

**Crete Public Library District
Annual Financial Report
For the Year Ended June 30, 2009**

Crete Public Library District
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For the Year Ended June 30, 2009

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INDEPENDENT AUDITORS' REPORT

To The Board of Trustees
Crete Public Library District
Crete, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Crete Public Library District as of and for the year ended June 30, 2009, which collectively comprise the District's financial statements, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Crete Public Library District, as of June 30, 2009, and the respective changes in financial position thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis is not a required part of the financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the Crete Public Library District's basic financial statements. The combining and individual fund financial schedules and statistical information for the year ended June 30, 2009 listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial schedules and statistical information have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2009 and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Knutte & Associates, P.C.

November 13, 2009

**Crete Public Library District
Management's Discussion and Analysis
June 30, 2009**

The Crete Public Library District (hereinafter referred to as the Library) Management's 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.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued in June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Library's financial statements (beginning on page 5).

The Crete Public Library District has been in existence since 1985. Previously, it was a village library established in 1963. The form of governance of the Library and its pertinent legal basis are recited in the Illinois Public Library Act as amended. This is currently Chapter 75 of the Illinois Compiled Statutes.

Financial Highlights

1. According to the Illinois Public Library Act, all revenues not expended during a fiscal year became part of the Special Reserve Fund of the Library to be used for Capital Purposes.
2. At June 30, 2009, total assets were \$4,959,814 and total liabilities were \$1,829,192 compared to total assets of \$4,380,072 and total liabilities of \$1,433,548 at June 30, 2008. At June 30, 2009, net assets were \$3,130,622, while at June 30, 2008, total net assets were \$2,946,524. The portion of net assets invested in capital assets, net of related debt was \$1,127,004 and \$899,582 at June 30, 2009 and 2008, respectively. The increase of \$540,914 in total net assets reflects property tax monies received in May 2009 that will be used to fund the 2009-2010 fiscal year.
3. Overall, total revenues for all funds in 2009 were \$1,648,376 and total expenses were \$1,451,711 as compared to 2008 total revenues of \$1,378,925 and total expenses of \$1,290,164. Since material circulation rose 7% from 150,743 items in 2008 to 161,900 items in 2009 and library visits rose 11% from 95,368 people a year in 2008 to 105,716 people a year in 2009, the library increased service hours from 58 to 61 hours a week and added two additional part-time employees. Overall, there was a net increase of \$196,665 in total fund balances from \$465,743 in 2008 to \$662,408 in 2009.
4. Property tax and replacement tax collections received in fiscal year 2009 (2007 tax year) were \$1,583,293 compared to \$1,282,903 received in fiscal 2008 (2006 tax year).
5. The Library did not receive the 2009 Illinois State Library Per Capita Grant of \$23,615 until August 28, 2009 after the close of the 2008/09 fiscal year.
6. The library purchased a new electronic sign with the generous help of the Crete Library Foundation (\$10,000) and the Friends of the Crete Public Library District (\$5,000). The Friends also donated \$5,016 in support of collection development, programs and equipment. In addition, the library received donations from the Crete Lions Club (\$1,000) and the Crete Woman's Club (\$350).

Overview of the Financial Statements

Management's Discussion and Analysis introduces the Library's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. The Library also includes in this report additional information to supplement the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Crete Public Library District finances in a manner similar to a private-sector business. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The *Statement of Net Assets* presents information on all the Crete Public Library District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in the net assets may serve as a useful indicator of whether the financial position of the District 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 related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., property taxes levied for general purposes).

The government-wide financial statements can be found on pages 5 - 6 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Library uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Library's most significant funds rather than the Library as a whole, and therefore provide additional information that won't be found in the statement of net assets or the statement of activities. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with the fund statements providing a distinctive view of the Library's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-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 assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund and major special revenue funds. Budgetary comparison schedules for other special revenue funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Library's adopted annual appropriated budget.

The basic governmental fund financial statements are presented on pages 7 – 9 of this report.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements can be found on pages 10 – 20 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The supplementary information includes budget to actual comparisons and statistical analysis tables. Supplementary information can be found on pages 21 – 38 of this report.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 25.

Contacting the Library's Management

This financial report is designed to provide a general overview of the District's finances. If you have any questions about this report or require additional information, please contact Jane R. Schulten, Administrative Librarian, at Crete Public Library District, 1177 N. Main St., Crete, Illinois 60417.

Crete Public Library District
Statement of Net Assets
June 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash	\$ 1,635,406
Property Tax Receivable	987,430
Prepaid Expenses	<u>4,974</u>
Total Current Assets	<u>2,627,810</u>
Non-Current Assets	
Capital Assets	
Capital Assets Not Being Depreciated	133,931
Other Capital Assets, Net of Depreciation	<u>2,198,073</u>
Total Non-Current Assets	<u>2,332,004</u>
TOTAL ASSETS	<u>4,959,814</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	41,572
Bonds Payable	225,000
Accrued Wages	<u>16,645</u>
Total Current Liabilities	<u>283,217</u>
Non-Current Liabilities	
Bonds Payable	980,000
Unfunded Pension Obligation	<u>565,975</u>
Total Non-Current Liabilities	<u>1,545,975</u>
TOTAL LIABILITIES	<u>1,829,192</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	1,127,004
Unrestricted	<u>2,003,618</u>
TOTAL NET ASSETS	<u><u>\$ 3,130,622</u></u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Statement of Activities
For the Year Ended June 30, 2009

Functions/Programs	Expenses	Program Revenues		Net (Expenses)
		Charges For Services	Grants and Donations	Revenues and Changes In Net Assets
				Governmental Activities
GOVERNMENTAL ACTIVITIES				
Library Services	\$ 1,180,871	\$ 23,981	\$ 26,212	\$ (1,130,678)
Interest on Long-Term Debt	43,418	0	0	(43,418)
Change in Unfunded Pension Obligation	209,159	0	0	(209,159)
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 1,433,448</u>	<u>\$ 23,981</u>	<u>\$ 26,212</u>	<u>(1,383,255)</u>
GENERAL REVENUES				
Taxes				
Property taxes levied for general purposes				1,906,253
Replacement taxes for general purposes				3,026
Interest				12,939
Miscellaneous				1,951
TOTAL GENERAL REVENUES				<u>1,924,169</u>
CHANGE IN NET ASSETS				540,914
NET ASSETS,				
BEGINNING OF YEAR				2,946,524
PRIOR PERIOD ADJUSTMENT				(356,816)
BEGINNING OF YEAR, RESTATED				<u>2,589,708</u>
END OF YEAR				<u>\$ 3,130,622</u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Balance Sheet
June 30, 2009

	General	Debt Service	Working Cash	Other Governmental Funds	Total
ASSETS					
Cash	\$ 696,733	\$ 130,920	\$ 330,611	\$ 477,142	\$1,635,406
Property Tax Receivable	564,509	137,668	90,626	194,627	987,430
Prepaid Expenditures	0	0	0	4,974	4,974
TOTAL ASSETS	<u>1,261,242</u>	<u>268,588</u>	<u>421,237</u>	<u>676,743</u>	<u>2,627,810</u>
LIABILITIES					
Accounts Payable	36,719	0	0	4,853	41,572
Deferred Property Taxes	1,090,329	265,901	175,041	375,914	1,907,185
Accrued Wages	16,645	0	0	0	16,645
TOTAL LIABILITIES	<u>1,143,693</u>	<u>265,901</u>	<u>175,041</u>	<u>380,767</u>	<u>1,965,402</u>
FUND BALANCES					
Unreserved, Undesignated	117,549	0	0	0	117,549
Unreserved, Debt Service	0	2,687	0	0	2,687
Unreserved, Capital Projects Fund	0	0	0	51,902	51,902
Unreserved, Permanent Fund	0	0	246,196	0	246,196
Unreserved, Special Revenue Funds	0	0	0	244,074	244,074
TOTAL FUND BALANCES	<u>117,549</u>	<u>2,687</u>	<u>246,196</u>	<u>295,976</u>	<u>662,408</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,261,242</u>	<u>\$ 268,588</u>	<u>\$ 421,237</u>	<u>\$ 676,743</u>	

Amounts reported for governmental activities in the statement of net assets are different because:

Deferred Property Taxes are not reported in the government-wide statements.	1,907,185
Bonds Payable are not financial resources and therefore are not reported in the fund financial statements.	(1,205,000)
Capital assets used in governmental funds are not financial resources and therefore are not reported in the fund financial statements.	2,332,004
Unfunded Pension Obligation is not reported as a liability in the fund financial statements.	<u>(565,975)</u>
NET ASSETS OF GOVERNMENTAL FUNDS	<u>\$3,130,622</u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended June 30, 2009

	General	Debt Service	Working Cash	Other Governmental Funds	Total
REVENUES					
Property Taxes	\$ 919,716	\$ 251,105	\$ 168,614	\$ 240,832	\$ 1,580,267
Replacement Taxes	3,026	0	0	0	3,026
Fines and Fees	17,650	0	0	0	17,650
Copy Machine and Microform	6,331	0	0	0	6,331
Interest	11,542	0	0	1,397	12,939
Developer Fees	1,332	0	0	0	1,332
Donations	14,780	0	0	10,100	24,880
Miscellaneous	1,951	0	0	0	1,951
TOTAL REVENUES	<u>976,328</u>	<u>251,105</u>	<u>168,614</u>	<u>252,329</u>	<u>1,648,376</u>
EXPENDITURES					
General	985,209	0	0	0	985,209
Debt Service					
Principal	0	205,000	0	0	205,000
Interest	0	43,418	0	0	43,418
Capital Projects	0	0	0	26,829	26,829
Special Revenue	0	0	0	191,255	191,255
TOTAL EXPENDITURES	<u>985,209</u>	<u>248,418</u>	<u>0</u>	<u>218,084</u>	<u>1,451,711</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,881)	2,687	168,614	34,245	196,665
OTHER FINANCING SOURCES (USES)					
Transfers In	0	13,774	0	22,124	35,898
Transfers Out	(35,898)	0	0	0	(35,898)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(35,898)</u>	<u>13,774</u>	<u>0</u>	<u>22,124</u>	<u>0</u>
NET CHANGE IN FUND BALANCES (DEFICITS)	(44,779)	16,461	168,614	56,369	196,665
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	<u>162,328</u>	<u>(13,774)</u>	<u>77,582</u>	<u>239,607</u>	<u>465,743</u>
END OF YEAR	<u>\$ 117,549</u>	<u>\$ 2,687</u>	<u>\$ 246,196</u>	<u>\$ 295,976</u>	<u>\$ 662,408</u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2009

Net Change in Fund Balances - Total Governmental Funds (Statement of Revenues, Expenditures, and Changes in Fund Balances)	\$ 196,665
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of Capital Assets is not considered an expenditure in the fund financial statements.	(182,928)
Purchase of Capital Assets is considered an expenditure in the fund financial statements.	205,350
Payments of bond principal are treated as an expenditure in the fund financial statements.	205,000
Property taxes that do not provide current financial resources are not reported as property tax revenue in the fund financial statements.	325,986
Change in Unfunded Pension Obligation is not recorded in the fund financial statements.	<u>(209,159)</u>
Change in Net Assets of Governmental Activities (Statement of Activities)	<u>\$ 540,914</u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Notes To The Financial Statements
For The Year Ended June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Crete Public Library District ("the District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. 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 District's accounting policies are described below.

A. Reporting Entity

The Library District follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Library District has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Library District is not required to be included as a component unit of any other entity.

B. Changes in Accounting Method

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (GASB 34). The Crete Public Library District has implemented GASB 34 effective July 1, 2003.

The implementation of GASB 34 adds two "Government-Wide" financial statements as basic financial statements required for all governmental units. They are the Statement of Net Assets, which presents the financial condition of the governmental activities of the District at fiscal year end, and the Statement of Activities, which presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities.

The reporting model for GASB 34 classifies funds as governmental activities. Further, funds are classified as major or non-major funds. In reporting financial condition and results of operations for governmental units, the new standard concentrates on major funds versus non-major funds.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Changes in Accounting Method (Continued)

Both new statements are prepared on the full accrual basis. Previously, in accordance with accounting standards for governmental units, the District used the modified accrual basis accounting for certain funds. The modified accrual basis of accounting continues to be the appropriate basis of accounting for governmental activity fund financial statements.

C. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The District does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. 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.

Funds are organized as major funds or non-major funds with emphasis placed on major funds. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS

Governmental Funds

Governmental fund types are those through which most governmental functions of the District are financed. The District's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the District's governmental funds follows:

General Fund

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required legally or by sound financial management to be accounted for in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for specific purposes.

Funds included in this fund category are:

- Illinois Municipal Retirement Fund
- Special Reserve Fund
- FICA Fund
- Public Liability Insurance Fund
- Audit Fund
- Building and Sites Fund
- Unemployment Compensation Fund
- Workmen's Compensation Fund
- Memorial Fund

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for the payment of general long-term debt principal, interest and related costs.

Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities.

Permanent Fund

The Working Cash Fund is used to account for financial resources held by the District to be used for temporary interfund loans to certain other funds.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

MAJOR FUNDS

The District reports the following major governmental funds:

- The General Fund, which accounts for the District's primary operating activities.
- The Debt Service Fund, which accounts for the District's payments of principal and interest on all tax-supported long-term debt.
- The Working Cash Fund, which accounts for financial resources held by the District to be used for temporary interfund loans to certain other funds.

NON-MAJOR FUNDS

The District reports the following non-major funds:

- Capital Projects Fund
- Illinois Municipal Retirement Fund
- Special Reserve Fund
- FICA Fund
- Public Liability Insurance Fund
- Audit Fund
- Building and Sites Fund
- Unemployment Compensation Fund
- Workman's Compensation Fund
- Memorial Fund

D. Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the District's operations. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The District considers property taxes measurable when the entire levy has been collected. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The District reports deferred revenues on its Governmental Funds Balance Sheet. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

E. Measurement Focus

On the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets and the operating statements present increases and decreases in net total assets.

The measurement focus of all funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements, are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources, are included as liabilities in the government-wide financial statements, but are excluded from the fund financial statements. The related expenditures are recognized in the fund financial statements when the liabilities are liquidated. Historically, the expenditures have been recorded to the general fund.

F. Cash, Cash Equivalents and Investments

The District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the District and investment pools to be cash equivalents.

For purposes of reporting cash flows, cash and cash equivalents are defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments that are readily convertible to known amounts of cash. Investments with an original maturity of three months or less are considered short-term for these purposes.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash, Cash Equivalents and Investments (Continued)

Illinois Revised Statutes authorize the District to invest in securities guaranteed by the full faith and credit of the United States of America, interest-bearing savings accounts, certificates of deposit or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act, the State Treasurer's investment pool, and other permitted investments under paragraph 902, chapter 85 of the Statutes as amended by Public Act 86-426. Investments may only be made in banks that are insured by the Federal Deposit Insurance Corporation.

G. Budgets and Budgetary Information

Budgets are adopted on a cash basis. Annual appropriated budgets are adopted for the Corporate, IMRF, FICA, Unemployment Compensation Insurance, Public Liability Insurance, Worker's Compensation, Audit Expense and Building Funds, but not for the Debt Service, Capital Projects, Working Cash, Special Reserve, or Memorial Funds. All annual appropriations lapse at fiscal year end. Differences from budgeting on a cash basis to accrual basis are immaterial.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009 are recorded as prepaid items.

I. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, the District has adopted a capitalization threshold of \$500 for capital asset additions. All capital assets are valued at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated.

Prior to July 1, 2003, capital assets of governmental funds were accounted for in the general fixed assets account group and were not recorded directly as a part of any individual fund's financial statements. Infrastructure of governmental funds was not previously capitalized. Upon implementing GASB 34, governmental units are required to account for all capital assets, including infrastructure, in the government wide financial statements prospectively from the date of implementation.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets (Continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	45 years
Improvements	10 to 20 years
Machinery and Equipment	5 to 15 years
Vehicles	5 to 10 years

FUND FINANCIAL STATEMENTS

In the fund financial statements, assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

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

J. Use of Estimates

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

K. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Equity is classified as net assets and displayed in three components:

- Invested in capital assets – consists of capital assets, net of accumulated depreciation and net of related debt, where applicable.
- Restricted net assets – consists of net assets with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted net assets – consists of all other net assets that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. Fund balance may further be classified as reserved and unreserved.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 2 – CASH AND INVESTMENTS

A. Deposits

At June 30, 2009, the carrying amount of the District's deposits was \$1,635,406, and the bank balance was \$1,640,054. The deposits are categorized in accordance with risk factors created by governmental reporting standards. Included in the District's deposits, is a balance in the Illinois Funds. This pooled investment with other districts is similar in nature to a money market fund and consists primarily of certificates of deposit, U.S. Government securities, commercial paper, and corporate bonds.

B. Investments

It is the policy of the District 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 District 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 objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

The District 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 or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

NOTE 3 - PROPERTY TAX REVENUE

Property taxes for 2008 are attached as an enforceable lien on property as of January 1, 2008. The District's 2007 property tax was levied for certain residents in Will County as of December 31, 2007 by passage of a tax levy ordinance. Taxes levied in one year become due and payable in two installments; the first installment is due June 1, 2008 and a second installment is due on September 1, 2008. On these dates, the bill becomes delinquent and penalties and interest may be assessed.

The County Assessors are responsible for assessment of all taxable real property within their County except for certain railroad property, which is assessed directly by the State. Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the governmental units their respective share of the collections.

NOTE 4 - DEFICIT FUND BALANCES

At June 30, 2009, the District did not have any funds with a deficit fund balance.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 5 – INTERFUND TRANSFERS

The following interfund transfers took place during the fiscal year ending June 30, 2009:

	Transfer In	Transfer Out
General	\$ 0	\$ 35,898
Debt Service	13,774	0
Special Reserve	22,124	0
Total Transfers	<u>\$ 35,898</u>	<u>\$ 35,898</u>

NOTE 6 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2009 follows. Total depreciation expense for the year was \$182,928.

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets Not Subject to Depreciation				
Land	\$ 133,931	\$ 0	\$ 0	\$ 133,931
Subtotal	<u>133,931</u>	<u>0</u>	<u>0</u>	<u>133,931</u>
Assets Subject to Depreciation				
Building and Improvements	3,185,390	0	0	3,185,390
Books	387,525	129,354	(62,960)	453,919
Furniture and Equipment	137,260	75,996	0	213,256
Subtotal	<u>3,710,175</u>	<u>205,350</u>	<u>(62,960)</u>	<u>3,852,565</u>
Total Capital Assets	<u>3,844,106</u>	<u>205,350</u>	<u>(62,960)</u>	<u>3,986,496</u>
Less Accumulated Depreciation				
Building and Improvements	(1,252,931)	(80,519)	0	(1,333,450)
Books	(172,624)	(84,145)	62,960	(193,809)
Furniture and Equipment	(108,969)	(18,264)	0	(127,233)
Subtotal	<u>(1,534,524)</u>	<u>(182,928)</u>	<u>62,960</u>	<u>(1,654,492)</u>
Net Capital Assets	<u>\$ 2,309,582</u>	<u>\$ 22,422</u>	<u>\$ 0</u>	<u>\$ 2,332,004</u>

NOTE 7 – DEBT COMMITMENTS

General Obligation Refunding Bonds	Balance July 1, 2008	Debt Issued	Debt Retired	Balance June 30, 2009	Amount Due Within One Year
October 1, 2003	<u>\$ 1,410,000</u>	<u>\$ 0</u>	<u>\$ 205,000</u>	<u>\$ 1,205,000</u>	<u>\$ 225,000</u>

General Obligation Refunding Bonds, Series 2003: Dated October 1, 2003, original balance of \$2,180,000. Interest is payable on December 1 and June 1 of each year at rates of 1.3 to 3.65%. The final principal payment is due on December 20, 2013.

Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009

NOTE 7 – DEBT COMMITMENTS (CONTINUED)

Long-term debt payments are due as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Current Portion			
2010	\$ 225,000	\$ 37,275	\$ 262,275
Subtotal	<u>225,000</u>	<u>37,275</u>	<u>262,275</u>
Non-Current Portion			
2011	225,000	30,300	255,300
2012	245,000	22,535	267,535
2013	245,000	14,021	259,021
2014	<u>265,000</u>	<u>4,836</u>	<u>269,836</u>
Subtotal	<u>980,000</u>	<u>71,692</u>	<u>1,051,692</u>
Total	<u>\$ 1,205,000</u>	<u>\$ 108,967</u>	<u>\$ 1,313,967</u>

During the year ended June 30, 2004, the District defeased a bond issue by creating a separate irrevocable trust fund. New debt was issued and the proceeds were used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the District's financial statements. As of June 30, 2009, the amount of defeased debt outstanding amounted to \$1,225,000.

NOTE 8 - EXPENDITURES OVER BUDGET

Actual expenditures did not exceed budgeted expenditures in any fund with a legally adopted budget.

The Debt Service, Capital Projects, Special Reserve, and Memorial Funds did not have legally adopted budgets for the fiscal year.

NOTE 9 – PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$356,816 was made to beginning net assets in the government wide financial statements to reflect the implementation of GASB statement No. 50, Pension Disclosures – an amendment of GASB Statements No. 25 and No. 27.

NOTE 10 – PENSION PLAN COMMITMENT

A. Plan Description

The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Library District plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

**Crete Public Library District
Notes To The Financial Statements (Continued)
For The Year Ended June 30, 2009**

NOTE 10 – PENSION PLAN COMMITMENT (CONTINUED)

B. Funding Policy

As set by statute, the Library District Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate from calendar year 2008 was 16.09 percent of annual covered payroll. The Library District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

C. Annual Pension Cost

For 2008, The Library District's annual pension cost of \$67,971 for the Regular plan was equal to the District's required and actual contributions.

Actual Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2008	\$ 67,971	100%	\$ 0
12/31/2007	47,968	100%	0
12/31/2006	30,396	100%	0

The required contribution was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Library District Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investment over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006, was 24 years.

D. Funded Status and Funding Progress

As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 20.95 percent funded. The actuarial accrued liability for benefits was \$715,995 and the actuarial value of assets was \$150,020, resulting in an underfunded actuarial accrued liability (UAAL) of \$565,975. The covered payroll (annual payroll of active employees covered by the plan) was \$422,445 and the ratio of the UAAL to the covered payroll was 134 percent.

**Crete Public Library District
 Required Supplementary Information
 For The Year Ended June 30, 2009**

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**Crete Public Library District
 EMPLOYER NUMBER: 05653R
 REQUIRED SUPPLEMENTARY INFORMATION
 Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2008	\$ 150,020	\$ 715,995	\$ 565,975	20.95%	\$ 422,445	133.98%
12/31/2007	462,039	818,855	356,816	56.43%	316,201	112.84%
12/31/2006	360,476	648,748	288,272	55.56%	216,341	133.25%

**Crete Public Library District
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2009**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 771,162	\$ 771,162	\$ 919,716	\$ 148,554
Replacement Taxes	0	0	3,026	3,026
Grants	30,000	30,000	0	(30,000)
Fines and Fees	45,000	45,000	17,650	(27,350)
Copy Machine and Microform	0	0	6,331	6,331
Interest	25,000	25,000	11,542	(13,458)
Developer Fees	0	0	1,332	1,332
Donations	5,000	5,000	14,780	9,780
Miscellaneous	0	0	1,951	1,951
TOTAL REVENUES	<u>876,162</u>	<u>876,162</u>	<u>976,328</u>	<u>100,166</u>
EXPENDITURES				
Personnel				
Salaries	620,000	620,000	585,802	34,198
Insurance	50,000	50,000	36,015	13,985
Staff/Board Development	15,000	15,000	7,463	7,537
Library Services				
Collection Development	160,000	160,000	129,354	30,646
Programming	20,000	20,000	15,390	4,610
Supplies	31,000	31,000	26,139	4,861
Automation Services				
Support Services	60,000	60,000	49,836	10,164
Equipment & Supplies	30,000	30,000	10,765	19,235
Utilities	6,000	6,000	6,062	(62)
Building & Grounds				
Maintenance Services	35,000	35,000	21,511	13,489
Furniture and Equipment	20,000	20,000	5,857	14,143
Supplies	5,000	5,000	4,030	970
Utilities				
Electric	65,000	65,000	51,027	13,973
Gas	40,000	40,000	12,095	27,905
Telephone	8,000	8,000	2,349	5,651
Other	2,700	2,700	1,373	1,327
Contractual Services				
Legal	30,000	30,000	4,471	25,529
Accounting	15,000	15,000	8,734	6,266
Other	10,000	10,000	575	9,425
Contingency	4,000	4,000	6,361	(2,361)
TOTAL EXPENDITURES	<u>1,226,700</u>	<u>1,226,700</u>	<u>985,209</u>	<u>241,491</u>
TRANSFER OUT	<u>0</u>	<u>0</u>	<u>(35,898)</u>	<u>(35,898)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (350,538)</u>	<u>\$ (350,538)</u>	<u>(44,779)</u>	<u>\$ 305,759</u>
FUND BALANCE, BEGINNING OF YEAR			<u>162,328</u>	
END OF YEAR			<u>\$ 117,549</u>	

Required Supplementary Information

Crete Public Library District
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)
No Legally Adopted Budget
For the Year Ended June 30, 2009

REVENUES	
Property Taxes	<u>\$ 251,105</u>
TOTAL REVENUES	<u>251,105</u>
EXPENDITURES	
Bond Principal	205,000
Bond Interest	<u>43,418</u>
TOTAL EXPENDITURES	<u>248,418</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>2,687</u>
OTHER FINANCING SOURCES	
Transfer In	<u>13,774</u>
TOTAL OTHER FINANCING SOURCES	<u>13,774</u>
NET CHANGE IN FUND BALANCE	16,461
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>(13,774)</u>
END OF YEAR	<u><u>\$ 2,687</u></u>

Crete Public Library District
Working Cash Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 146,688	\$ 146,688	\$ 168,614	\$ 21,926
TOTAL REVENUES	146,688	146,688	168,614	21,926
EXPENDITURES				
Working Cash	246,000	246,000	0	246,000
TOTAL EXPENDITURES	246,000	246,000	0	246,000
NET CHANGE IN FUND BALANCE	<u>\$ (99,312)</u>	<u>\$ (99,312)</u>	168,614	<u>\$ 267,926</u>
FUND BALANCE,				
BEGINNING OF YEAR			77,582	
END OF YEAR			<u>\$ 246,196</u>	

Crete Public Library District
 Non-Major Funds
 Combining Balance Sheet
 For the Year Ended June 30, 2009

	Special Revenue Funds										Total	
	Capital Projects	Illinois Municipal Retirement	Special Reserve	FICA	Public Liability Insurance	Audit	Building and Sites	Unemployment Compensation	Workmen's Compensation	Memorial Fund		
ASSETS												
Cash	\$ 51,902	\$ 78,800	\$ 84,503	\$ 81,498	\$ 25,747	\$ 17,341	\$ 93,400	\$ 12,471	\$ 13,095	\$ 18,385	\$ 477,142	
Property Tax Receivable	0	77,712	0	41,508	10,377	10,377	44,045	5,304	5,304	0	194,627	
Prepaid Expenditures	0	0	0	0	3,560	0	0	0	1,414	0	4,974	
TOTAL ASSETS	51,902	156,512	84,503	123,006	39,684	27,718	137,445	17,775	19,813	18,385	676,743	
LIABILITIES												
Accounts Payable	0	0	0	0	89	4,501	0	0	263	0	4,853	
Deferred Property Taxes	0	150,098	0	80,172	20,043	20,043	85,070	10,244	10,244	0	375,914	
TOTAL LIABILITIES	0	150,098	0	80,172	20,132	24,544	85,070	10,244	10,507	0	380,767	
FUND BALANCES												
Unreserved												
Capital Projects Fund	51,902	0	0	0	0	0	0	0	0	0	51,902	
Special Revenue Funds	0	6,414	84,503	42,834	19,552	3,174	52,375	7,531	9,306	18,385	244,074	
TOTAL FUND BALANCES	51,902	6,414	84,503	42,834	19,552	3,174	52,375	7,531	9,306	18,385	295,976	
TOTAL LIABILITIES AND FUND BALANCES	\$ 51,902	\$ 156,512	\$ 84,503	\$ 123,006	\$ 39,684	\$ 27,718	\$ 137,445	\$ 17,775	\$ 19,813	\$ 18,385	\$ 676,743	

**Crete Public Library District
Non-Major Funds
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended June 30, 2009**

	Special Revenue Funds											Total
	Illinois					Public						
	Capital Projects	Municipal Retirement	Special Reserve	FICA	Liability Insurance	Audit	Building and Sites	Unemployment Compensation	Workmen's Compensation	Memorial Fund		
REVENUES												
Property Taxes	\$ 0	\$ 76,801	\$ 0	\$ 69,532	\$ 8,533	\$ 7,269	\$ 64,949	\$ 6,479	\$ 7,269	\$ 0	\$ 0	\$ 240,832
Donations	0	0	0	0	0	0	0	0	0	10,100	0	10,100
Interest	1,397	0	0	0	0	0	0	0	0	0	0	1,397
TOTAL REVENUES	1,397	76,801	0	69,532	8,533	7,269	64,949	6,479	7,269	10,100	0	252,329
EXPENDITURES												
Capital Projects	26,829	0	0	0	0	0	0	0	0	0	0	26,829
IMRF	0	67,304	0	0	0	0	0	0	0	0	0	67,304
FICA	0	0	0	43,762	0	0	0	0	0	0	0	43,762
Public Liability Insurance	0	0	0	0	6,249	0	0	0	0	0	0	6,249
Audit	0	0	0	0	0	4,500	0	0	0	0	0	4,500
Building and Sites	0	0	0	0	0	0	50,610	0	0	0	0	50,610
Unemployment Insurance	0	0	0	0	0	0	0	1,774	0	0	0	1,774
Workmen's Compensation	0	0	0	0	0	0	0	0	1,594	0	0	1,594
Miscellaneous	0	0	0	0	0	0	0	0	0	15,462	0	15,462
TOTAL EXPENDITURES	26,829	67,304	0	43,762	6,249	4,500	50,610	1,774	1,594	15,462	0	218,084
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(25,432)	9,497	0	25,770	2,284	2,769	14,339	4,705	5,675	(5,362)	0	34,245
OTHER FINANCING SOURCES												
Transfer In	0	0	22,124	0	0	0	0	0	0	0	0	22,124
TOTAL OTHER FINANCING SOURCES	0	0	22,124	0	0	0	0	0	0	0	0	22,124
NET CHANGE IN FUND BALANCES (DEFICITS)	(25,432)	9,497	22,124	25,770	2,284	2,769	14,339	4,705	5,675	(5,362)	0	56,369
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	77,334	(3,083)	62,379	17,064	17,268	405	38,036	2,826	3,631	23,747	239,607	
END OF YEAR	\$ 51,902	\$ 6,414	\$ 84,503	\$ 42,834	\$ 19,552	\$ 3,174	\$ 52,375	\$ 7,531	\$ 9,306	\$ 18,385	\$ 295,976	

**Crete Public Library District
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
No Legally Adopted Budget
For the Year Ended June 30, 2009**

REVENUES	
Interest	<u>\$ 1,397</u>
TOTAL REVENUES	<u>1,397</u>
EXPENDITURES	
Furnishings & Equipment	<u>26,829</u>
TOTAL EXPENDITURES	<u>26,829</u>
NET CHANGE IN FUND BALANCE	(25,432)
FUND BALANCE, BEGINNING OF YEAR	<u>77,334</u>
END OF YEAR	<u><u>\$ 51,902</u></u>

Crete Public Library District
Illinois Municipal Retirement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 64,543	\$ 64,543	\$ 76,801	\$ 12,258
TOTAL REVENUES	<u>64,543</u>	<u>64,543</u>	<u>76,801</u>	<u>12,258</u>
EXPENDITURES				
IMRF	95,000	95,000	67,304	27,696
TOTAL EXPENDITURES	<u>95,000</u>	<u>95,000</u>	<u>67,304</u>	<u>27,696</u>
NET CHANGE IN FUND BALANCE	<u>\$ (30,457)</u>	<u>\$ (30,457)</u>	9,497	<u>\$ 39,954</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(3,083)</u>	
END OF YEAR			<u>\$ 6,414</u>	

Crete Public Library District
Special Reserve Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
No Legally Adopted Budget
For the Year Ended June 30, 2009

TOTAL REVENUES	<u>\$ 0</u>
TOTAL EXPENDITURES	<u>0</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>0</u>
OTHER FINANCING SOURCES	
Transfer In	<u>22,124</u>
TOTAL OTHER FINANCING SOURCES	<u>22,124</u>
NET CHANGE IN FUND BALANCE	22,124
FUND BALANCE, BEGINNING OF YEAR	<u>62,379</u>
END OF YEAR	<u><u>\$ 84,503</u></u>

Crete Public Library District
 FICA Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget and Actual
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 58,675	\$ 58,675	\$ 69,532	\$ 10,857
TOTAL REVENUES	<u>58,675</u>	<u>58,675</u>	<u>69,532</u>	<u>10,857</u>
EXPENDITURES				
FICA	90,000	90,000	43,762	46,238
TOTAL EXPENDITURES	<u>90,000</u>	<u>90,000</u>	<u>43,762</u>	<u>46,238</u>
NET CHANGE IN FUND BALANCE	<u>\$ (31,325)</u>	<u>\$ (31,325)</u>	25,770	<u>\$ 57,095</u>
FUND BALANCE, BEGINNING OF YEAR			<u>17,064</u>	
END OF YEAR			<u>\$ 42,834</u>	

Crete Public Library District
Public Liability Insurance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 7,125	\$ 7,125	\$ 8,533	\$ 1,408
TOTAL REVENUES	<u>7,125</u>	<u>7,125</u>	<u>8,533</u>	<u>1,408</u>
EXPENDITURES				
Liability Insurance	<u>12,000</u>	<u>12,000</u>	<u>6,249</u>	<u>5,751</u>
TOTAL EXPENDITURES	<u>12,000</u>	<u>12,000</u>	<u>6,249</u>	<u>5,751</u>
NET CHANGE IN FUND BALANCE	<u>\$ (4,875)</u>	<u>\$ (4,875)</u>	2,284	<u>\$ 7,159</u>
FUND BALANCE, BEGINNING OF YEAR			<u>17,268</u>	
END OF YEAR			<u>\$ 19,552</u>	

Crete Public Library District
Audit Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 5,868	\$ 5,868	\$ 7,269	\$ 1,401
TOTAL REVENUES	<u>5,868</u>	<u>5,868</u>	<u>7,269</u>	<u>1,401</u>
EXPENDITURES				
Audit Fees	8,000	8,000	4,500	3,500
TOTAL EXPENDITURES	<u>8,000</u>	<u>8,000</u>	<u>4,500</u>	<u>3,500</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,132)</u>	<u>\$ (2,132)</u>	2,769	<u>\$ 4,901</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>405</u>	
END OF YEAR			<u>\$ 3,174</u>	

Crete Public Library District
Building and Sites Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 54,484	\$ 54,484	\$ 64,949	\$ 10,465
TOTAL REVENUES	<u>54,484</u>	<u>54,484</u>	<u>64,949</u>	<u>10,465</u>
EXPENDITURES				
Maintenance, Repairs and Alterations	90,000	90,000	50,610	39,390
TOTAL EXPENDITURES	<u>90,000</u>	<u>90,000</u>	<u>50,610</u>	<u>39,390</u>
NET CHANGE IN FUND BALANCE	<u>\$ (35,516)</u>	<u>\$ (35,516)</u>	14,339	<u>\$ 49,855</u>
FUND BALANCE, BEGINNING OF YEAR			<u>38,036</u>	
END OF YEAR			<u>\$ 52,375</u>	

Crete Public Library District
Unemployment Insurance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 5,029	\$ 5,029	\$ 6,479	\$ 1,450
TOTAL REVENUES	<u>5,029</u>	<u>5,029</u>	<u>6,479</u>	<u>1,450</u>
EXPENDITURES				
Insurance Premiums	<u>8,000</u>	<u>8,000</u>	<u>1,774</u>	<u>6,226</u>
TOTAL EXPENDITURES	<u>8,000</u>	<u>8,000</u>	<u>1,774</u>	<u>6,226</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,971)</u>	<u>\$ (2,971)</u>	4,705	<u>\$ 7,676</u>
FUND BALANCE, BEGINNING OF YEAR			<u>2,826</u>	
END OF YEAR			<u>\$ 7,531</u>	

Crete Public Library District
Workmen's Compensation Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 5,868	\$ 5,868	\$ 7,269	\$ 1,401
TOTAL REVENUES	<u>5,868</u>	<u>5,868</u>	<u>7,269</u>	<u>1,401</u>
EXPENDITURES				
Workmen's Compensation	<u>8,000</u>	<u>8,000</u>	<u>1,594</u>	<u>6,406</u>
TOTAL EXPENDITURES	<u>8,000</u>	<u>8,000</u>	<u>1,594</u>	<u>6,406</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,132)</u>	<u>\$ (2,132)</u>	<u>5,675</u>	<u>\$ 7,807</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>3,631</u>	
END OF YEAR			<u>\$ 9,306</u>	

**Crete Public Library District
Memorial Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
No Legally Adopted Budget
For the Year Ended June 30, 2009**

REVENUES	
Donations	<u>\$ 10,100</u>
TOTAL REVENUES	<u>10,100</u>
EXPENDITURES	
Miscellaneous	<u>15,462</u>
TOTAL EXPENDITURES	<u>15,462</u>
NET CHANGE IN FUND BALANCE	(5,362)
FUND BALANCE, BEGINNING OF YEAR	<u>23,747</u>
END OF YEAR	<u>\$ 18,385</u>

Crete Public Library District
Assessed Valuations, Tax Rates, Allocations and Extensions
Tax Years 2004 - 2008

<u>Tax Year</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
ASSESSED VALUATIONS	<u>\$ 445,395,949</u>	<u>\$ 427,235,523</u>	<u>\$ 396,347,661</u>	<u>\$ 365,346,925</u>	<u>\$ 336,757,558</u>
TAX EXTENSIONS					
General	\$ 1,090,329	\$ 920,265	\$ 821,628	\$ 499,429	\$ 473,819
Illinois Municipal Retirement	150,098	76,902	63,416	25,574	25,594
Social Security	80,171	69,639	49,147	23,017	25,594
Public Liability Insurance	20,043	8,545	7,927	4,750	3,031
Audit Fund	20,043	7,263	5,152	4,750	4,041
Building and Sites	86,071	64,940	49,543	32,150	28,624
Debt Service	265,901	251,214	261,193	244,782	257,956
Workmen's Compensation	10,244	7,263	7,134	2,192	2,694
Unemployment Insurance	10,244	6,409	6,342	1,827	1,010
Working Cash	178,041	168,758	0	0	0
TOTAL EXTENDED LEVY	<u>\$ 1,911,185</u>	<u>\$ 1,581,198</u>	<u>\$ 1,271,482</u>	<u>\$ 838,471</u>	<u>\$ 822,363</u>
TAX RATES					
General	0.2448	0.2154	0.2073	0.1367	0.1407
Illinois Municipal Retirement	0.0337	0.0180	0.0160	0.0070	0.0076
Social Security	0.0180	0.0163	0.0124	0.0063	0.0076
Public Liability Insurance	0.0045	0.0020	0.0020	0.0013	0.0009
Audit Fund	0.0045	0.0017	0.0013	0.0013	0.0012
Building and Sites	0.0191	0.0152	0.0125	0.0088	0.0085
Debt Service	0.0597	0.0588	0.0659	0.0670	0.0766
Workmen's Compensation	0.0023	0.0017	0.0018	0.0006	0.0008
Unemployment Insurance	0.0023	0.0015	0.0016	0.0005	0.0003
Working Cash	0.0393	0.0395	0.0000	0.0000	0.0000
TOTAL TAX RATES	<u>0.4282</u>	<u>0.3701</u>	<u>0.3208</u>	<u>0.2295</u>	<u>0.2442</u>
TAX COLLECTIONS					
General	\$ 525,848	\$ 919,716	\$ 826,232	\$ 500,329	\$ 473,863
Illinois Municipal Retirement	72,390	76,801	63,771	25,621	25,576
Social Security	38,665	69,532	49,423	23,101	25,576
Public Liability Insurance	9,666	8,533	7,971	4,788	3,043
Audit Fund	9,666	7,269	5,181	4,788	4,030
Building and Sites	41,028	64,949	49,821	32,175	28,619
Debt Service	128,192	251,105	262,657	245,208	257,985
Workmen's Compensation	4,941	7,269	7,174	2,184	2,714
Unemployment Insurance	4,941	6,479	6,377	1,871	987
Working Cash	84,419	168,614	0	1,871	987
TOTAL TAX COLLECTIONS	<u>\$ 919,756</u>	<u>\$ 1,580,267</u>	<u>\$ 1,278,607</u>	<u>\$ 841,936</u>	<u>\$ 823,380</u>
PERCENT COLLECTED	<u>48.12 %</u>	<u>99.94 %</u>	<u>100.56 %</u>	<u>100.41 %</u>	<u>100.12 %</u>

**Crete Public Library District
 Computation of Legal Debt Margin
 For the Year Ended June 30, 2009**

		Legal Debt Margin	
		With Referendum	Without Referendum
Assessed Valuation 2008	\$ 445,395,949		
Debt Limit			
5.75% of Assessed Valuation		\$ 25,610,267	
2.875% of Assessed Valuation			\$ 12,805,134
General Obligation Debt Payable Series 2003	<u>1,205,000</u>		
		<u>1,205,000</u>	<u>1,205,000</u>
		<u>\$ 24,405,267</u>	<u>\$ 11,600,134</u>