,552,390,000
Less: General Obligation Bonds Available for Retirement	<u>158,181,656</u>
Net Direct Debt	2,394,208,344
Overlapping Bonded Debt (1)	
City of Chicago	4,957,432,000
Chicago Board of Education	3,844,762,000
Chicago School Finance Authority	458,180,000
Chicago Park District	1,001,966,000
Community College District No. 508	99,375,000
Cook County Forest Preserve District	37,640,000
Metropolitan Water Reclamation District	<u>1,353,037,000</u>
Subtotal	11,752,392,000
Other governmental entities bonded debt	<u>4,060,947,751</u>
Total Overlapping Debt	<u>15,813,339,751</u>
Total Net Direct and Overlapping Debt	<u><u>\$ 18,207,548,095</u></u>

(1) Source: Cook County Clerk, Tax Extension Division

Table 19
COOK COUNTY, ILLINOIS
STATISTICAL TABLES NOT PRESENTED

Special Assessment Billings and Collections - Last Ten
Years (Data Not Available)

Computation of Legal Debt Margin (No Legal Debt Limit)

Revenue Bond Coverage - Last Ten Fiscal Years
(No Revenue Bonds)