

ELK GROVE VILLAGE PUBLIC LIBRARY
ELK GROVE VILLAGE, ILLINOIS
(A component unit of the
Village of Elk Grove Village, Illinois)

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2009



Certified Public Accountants & Advisors

ELK GROVE VILLAGE PUBLIC LIBRARY
 VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
 TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR’S REPORT	3-4
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis.....	MD&A 1-8
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets.....	5
Statement of Activities	6
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	7
Reconciliation of Fund Balance of the Governmental Fund to the Governmental Activities in the Statement of Net Assets	8
Statement of Revenues, Expenditures and Changes in Fund Balance	9
Reconciliation of the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance to the Governmental Activities in the Statement of Activities	10
Notes to Financial Statements	11-23
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.....	24
Other Postemployment Benefits Plan	
Schedule of Funding Progress	25
Schedule of Employer Contributions	26
Notes to Required Supplementary Information.....	27
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures - Budget and Actual	28



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INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Elk Grove Village Public Library
Elk Grove Village, Illinois

We have audited the accompanying financial statements of the governmental activities and the major fund of the Elk Grove Village Public Library (the Library), a component unit of the Village of Elk Grove Village, Illinois, as of and for the year ended April 30, 2009, which collectively comprise the Library's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Elk Grove Village Public 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.

The basic financial statements present only the Elk Grove Village Public Library and are not intended to present fairly the financial position and changes in financial position of the Village of Elk Grove Village, Illinois 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 Elk Grove Village Public Library as of April 30, 2009, and the changes in its 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 the 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 basic financial statements that collectively comprise the Library's basic financial statements. The supplementary information 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. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

Handwritten signature of Schuch LLP in black ink.

Aurora, Illinois
September 15, 2009

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

ELK GROVE VILLAGE PUBLIC LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2009

As the management of the Elk Grove Village Public Library (the "Library"), we offer readers of the Library's financial statements this narrative overview and analysis of the financial activities of the Library for the fiscal year ended April 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the Library's Financial Statements (beginning on page 5).

This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Library's financial activity, (3) identify changes in the Library's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

GENERAL BACKGROUND

The Elk Grove Village Public Library ("The Library") is a Local Public Library established in 1959 in accordance with the laws of the State of Illinois in order to serve the citizens of the Village of Elk Grove Village ("The Village"). Pursuant to GASB Statement No. 14, the Library is considered to be a component unit of the Village of Elk Grove Village.

The Village of Elk Grove Village consists of sections of Elk Grove Township and Schaumburg Township in Cook County, and of Addison Township in DuPage County, Illinois. The service areas of the Library and the Schaumburg Township District Library (STDLD) overlap.

The mission of the Library is to provide an organized collection of books, audio-visual materials, electronic information, and other sources of knowledge and entertainment to the Elk Grove Village community in a friendly and efficient manner.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

Historically, the primary focus of local government financial statements has been summarized fund type information on a current financial resources basis. This approach has been modified by Government Accounting Standards Board Statement No. 34 and now the Library's financial statements are presented in two formats, each with a different focus of the Library's finances. The focus of the new financial statements is on both the Library as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Library's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Library's finances, in a manner similar to a private-sector business. The focus of the Statement of Net Assets presents information on all of the Library's assets and liabilities, with the difference between the two reported as net assets. This statement combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. 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 event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused compensated absences).

The government-wide financial statements (see pages 5 and 6) describe functions of the Library that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Library reflect the Library's basic services, including materials collections, reference and readers' services, programming, interlibrary loan and outreach services.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements to be more familiar. The focus of the presentation is on major funds rather than fund types. 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. The Library has one fund, the general fund, which is categorized as a governmental fund.

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 fund financial statements focus on near-term inflows and outflows of spendable resources, as well as 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 financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Library adopts an annual budget for its general fund. A budgetary comparison schedule has been provided elsewhere in this report to demonstrate compliance with the budget. The basic governmental fund financial statements can be found on pages 7 through 10 of this report.

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 11 through 23 of this report.

Financial Analysis of the Library as a Whole

In accordance with GASB Statement No. 34 and because prior year information is available, the Library is presenting a comparative analysis of government-wide information.

GOVERNMENT-WIDE STATEMENTS

Net Assets

The following table reflects the condensed Statement of Net Assets.

Table 1
Statement of Net Assets
Comparative as of April 30, 2008 and April 30, 2009

Governmental Activities

	2008	2009
Current and Other Assets	\$ 5,927,249	\$ 6,223,531
Capital Assets	4,080,617	4,326,664
Total Assets	10,007,866	10,550,195
Long-Term Liabilities	306,967	494,698
Other Liabilities	4,020,954	4,544,987
Total Liabilities	4,327,921	5,039,685
Net Assets:		
Invested in Capital Assets, Net of Debt	4,080,617	4,326,664
Unrestricted	1,599,328	1,183,846
Total Net Assets	\$ 5,679,945	\$ 5,510,510

The Library's combined net assets decreased by \$169,435 from \$5,679,945 to \$5,510,510. The primary cause of this decrease was an increase in the net other post-employment benefit (OPEB) obligation of \$190,210. Long-term liabilities consist of accrued compensated absences of \$91,011 and net other post-employment benefit obligations of \$403,687 which is a result of the Library's implementation of Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension*. GASB Statement No. 45 requires that state and local governments recognize their financial commitments for post-employment benefits, such as retiree health insurance, to reflect the accrued long-term costs. Until the publication of the standard, most governments reported their obligations for retiree health insurance on a pay-as-you-go basis. The other liabilities consist of operating liabilities (accounts payable, retainage payable, accrued payroll) of \$680,393, due to the primary government (the Village) of \$63,804 for participation of the Library's employees in the Village's health plan, and deferred property tax revenues of \$3,800,790.

For more detailed information, see the Statement of Net Assets on page 5.

Statement of Activities

The following table summarizes the revenue and expenses of the Library’s activities for 2008 and 2009.

**Table 2
Changes in Net Assets
For the Fiscal Years Ended April 30, 2008 and April 30, 2009**

Governmental Activities

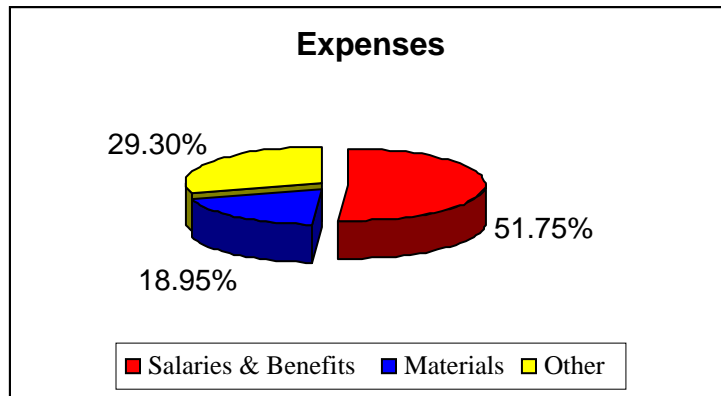
	2008	2009
Revenues		
Program Revenues		
Charges for Services	\$ 303,703	\$ 305,785
Operating Grants	27,651	27,631
General Revenues		
Property and Replacement Taxes	3,954,943	4,010,241
Investment Income	118,274	36,994
Total Revenues	4,404,571	4,380,651
Expenses		
Culture and Recreation General Government	4,141,354	4,550,086
Total Expenses	4,141,354	4,550,086
Changes in Net Assets	263,217	(169,435)
Total Net Assets, Beginning of Year	5,416,728	5,679,945
Total Net Assets, End of Year	\$ 5,679,945	\$ 5,510,510

The Library is primarily funded by a property tax levy applied through the Village as the Library does not have complete taxing powers and relies on the primary government (the Village) to extend its tax levy with the County. The levy set in April 2007 and extended by the Village in December 2007 of \$4,039,925 was applied to the Library’s 2008-09 fiscal year as that is the year it is legally intended to finance. The levy is determined independently by the Library Board and is then incorporated into the Village’s levy as a discrete entity. The levy is comprised of the property tax and the Corporate Replacement Tax, or Personal Property Replacement tax (PPRT). The Library is not subject to property tax limits that limit annual increases in the total tax levy in the state since the Village is a home-rule government. However, the Library Board strives to limit the levy increase to less than 5%, usually 4.8%.

Total revenue in FY 2008-09 was \$4,380,651 with property and personal property replacement taxes accounting for \$4,010,241 or 91.55% of the total; charges for services, consisting of fines, fees and STDL tax rebate totaling \$305,785 or 6.98% of the total; investment income of \$36,994 or 0.84% of the total; operating grants, consisting primarily of the per capita grant from the Illinois Secretary of State’s Office totaling \$27,631 or 0.63% of total revenues.

The Library categorizes its expenses as falling into three broad categories: Salaries & Benefits; Books and other materials; and general expenditures. The Library strives to limit Salaries & Benefits to 60% of the operating budget; to expend at least 20% on books & materials (including electronic information); leaving the remaining 20% for general expenditures.

The actual 2008-09 operating expenses in these categories were as follows: Salaries & Benefits, \$2,384,869 (51.75% of operating expenditures); Books & Materials, \$873,330 (18.95%) and other general operating expenditures, \$1,350,203 (29.30%).



Total operational expenses for 2007-08 and 2008-09 were as follows:

	2008	2009
Salaries & benefits	\$ 2,264,221	\$ 2,384,869
Books, AV, Elec. Info	849,059	873,330
Operating supplies	121,542	74,745
Facility repair	25,546	31,536
Service agreement	34,479	46,953
Contract maintenance	36,669	50,374
Professional services	91,117	71,771
Insurance	27,841	30,515
Utilities	45,305	60,872
Miscellaneous services	69,646	104,715
Computer equipment	80,850	31,589
Furniture	51,497	229,600
Other	738,068	617,533
Total	\$ 4,435,840	\$ 4,608,402

The depreciation and loss on disposal of capital assets of \$208,408 and the change in OPEB obligation of \$190,210 less capital expenditures of \$454,455 and the change in the compensated absence liability of \$2,479 brings the total expenses for primary governmental activities for the 2009 Fiscal Year to \$4,550,086.

FINANCIAL ANALYSIS OF THE LIBRARY'S FUNDS

As noted earlier, the Elk Grove Village Public Library uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of April 30, 2009, the general fund (as presented on the balance sheet on page 7) had a fund balance of \$1,678,544. This reflects a decrease of \$227,751 from the prior year.

The Library maintains a Capital Reserve Fund (designated for capital improvements) that held \$595,000 on April 30, 2009. A new 5-year Capital Improvement Plan commenced on May 1, 2005. Each fiscal year, \$375,000 will be placed in the Capital Reserve Fund, from FY 2005-06 through FY 2009-10. The remainder of the fund balance (\$1,083,544 - less \$5,076 reserved for prepaid items) is unreserved and undesignated and is available to fund future year's budgets.

The budget for the general fund was increased by \$125,000 during the fiscal year to reflect additional costs for the adult services department renovation project. For the year operations expenditures were under budget by \$67,388.

Capital Assets

The following schedule reflects the Library's capital asset balances as of April 30, 2008 and April 30, 2009.

Table 4
Capital Assets
As of April 30, 2008 & April 30, 2009

	2008	2009
Governmental Activities		
Capital Assets Not Being Depreciated		
Land	\$ 75,679	\$ 75,679
Construction in Progress	-	383,698
Total Capital Assets Not Being Depreciated	<u>75,679</u>	<u>459,377</u>
Capital Assets Being Depreciated		
Land Improvements	223,347	223,347
Buildings	5,931,422	5,945,200
Machinery and Equipment	850,200	725,420
Total Capital Assets Being Depreciated	<u>7,004,969</u>	<u>6,893,967</u>
Less accumulated depreciation for		
Land Improvements	207,597	208,448
Buildings	2,114,251	2,261,093
Machinery and Equipment	678,183	557,139
Total Accumulated Depreciation	<u>3,000,031</u>	<u>3,026,680</u>
Total Capital Assets Being Depreciated, Net	<u>4,004,938</u>	<u>3,867,287</u>
Governmental Activities Capital Assets, Net	<u>\$ 4,080,617</u>	<u>\$ 4,326,664</u>

At year-end, the Library's investment in capital assets (net of accumulated depreciation) for its governmental-type activities was \$ 4,326,664. During the Fiscal Year 2009, the Library made several capital asset purchases totaling \$454,455 (including a renovation of the adult services area - \$232,798, a new parking lot - \$150,900, a new reference desk in adult services- \$27,434, and a microfilm reader - \$8,495. The Library has chosen under GASB S-34, paragraph 27 to not capitalize and depreciate its books and periodicals as 1) they do not individually meet the Library's capitalization policy and 2) the collection is:

- a. Held for public exhibition, education, or research in furtherance of public service, rather than financial gain
- b. Protected, kept unencumbered, cared for, and preserved
- c. Subject to an organizational policy that requires the proceeds from sales of collection items to be used to acquire other items for collections

See Note 4 for further information regarding capital assets.

Long-Term Debt

The table below summarizes the Library's outstanding long-term debt:

**Table 5
Long-Term Debt
Balances as of April 30, 2008 and April 30, 2009**

	2008	2009
Accrued Compensated Absences Payable	\$ 93,490	\$ 91,011
Net other post-employment benefit obligations	213,477	403,687
Total Long-Term Liabilities	\$ 306,967	\$ 494,698

The Library is not able to issue bonded debt for the acquisition or construction of capital assets, and relies upon the Village's bonding authority for providing such financing. See Note 5 for further information regarding long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Financing continues to be steady in fiscal year 2009-10. The agreement with the Schaumburg Township District Library is in place through December 31, 2009 and is expected to be renewed for an additional two year term. It is projected to yield about \$170,000 per year. The Personal Property Replacement Tax (an element of the Levy) is projected to yield \$402,570 this year. The tax levy for FY 2009-10, set in April 2008, is \$4,203,987. The downward trend in investment income is expected to level off in FY 2009-10. Investment income was down to \$36,994 in FY 2008-09 from \$118,274 in FY 2007-08. The projection for FY 2009-10 is around \$40,000.

A new Union Contract was struck in May 2007 and is in effect for a period of 4 years, through the 2010-11 Fiscal Year. This allows us to accurately project salaries and benefits for each budgetary year.

CONTACTING THE LIBRARY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens with a general overview of the Library's finances and to demonstrate accountability for the funds it receives. Questions concerning this report or requests for additional financial information should be directed to Lee Maternowski, Director, Elk Grove Village Public Library, 1001 Wellington Avenue, Elk Grove Village, Illinois, 60007.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 3,993,750
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	2,196,474
Due from other governments	27,631
Prepaid expenses	5,076
Other assets	600
Capital assets	
Nondepreciable	459,377
Depreciable, net of accumulated depreciation	<u>3,867,287</u>
 Total assets	 <u>10,550,195</u>
LIABILITIES	
Accounts payable	546,287
Retainage payable	59,420
Accrued payroll	74,686
Unearned property tax revenue	3,800,790
Due to primary government	63,804
Noncurrent liabilities	
Due within one year	91,011
Due in more than one year	<u>403,687</u>
 Total liabilities	 <u>5,039,685</u>
NET ASSETS	
Investment in capital assets	4,326,664
Unrestricted	<u>1,183,846</u>
 TOTAL NET ASSETS	 <u><u>\$ 5,510,510</u></u>

See accompanying notes to financial statements.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Change in Net Assets
	Expenses	Charges for Services	Operating Grants	Capital Grants	Governmental Activities
PRIMARY GOVERNMENT					
Governmental Activities					
Culture and recreation	\$ 4,550,086	\$ 305,785	\$ 27,631	\$ -	\$ (4,216,670)
Total governmental activities	4,550,086	305,785	27,631	-	(4,216,670)
TOTAL PRIMARY GOVERNMENT	\$ 4,550,086	\$ 305,785	\$ 27,631	\$ -	(4,216,670)
		General Revenues			
		Property and replacement taxes			4,010,241
		Investment income			36,994
		Total			4,047,235
		CHANGE IN NET ASSETS			(169,435)
		NET ASSETS, MAY 1			5,679,945
		NET ASSETS, APRIL 30			\$ 5,510,510

See accompanying notes to financial statements.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

BALANCE SHEET

April 30, 2009

ASSETS	
Cash and investments	\$ 3,993,750
Receivables	
Property taxes	2,196,474
Intergovernmental	27,631
Prepaid items	5,076
Other assets	600
	<hr/>
TOTAL ASSETS	\$ 6,223,531
	<hr/>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 546,287
Retainage payable	59,420
Accrued payroll	74,686
Deferred property tax revenue	3,800,790
Due to primary government	63,804
	<hr/>
Total liabilities	4,544,987
	<hr/>
FUND BALANCE	
Reserved for prepaid items	5,076
Unreserved	
Designated for capital improvements	595,000
Undesignated	1,078,468
	<hr/>
Total fund balance	1,678,544
	<hr/>
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,223,531
	<hr/>

See accompanying notes to financial statements.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

RECONCILIATION OF FUND BALANCE OF THE GOVERNMENTAL FUND TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2009

FUND BALANCE OF GOVERNMENTAL FUND	\$ 1,678,544
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 fund	4,326,664
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental fund	<u>(494,698)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 5,510,510</u>

See accompanying notes to financial statements.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE

For the Year Ended April 30, 2009

REVENUES	
Taxes	\$ 4,010,241
Intergovernmental	212,057
Charges for services	84,991
Interest	36,994
Miscellaneous	<u>36,368</u>
Total revenues	<u>4,380,651</u>
EXPENDITURES	
Culture and recreation	
Current	
Operations	<u>4,608,402</u>
Total expenditures	<u>4,608,402</u>
NET CHANGE IN FUND BALANCE	(227,751)
FUND BALANCE, MAY 1	<u>1,906,295</u>
FUND BALANCE, APRIL 30	<u><u>\$ 1,678,544</u></u>

See accompanying notes to financial statements.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

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

For the Year Ended April 30, 2009

NET CHANGE IN FUND BALANCE OF GOVERNMENTAL FUND	\$ (227,751)
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	454,455
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental fund:	
Depreciation	(196,544)
Loss on disposal of capital assets	(11,864)
Changes in net other postemployment benefit obligation	(190,210)
Changes in compensated absences	<u>2,479</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ (169,435)</u>

See accompanying notes to financial statements.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Elk Grove Village Public 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 is a discretely presented component unit of the Village of Elk Grove Village, Illinois (the Village) pursuant to GASB Statement No. 14, since the Village is financially accountable for the Library.

b. Fund Accounting

The Library uses funds to report on its financial position and the changes in financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The Library's General Fund is classified as a governmental fund.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The General Fund is the general operating fund of the Library and accounts for all of the Library's operating activities.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, 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. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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 and 2) grants and shared revenues that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

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. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Library considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

The Library reports deferred and/or unearned revenue on its financial statements. Deferred/unearned revenues arise when a potential revenue does not meet both the "measurable" and "available" or "earned" criteria for recognition in the current period. Deferred/unearned 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/unearned revenue is removed from the financial statements and revenue is recognized.

e. Investments

Investments with a maturity greater than one year when purchased are stated at fair value at April 30, 2009. Securities traded on national exchanges are at the last reported sale price. Investments with a maturity of one year or less when purchased are reported at cost or amortized cost.

f. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items.

g. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the Library as assets with an initial, individual cost of more than \$5,000 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 market value at the date of donation.

ELK GROVE VILLAGE PUBLIC LIBRARY
 VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Capital Assets (Continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	10-15
Buildings	5-50
Machinery and equipment	5-20

h. Vacation Benefits

Vested or accumulated vacation leave related to employees that have terminated or retired by year end but have not been paid out and expected to be liquidated with expendable available financial resources, is reported as an expenditure and a fund liability in the governmental fund that will pay it. Vested or accumulated vacation and sick leave of governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

i. Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities column. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. 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. Designations of fund balance represent tentative management plans that are subject to change. 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 were restricted based on their own enabling legislation. Invested in capital assets, net of related debt is the book value of the Library's capital assets, net of any debt outstanding that was issued to construct or acquire the capital assets.

2. DEPOSITS AND INVESTMENTS

Permitted Deposits and Investments - Statutes authorize the Library to make deposits/invest 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 and Illinois Funds.

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

In addition, the Board of Trustees of the Library has adopted an investment policy which provides further restrictions on the investment of library funds. It is the policy of the Library to invest its funds in a manner which will provide the highest investment return and ensure the safety of principal 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, in order of priority are safety, liquidity and return on investment.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. 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 collateralization at 110% of the aggregate balance of principal and accrued interest on deposits in financial institutions.

b. Investments

The Library had no investments in debt securities as of April 30, 2009. The Library's investment in Illinois Funds at April 30, 2009 totaled \$3,808,073.

In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity to meet all operating requirements which might be reasonably projected and maximizing yields for funds not needed within a budgetary or economic cycle. The investment policy limits the maximum maturity length of investments to two years.

The Library limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government, in certificates of deposit or time deposits constituting direct obligations of any bank as defined by the Illinois Banking Act and which are insured by the Federal Depository Insurance Corporation (FDIC), in short-term obligations or corporations organized in the United States with assets exceeding \$500,000,000 and rated in one of the three highest classifications established by at least two standard rating services and which mature not later than 180 days from the date of purchase, in short-term obligations of the Federal National Mortgage Association, in the public treasurer's investment pool (Illinois Funds), or in a credit union chartered under federal or Illinois law and insured by Federal Agency or other recognized insurance. With the exception of U.S. Treasury securities and cash equivalents, no more than 40% of the Library's portfolio may be invested in any single investment category. Short-term obligations of corporations are limited to 33% of the Library's portfolio.

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. Illinois Funds are not subject to custodial credit risk.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

Concentration of credit risk - At April 30, 2009, the Library had greater than 5% of its overall portfolio invested in Illinois Funds. This is in accordance with the Library's investment policy.

The State Treasurer maintains Illinois Funds money market at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the Library's investment in the funds is the same as the value of the pool shares. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Illinois Funds maintain a Standard and Poor's AAA rating. The Library's investments in Illinois Funds are not required to be categorized based on custodial risk in accordance with GASB Statement No. 40 because they are not securities. The relationship between the Library and the agent is a direct contractual relationship, and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

Derivatives - The Library's investment policy prohibits the use of or the investment in derivatives.

3. PROPERTY TAXES

Property taxes for 2009 attach as an enforceable lien on January 1, 2009, on property values assessed as of the same date. Taxes are levied by December of the same fiscal year (by passage of a tax levy ordinance). Taxes levied in one year become due and payable in two installments, on or about March 1 or June 1 and September 1 of the following year.

Property taxes collected which are used to finance the current year's operations are recognized as revenue. Property taxes collected which are used to finance the subsequent year's operations, and net taxes receivable are reported as deferred revenue. 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.

Based upon collection histories, the Library has provided an allowance for uncollectible property taxes equivalent to 1% of the current year's levy. All uncollected taxes related to prior years' levies have been written off.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

The following is a summary of capital asset activity during the fiscal year:

	Balances May 1	Additions	Retirements	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 75,679	\$ -	\$ -	\$ 75,679
Construction in progress	-	383,698	-	383,698
Total capital assets not being depreciated	75,679	383,698	-	459,377
Capital assets being depreciated				
Land improvements	223,347	-	-	223,347
Buildings	5,931,422	13,778	-	5,945,200
Machinery and equipment	850,200	56,979	181,759	725,420
Total capital assets being depreciated	7,004,969	70,757	181,759	6,893,967
Less accumulated depreciation for				
Land improvements	207,597	851	-	208,448
Buildings	2,114,251	146,842	-	2,261,093
Machinery and equipment	678,183	48,851	169,895	557,139
Total accumulated depreciation	3,000,031	196,544	169,895	3,026,680
Total capital assets being depreciated, net	4,004,938	(125,787)	11,864	3,867,287
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 4,080,617	\$ 257,911	\$ 11,864	\$ 4,326,664

All of the depreciation expense in the statement of activities was charged to the culture and recreation function.

5. LONG-TERM DEBT

a. Changes in Long-Term Debt

During the year ended April 30, 2009, the following changes occurred in long-term liabilities reported in the governmental activities:

	Balance May 1	Additions	Deletions	Balance April 30	Current Portion
Compensated absences	\$ 93,490	\$ 91,011	\$ 93,490	\$ 91,011	\$ 91,011
Net other postemployment benefit obligation	213,477	190,210	-	403,687	-
TOTAL	\$ 306,967	\$ 281,221	\$ 93,490	\$ 494,698	\$ 91,011

6. DEFINED BENEFIT PENSION PLAN

The Library contributes, through the Village, to the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. However, the Library's participation in IMRF is equivalent to a cost sharing multiple-employer pension plan since only one actuarial valuation is performed for both the Village and the Library combined.

All employees hired in positions that meet or exceed the prescribed annual hourly standard 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 8 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 average 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 state statute.

Participating members are required to contribute 4.5% of their annual salary to IMRF. The Library is required to contribute the remaining amounts necessary to fund the plan using the actuarial funding method specified by statute.

The amount reported below as actuarial accrued liability is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial entry-age normal method and is intended to assist users to assess the plan's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due and make comparisons among government pension plans and employers. IMRF does not conduct separate measurements of assets and actuarial accrued liability for individual employers within the Village. The actuarial accrued liability at April 30, 2009, for the Village as a whole, determined through an actuarial valuation performed as of December 31, 2008 was \$33.6 million. The assets available for benefits on that date were \$24.2 million, resulting in an underfunded actuarial accrued liability of \$9.4 million. The employer's contribution for the calendar year ended December 31, 2008 was 10.57% of covered payroll.

7. RISK MANAGEMENT

The Library has purchased insurance from private insurance companies. Risks covered included general liability, workers' compensation, medical and other. A deductible of \$1,000 per occurrence is paid by the Library with general aggregate liability coverage of \$2,000,000. Premiums have been displayed as expenditures in the General Fund.

7. RISK MANAGEMENT (Continued)

The Library personnel participate in the Village's employee benefit coverage. The Library is self-insured for the first \$50,000 per employee for medical claims. Commercial insurance is carried for amounts in excess of the self-insured amounts. The Library's expenditure for this coverage was \$238,994 in the fiscal year ended April 30, 2009, which equals the amounts paid to the Village for coverage plus the change in the liability for the Library's share of the self-insured retention.

8. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the Library provides postemployment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. 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.

Benefits Provided

The Library provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Library's retirement plans or meet COBRA requirements.

All health care benefits are provided through the Village's self-insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Eligibility in village sponsored health care plans is discontinued upon eligibility for federally sponsored health care benefits. Retirees who are eligible for health care program participation are also eligible for participation in the life insurance program in the amount of \$5,000.

ELK GROVE VILLAGE PUBLIC LIBRARY
 VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Membership

At April 30, 2009, membership consisted of:

Retirees and beneficiaries currently receiving benefits	1
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>21</u>
TOTAL	<u>22</u>
Participating employers	<u>1</u>

Funding Policy

The Village negotiates the contribution percentages between the Village and employees (including library employees) through the union contracts and personnel policy. All retirees contribute 100% of the actuarially determined premium to the plan to cover the cost of providing the benefits to the retirees via the self-insured plan (pay as you go); therefore, the only OPEB is an implicit subsidy as defined by the GASB Statement No. 45. Since the Village is self-insured, this amount fluctuates on an annually basis. For the fiscal year ended April 30, 2009, retirees contributed \$9,787 and the Library contributed \$3,436. 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.

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Annual OPEB Costs and Net OPEB Obligation

The Library first had an actuarial valuation performed for the plan as of April 30, 2005 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, 2006. The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2007	\$ 114,803	\$ 6,000	5.2%	\$ 213,477
April 30, 2008	97,755	3,436	3.5%	307,796
April 30, 2009	99,327	3,436	3.5%	403,687

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

Annual required contribution	\$ 94,197
Interest on net OPEB obligation	15,390
Adjustment to annual required contribution	<u>(10,260)</u>
Annual OPEB cost	99,327
Contributions made	<u>3,436</u>
Increase in net OPEB obligation	95,891
Net OPEB obligation, beginning of year	<u>307,796</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 403,687</u>

Funded Status and Funding Progress. The funded status of the plan as of April 30, 2009, was as follows:

Actuarial accrued liability (AAL)	\$ 1,051,372
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	1,051,372
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 1,045,218
UAAL as a percentage of covered payroll	100.59%

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Annual OPEB Costs and Net OPEB Obligation (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, 2009 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a 5.00% investment rate of return (net of administrative expenses) and an initial annual healthcare cost trend rate of 8.00% decreasing to an ultimate rate of 6.00%. Both rates include a 3.00% 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, 2009 was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 4,091,540	\$ 4,091,540	\$ 4,010,241
Intergovernmental	204,000	204,000	212,057
Charges for services	85,000	85,000	84,991
Interest	87,225	87,225	36,994
Miscellaneous	31,125	31,125	36,368
Total revenues	4,498,890	4,498,890	4,380,651
EXPENDITURES			
Culture and recreation			
Current			
Operations	4,550,790	4,675,790	4,608,402
Total expenditures	4,550,790	4,675,790	4,608,402
NET CHANGE IN FUND BALANCE	\$ (51,900)	\$ (176,900)	(227,751)
FUND BALANCE, MAY 1			1,906,295
FUND BALANCE, APRIL 30			<u>\$ 1,678,544</u>

(See independent auditor's report.)

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, 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)
2006	\$ -	\$ 1,131,755	0.00%	\$ 1,131,755	\$ 837,755	135.09%
2007	-	1,022,983	0.00%	1,022,983	904,189	113.14%
2008	N/A	N/A	N/A	N/A	N/A	N/A
2009	-	1,051,372	0.00%	1,051,372	1,045,218	100.59%

The Library implemented GASB Statement No. 45 for the fiscal year ended April 30, 2006. Information for prior years is not available.

(See independent auditor's report.)

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS

OTHER POSTEMPLOYMENT BENEFITS PLAN

April 30, 2009

Year Ended April 30,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2006	\$ 3,000	\$ 107,674	2.79%
2007	6,000	113,058	5.31%
2008	3,436	94,197	3.65%
2009	3,436	94,197	3.65%

The Library implemented GASB Statement No. 45 for the fiscal year ended April 30, 2006.
Information for prior years is not available.

(See independent auditor's report.)

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2009

The Library's budget represents departmental expenditures and estimated revenues authorized in the Village's budget. The budget is adopted on a basis consistent with GAAP. The Library Board of Trustees approved one budget amendment during the year. The Library follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Library Director submits to the Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain citizen comments.
- The budget is legally enacted through passage of a resolution by the Library Board and incorporated into the budget ordinance of the Village.

SUPPLEMENTARY INFORMATION

ELK GROVE VILLAGE PUBLIC LIBRARY
VILLAGE OF ELK GROVE VILLAGE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
OPERATIONS			
Salaries	\$ 1,878,288	\$ 1,878,288	\$ 1,871,955
Group health, dental, life	200,260	200,260	238,994
Other benefits	343,556	343,556	273,920
Office supplies	10,000	10,000	9,669
Operating supplies	127,100	127,100	74,745
Household and instructional supplies	18,500	18,500	14,349
Maintenance supplies/buildings	12,000	12,000	9,460
Other supplies	22,500	22,500	11,587
Postage	14,000	14,000	14,559
Telephone	15,000	15,000	9,634
Publishing and advertising	2,000	2,000	1,382
Printing	26,700	26,700	18,884
Dues and membership	3,600	3,600	3,103
Meetings and conferences	38,000	38,000	39,772
Tuition reimbursement	13,000	13,000	15,105
Building maintenance	35,000	35,000	31,536
Service agreements	45,000	45,000	46,953
Professional services	41,000	41,000	71,771
Insurance purchased	32,000	32,000	30,515
Rental	1,500	1,500	1,803
Public utilities	80,000	80,000	60,872
Automobile allowance	2,600	2,600	3,016
Other services and charges	144,000	144,000	104,715
Computer equipment	81,858	81,858	31,589
Programs	27,300	27,300	18,572
Library collections	825,678	825,678	873,330
Building improvements	240,000	365,000	404,209
Land improvements	6,000	6,000	275
Miscellaneous	45,000	45,000	50,374
Equipment	68,800	68,800	42,154
Furniture	150,550	150,550	229,600
TOTAL OPERATIONS	\$ 4,550,790	\$ 4,675,790	\$ 4,608,402

(See independent auditor's report.)