

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

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2011



Certified Public Accountants & Advisors

ARLINGTON HEIGHTS MEMORIAL LIBRARY
 ARLINGTON HEIGHTS, ILLINOIS
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Certified Public Accountants

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, 2011, 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, 2011, 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 stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "SchilUP".

Aurora, Illinois
September 2, 2011

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

ARLINGTON HEIGHTS MEMORIAL LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

This is a narrative overview and analysis of the financial activities of the Arlington Heights Memorial Library for the fiscal year ended April 30, 2011. 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, 2011, by \$13,414,662. Of this amount, net assets of \$5,635,226 may be used to meet the Library's ongoing services for Culture, Education and Recreation for citizens and obligations to 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 \$6,210,348 which may be used at the Library's discretion. Of this amount, \$200,000 has been designated for future insurance contingencies.

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, grant receivables 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 9-20 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 21-24 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 the Arlington Heights Memorial Library, as the following table demonstrates, assets exceeded liabilities by \$13,414,662 at the close of the most recent fiscal year.

Table 1
Summary of the Statement of Net Assets

	April 30	
	2011	2010
Current and Other Assets	\$19,857,877	\$18,506,447
Capital Assets, net of accumulated depreciation	<u>7,779,436</u>	<u>7,928,592</u>
Total Assets	\$27,637,313	\$26,435,039
Current and Other Liabilities	\$ 1,194,079	\$ 1,130,767
Deferred Property Taxes	<u>13,028,572</u>	<u>\$12,899,578</u>
Total Liabilities	\$14,222,651	\$14,030,345
Net Assets		
Invested in capital assets	\$ 7,779,436	\$ 7,928,592
Unrestricted for Culture, Education and Recreation	<u>5,635,226</u>	<u>\$ 4,476,102</u>
Total Net Assets	<u>\$13,414,662</u>	<u>\$12,404,694</u>

The largest portion of the Library's net assets, \$7,779,436 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 \$5,635,226 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, 2011. Governmental activities increased the Library's net assets by \$1,009,968.

Table 2
Changes in Net Assets

	<u>For the Year Ended April 30</u>	
	<u>2011</u>	<u>2010</u>
Revenue		
Program Revenue		
Charges for Services	\$ 260,310	\$ 265,932
Operating Grants and Donations	172,346	244,936
General Revenue		
Property Taxes	12,769,651	12,212,548
Investment Income	82,350	117,466
Miscellaneous	29,854	58,370
	<hr/>	<hr/>
Total Revenue	<u>\$13,314,511</u>	<u>\$12,899,252</u>
Expenses		
Culture, Education and Recreation	<u>\$12,304,543</u>	<u>\$12,793,478</u>
	<hr/>	<hr/>
Total Expenses	<u>\$12,304,543</u>	<u>\$12,793,478</u>
	<hr/>	<hr/>
Changes in Net Assets	<u>\$ 1,009,968</u>	<u>\$ 105,774</u>
	<hr/>	<hr/>
Total Net Assets Beginning of the Year	<u>\$12,404,694</u>	<u>\$12,298,920</u>
	<hr/>	<hr/>
Total Net Assets, End of Year	<u>\$13,414,662</u>	<u>\$12,404,694</u>

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
Summary Statement of Revenue and Expenditures

	For the Year Ended April 30	
	2011	2010
Revenue		
Property Taxes	\$ 12,769,651	\$ 12,212,548
Fines, Service Fees, Photocopies	260,310	265,933
Gifts & Grants	172,175	259,414
Investment Income	82,350	117,466
Miscellaneous	29,854	58,420
	\$ 13,314,340	\$ 12,913,781
Expenditures		
Salaries and Benefits	\$ 8,455,273	\$ 8,873,302
Capital Outlay	801,379	328,983
Printed Materials (Books & Periodicals)	807,172	851,321
Nonprint Materials & Electronic Resources	584,402	570,816
Public Programs, Printing	112,590	106,347
All other operating expenditures*	1,370,871	1,448,649
	\$ 12,131,687	\$ 12,179,418

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

Capital Assets

The Library's investment in capital assets for governmental activities at April 30, 2011, was \$7,779,436. 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	
	2011	2010
Assets		
Land	\$ 142,378	\$ 142,378
Buildings and Improvements	13,600,027	13,600,027
Equipment, Furniture and Fixtures	4,139,616	3,865,857
	\$17,882,021	\$ 17,608,262
Less – Accumulated Depreciation	(10,102,585)	(9,679,670)
Total (net of depreciation)	\$ 7,779,436	\$ 7,928,592

(See independent auditor's report)

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 \$6,210,348, a net increase of \$1,182,653 from the prior year.

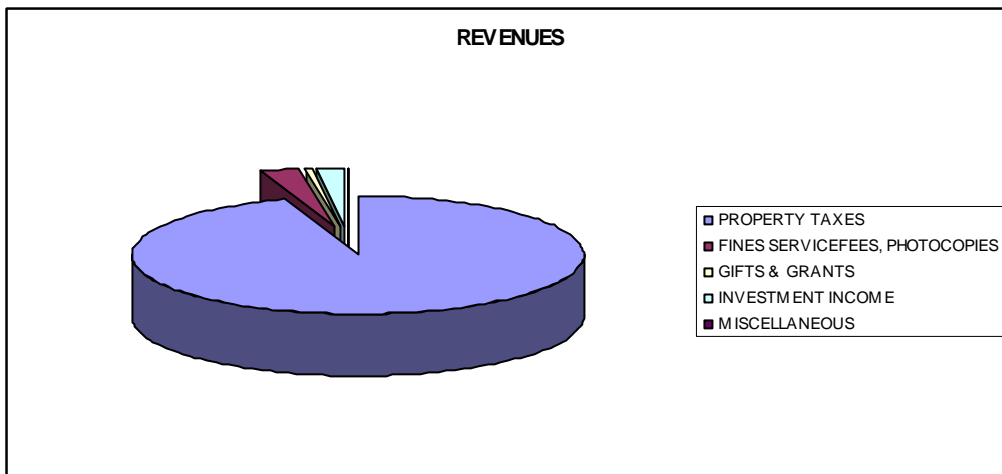
Table 5
General Fund
Year Ended April 30, 2011

	<u>Original</u>	<u>Final</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>	
Revenue			
Taxes	\$ 12,899,577	12,899,577	12,769,651
Intergovernmental	15,000	15,000	78,623
Charges for Services	257,500	257,500	260,310
Interest Income	113,000	113,000	82,350
All other revenue	77,200	77,200	123,406
Total Revenue	<u>\$ 13,362,277</u>	<u>13,362,277</u>	<u>\$13,314,340</u>
Expenditures			
Culture, Education and Recreation	\$ 12,219,486	\$12,219,486	\$11,330,308
Capital Outlay	1,137,140	737,140	801,379
Total Expenditures	<u>\$ 13,356,626</u>	<u>\$12,956,626</u>	<u>\$12,131,687</u>
Net Change	<u>\$ 5,651</u>	<u>\$ 405,651</u>	<u>1,182,653</u>
Fund Balance (May 1, 2010)			<u>5,027,695</u>
Fund Balance (April 30, 2011)			<u>\$ 6,210,348</u>

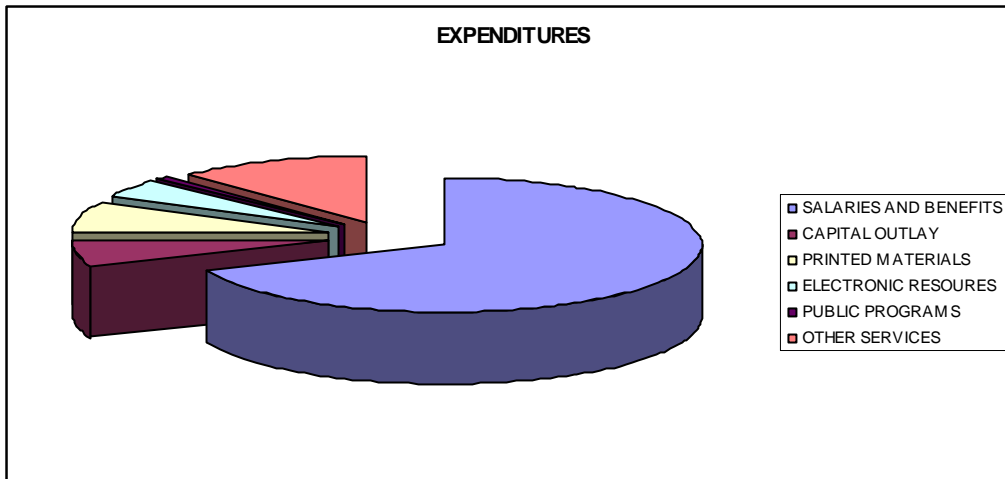
(See independent auditor's report)

Financial Outlook

The Library is currently considering either no increase or a minimal increase for the aggregate 2011 tax levy. The Board of Library Trustees feels this is responsive to 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 95% of its revenue from real estate taxes. The receipt of real estate taxes remains steady in FY2011/2012. However, based on the Library's monthly monitoring of the real estate tax receipts, the Library does anticipate a 1.5% shortage in tax receipts. The budget issues with the State of Illinois impact the Library in terms of receiving its annual per capita grant. The Library has not yet received its FY2011 per capita grant in the amount of \$78,794 and is in the process of applying for the FY2012 grant in the fall of 2011. The Library has a strong reserve fund that equals 45% of the projected expenditures in the next fiscal year. This fund will sustain the Library's operations for 6 months.



PROPERTY TAXES	95%
FINES, SERVICE FEES	2%
GIFTS AND GRANTS	1%
INVESTMENT INCOME	1%
MISCELLANEOUS	1%



SALARIES & BENEFITS	69%
CAPITAL OUTLAY	7%
PRINTED MATERIALS	6%
ELECTRONIC RESOURCES	4%
PUBLIC PROGRAMS	1%
OTHER SERVICES	13%

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, 2011

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 13,176,323
Property taxes receivable (net)	6,530,184
Grant receivable	78,794
Accrued interest	16,816
Prepaid expenses	55,760
Capital assets not being depreciated	142,378
Capital assets (net of accumulated depreciation)	<u>7,637,058</u>
 Total assets	 <u>27,637,313</u>
LIABILITIES	
Accounts payable	364,021
Accrued payroll	176,142
Deferred property taxes	13,028,572
Compensated absences payable	264,307
Noncurrent liabilities	<u>389,609</u>
 Total liabilities	 <u>14,222,651</u>
NET ASSETS	
Invested in capital assets	7,779,436
Unrestricted	<u>5,635,226</u>
 TOTAL NET ASSETS	 <u><u>\$ 13,414,662</u></u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2011

FUNCTIONS/PROGRAMS	Program Revenue				Net (Expense) Revenue and Change in Net Assets
PRIMARY GOVERNMENT	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants	Governmental Activities
Governmental activities					
Culture, recreation, and education	\$ 12,304,543	\$ 260,310	\$ 172,346	\$ -	\$ (11,871,887)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 12,304,543	\$ 260,310	\$ 172,346	\$ -	(11,871,887)
			General revenue		
			Taxes		
			Property		12,769,651
			Investment income		82,350
			Miscellaneous		29,854
			Total		12,881,855
			CHANGE IN NET ASSETS		1,009,968
			NET ASSETS, MAY 1, 2010		12,404,694
			NET ASSETS, APRIL 30, 2011		\$ 13,414,662

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2011

	<u>General</u>
ASSETS	
Cash and investments	\$ 13,176,323
Property taxes receivable (net)	6,530,184
Grant receivable	78,794
Accrued interest	16,816
Prepaid items	<u>55,760</u>
TOTAL ASSETS	<u>\$ 19,857,877</u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 364,021
Accrued payroll	176,142
Deferred revenue - grant	78,794
Deferred property taxes	<u>13,028,572</u>
Total liabilities	<u>13,647,529</u>
FUND BALANCE	
Unreserved	
Designated	200,000
Undesignated	<u>6,010,348</u>
Total fund balance	<u>6,210,348</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 19,857,877</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, 2011

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 6,210,348
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	7,779,436
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	78,794
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences	(264,307)
Other postemployment benefits obligation	<u>(389,609)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 13,414,662</u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE

For the Year Ended April 30, 2011

	<u>General</u>
REVENUE	
Property taxes	
Property taxes - General	\$ 11,510,463
Property taxes - IMRF	764,740
Property taxes - FICA	494,448
Intergovernmental	
State grants	78,623
Other restricted	14,273
Copier and film printer fees	36,357
Fines and fees	223,953
Investment income	82,350
Contributions	79,279
Miscellaneous	29,854
	<hr/>
Total revenue	13,314,340
	<hr/>
EXPENDITURES	
Culture, recreation, and education	
Salaries	6,481,294
Fringe benefits	1,973,979
Contractual services	988,552
Commodities	1,870,734
Capital outlay	801,379
Other charges	15,749
	<hr/>
Total expenditures	12,131,687
	<hr/>
NET CHANGE IN FUND BALANCE	1,182,653
FUND BALANCE, MAY 1, 2010	5,027,695
	<hr/>
FUND BALANCE, APRIL 30, 2011	\$ 6,210,348
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See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

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

For the Year Ended April 30, 2011

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 1,182,653
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	405,310
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	(549,596)
The loss on disposal of capital assets is reported as an expense on the statement of activities	(4,870)
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	171
The increase in other postemployment benefits obligation is reported as an expenditure when due in the governmental funds but as an expense accrual in the statement of activities	(29,978)
The decrease in compensated absences is reported as a reduction of expenditures when due in the governmental funds but as an expense accrual in the statement of activities	<u>6,278</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES	<u>\$ 1,009,968</u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2011

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.

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 revenue.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes (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 revenue 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 revenue 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 Library.

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. Revenue is 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, revenue is 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 or soon enough thereafter (60 days) 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 revenues on its financial statements. Deferred revenues arise when potential revenues do 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 revenues is extinguished and revenues are 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 are 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

Accumulated, vested vacation of governmental employees is 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 represents the book value of capital assets.

2. DEPOSITS AND INVESTMENTS

The Library's investment policy authorizes the Library to invest in all investments allowed by Illinois Compiled Statutes (ILCS). 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 the pledging of collateral with a fair value of not less than 110% of the funds secured for all bank balances in excess of federal depository insurance, with the collateral held by 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, 2011:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 13,417,631	\$ 13,417,631	\$ -	\$ -	\$ -
TOTAL	\$ 13,417,631	\$ 13,417,631	\$ -	\$ -	\$ -

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 securities 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 2010 attach as an enforceable lien on January 1, 2010 on property values assessed as of the same date. Taxes are levied by December 31, 2010 by passage of a Tax Levy Ordinance. Tax bills are prepared by the County and issued on or about the following February 1 and July 1 and are payable in two installments, on or about March 1 and September 1. 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 2010 tax levy less the allowance has been recorded as a receivable; the entire 2010 tax levy has been recorded as deferred revenue at April 30, 2011.

The 2011 tax levy, which attached as an enforceable lien on property as of January 1, 2011, has not been recorded as a receivable as of April 30, 2011 as the tax has not yet been levied by the Library and will not be levied until December 2011 and, therefore, the levy is not measurable at April 30, 2011.

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

4. CAPITAL ASSETS

	Balances May 1	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	3,865,857	405,310	131,551	4,139,616
Total capital assets being depreciated	17,465,884	405,310	131,551	17,739,643
Less accumulated depreciation for				
Buildings and improvements	6,739,485	347,370	-	7,086,855
Equipment, furniture, and fixtures	2,940,185	202,226	126,681	3,015,730
Total accumulated depreciation	9,679,670	549,596	126,681	10,102,585
Total capital assets being depreciated, net	7,786,214	(144,286)	4,870	7,637,058
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 7,928,592	\$ (144,286)	\$ 4,870	\$ 7,779,436

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

GOVERNMENTAL ACTIVITIES	
Culture, recreation, and education	<u>\$ 549,596</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 obligation	\$ 359,631	\$ 29,978	\$ -	\$ 389,609	\$ -

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.

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) 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.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 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.

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 as of December 31, 2010. 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 as of December 31, 2010. 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)		
2011	\$ 72,376,162	\$ 18,443,752
2010	71,648,428	17,462,772
2009	69,004,236	16,212,322
Actuarial value of assets		
2011	\$ 50,606,529	\$ 12,896,156
2010	49,309,278	12,018,082
2009	45,813,364	10,763,702
Unfunded actuarial accrued liability (UAAL)		
2011	\$ 21,769,633	\$ 5,547,596
2010	22,339,150	5,444,690
2009	23,190,872	5,448,620
Funded ratio (actuarial value of plan assets/AAL)		
2011	69.92%	69.92%
2010	68.82%	68.82%
2009	66.39%	66.39%
Covered payroll (active plan members)		
2011	\$ 22,717,051	\$ 5,789,028
2010	24,788,996	6,041,788
2009	24,048,850	5,650,200
UAAL as a percentage of covered payroll		
2011	95.83%	95.83%
2010	90.12%	90.12%
2009	96.43%	96.43%

* Allocation based on Library contribution rate to total Village and Library contribution.
 The effects of the early retirement incentive have been excluded from the calculation.

7. OTHER POSTEMPLOYMENT BENEFITS

Plan Description, Benefits Offered, and Funding Policy

In addition to providing the pension benefits described, the Library offers 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 then current full blended premium. Although there is no explicit subsidy as the Library does not pay the retiree premium, there is an implicit subsidy as defined by GASB Statement No. 45 as the retiree pays the same premium as an active employee. 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.

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

At April 30, 2010, 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)

7. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Annual OPEB Costs and Net OPEB Obligation

The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2011 were as follows:

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
April 30, 2010	202,903	23,520	11.59%	359,631
April 30, 2011	97,161	67,183	69.15%	389,609

The net OPEB obligation as of April 30, 2011, was calculated as follows:

Annual required contribution	\$ 94,079
Interest on net OPEB obligation	16,183
Adjustment to annual required contribution	<u>(13,101)</u>
Annual OPEB cost	97,161
Contributions made	<u>67,183</u>
Increase in net OPEB obligation	29,978
Net OPEB obligation, beginning of year	<u>359,631</u>
NET OPEB OBLIGATION, END OF YEAR	<u><u>\$ 389,609</u></u>

Funded Status and Funding Progress: The funded status and funding progress of the Plan as of April 30, 2010, was as follows (most recent data available):

Actuarial accrued liability (AAL)	\$ 1,564,397
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	1,564,397
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 4,589,180
UAAL as a percentage of covered payroll	34.09%

7. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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, 2010 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 Library 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, 2010 was 30 years.

8. 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.

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, 2011

	Original Budget	Final Budget	Actual
REVENUE			
Property taxes			
Property taxes - General	\$ 11,626,523	\$ 11,626,523	\$ 11,510,463
Property taxes - IMRF	773,637	773,637	764,740
Property taxes - FICA	499,417	499,417	494,448
Intergovernmental			
State grants	-	-	78,623
Other restricted	15,000	15,000	14,273
Copier and film printer fees	32,500	32,500	36,357
Fines and fees	225,000	225,000	223,953
Investment income	113,000	113,000	82,350
Contributions	66,200	66,200	79,279
Miscellaneous	11,000	11,000	29,854
	<u>13,362,277</u>	<u>13,362,277</u>	<u>13,314,340</u>
EXPENDITURES			
Culture, recreation, and education			
Salaries	6,705,653	6,705,653	6,481,294
Fringe benefits	2,261,669	2,261,669	1,973,979
Contractual services	1,103,663	1,103,663	988,552
Commodities	2,117,001	2,117,001	1,870,734
Capital outlay	1,137,140	737,140	801,379
Other charges	31,500	31,500	15,749
	<u>13,356,626</u>	<u>12,956,626</u>	<u>12,131,687</u>
NET CHANGE IN FUND BALANCE	<u>\$ 5,651</u>	<u>\$ 405,651</u>	1,182,653
FUND BALANCE, MAY 1, 2010			<u>5,027,695</u>
FUND BALANCE, APRIL 30, 2011			<u>\$ 6,210,348</u>

(See independent auditor's report.)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2011

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%
2010	-	1,564,397	0.00%	1,564,397	4,589,180	34.09%

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, 2011

Fiscal Year Ended April 30	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	\$ 21,578	\$ 201,826	10.69%
2010	23,520	201,826	11.65%
2011	67,183	94,079	71.41%

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, 2011

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.

SUPPLEMENTAL DATA

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Executive office			
Administration			
Salaries	\$ 542,818	\$ 542,818	\$ 532,663
Benefits	266,769	266,769	84,386
Contractual services	159,060	159,060	158,971
Commodities	25,900	25,900	35,032
Other charges	12,000	12,000	5,018
	<u>1,006,547</u>	<u>1,006,547</u>	<u>816,070</u>
Public information			
Salaries	227,481	227,481	230,678
Benefits	78,711	78,711	76,204
Contractual services	64,613	64,613	61,248
Commodities	23,085	23,085	21,186
	<u>393,890</u>	<u>393,890</u>	<u>389,316</u>
Human resources			
Salaries	104,767	104,767	106,114
Benefits	25,745	25,745	25,866
Contractual services	24,265	24,265	18,333
Commodities	4,000	4,000	2,996
Other charges	9,500	9,500	2,400
	<u>168,277</u>	<u>168,277</u>	<u>155,709</u>
Paid by gifts and grants			
Contractual services	5,000	5,000	28,134
Commodities	45,000	45,000	30,307
Capital outlay	15,000	15,000	40,619
	<u>65,000</u>	<u>65,000</u>	<u>99,060</u>
Total executive office	<u>1,633,714</u>	<u>1,633,714</u>	<u>1,460,155</u>
Public services			
Administration			
Salaries	274,385	274,385	281,834
Benefits	31,188	31,188	27,703
Contractual services	2,137	2,137	1,033
Commodities	6,000	6,000	1,190
	<u>313,710</u>	<u>313,710</u>	<u>311,760</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, 2011

	Original Budget	Final Budget	Actual
Public services (Continued)			
Reimbursable activities			
Commodities	\$ 7,387	\$ 7,387	\$ 3,755
	<u>7,387</u>	<u>7,387</u>	<u>3,755</u>
Youth services			
Salaries	679,111	679,111	673,134
Benefits	193,598	193,598	188,193
Contractual services	31,049	31,049	26,309
Commodities	298,730	298,730	285,922
	<u>1,202,488</u>	<u>1,202,488</u>	<u>1,173,558</u>
Community services			
Salaries	372,333	372,333	316,554
Benefits	123,893	123,893	110,477
Contractual services	13,618	13,618	4,438
Commodities	94,544	94,544	90,132
	<u>604,388</u>	<u>604,388</u>	<u>521,601</u>
Reference			
Salaries	681,999	681,999	632,060
Benefits	206,696	206,696	191,959
Contractual services	20,640	20,640	14,717
Commodities	402,797	402,797	325,994
	<u>1,312,132</u>	<u>1,312,132</u>	<u>1,164,730</u>
Periodicals			
Salaries	184,874	184,874	162,319
Benefits	39,356	39,356	37,084
Contractual services	10,027	10,027	8,775
Commodities	6,388	6,388	3,632
	<u>240,645</u>	<u>240,645</u>	<u>211,810</u>
Patron support services			
Salaries	382,231	382,231	379,455
Benefits	91,033	91,033	90,121
Contractual services	18,552	18,552	10,609
Commodities	13,511	13,511	9,854
	<u>505,327</u>	<u>505,327</u>	<u>490,039</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, 2011

	Original Budget	Final Budget	Actual
Public services (Continued)			
Circulation			
Salaries	\$ 1,303,435	\$ 1,303,435	\$ 1,299,067
Benefits	349,203	349,203	337,501
Contractual services	46,353	46,353	40,008
Commodities	13,785	13,785	9,694
Capital outlay	553,240	553,240	541,509
	<u>2,266,016</u>	<u>2,266,016</u>	<u>2,227,779</u>
 Total public services	 <u>6,452,093</u>	 <u>6,452,093</u>	 <u>6,105,032</u>
 System and access services			
Administration			
Salaries	113,665	113,665	112,477
Benefits	33,193	33,193	32,349
Contractual services	198,197	198,197	198,671
Commodities	1,500	1,500	884
Capital outlay	461,200	61,200	49,654
Other charges	10,000	10,000	8,331
	<u>817,755</u>	<u>417,755</u>	<u>402,366</u>
 Information technology			
Salaries	468,125	468,125	463,914
Benefits	186,312	186,312	178,520
Contractual services	117,884	117,884	113,373
Commodities	172,534	172,534	162,442
Capital outlay	107,700	107,700	169,597
	<u>1,052,555</u>	<u>1,052,555</u>	<u>1,087,846</u>
 Technical services			
Salaries	648,829	648,829	636,745
Benefits	256,841	256,841	245,391
Contractual services	9,962	9,962	5,984
Commodities	53,648	53,648	42,554
	<u>969,280</u>	<u>969,280</u>	<u>930,674</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, 2011

	Original Budget	Final Budget	Actual
<hr/>			
System and access services (Continued)			
Collection management			
Salaries	\$ 364,475	\$ 364,475	\$ 301,250
Benefits	242,855	242,855	218,392
Contractual services	5,943	5,943	3,370
Commodities	793,674	793,674	731,331
	<u>1,406,947</u>	<u>1,406,947</u>	<u>1,254,343</u>
Maintenance			
Salaries	357,125	357,125	353,030
Benefits	136,276	136,276	129,833
Contractual services	376,363	376,363	294,579
Commodities	154,518	154,518	113,829
	<u>1,024,282</u>	<u>1,024,282</u>	<u>891,271</u>
Total system and access services	<u>5,270,819</u>	<u>4,870,819</u>	<u>4,566,500</u>
 TOTAL EXPENDITURES	 <u>\$ 13,356,626</u>	 <u>\$ 12,956,626</u>	 <u>\$ 12,131,687</u>

(See independent auditor's report.)