

ARLINGTON HEIGHTS MEMORIAL LIBRARY
(A Component Unit of the
Village of Arlington Heights, Illinois)

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2009



Certified Public Accountants & Advisors

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
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998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Arlington Heights Memorial Library
Arlington Heights, Illinois

We have audited the accompanying financial statements of the governmental activities and each major fund of the Arlington Heights Memorial Library (a component unit of the Village of Arlington Heights, Illinois), as of and for the year ended April 30, 2009, which collectively comprise the Arlington Heights Memorial Library's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Arlington Heights Memorial Library's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

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

As discussed in Note 1, the basic financial statements present only the financial position and changes in financial position of the Arlington Heights Memorial Library and are not intended to present fairly the financial position of the Village of Arlington Heights, Illinois and the changes in its financial position, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Arlington Heights Memorial Library, as of April 30, 2009, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Arlington Heights Memorial Library's basic financial statements. The supplemental data as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental data has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in cursive script, appearing to read "S. L. L. P.", located to the right of the main text block.

Aurora, Illinois
September 10, 2009

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

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ARLINGTON HEIGHTS MEMORIAL LIBRARY

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

This is a narrative overview and analysis of the financial activities of Arlington Heights Memorial Library for the fiscal year ended April 30, 2009. Readers are encouraged to consider the information presented here in conjunction with additional information that is in the Library's financial statements.

Financial Highlights

- According to the Statement of Net Assets, the assets of the Library exceeded its liabilities at the close of the most recent fiscal year, April 30, 2009, by \$12,298,920. Of this amount, unrestricted net assets of \$3,954,066 may be used to meet the Library's ongoing obligations to citizens and creditors.
- According to the Balance Sheet of Governmental Funds, as of the close of the current fiscal year, the Library's governmental funds reported an ending fund balance of \$4,293,332 which may be used at the Library's discretion.

This discussion and analysis is intended to serve as an introduction to the Library's basic financial statements. The Library's financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to financial statements. This report also contains other supplementary information in addition to the general purpose external financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Library's finances. The statement of net assets presents information about the Library's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating.

The statement of activities presents information showing how the Library's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying events giving rise to the changes occur, regardless of the timing of related cash flows. Thus, revenue and expenses are reported in this statement from some items that will only result in cash flows in future fiscal periods (e.g. unused compensated absences, other post employment benefits payable and accrued interest expense).

The government-wide financial statements distinguish functions of the Library that are principally supported by taxes and intergovernmental revenue (governmental activities). The governmental activities of the Library reflect the Library's basic services, including materials collections, reference and readers' services, programming, inter-library loan and outreach services.

(See independent auditor's report)

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Library, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Library are governmental funds.

The Library adopts an annual budget for each of its governmental funds. A budgetary comparison statement has been provided elsewhere in this report to demonstrate compliance with the budget.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds' financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of 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, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenue, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Notes to the Financial Statements

The notes 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 financial statements can be found on pages 9-21 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information which can be found on pages 22-29 of this report.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Arlington Heights Memorial Library, as the following table demonstrates, assets exceeded liabilities by \$12,205,768 at the close of the most recent fiscal year.

Table 1
Statement of Net Assets

	April 30	
	2009	2008
Current and Other Assets	\$ 17,569,172	\$ 16,245,014
Capital Assets, net of accumulated depreciation	8,344,854	8,505,535
Total Assets	\$ 25,914,026	\$ 24,750,549
Current and Other Liabilities	\$ 1,065,856	\$ 714,257
Deferred Property Taxes	12,549,250	12,425,000
Total Liabilities	\$ 13,615,106	\$ 13,139,257
Net Assets		
Invested in capital assets	\$ 8,344,854	\$ 8,505,535
Unrestricted	3,954,066	3,105,757
Total Net Assets	\$ 12,298,920	\$ 11,611,292

The largest portion of the Library's net assets, \$8,344,854, reflects its investment in capital assets (e.g. land, building, furniture and fixtures, equipment, and building improvements). The Library uses these capital assets to provide services to citizens. The remaining balance of the net assets of \$3,954,066 may be used to meet the ongoing obligations to citizens and creditors.

Governmental Activities

The following table summarizes the revenue and expenses of the Library's governmental activities for fiscal year ended April 30, 2009. Governmental activities increased the Library's net assets by \$687,628.

Table 2
Changes in Net Assets

	For the Year Ended April 30	
	2009	2008
Revenue		
Program Revenue		
Charges for Services	\$ 356,774	\$ 430,511
Operating Grants and Donations	165,601	262,665
General Revenue		
Property Taxes	12,250,588	11,549,893
Investment Income	225,213	275,141
Miscellaneous	17,270	16,668
Total Revenue	\$ 13,015,446	\$ 12,534,878
Expenses		
Culture, Education and Recreation	\$ 12,327,818	\$ 11,789,811
Total Expenses	\$ 12,327,818	\$ 11,789,811
Changes in Net Assets	\$ 687,628	\$ 745,067
Net Assets, Beginning of Year	\$ 11,611,292	\$ 13,733,632
Prior Period Adjustment	-	(2,867,407)
Total Net Assets, Beginning of year as restated	\$ 11,611,292	\$ 10,866,255
Total Net Assets, End of Year	\$ 12,298,920	\$ 11,611,292

Governmental Funds Analysis

Most of the Library's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and balances left at year-end that are available for spending.

Table 3
Statement of Revenue and Expenditures

	For the Year Ended April 30	
	2009	2008
Revenue		
Property Taxes	\$ 12,250,588	\$ 11,549,893
Fines Service Fees, Photocopies	356,774	430,511
Gifts & Grants	72,449	262,665
Investment Income	225,213	275,141
Miscellaneous	17,270	16,668
Total Revenue	\$ 12,922,294	\$ 12,534,878
Expenditures		
Salaries and Benefits	\$ 8,236,562	\$ 8,016,896
Capital Outlay	775,566	243,246
Printed Materials (Books & Periodicals)	895,552	877,672
Nonprint Materials & Electronic Resources	514,888	481,131
Public Programs, Printing	92,690	113,840
All other operating expenditures*	1,459,941	1,526,141
Total Expenditures	\$ 11,975,199	\$ 11,258,926

- Building insurance, general office supplies, processing costs, audit, professional fees, contractual services, contingency, utilities, etc.

Capital Assets

The Library's investment in capital assets for governmental activities at April 30, 2009, was \$8,344,854. This investment in capital assets includes land, building and improvements, equipment, and furniture and fixtures. See page 15 of the financial statements.

Table 4
Capital Assets

	For the Year Ended April 30	
	2009	2008
Assets		
Land	\$ 142,378	\$ 142,378
Buildings and Improvements	13,600,027	13,600,027
Equipment, Furniture and Fixtures	3,931,090	3,609,545
Less – Accumulated Depreciation	(9,328,641)	(8,846,415)
Total (net of depreciation)	\$ 8,344,854	\$ 8,505,535

General Fund

The General Fund is the only operating fund of the Library. As of the end of the current fiscal year, the ending fund balance is \$4,293,332, a net increase of \$947,095 from the prior year.

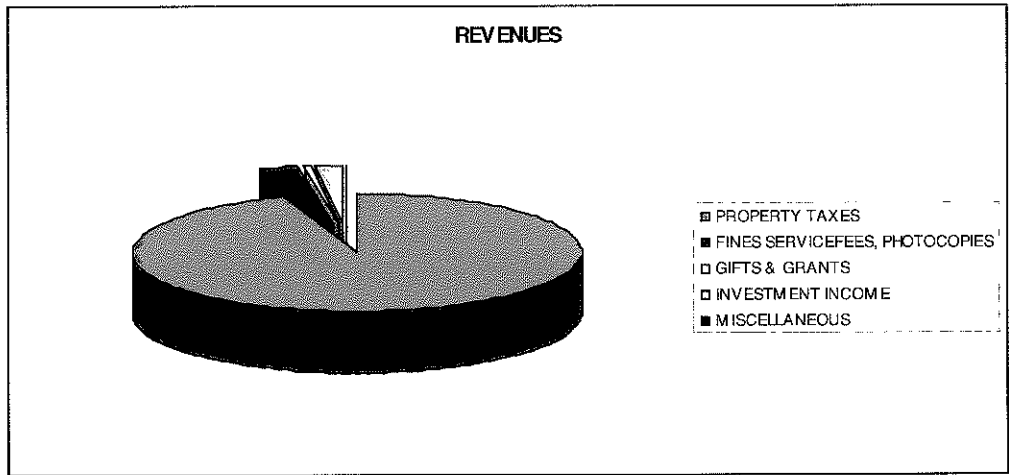
Table 5
General Fund
Year Ended April 30, 2009

	<u>Original</u>	<u>Final</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>	
Revenue			
Taxes	\$ 12,425,000	\$ 12,425,000	\$ 12,250,588
Intergovernmental	126,650	126,650	10,449
Charges for Services	371,686	371,686	356,774
Interest Income	125,000	125,000	225,213
All other revenue	77,200	77,200	79,270
Total Revenue	<u>\$ 13,125,536</u>	<u>\$ 13,125,536</u>	<u>\$ 12,922,294</u>
Expenditures			
Culture, Education and Recreation	\$ 11,878,888	\$ 11,878,888	\$ 11,199,633
Capital Outlay	949,887	949,887	775,566
Total Expenditures	<u>\$ 12,828,775</u>	<u>\$ 12,828,775</u>	<u>\$ 11,975,199</u>
Net Change	<u>\$ 296,761</u>	<u>\$ 296,761</u>	<u>\$ 947,095</u>
Fund Balance (May 1, 2008)			<u>3,346,237</u>
Fund Balance (April 30, 2009)			<u>\$ 4,293,332</u>

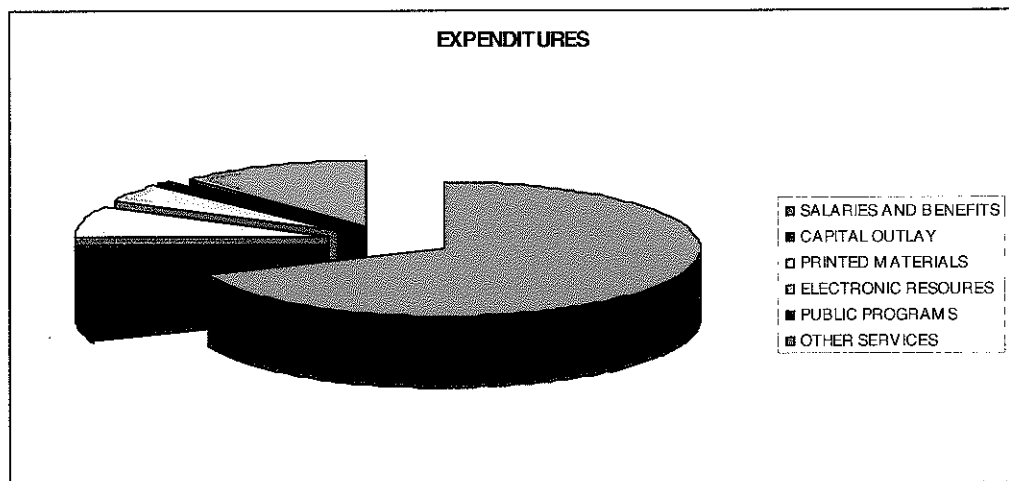
Financial Outlook

The Library has proposed a basic levy increase for the next fiscal year. The Board of the Library Trustees feels this is responsive to the residents' concerns in the current economic climate while maintaining the Five Star quality of Library services that is expected by the residents. The Library receives 94.8% of its revenue from real estate taxes. The receipt of real estate taxes remained steady in FY2008/2009 and based on the Library's monthly monitoring of the real estate tax receipts the Library does not expect any unusual shortages on tax receipts. The Library will also levy for the TIF2 monies for tax year 2008 during the fiscal year FY2010/2011. The Library has a strong reserve fund that equals 33% of the expected expenditures in the next fiscal year. This will allow the Library to prepay its Early Retirement Incentive debt, \$629,000, in FY2009/2010, a full four years early. It also allows the Library to make an annual contribution of \$200,000 to the other post employment benefits starting in FY2009/2010 (please see the Financial Notes pages 18-21).

The Library has received an annual Per Capita Grant from the Illinois Secretary of State in past years. The grant in the amount of \$93,152 was deferred by the State for FY2008/2009 and is expected to be received in FY2009/2010. The Library has been notified by the Secretary of State that the future grant for FY2009/2010 will be decreased by 16%. This approximate shortage will be \$14,904.



PROPERTY TAXES	94.8%
FINES AND SERVICE FEES	2.8%
GIFTS AND GRANTS	.69%
INVESTMENT INCOME	1.7%
MISCELLANEOUS	.01%



SALARIES & BENEFITS	68.8%
CAPITAL OUTLAY	6.5%
PRINTED MATERIALS	7.5%
ELECTRONIC RESOURCES	4.4%
PUBLIC PROGRAMS	0.8%
OTHER SERVICES	12.0%

(See independent auditor's report)
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Requests for Information

This financial report is designed to provide a general overview of Arlington Heights Memorial Library's finances. Questions and comments concerning any information provided in this report should be addressed to Pat Berman, Finance Manager, Arlington Heights Memorial Library, 500 N. Dunton Avenue, Arlington Heights, Illinois 60004.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 10,725,888
Property taxes receivable (net)	6,660,691
Grant receivable	93,152
Accrued interest	86,265
Accounts receivable	3,176
Capital assets not being depreciated	142,378
Capital assets (net of accumulated depreciation)	<u>8,202,476</u>
Total assets	<u>25,914,026</u>
LIABILITIES	
Accounts payable	465,673
Accrued payroll	167,765
Deferred property taxes	12,549,250
Compensated absences payable	252,170
Noncurrent liabilities	
Due in more than one year	<u>180,248</u>
Total liabilities	<u>13,615,106</u>
NET ASSETS	
Invested in capital assets	8,344,854
Unrestricted	<u>3,954,066</u>
TOTAL NET ASSETS	<u><u>\$ 12,298,920</u></u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

FUNCTIONS/PROGRAMS	Expenses	Program Revenue			Net (Expense) Revenue and Change in Net Assets
		Charges for Services	Operating Grants and Donations	Capital Grants	
PRIMARY GOVERNMENT					
Governmental activities					Governmental Activities
Culture, recreation, and education	\$ 12,327,818	\$ 356,774	\$ 165,601	\$ -	\$ (11,805,443)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 12,327,818	\$ 356,774	\$ 165,601	\$ -	(11,805,443)
General revenue					
Taxes					
Property					12,250,588
Investment income					225,213
Miscellaneous					17,270
Total					12,493,071
CHANGE IN NET ASSETS					687,628
NET ASSETS, MAY 1, 2008					11,611,292
NET ASSETS, APRIL 30, 2009					\$ 12,298,920

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2009

	<u>General</u>
ASSETS	
Cash and investments	\$ 10,725,888
Property taxes receivable (net)	6,660,691
Grant receivable	93,152
Accrued interest	86,265
Accounts receivable - other	<u>3,176</u>
 TOTAL ASSETS	 <u><u>\$ 17,569,172</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 465,673
Accrued payroll	167,765
Deferred revenue - grant	93,152
Deferred property taxes	<u>12,549,250</u>
 Total liabilities	 <u>13,275,840</u>
FUND BALANCE	
Unreserved	<u>4,293,332</u>
 Total fund balance	 <u>4,293,332</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u><u>\$ 17,569,172</u></u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2009

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 4,293,332
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	8,344,854
Grant revenues that are earned but not available are deferred on the fund financial statement level but are recognized as revenue on the statement of activities	93,152
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Other postemployment benefits obligation	(180,248)
Compensated absences	<u>(252,170)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 12,298,920</u></u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2009

	<u>General</u>
REVENUE	
Property taxes	
Property taxes - General	\$ 11,047,713
Property taxes - IMRF	733,557
Property taxes - FICA	469,318
Intergovernmental	
Other restricted	10,449
Library cable network fees	99,927
Copier and film printer fees	33,794
Fines and fees	223,053
Investment income	225,213
Contributions	62,000
Miscellaneous	<u>17,270</u>
Total revenue	<u>12,922,294</u>
EXPENDITURES	
Culture, recreation, and education	
Salaries	6,302,262
Fringe benefits	1,934,300
Contractual services	1,023,987
Commodities	1,914,015
Capital outlay	775,566
Other charges	<u>25,069</u>
Total expenditures	<u>11,975,199</u>
NET CHANGE IN FUND BALANCE	947,095
FUND BALANCE, MAY 1, 2008	<u>3,346,237</u>
FUND BALANCE, APRIL 30, 2009	<u>\$ 4,293,332</u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 947,095
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	353,788
Depreciation in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds	(512,667)
The loss on disposal of capital assets is reported as an expense on the statement of activities	(1,802)
Grant revenues that are earned but not available are deferred on the fund financial statement level but are recognized as revenue on the statement of activities	93,152
The increase in other postemployment benefits obligations is reported as an expenditure when due in the governmental funds but as an increase in expenses in the statement of activities	(180,248)
The increase in compensated absences is reported as an expenditure when due in the governmental funds but as an increase in expenses in the statement of activities	<u>(11,690)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 687,628</u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Arlington Heights Memorial Library (the Library) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Library's accounting policies are described below.

a. Reporting Entity

The Library operates and maintains the public library within the Village of Arlington Heights, Illinois (the Village). The Library is a legally separate entity whose Board is elected by the voters of the Village. The Library may not issue bonded debt without the Village's approval. The Library Board has exclusive control of the expenditure of all monies collected for the Library and deposited to the credit of the Library Fund. As required by generally accepted accounting principles, these financial statements present the Library and any existing component units. Currently, the Library does not have any component units and is considered to be a component unit of the Village.

b. Fund Accounting

The accounts of the Library are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The financial position and changes in financial position of the Library's funds are reported in the basic financial statements of the Village as a component unit.

Funds are classified as governmental funds.

The general fund is used to account for all general activities of the Library not accounted for in some other fund.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. 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 Library. Governmental activities are normally supported by taxes, fees, and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable 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 standard revenues 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 revenue.

The Library reports the following major governmental fund:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both "measurable" and "available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period (60 days) or soon enough thereafter to be used to pay liabilities of the current period. The Library recognizes property taxes when they become both "measurable" and "available" in the year intended to finance operations.

Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Those revenues susceptible to accrual are property taxes and interest revenue. Fine revenue is not susceptible to accrual because generally it is not measurable until received in cash.

The Library reports deferred revenue on its financial statements. Deferred revenues arise when a potential revenue does not meet both the “measurable” and “available” or “earned” criteria for recognition in the current period. Deferred revenues also arise when resources are received by the Library before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the Library has a legal claim to the resources, the liability for deferred revenue is extinguished and revenue is recognized.

e. Cash and Investments

The Library’s cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments are stated at fair value.

f. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Library as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value or service capacity of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included as part of the capitalized value of the assets constructed. Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets (Continued)

Assets	Years
Buildings and improvements	40
Equipment, furniture, and fixtures	3-10

g. Compensated Absences

Vested and accumulated vacation of governmental employees are recorded as an expense and liability as the benefits accrue to employees.

h. Fund Balances/Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. None of the Library's net assets are restricted as a result of enabling legislation adopted by the Library. Invested in capital assets, net of related debt, represents the book value of capital assets less any long-term debt principal outstanding issued to construct or acquire the capital assets.

2. DEPOSITS AND INVESTMENTS

The Library's investment policy authorizes the Library to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants' fair value), and the Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Library's investment policy limits its deposits with financial institutions to institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

It is the policy of the Library to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Library and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Village, an independent third-party or the Federal Reserve Bank of Chicago for the account of the Village.

Investments

The following table presents the investments and maturities of the Library's debt securities as of April 30, 2009:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 10,687,754	\$ 10,687,754	\$ -	\$ -	\$ -
TOTAL	\$ 10,687,754	\$ 10,687,754	\$ -	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations and investing in short-term securities, money market funds, or similar investment pools.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Library limits its exposure to credit risk by limiting investments to the safest types of securities; pre-qualifying the financial institutions, intermediaries, and advisors with which the Library will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Library's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third-party custodian and evidenced by safekeeping receipts and a written custodial agreement. Illinois Funds is not subject to custodial credit risk.

Concentration of credit risk is the risk that the Library has a high percentage of its investments invested in one type of investment. The Library's investment policy requires diversification of investments to avoid unreasonable risk by limiting investments to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); limiting investment in securities that have higher credit risks; investing in securities with varying maturities; and continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPS) or money market funds to ensure that proper liquidity is maintained in order to meet ongoing obligations.

3. RECEIVABLES - TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008 on property values assessed as of the same date. Taxes are levied by December 31 by passage of a Tax Levy Ordinance. Tax bills are prepared by the County and issued on or about February 1, 2009 and July 1, 2009 and are payable in two installments, on or about March 1, 2009 and September 1, 2009. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect projected collection experience. The uncollected portion of the 2008 tax levy less the allowance has been recorded as a receivable; the entire 2008 tax levy has been recorded as deferred revenue at April 30, 2009.

The 2009 tax levy, which attached as an enforceable lien on property as of January 1, 2009, has not been recorded as a receivable as of April 30, 2009 as the tax has not yet been levied by the Library and will not be levied until December 2009 and, therefore, the levy is not measurable at April 30, 2009.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

	Balances May 1, Restated*	Additions	Retirements	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 142,378	\$ -	\$ -	\$ 142,378
Total capital assets not being depreciated	142,378	-	-	142,378
Capital assets being depreciated				
Buildings and improvements	13,600,027	-	-	13,600,027
Equipment, furniture, and fixtures	3,609,545	353,788	32,242	3,931,091
Total capital assets being depreciated	17,209,572	353,788	32,242	17,531,118
Less accumulated depreciation for				
Buildings and improvements	6,044,745	347,370	-	6,392,115
Equipment, furniture, and fixtures	2,801,670	165,297	30,440	2,936,527
Total accumulated depreciation	8,846,415	512,667	30,440	9,328,642
Total capital assets being depreciated, net	8,363,157	(158,879)	1,802	8,202,476
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 8,505,535	\$ (158,879)	\$ 1,802	\$ 8,344,854

*Accumulated depreciation for buildings and improvements was increased at May 1, 2008 by \$58,059, and accumulated depreciation for equipment, furniture, and fixtures was decreased at May 1, 2008 by \$58,059 to correct a classification.

Depreciation expense was charged to functions/programs of the governmental activities as follows:

GOVERNMENTAL ACTIVITIES	
Culture, recreation, and education	<u>\$ 512,667</u>

5. LONG-TERM OBLIGATIONS

During the year, the following changes occurred in liabilities reported in long-term obligations:

	Balances May 1	Additions	Retirements	Balances April 30	Due Within One Year
Net other postemployment benefits obligations	\$ -	\$ 180,248	\$ -	\$ 180,248	\$ -

6. PENSION COMMITMENTS

Participating employees are covered by the Illinois Municipal Retirement Fund (IMRF) through the administrative government, the Village. Contributions are paid by the administrative government and are reimbursed by the Library.

Although IMRF is an agent multiple-employer pension plan, the Library's participation through the Village is considered to be that of a cost sharing, multiple-employer pension plan.

All library and other village employees hired in positions that meet or exceed the prescribed annual hourly standards must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings for each year of credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes.

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village and the Library are required to contribute the remaining amounts necessary to fund the system, using the actuarial basis specified by statute. A separate actuarial valuation for library employees is not performed. Actuarial information regarding IMRF is presented in the Village's Comprehensive Annual Financial Report.

The amount shown below as the actuarial accrued liability is a standardized disclosure measure of the present value of pension benefits, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of IMRF on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial entry-age normal method prorated on service and is the same as the funding method used to determine contributions to IMRF.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. PENSION COMMITMENTS (Continued)

IMRF Funding Status	Total Village	Library Portion*
Actuarial Accrued Liability (AAL)		
2009	\$ 69,004,236	\$ 16,212,322
2008	63,494,645	15,003,785
2007	61,519,586	14,514,565
Actuarial Value of Assets		
2009	\$ 45,813,364	\$ 10,763,702
2008	54,180,908	12,802,949
2007	51,284,627	12,099,790
Unfunded Actuarial Accrued Liability (UAAL)		
2009	\$ 23,190,872	\$ 5,448,620
2008	9,313,737	2,200,836
2007	10,234,959	2,414,775
Funded Ratio (actuarial value of plan assets/AAL)		
2009	66.39%	66.39%
2008	85.33%	85.33%
2007	83.36%	83.36%
Covered Payroll (active plan members)		
2009	\$ 24,048,850	\$ 5,650,200
2008	22,771,008	5,380,789
2007	21,757,400	5,133,311
UAAL as a percentage of covered payroll		
2009	96.43%	96.43%
2008	40.90%	40.90%
2007	47.04%	47.04%

* Allocation based on Library contribution rate to total Village and Library contribution.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. RISK MANAGEMENT

The Library is exposed to various risks of loss including, but not limited to, general liability, property casualty, illnesses of employees, workers' compensation, and public officials' liability. To limit exposure to these risks, the Library has purchased third-party indemnity insurance. Claims incurred have not exceeded purchased coverage during the current and three previous fiscal years. The Library participates in the Village insurance program with respect to employee health risks.

8. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Library (through the Village) provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions, and employer contributions are governed by the Village/Library and can be amended by the Village/Library through its personnel manual. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Library's governmental activities.

b. Benefits Provided

The Library provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under the Library's retirement plan. If the retiree elects to participate, the retiree pays the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Library's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2009, membership consisted of:

Retirees and beneficiaries currently receiving benefits	46
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>105</u>
 TOTAL	 <u>151</u>
 Participating employers	 <u>1</u>

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

d. Funding Policy

The Library is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the Plan until retirement.

e. Annual OPEB Costs and Net OPEB Obligation

The Library first had an actuarial valuation performed for the Plan as of April 30, 2008 to determine the funded status of the Plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2009. The Library's annual OPEB cost (expense) of \$201,826 was equal to the ARC for the fiscal year, as the transition liability was set at zero as of April 30, 2008. The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 was as follows (information for the two preceding years is not available as an actuarial valuation was performed for the first time as of April 30, 2008):

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2009	\$ 201,826	\$ 21,578	10.69%	\$ 180,248

The net OPEB obligation as of April 30, 2009, was calculated as follows:

Annual required contribution	\$ 201,826
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
Annual OPEB cost	201,826
Contributions made	21,578
Increase in net OPEB obligation	180,248
Net OPEB obligation beginning of year	-
NET OPEB OBLIGATION END OF YEAR	\$ 180,248

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

Funded Status and Funding Progress: The funded status and funding progress of the Plan as of April 30, 2009, was as follows:

Actuarial accrued liability (AAL)	\$	2,386,457
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)		2,386,457
Funded ratio (actuarial value of plan assets/AAL)		0%
Covered payroll (active plan members)	\$	6,288,263
UAAL as a percentage of covered payroll		37.95%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial methods and assumptions - projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2009 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included an investment rate of return of 4.5% and an initial healthcare cost trend rate of 9.0% with an ultimate healthcare inflation rate of 5.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2009 was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
REVENUE			
Property taxes			
Property taxes - General	\$ 11,205,000	\$ 11,205,000	\$ 11,047,713
Property taxes - IMRF	744,000	744,000	733,557
Property taxes - FICA	476,000	476,000	469,318
Intergovernmental			
State grants	94,250	94,250	-
Other restricted	32,400	32,400	10,449
Library cable network fees	118,686	118,686	99,927
Copier and film printer fees	36,000	36,000	33,794
Fines and fees	217,000	217,000	223,053
Investment income	125,000	125,000	225,213
Contributions	66,200	66,200	62,000
Miscellaneous	11,000	11,000	17,270
Total revenue	13,125,536	13,125,536	12,922,294
EXPENDITURES			
Culture, recreation, and education			
Salaries	6,547,254	6,547,254	6,302,262
Fringe benefits	2,168,925	2,168,925	1,934,300
Contractual services	1,147,855	1,147,855	1,023,987
Commodities	1,980,679	1,980,679	1,914,015
Capital outlay	949,887	949,887	775,566
Other charges	34,175	34,175	25,069
Total expenditures	12,828,775	12,828,775	11,975,199
NET CHANGE IN FUND BALANCE	\$ 296,761	\$ 296,761	947,095
FUND BALANCE, MAY 1, 2008			3,346,237
FUND BALANCE, APRIL 30, 2009			\$ 4,293,332

(See independent auditor's report.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2009

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age Normal	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)	(5) Active Members Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2009	\$ -	\$ 2,386,457	0.00%	\$ 2,386,457	\$ 6,288,263	37.95%

The Library implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available. The amounts above are allocated based on the Library's portion of the total Village postemployment benefit obligation.

(See independent auditor's report.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS

OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2009

Year Ended April 30,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	\$ 21,578	\$ 210,826	10.23%

The Library implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available. The amounts above are allocated based on the Library's portion of the total Village net other postemployment benefit obligation.

(See independent auditor's report.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2009

Budgets are adopted on a basis consistent with generally accepted accounting principles. The budget is prepared for the General Fund by function and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year. The proposed budget is presented to the Library Board of Trustees for review. This governing body holds public meetings and may add to, subtract from, or change appropriations. The budget may be amended by the governing body. State statutes and local ordinances require that the budget be approved before the beginning of the fiscal year.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no supplementary appropriations were necessary.

SUPPLEMENTAL DATA

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
Executive office			
Administration			
Salaries	\$ 643,307	\$ 643,307	\$ 586,544
Benefits	230,660	230,660	159,418
Contractual services	186,691	186,691	141,305
Commodities	9,716	9,716	3,860
Other charges	22,500	22,500	14,072
	<u>1,092,874</u>	<u>1,092,874</u>	<u>905,199</u>
Public information			
Salaries	213,457	213,457	211,149
Benefits	64,193	64,193	68,563
Contractual services	56,563	56,563	62,034
Commodities	25,056	25,056	23,105
	<u>359,269</u>	<u>359,269</u>	<u>364,851</u>
Human resources			
Salaries	89,116	89,116	95,477
Benefits	17,858	17,858	19,013
Contractual services	15,065	15,065	10,564
Commodities	3,000	3,000	3,694
	<u>125,039</u>	<u>125,039</u>	<u>128,748</u>
Paid by gifts and grants			
Commodities	50,000	50,000	56,203
Capital outlay	15,000	15,000	2,000
	<u>65,000</u>	<u>65,000</u>	<u>58,203</u>
Library cable network			
Salaries	101,232	101,232	95,954
Benefits	38,991	38,991	35,564
Contractual services	17,375	17,375	18,095
Commodities	2,500	2,500	2,037
Capital outlay	2,750	2,750	422
Other charges	175	175	163
	<u>163,023</u>	<u>163,023</u>	<u>152,235</u>
Total executive office	<u>1,805,205</u>	<u>1,805,205</u>	<u>1,609,236</u>

(This schedule is continued on the following pages.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
Public services			
Administration			
Salaries	\$ 252,672	\$ 252,672	\$ 228,142
Benefits	34,692	34,692	15,149
Contractual services	2,551	2,551	1,847
Commodities	3,000	3,000	2,029
Capital outlay	230,100	230,100	280,465
	<u>523,015</u>	<u>523,015</u>	<u>527,632</u>
Reimbursable activities			
Commodities	6,279	6,279	5,785
	<u>6,279</u>	<u>6,279</u>	<u>5,785</u>
Youth services			
Salaries	633,041	633,041	599,223
Benefits	166,119	166,119	164,462
Contractual services	31,304	31,304	26,784
Commodities	271,422	271,422	259,049
	<u>1,101,886</u>	<u>1,101,886</u>	<u>1,049,518</u>
Community services			
Salaries	386,680	386,680	391,045
Benefits	146,603	146,603	147,785
Contractual services	12,614	12,614	11,550
Commodities	91,410	91,410	88,183
	<u>637,307</u>	<u>637,307</u>	<u>638,563</u>
Reference			
Salaries	581,929	581,929	563,948
Benefits	171,847	171,847	151,413
Contractual services	19,734	19,734	17,779
Commodities	409,320	409,320	366,640
	<u>1,182,830</u>	<u>1,182,830</u>	<u>1,099,780</u>
Periodicals			
Salaries	190,116	190,116	166,410
Benefits	55,151	55,151	47,023
Contractual services	10,386	10,386	8,380
Commodities	7,538	7,538	4,128
	<u>263,191</u>	<u>263,191</u>	<u>225,941</u>

(This schedule is continued on the following pages.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
Public services (Continued)			
Patron support services			
Salaries	\$ 379,309	\$ 379,309	\$ 366,159
Benefits	112,456	112,456	90,786
Contractual services	24,501	24,501	11,781
Commodities	16,219	16,219	9,797
	<u>532,485</u>	<u>532,485</u>	<u>478,523</u>
Circulation			
Salaries	1,291,678	1,291,678	1,251,504
Benefits	309,909	309,909	268,587
Contractual services	57,648	57,648	79,602
Commodities	10,157	10,157	4,516
Capital outlay	255,300	255,300	250,653
Other charges	1,500	1,500	2,958
	<u>1,926,192</u>	<u>1,926,192</u>	<u>1,857,820</u>
Total public services	<u>6,173,185</u>	<u>6,173,185</u>	<u>5,883,562</u>
System and access services			
Administration			
Salaries	176,188	176,188	185,609
Benefits	56,975	56,975	55,039
Contractual services	202,255	202,255	213,937
Commodities	2,500	2,500	752
Other charges	10,000	10,000	7,876
Capital outlay	276,737	276,737	150,063
	<u>724,655</u>	<u>724,655</u>	<u>613,276</u>
Information technology			
Salaries	322,423	322,423	313,732
Benefits	115,413	115,413	120,618
Contractual services	116,658	116,658	95,151
Commodities	139,600	139,600	140,617
Capital outlay	170,000	170,000	91,963
	<u>864,094</u>	<u>864,094</u>	<u>762,081</u>
Technical services			
Salaries	682,437	682,437	647,697
Benefits	272,704	272,704	236,310
Contractual services	13,369	13,369	5,172
Commodities	45,841	45,841	41,333
	<u>1,014,351</u>	<u>1,014,351</u>	<u>930,512</u>

(This schedule is continued on the following page.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
System and access services (Continued)			
Collection management			
Salaries	\$ 259,242	\$ 259,242	\$ 262,702
Benefits	239,419	239,419	223,160
Contractual services	7,058	7,058	5,297
Commodities	730,681	730,681	742,645
	<u>1,236,400</u>	<u>1,236,400</u>	<u>1,233,804</u>
Maintenance			
Salaries	344,427	344,427	336,967
Benefits	135,935	135,935	131,410
Contractual services	374,083	374,083	314,709
Commodities	156,440	156,440	159,642
	<u>1,010,885</u>	<u>1,010,885</u>	<u>942,728</u>
Total system and access services	<u>4,850,385</u>	<u>4,850,385</u>	<u>4,482,401</u>
TOTAL EXPENDITURES	<u>\$ 12,828,775</u>	<u>\$ 12,828,775</u>	<u>\$ 11,975,199</u>

(See independent auditor's report.)

