

Dave Yost • Auditor of State

**CUYAHOGA COUNTY PUBLIC LIBRARY
CUYAHOGA COUNTY**

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Cuyahoga County Public Library
Cuyahoga County
2111 Snow Road
Parma, Ohio 44134

To the Board of Trustees:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga County Public Library, Cuyahoga County, Ohio, (the Library) as of and for the year ended December 31, 2010, which collectively comprise the Library's basic financial statements and have issued our report thereon dated June 10, 2011, wherein we noted the Library adopted the provisions of the Governmental Accounting Standards Board Statement No. 51, *Accounting and Reporting for Intangible Assets*. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Library's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the Library's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Library's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the Library's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Compliance and Other Matters

As part of reasonably assuring whether the Library's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain matters not requiring inclusion in this report that we reported to the Library's management in a separate letter dated June 10, 2011.

We intend this report solely for the information and use of management, the audit committee, Board of Trustees, and others within the Library. We intend it for no one other than these specified parties.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

June 10, 2011

COMPREHENSIVE *Annual*

FINANCIAL REPORT

for the Year Ended December 31, 2010



28 branches serving 47 communities



Cuyahoga County Public Library
cuyahogalibrary.org

Administrative Offices, Parma, Ohio

CUYAHOGA COUNTY PUBLIC LIBRARY

ADMINISTRATIVE OFFICES, PARMA, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2010

**Issued by:
Scott A. Morgan
Finance Director**

INTRODUCTORY SECTION

Cuyahoga County Public Library
Comprehensive Annual Financial Report
For the Year Ended December 31, 2010
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June 10, 2011

To the Board of Library Trustees and the Citizens of the Cuyahoga County Public Library District:

It is with great pleasure that we submit to you Cuyahoga County Public Library's (the Library) 2010 Comprehensive Annual Financial Report (CAFR). It has been prepared by the Library's Finance Division for the year ended December 31, 2010. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the Library. We believe the data as presented is accurate in all material respects, that it is presented in a manner designed to set forth fairly the financial position and results of operations of the Library, and that all disclosures necessary to enable the reader to gain the maximum understanding of the Library's financial activity have been included. This report will provide the taxpayers of the Cuyahoga County Public Library District with comprehensive financial data in a format that enables them to gain a true understanding of the Library's financial status.

Ohio law requires that public offices reporting pursuant to Generally Accepted Accounting Principles (GAAP) shall file their reports with the Auditor of the State and publish notice of the availability of the financial statements within 150 days of the close of each year. The General Purpose External Financial Statements from this report were filed to fulfill that requirement for the year ended December 31, 2010.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. It has adopted a comprehensive framework for internal control that it has established for this purpose. Because the cost of the internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The Ohio Auditor of State has issued an unqualified ("clean") opinion on the Library's financial statements for the year ended December 31, 2010. The independent accountants' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent accountants' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

REPORTING ENTITY

Cuyahoga County Public Library is organized under the Ohio Revised Code as a county district public library. A seven-member board governs the Library. Members are appointed for seven-year terms and serve without compensation. Four members are appointed every other year by the Board of Cuyahoga County Commissioners and three members are appointed every other year by the judges of the Cuyahoga County Court of Common Pleas. The taxing authority for the Library is the Board of County Commissioners, but the Library is not a part of County government. Instead, it operates as a separate political subdivision with its own budget through funds derived from two primary sources: a local 2.5 mill property tax approved by the voters in the 47 communities served by the Library and the State of Ohio's Public Library Fund (PLF) which currently comes from 1.97 percent of the State's total general tax revenue.

Administrative Offices

2111 Snow Road / Parma, Ohio 44134-2728 / p 216.398.1800 / f 216.749.9500 / cuyahogalibrary.org

Executive Director / Sari Feldman Board of Trustees / Leonard M. Calabrese, President Robert W. Varley, Vice President

Maria L. Haller, Secretary Susan M. Adams, Trustee Edward H. Blakemore, Trustee Sanjiv K. Kapur, Trustee Dale D. Powers, Trustee

The Executive Director is responsible for the administration of the Library, and the Finance Director oversees the Library's financial affairs. The Board of Library Trustees appointed Sari Feldman to the position of Executive Director and Scott Morgan to the position of Finance Director.

PROFILE OF GOVERNMENT

In 1921, the State Legislature of Ohio passed a law which enabled the establishment of a county district library for any area not served by a free public library, subject to a vote of the people. As residents began moving into outlying areas of Cuyahoga County and the need for library services to these residents became more evident, a referendum was placed on the November 7, 1922 general election ballot authorizing a county library district. The issue passed by more than two to one, making Cuyahoga County Public Library the first county library in Ohio to be organized under the new law. The original petition called for the inclusion of all of Cuyahoga County not then served by an existing public library. In 1922, only eight communities had tax-supported library service and only a few other communities had libraries supported by private funds.

The newly-appointed Library Board met on March 4, 1923. Because its members wanted to provide immediate service, the new County Library System began operations as a department of the Cleveland Public Library and reimbursed it for all services rendered. From the beginning, however, County Library hired its own personnel, and purchased and processed its own books.

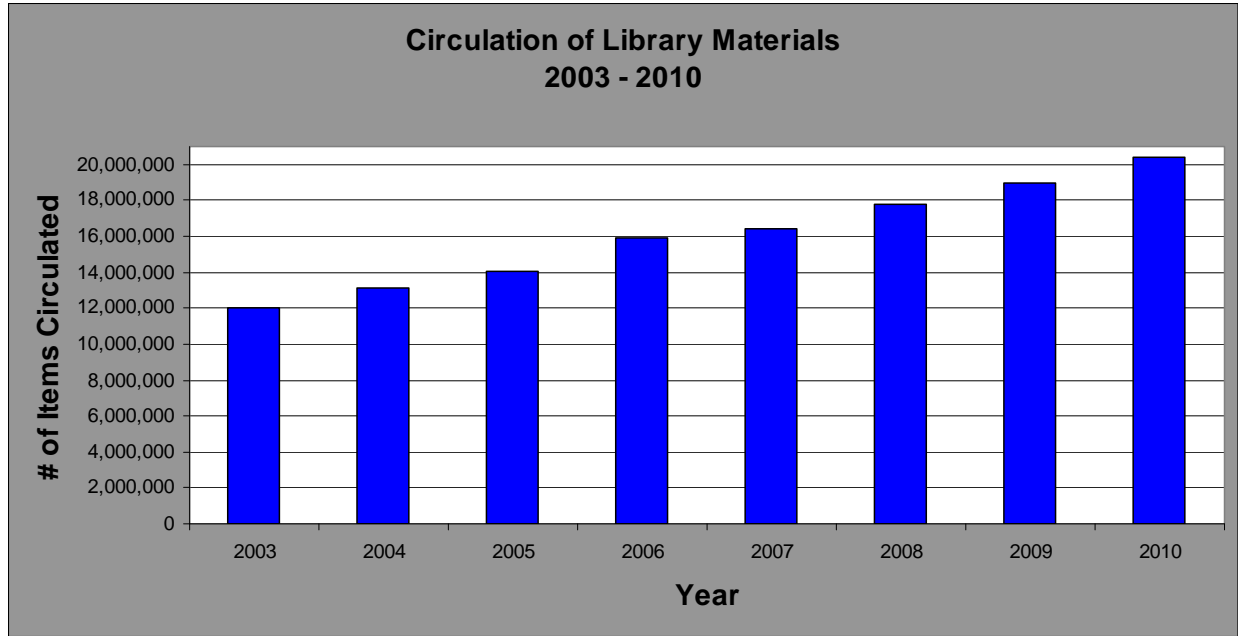
Making library service available through the schools in the new district proved to be the best way to serve residents eager for a library. Many schools had ample space and were willing to make quarters available rent-free. According to the first County Library Report covering the period from April 1924 through December 1925, eight branches and 49 stations and classroom libraries were opened. The book stock figure was 45,468 and the circulation for the first 21 months of operation was 285,569.

In May of 1925, the County Library moved from its rented quarters in the Kinney & Levan Building at East 14th Street and Euclid Avenue in Cleveland to the Crown Annex Building on West Third Street in Cleveland. Book cars, followed by bookmobiles, gave way to branch libraries as local communities saw the value of having a library which served as a community center rather than just a warehouse for books.

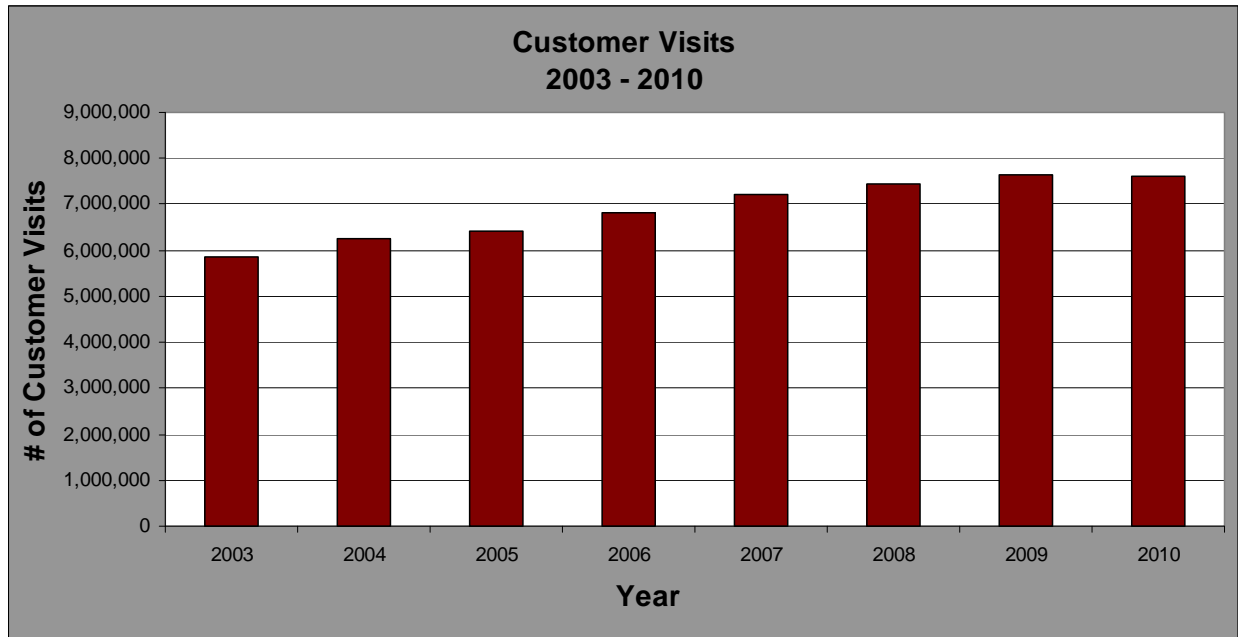
From 1955 to 1965, 20 new branches were added to the Library System and four existing branches were expanded. Annual circulation grew to six million items. In 1968, the Library's administrative offices and support services were relocated to a building purchased by the Board of Trustees at 4510 Memphis Avenue in Cleveland.

By the mid 1980s, circulation had grown to more than 10 million items annually and technology presented needs that required a move to a new building. In 1990, the Library's Administrative Offices were moved to a nine-acre campus at 2111 Snow Road in Parma, the largest suburban community served by Cuyahoga County Public Library. The Administrative Offices central location and proximity to all of the interstate highways make it an ideal location for delivery of materials to branches six days a week.

Currently, Cuyahoga County Public Library has 28 branches that serve 47 communities, and consistently ranks among the ten busiest and best library systems in the United States. Since 2003, circulation has grown 69.75 percent, as the following chart documents:



Over that same period, 2003 – 2010, customer visits to the Library’s branches increased 30 percent, as documented in the following chart:



ECONOMIC CONDITIONS AND OUTLOOK

In 2006, a Capital Facilities Plan Committee, composed of a cross section of the disciplines and communities served by the Library, met for five months to review current facilities, study best practices, funding methods, and capital funding options for the Library. The 45 members included mayors and other government officials, library customers, teachers, financial professionals, and members of the clergy. At the end of the five months, the Committee recommended to the Board of Library Trustees that the Library shift to a system-wide funding mechanism for capital needs to enable better planning, ensure equitable and efficient maintenance, and establish centers of excellence throughout the Library System.

In April 2007, the Cuyahoga County Public Library Board of Trustees passed a resolution of intent to place a levy on the November 2008 election ballot. Later, in June 2008, the Library Board passed a resolution declaring the need to replace the Library's existing two mill tax levy, which was to expire at the end of 2009, and add a half mill. The additional half mill was added to allow the Library to provide the same level of high quality service at each of its 28 locations. The resolution was forwarded to the Board of Cuyahoga County Commissioners for submission of a 2.5 mill continuing issue before the public in the 47 communities served by the Cuyahoga County Public Library. The issue passed by a 58.70 percent margin of victory at the polls on November 4, 2008. Even with the increase from 2 to 2.5 mills, Cuyahoga County Public Library has the lowest millage of any of the nine library systems in Cuyahoga County.

In September 2008, the nation's economy began heading toward the deepest economic recession since the Great Depression. The stock market plummeted, banks closed and/or merged, and home foreclosure rates soared, particularly in Cuyahoga County. In Ohio, tax collections at both the State and local levels declined, forcing the Ohio General Assembly to make difficult cuts to balance the 2010 – 2011 biennium budget; including a reduction of the Public Library Fund from 2.22 percent to 1.97 percent of total State revenue.

At its August 2009 meeting, the Cuyahoga County Public Library Board of Trustees approved a series of cost saving measures to help address nearly \$14 million in State and local revenue reductions through 2010, which included the elimination of 41 positions held by union, managerial and confidential staff; a one-time resignation/retirement incentive; pay freezes; changes in healthcare contributions; and reductions in operational expenses and the materials budget. In September 2009, daily overdue fines on most Library materials were increased from \$.05 to \$.10 per item, the fine limit per item was increased from \$5.00 to \$10.00, and Sunday hours were limited to just seven Library branches.

During this economic downturn, business has been booming at Cuyahoga County Public Library. Circulation and customer visits to the Library's branches are at an all-time high, and attendance at its free programs is up. The remarkable growth in use and recognition as a national leader in library service that Cuyahoga County Public Library has experienced in recent years are testaments to the effectiveness of its core service priorities and evidence of its vital role in the community. Though the Library is busier than ever, State funding and local property tax revenues are down, creating a very stressful situation for the Library's staff as well as its customers, who rely on the Library for materials, career counseling, computer training, financial literacy, Internet access, and other services.

These circumstances have presented the Library with a new challenge – to continue its tradition of excellence and innovation with fewer resources. To meet this challenge, the Cuyahoga County Public Library Board of Trustees has developed a long-term financial plan that emphasizes Convenient, Accountable, Relevant and Effective library service. The plan is called CARE: A Library for the Future. The CARE plan is the result of an ongoing process of community engagement, research, and analysis. It's a plan that will maximize the Library's financial resources while allowing for continued investments in innovation and technology; a plan that will enable the Library to adapt as technology, demographics, and community needs change over time. Most importantly, it's a plan that ensures Cuyahoga County residents will continue to have access to public library service of the highest level.

LONG-TERM FINANCIAL PLANNING

The Library has developed a long-range operating budget as well as a 25-year plan for capital purposes, which includes the sale of bonds to generate sufficient capital funds to complete a Facilities Master Plan (the Plan). We are currently engaged in that Plan.

The Plan emphasizes high value and low overhead; allowing us to continue to make investments in innovation, technology and facilities, and, ultimately, ensure that our customers have access to world-class library services and materials now and into the future.

In June 2010, our Board adopted a Facilities Master Plan (the Plan) to support its long-term financial plan. The Plan will reduce our dependence on State money and help us achieve a system-wide operating and capital budget that lives within our 2.5 mill levy – the lowest library cost in the county. When it is fully implemented, it will save the Library approximately \$4 million a year by reducing our footprint across the 47 communities we serve and replacing our costliest buildings with sustainable facilities that cost significantly less to staff and operate. Our Board has worked closely with our union, SEIU 1199, on this plan and is committed to reduce staff through attrition.

The Plan will not require the Library to ask taxpayers for additional funds. The Library sold notes to raise \$75 million in capital funds at a favorable 3.79 percent interest rate. These funds must be spent on capital improvements within the next three years. We are spending resources on this plan now because over the long-term it will ensure that our customers will continue to have access to excellent library service.

A detailed 10-year budget projection indicates that the Plan makes long-term fiscal sense when compared to simply repairing and maintaining our aging fleet of buildings:

WITHOUT the Plan

- Salaries and benefits for existing staff are projected to increase 2 percent each year.
- CCPL material expenditures increase modestly only once in the 10-year period. Other expenditures remain flat.
- \$35,000,000 is set aside to account for major repairs to many of the current facilities — \$3.5 million in each of the 10 years.
- Under this scenario there would be no additional funds to transfer into a “rainy day fund.”

WITH the Plan

- A decrease in salaries and benefits as new, more efficient branches allow us to reduce our workforce through attrition.
- The library materials budget grows 22 percent over 10 years.
- Capital expenditures will be reduced as our costliest repairs will be resolved by the Plan projects.
- Over the course of the 10 years, we will save over \$10 million.
- Under this scenario, there is a new expense line item for payment of debt service covering principal and interest on the notes sold to pay for the plan.

We are working collaboratively with cities to acquire property at no cost. By acquiring land at no cost, we can maximize our investment in the buildings themselves. In partnership with community leaders, we are seeking to deepen the connection between the delivery of our six service priorities and cities'/communities' economic development plans. In Mayfield and North Royalton, for example, our new branches will be anchors in areas slated for development. We expect to break ground on a new 25,000 square foot Warrensville Heights Branch in March. CCPL has also entered into design and construction management contracts for new 30,000 square foot branches in Mayfield Village and Garfield Heights.

With this plan we are putting residents of Cuyahoga County back to work. We have hired or are in negotiations with local architects and construction management firms for each of the projects included in the Plan, and we are investing millions in the future of the Library. In Parma, for example, we plan to construct a 45,000 square foot branch near Parma City Hall and expand and renovate the busy Parma-Snow Branch. The estimated cost of these two projects alone is \$22 million.

This Plan exists for one reason – it is the best way to meet the needs of our district with limited resources. This plan will help ensure that Cuyahoga County Public Library remains one of the nation’s best library systems.

RELEVANT FINANCIAL POLICIES

The Library’s Finance Division has a Policy and Procedures Manual that was created some time ago. It has been updated several times. The complete manual is currently being rewritten and updated. The completion of this process is part of the goals for the Library’s Finance Division for 2010-2011.

MAJOR INITIATIVES

The Library’s Mission

Cuyahoga County Public Library will be at the center of community life by providing an environment where reading, lifelong learning and civic engagement thrive.

The Library’s Vision

The Library will support initiatives and efforts that impact the quality of life for all in Cuyahoga County. We will be the most convenient public library in the nation and be known for the quality of our customer service. Our branches and website will be centers of excellence and serve as gathering places. Through innovative services and collaborations we will satisfy our community’s needs and exceed expectations. Our staff will reflect the diversity of our communities and promote and create an accessible, friendly environment.

The Library’s Six Service Priorities

- Reconnect with reading
- Ensure every child enters school ready to learn
- Help youth to reach maximum potential
- Put Cuyahoga County back to work
- Keep seniors healthy, happy and independent
- Connect with new Americans

Cuyahoga County Public Library is recognized as a national leader in public library service for its innovative programs and services to the community.

The Library’s award-winning¹ Homework Center program has impacted the lives of thousands of at-risk students in grades K – 10. The program seeks not only to help improve students’ grades and subject comprehension, but to improve their attitudes toward school and increase their self esteem as well. Another goal of the program is to create lifelong library users. Students that participate in the program receive homework assistance from trained tutors – in such subjects as math, science, and language arts – and take part in games and activities designed to foster a lifelong love of education. The Homework Center program also provides students with access to educational books and games, core materials (ex. encyclopedias, atlases, etc.), support materials for State Achievement Tests, and online learning resources.

¹ In 2004, the Ohio Library Council (OLC) awarded Cuyahoga County Public Library with the first-ever OLC Innovation Award for breaking new ground in library service with its Homework Center program.

The Homework Center program began in 2003 as a grassroots effort by the staff at the Library's Maple Heights Branch to help at-risk students in their local school district. Initially, volunteer tutors were hard to come by and a \$1,000 grant from Sam's Club represented the majority of the program's budget. Today, the Homework Center program has been expanded to ten centers in nine branch locations. In 2010, the Homework Center program was funded by a generous grant from the Cleveland Foundation.

The centers are open after school from Monday through Thursday from mid-October through mid-May during the school year. Each center is run by at least one part-time coordinator. The majority of the program's tutors are provided through America Reads, a national work-study program that collaborates with universities to train – and fund – university students to tutor and mentor urban youth in grades K – 6. By partnering with the Cleveland State University, John Carroll University and Baldwin-Wallace College America Reads programs we are able to maintain productive student-to-tutor ratios. Trained tutors are also provided for the Library's teen Homework Centers through Cleveland State University's Supportive Education for the Returning Veteran (SERV) program.

Homework Center sessions are typically comprised of three distinct time segments. The first segment is devoted to homework assistance. The second and third segments are devoted to sustained silent reading practice and educational games respectively. This three-part structure keeps each session fresh and engaging for students. However, homework sessions can be flexibly managed so additional time can be spent on an area of special need. The Library also works with community school systems to obtain textbooks for the convenience of the students and tutors whenever possible.

The Career Center has been a part of Cuyahoga County Public Library for thirty years. The Center, which is headquartered at the Maple Heights Branch, empowers job seekers by offering career resources, expert advice and counseling in a setting where everyone can explore the next step of their unique career journeys. The Career Center is open from 9:00 a.m. to 9:00 p.m. Monday through Thursday, and 9:00 a.m. to 5:30 p.m. on Friday and Saturday.

A variety of workshops are offered through the Career Center, including: career planning; how to write effective resumes and cover letters; how to network effectively; how to conduct online job searches and fill out online applications; how to use social media in a job search; behavior-based interview strategies; and other topics. In conjunction with the Career Center program, the Library also provides basic computer training in software applications commonly used by today's employers (ex. *MS Word*, *Excel*, *PowerPoint*, etc.), and workshops specifically designed for teen and mature workers.

The Library currently has four licensed career counselors on staff, two of whom are paid through grant funding, to meet with individuals by appointment for one-on-one career planning sessions. The counselors help individuals identify their values, interests and skills, and focus their job seeking efforts. They also conduct career assessment tests; gather career and job market information to help individuals create an action plan; help individuals develop well-focused resumes and cover letters, plan effective job search strategies, conduct job searches; and prepare for interviews. In addition, they facilitate weekly Job Clubs in several of our branches, giving job seekers and career changers an opportunity to network and share their experiences in a relaxed, comfortable setting.

The Career Center also has a librarian on staff to help customers research companies, find volunteer opportunities (a nontraditional, but effective, way to gain valuable career experience) and access career, job fair and job market information. The Center maintains a comprehensive career library specializing in specific careers. Individuals also turn to the Career Center for assistance in planning their education. The Center provides comprehensive information on colleges, universities, vocational schools, financial aid, community education programs, GED programs, and other educational opportunities.

Through a partnership with the Cuyahoga County Board of Commissioners, the Library has developed an award-winning *Baby & Me* Kit designed to aid in early childhood literacy and to encourage new parents to read to their children. Each *Baby & Me* Kit contains a variety of valuable resources for new parents, including contact information for local community services, helpful online resources, and tips to help parents foster the skills children need to become readers. Each kit also contains a growth chart, a health diary, emergency contact information magnet, and a book of rhymes created by library staff to aid parents in developing their child's phonological awareness. The kits also include copies of *Read to Your Bunny* by Rosemary Wells and a *Babybug* magazine for parents to read to their children, and information on the Library's children's services. The kits are distributed to new parents throughout Cuyahoga County each year. In 2010, the Library distributed 1,557 *Baby & Me* kits to new parents with the help of the Help Me Grow program.

With funds from the Cuyahoga County Board of Commissioners through the Family and Children First Council, the Library developed a Kindergarten Kit of materials designed to help foster early childhood literacy. Every year since 2006, the Library has distributed the kits to all public, parochial, private, charter/community, and homeschooled children in Cuyahoga County. Virtually every child entering Kindergarten in the County receives a kit. In 2010, the Library distributed a total of 18,230 kits to 110 schools and 11 homeschool families. Each Kindergarten Kit contains a copy of *My Kindergarten* by Rosemary Wells along with a compact disc with music and songs to accompany the book. To help children succeed in Kindergarten, we developed an award-winning activity book, called *Splash Into Kindergarten*, based on the Ohio Department of Education's *A Standards Guide for Families for Kindergarten*. The book contains a variety of learning activities. The Kit also contains a beginner pencil and Play-Doh.

Cuyahoga County Public Library's Brooklyn Branch has been lending children's toys to the public for more than 15 years. In 2007, thanks to generous gifts from the Giant Eagle grocery store chain and Assistive Technology of Ohio, the Library was able to expand the Toy Library Lending Service from the Brooklyn Branch to the entire library system. Library customers can now browse and request toys online the same way they would a book, CD or DVD, and then pick it up at a branch of their choosing. The collection is organized in age-appropriate categories to help parents locate the right toy for their child. Categories include Literacy, Math, Music, Games and Active Play. Each toy is accompanied by a brief item description for the borrower's convenience. The Library currently offers more than 350 different kinds of toys to choose from, including toys for special needs children. Toys may be borrowed for three weeks at a time and may be renewed like other library materials. All of the toys included in the Toy Library Collection have been carefully selected by the Library's Youth Services staff. Toys are chosen based on their ability to stimulate creative play, their safety, and their overall quality. Each toy is carefully examined, washed, dried, and sanitized before it is lent to a cardholder in order to eliminate germs and avoid potential safety issues resulting from damage, wear, etc.

For further information, visit www.cuyahogalibrary.org.

2010 HIGHLIGHTS

In 2010, Cuyahoga County Public Library became an official Passport Acceptance Facility. We now offer passport processing and photo services in all of our branches, seven days a week. Revenues from this service helped us restore Sunday hours in all of our branches.

Our award-winning Homework Centers program conducted more than 14,600 individual student homework sessions, and served students from 26 Cleveland-area communities and 114 individual school locations. 100 percent of the parents the Library has surveyed have said the Homework Center program helped their child with subject comprehension and that they would recommend it to another parent or child. Since coming to a Homework Center, 89 percent of students reported improved grades.

A record high 57,000 children, teens and adults participated in our 2010 Summer Reading Program. Students read for 246,360 hours this past summer. More than 7,800 people signed up for Summer Reading On-the-Go, an outreach program that brings our Summer Reading Game to outside groups such as childcare and senior centers.

More than 8,000 job seekers gained valuable skills for today's competitive job market through our Career Center in 2010. Overall use of our Career Center has increased 279 percent since 2008. Our licensed career counselors provide one-on-one consultations for area job seekers, facilitate job clubs and conduct workshops on résumé writing, career planning, searching for jobs online, filling out online job applications and developing interview skills. *Fortune* magazine listed our information and resource page as one of six websites for job seekers to bookmark now!

In conjunction with the Career Center program, the Library also provides basic computer training in software applications commonly used by today's employers (ex. MS *Word*, *Excel*, *PowerPoint*, etc.). In 2010, more than 2,400 individuals received computer training in Cuyahoga County Public Library branches.

Cuyahoga County Public Library celebrated the 75th anniversary of Cleveland's prestigious Anisfield-Wolf book prize with a special book discussion series featuring books by authors who have won the Anisfield-Wolf book prize. Books by Anisfield-Wolf prize-winning authors were also featured in the Library's monthly Online Book Discussion. The Anisfield-Wolf Book Awards recognizes books that have made important contributions to our understanding of racism and our appreciation of the rich diversity of human cultures. It is the only American book award designated specifically to recognize works addressing issues of racism and diversity. Past winners have presented the extraordinary art and culture of peoples around the world, explored human rights violations, exposed the effects of racism on children, reflected on growing up bi-racial and illuminated the dignity of people as they search for justice.

The Cuyahoga County Public Library Foundation's William N. Skirball Writers Center Stage 2009-2010 Program resumed in April with a memorable appearance by Pulitzer Prize-winning poet Mary Oliver. The international bestselling author Jhumpa Lahiri ended the 2009-2010 season on a high note with a visit in May. The 2010-2011 season got underway in September with an informative and entertaining visit from Dr. Neil DeGrasse Tyson, bestselling author, astrophysicist and TV host. Jeannette Walls, author of the memoir *The Glass Castle*, a *New York Times* bestseller for more than three years, visited in October.

Also in October, singer-songwriter Natalie Merchant performed songs from her double album, *Leave Your Sleep*, at the Ohio Theatre in PlayhouseSquare as part of a special event to benefit the Cuyahoga County Public Library Foundation.

STATISTICS

Since 2003, the Library's circulation has increased 69.75 percent and customer visits to its branches have increased 30 percent. In 2010, there were 7.6 million visits to the Library's 28 branches, and its 787,594 active registered cardholders borrowed a record-breaking 20,389,173 items – an average of approximately 26 items for every person in our service district. 11,276,844 of the items borrowed from the Library last year were print items.

Customers logged 1,205,277 hours on the Library's public access computers during the year – a 4.7 percent increase in computer use over 2009. The Library's homepage was visited 6,140,204 times in 2010. As an added service to its customers, the Library offers free Wi-Fi access in all of its branches.

In 2010, Library staff answered 1,756,196 reference questions and 1,617,512 directional questions. The Library's meeting rooms were used 14,239 times with an attendance of 287,288 people. In addition, 317,985 people attended Library sponsored programs.

Digital circulation increased 56 percent last year as our customers borrowed more than 56,000 items from our growing Digital Collection of eBooks, audiobooks and music.

OTHER INFORMATION

Independent Audit

Included in this report is an unqualified audit opinion rendered on the Library's financial statements as of and for the year ended December 31, 2010, by our independent auditor, Auditor of State Dave Yost.

Library management plans to continue to subject financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. An annual audit also serves to maintain and strengthen the Library's accounting and budgetary controls.

Awards

Number One: For the second consecutive year, Cuyahoga County Public Library was ranked the Number One library in the United States among libraries that serve populations of 500,000 or more by Hennen's American Public Library Ratings. We are the only library in the nation to have earned the ranking in consecutive years and the only library to earn the top ranking four times – in 2004, 2006, 2009 and 2010.

For the second consecutive year, Cuyahoga County Public Library was named one of America's Star Libraries in *Library Journal's* 2010 Index of Public Library Services (LJ Index). The LJ Index, sponsored by Baker & Taylor's Bibliostat, gives an overall indication of how libraries stack up to their peers and provides guidance for libraries to assess and improve their services. The nation's top libraries in each budget category are assigned five, four, or three Michelin guide-like stars. Cuyahoga County Public Library earned a five-star ranking and was the highest scoring library system in its budget category, scoring 1,670 points – 420 points higher than the next highest scorer. LJ Index star ratings are based on four per capita output measures: circulation, visits, program attendance and public Internet use. In its budget category, Cuyahoga County Public Library ranked first in the nation in all four output measures. Overall, 7,407 U.S. public libraries were rated based on 2008 data obtained from the Institute of Museum and Library Services.

Cuyahoga County Public Library received an Innovations Initiative Award as one of the nation's top innovators in library service from the Urban Libraries Council (ULC) for its new "Renew by Text" service. This convenient service allows Library customers to renew borrowed materials by text message from their cell phone or mobile device. Cuyahoga County Public Library became the first public library in the nation to offer its customers the ability to receive text message notifications on available materials and due dates in May of 2006. We are the first in the nation to offer renewal of library materials by text as well. The intent of the Innovations Initiative, a first year program spearheaded by ULC, is to capture and showcase creative programs ULC member libraries have developed and implemented to enhance operations and better serve the community.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Cuyahoga County Public Library for its Comprehensive Annual Financial Report for the year ended December 31, 2009. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government reports.

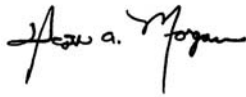
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement requirements and we are submitting it to GFOA.

Acknowledgements

We wish to express our appreciation to the members of the Board of Library Trustees for their continued support in planning and conducting the financial operations of the Library and for the fiscal responsibility that they demonstrated throughout the year.

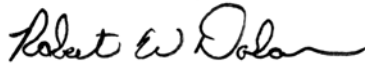
Respectfully submitted,



Scott A. Morgan, Finance Director



Sari Feldman, Executive Director



Robert W. Dolan, Assistant Finance Director

CUYAHOGA COUNTY PUBLIC LIBRARY

LIST OF PRINCIPAL OFFICIALS as of December 31, 2010

BOARD OF LIBRARY TRUSTEES



Leonard M. Calabrese
President (1)



Robert W. Varley
Vice President (2)



Sanjiv K. Kapur
Secretary



Susan M. Adams
Trustee



Edward H. Blakemore
Trustee



Maria L. Haller
Trustee (3)



Dale D. Powers
Trustee

- (1) As of January 25, 2011 Leonard M. Calabrese was elected President of Cuyahoga County Public Library Board of Trustees.
(2) As of January 25, 2011 Robert W. Varley was elected Vice President of Cuyahoga County Public Library Board of Trustees.
(3) As of January 25, 2011 Maria L. Haller was elected Secretary of Cuyahoga County Public Library Board of Trustees.

ADMINISTRATION



Sari Feldman
Executive Director



Tracy Strobel
Deputy Director



Scott A. Morgan
Finance Director



Daniel Hauenstein
*Human Resources
Director*



Judith Carey
*Marketing &
Development Director*



Judith W. Cramer
*Branch Services
Director*



Vacant
*Branch Services
Director*



James Haprian
*Information
Technology Director*

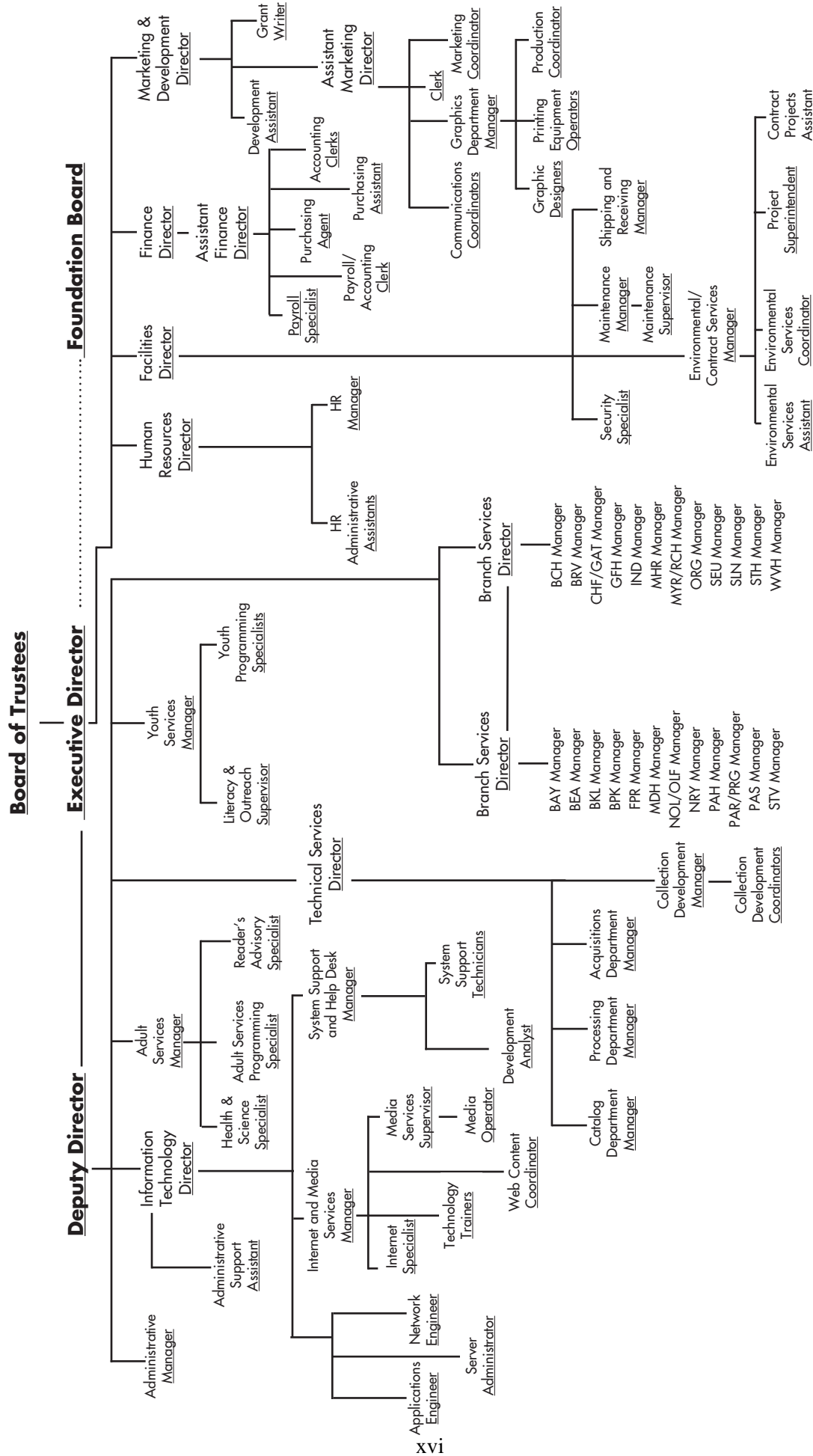


Deborah P. Ensor
*Technical Services
Director*



Vacant
Facilities Director

CUYAHOGA COUNTY PUBLIC LIBRARY ORGANIZATION CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to
Cuyahoga County Public Library
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

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FINANCIAL SECTION



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Cuyahoga County Public Library
Cuyahoga County
2111 Snow Road
Parma, Ohio 44134

To the Board of Trustees:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga County Public Library, Cuyahoga County, Ohio (the Library), as of and for the year ended December 31, 2010, which collectively comprise the Library's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Library's management. Our responsibility is to express opinions 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 and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

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 Cuyahoga County Public Library, Cuyahoga County, Ohio, as of December 31, 2010, and the respective changes in financial position, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 4, during fiscal year 2010, the Library adopted the provisions of the Governmental Accounting Standards Board Statement No. 51, *Accounting and Reporting for Intangible Assets*.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2011, on our consideration of the Library's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the Library's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Dave Yost
Auditor of State

June 10, 2011

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

The management's discussion and analysis of the Cuyahoga County Public Library's (the Library) financial performance provides an overall review of the Library's financial activities for the year ended December 31, 2010. The intent of this management's discussion and analysis is to look at the Library's financial performance as a whole. Readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the Library's financial performance.

Financial Highlights

Key financial highlights for 2010 are as follows:

- The Public Library Fund, which is the portion of the general revenues of the State of Ohio that libraries receive, was decreased in the Governor's 2010-2011 State biennium budget from 2.22 percent to 1.97 percent of the State's general revenue fund tax collections. As a result of this loss in funding of the library local government revenue, the Library Board implemented several cost saving measures which included a reduction in force, changes in healthcare contributions by staff, decreased purchases of library materials and reductions in operational expenses.
- As part of the cost saving measures the Library began to charge for printing at the public computer stations. Customers may print 10 pages per day for free and any additional pages cost \$0.05 per page. The Library also changed office supply vendors and created a core list of items that staff may order from and this resulted in a significant savings in the cost of office supplies.
- The Library became an official Passport Acceptance Facility (PAF) for the U.S. Department of State in 2010. Passport application and photo services are now offered at all 28 Library branches, seven days a week. As a PAF, the Library collected the standard agency execution fee of \$25 per passport application transaction and \$10 per photo transaction. The service has generated significant revenue for the Library and made it possible to reopen all branches for Sunday hours.
- In August, the Library sold notes to begin work on a Master Capital Plan that was developed to replace or remodel approximately 14 buildings in the system. The Library sold \$75,000,000 Library Fund Library Facilities Notes, Series 2010 which consisted of \$20,045,000 Tax Exempt Serial Notes and \$54,955,000 Federally Taxable-Build America Bonds-Direct Pay. The plan is expected to take about 3 years to complete.

Using This Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the Cuyahoga County Public Library as a financial whole or as an entire operating entity. The statements provide a detailed look at the Library's specific financial activities.

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole Library, presenting both an aggregate view of the Library's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what dollars remain for future spending. The fund financial statements also look at the Library's most significant funds with all other nonmajor funds presented in total in one column.

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

Reporting the Cuyahoga County Public Library as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains information about the funds used by the Library to provide services to our citizens, the view of the Library as a whole considers all financial transactions and asks the question, "How did we do financially during 2010?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by the private sector. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the Library's net assets and the changes in those net assets. The change in net assets is important because it tells the reader whether, for the Library as a whole, the financial position of the Library has improved or diminished. However, in evaluating the overall position of the Library, non-financial information such as changes in the Library's tax base and the condition of the Library's capital assets also needs to be evaluated.

The Statement of Net Assets and the Statement of Activities are divided into the following categories:

- Assets
- Liabilities
- Net Assets (Assets minus Liabilities)
- Program Expenses and Revenues
- General Revenues
- Net Assets Beginning of Year and Year's End

Reporting the Cuyahoga County Public Library's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Cuyahoga County Public Library uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Library's funds can be classified as either governmental or fiduciary. Fund financial reports provide detailed information about the Library's major funds. The Library has established funds that account for the multitude of services and facilities provided to our residents. However, these fund financial statements focus on the Library's most significant funds. In the case of the Cuyahoga County Public Library, our major funds are the general fund and capital improvement capital projects fund.

Governmental Funds Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. All Library activities are reported in the governmental funds focusing on how money flows into and out of those funds and the balances left at year end available for spending in future periods. Our funds are reported using an accounting method called modified accrual accounting which measures cash and all other financial assets that are expected to be readily converted to cash. The governmental fund statements provide a detailed short-term view of the Library's general operations and the basic services it provides. Governmental fund

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

information helps one determine whether there are more or fewer financial resources that can be spent in the near future on services provided to our residents. 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 governmental fund financial statements can be found on pages 14 – 17 of this report.

The Cuyahoga County Public Library as a Whole

Recall that the Statement of Net Assets pictures the Library as a whole. Table 1 provides a summary of the Library's net assets for 2010 compared to 2009.

Table 1
Net Assets

	Governmental Activities - Restated/Reclassified		
	2010	2009	Change
Assets			
Current and Other Assets	\$177,981,237	\$92,749,139	\$85,232,098
Capital Assets, Net	43,144,069	45,108,243	(1,964,174)
Total Assets	221,125,306	137,857,382	83,267,924
Liabilities			
Current Liabilities	42,300,439	42,345,394	44,955
Long-Term Liabilities			
Due Within One Year	3,828,187	1,909,288	(1,918,899)
Due in More Than One Year	76,624,314	2,777,816	(73,846,498)
Total Liabilities	122,752,940	47,032,498	(75,720,442)
Net Assets			
Invested in Capital Assets, Net of Related Debt	42,049,258	45,108,243	(3,058,985)
Restricted for:			
Capital Projects	39,132,877	0	39,132,877
Homework Centers	156,071	109,772	46,299
Jobs and Training	198,690	198,690	0
Library Support	904,357	620,519	283,838
Branch Support	978,293	997,949	(19,656)
Other Purposes	64,935	76,731	(11,796)
South Euclid Books and Periodicals			
Expendable	9,486	10,912	(1,426)
Nonexpendable	50,000	50,000	0
Gates Mills Children's Activities			
Expendable	1,391	1,384	7
Nonexpendable	4,919	4,919	0
Unrestricted	14,822,089	43,645,765	(28,823,676)
Total Net Assets	\$98,372,366	\$90,824,884	\$7,547,482

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Cuyahoga County Public Library, net assets increased over 2009. By comparing assets and liabilities, one can see that the overall position of the Library is good.

In order to further understand what makes up the changes in net assets for the current year, the following table gives readers further details regarding the results of activities for the current year. Table 2 shows total revenues, expenses and changes in net assets for fiscal years 2010 and 2009.

Table 2
Change in Net Assets

	2010	2009	Change
Revenues			
<i>Program Revenues</i>			
Charges for Services	\$1,744,726	\$1,149,051	\$595,675
Operating Grants and Contributions	828,922	780,638	48,284
Capital Grants and Contributions	50,000	0	50,000
<i>Total Program Revenues</i>	<u>2,623,648</u>	<u>1,929,689</u>	<u>693,959</u>
<i>General Revenues</i>			
Property Taxes	39,954,710	43,966,467	(4,011,757)
Grants and Entitlements not Restricted	27,747,781	27,230,984	516,797
Investment Earnings	178,952	303,543	(124,591)
Gain on Sale of Capital Assets	0	853	(853)
Miscellaneous	20,952	26,837	(5,885)
<i>Total General Revenues</i>	<u>67,902,395</u>	<u>71,528,684</u>	<u>(3,626,289)</u>
<i>Total Revenues</i>	<u>70,526,043</u>	<u>73,458,373</u>	<u>(2,932,330)</u>
Program Expenses			
Library Services:			
Public Service and Programs	39,429,207	43,363,079	3,933,872
Collection Development and Processing	3,077,807	3,254,310	176,503
Support Services:			
Facilities Operations and Maintenance	5,380,492	5,724,015	343,523
Business Administration	13,686,514	13,973,557	287,043
Interest and Fiscal Charges	1,404,541	0	(1,404,541)
<i>Total Program Expenses</i>	<u>62,978,561</u>	<u>66,314,961</u>	<u>3,336,400</u>
<i>Increase (Decrease) in Net Assets</i>	7,547,482	7,143,412	404,070
Net Assets Beginning of Year - Restated	90,824,884	83,681,472	7,143,412
Net Assets End of Year	<u>\$98,372,366</u>	<u>\$90,824,884</u>	<u>\$7,547,482</u>

The vast majority of revenue supporting all governmental activities is general revenue. The most significant portions of the general revenues are local property taxes and intergovernmental revenues. The remaining amount of revenue received was in the form of program revenues.

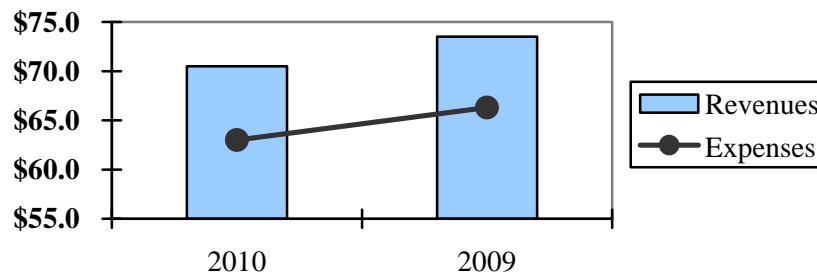
Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

Graph 1

Revenues and Expenses
(In Millions)

	2010	2009
Revenues	\$70.5	\$73.5
Expenses	63.0	66.3

Revenues and Expenses
(in millions)



Analysis of Overall Financial Positions and Results of Operations

In Table 3 below, the total cost of services column contains all costs related to the programs and the net cost of services column shows how much of the total amount is not covered by program revenues. The net costs are program costs that must be covered by unrestricted State aid (Public Library Fund) or property taxes.

Table 3
Governmental Activities

Programs	Total Cost of Services 2010	Total Cost of Services 2009	Net Cost of Services 2010	Net Cost of Services 2009
Library Services:				
Public Service and Programs	\$39,429,207	\$43,363,079	\$37,294,935	\$41,706,619
Collection Development and Processing	3,077,807	3,254,310	3,077,807	3,254,310
Support Services:				
Facilities Operations and Maintenance	5,380,492	5,724,015	5,330,492	5,724,015
Business Administration	13,686,514	13,973,557	13,247,138	13,700,328
Interest and Fiscal Charges	1,404,541	0	1,404,541	0
Total Expenses	\$62,978,561	\$66,314,961	\$60,354,913	\$64,385,272

Governmental Activities

Several revenue sources fund our governmental activities with the Library property tax being the largest contributor. Property tax revenues account for a large portion of total revenues. General revenues from grants and entitlements, such as local government funds, are the next largest source of revenue. This would include the funds received by the State through the Public Library Fund.

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

Library property tax collections in 2010 decreased from 2009. That decrease is attributed to the devaluation of property values in Cuyahoga County.

In 2010, libraries in the State of Ohio experienced a decrease in the amount of State funding that is received through the Public Library Fund offset by additional grant awards. With the passage of the Governor's 2010-2011 biennium budget, State funding was cut. If the State's budget crisis continues we expect funds from the Public Library Fund will continue to decrease. The Library Administration and Board of Trustees continue to work on cost reductions to continue to decrease our dependency on State funds.

The Library System's geographic boundaries encompass 47 communities throughout Cuyahoga County. These communities are primarily residential in nature. The continued foreclosure crisis and overall increase in delinquencies, in addition to a generally declining State economy, is cause for concern today and into the future.

Although the Library relies heavily upon local property taxes to support its operations, we continue to actively solicit and receive additional grant and entitlement funds to help offset operating and program costs. Our Development Office has actively been seeking grant funds to fund special programs and new services. They have been very successful in securing funding for these services and will continue to seek other grant funds that may be available.

The Library's Funds

Information about the Library's governmental funds begins on page 14. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenue of \$69,479,904 and expenditures of \$61,279,352. The general fund had an increase in fund balance due to a reduction in expenditures. The largest area of reduction was in personnel expenses, but also included cost reduction in almost every line of the budget. A great deal of the planning for expenditure reduction was done in 2009, but the full effect of those reductions was demonstrated in 2010. The capital improvement fund also realized a fund balance increase due to the sale of notes and a transfer of cash from the general fund. Those funds along with the dollars raised through the issuance of the notes will be used to fund a Master Capital Plan. Some preliminary work began in 2010, but the majority of the work is expected to begin in 2011 and take approximately 3 years to complete. Other governmental funds also had an increase in fund balance as we transferred some cash from the general fund to fund some of the special revenue funds for services and programs that were partially grant funded. The balance of the services and programs was funded through a transfer of funds from the general fund. As one can see from the Statement of Revenues, Expenditures and Changes in Funds Balances – Governmental Funds, property taxes from the communities that we serve are the largest source of revenue, accounting for 57.2 percent of the total governmental revenue.

General Fund Budgetary Highlights

The Library's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the general fund. During the course of 2010, the Library amended its general fund budget, but no amendment was significant. The Library uses an operational cost center budget process and has in place systems that are designed to tightly control expenditures but provide flexibility for program based decision and management.

Final budgeted revenues were higher than the original budgeted revenues due to conservative estimates on property tax collection and funds collected from the Public Library Fund. Due to an under estimate in intergovernmental revenues and refunds, the actual revenue was slightly higher than the final budget basis

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

revenues. Final budget basis expenditures were lower than the original estimate because the Library decided to cut costs and move available resources to the capital improvement capital projects fund for future use. The Library's actual expenditures were \$2,360,806 lower than the final estimate. This is due in large part to the Library's continued commitment to provide quality service while still controlling cost.

Capital Assets and Debt

Capital Assets

Table 4
Capital Assets at December 31
(Net of Accumulated Depreciation)

	Governmental Activities - Restated/Reclassified		
	2010	2009	Change
Land	\$1,517,513	\$1,324,490	\$193,023
Construction in Progress	830,347	0	830,347
Land Improvements	1,245,044	1,443,366	(198,322)
Buildings and Building Improvements	36,735,767	38,405,472	(1,669,705)
Furniture, Fixtures and Equipment	1,075,330	1,913,207	(837,877)
Vehicles	257,253	312,370	(55,117)
Software	1,482,815	1,709,338	(226,523)
Total Capital Assets	\$43,144,069	\$45,108,243	(\$1,964,174)

During fiscal year 2010, capital assets net of accumulated depreciation decreased from the prior year due to an additional year of depreciation. The decrease was offset by current year additions. The majority of the additions were to land and construction in progress due to the beginning improvements indicated in the Capital Master Plan. The plan is expected to take about 3 years to complete. For additional information on the Library's capital assets see Note 11 to the basic financial statements.

Debt

Table 5 summarizes the long-term debt outstanding:

Table 5
Outstanding Long-term Debt
Governmental Activities

	2010	2009	Change
Library Fund Facilities Notes	\$75,694,746	\$0	\$75,694,746

The Library issued the Library Fund Facilities Notes to finance the implementation of the Capital Master Plan which began during the year. The Notes will be paid out of the debt service fund.

The Cuyahoga County Public Library's overall legal debt margin was \$1,822,113,516 on December 31, 2010. See Note 15 for additional information on the Library's long-term obligations.

Cuyahoga County Public Library
Management's Discussion and Analysis
For the Year Ended December 31, 2010
Unaudited

Current Financial Related Activities

The Cuyahoga County Public Library has continued to maintain the highest standard of service to the customers of our communities. The Cuyahoga County Public Library is financially strong. Although this past year saw a decline in our revenues collected from the Public Library Fund as well as revenues from the property tax levy. The Library implemented expenditure reductions in almost every line of the budget. The largest reduction in expenditure was in personnel. The Board of Library Trustees and administration will continue to closely monitor revenues and expenditures in accordance with its financial forecast and will continue to find cost savings that will decrease our dependence on State funding.

The Cuyahoga County Public Library relies on its property tax payers to support its operations, and the fiscal capacity and community support for the Library is quite strong. The Cuyahoga County Public Library voters have passed an operating levy in 2008, which will help the general operations and permanent improvements of the Library. The Cuyahoga County Public Library is working on a master plan for capital improvements. Some preliminary work began in 2010, but the majority of the work will begin in 2011 and is expected to take approximately 3 years to complete.

The operating levy that was passed in 2008 was also a continuing issue. The Board and administration will continue to monitor property values in the county. Any dramatic decrease in those property values would decrease the amount of property taxes collected. This is a concern that we will continue to monitor.

Contacting the Library's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the Library's finances and demonstrates the Library's accountability for all money it receives, spends, and invests. Please direct any questions about this report or financial information inquiries to Finance Director, Scott A. Morgan, Cuyahoga County Public Library, 2111 Snow Road, Parma, Ohio 44134, or email smorgan@cuyahogalibrary.org.

Basic Financial Statements

Cuyahoga County Public Library

Statement of Net Assets

December 31, 2010

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$120,000,886
Accrued Interest Receivable	31,609
Accounts Receivable	289,315
Intergovernmental Receivable	12,985,936
Prepaid Items	301,338
Property Taxes Receivable	43,762,706
Deferred Charges	609,447
Nondepreciable Capital Assets, Net	2,347,860
Depreciable Capital Assets, Net	<u>40,796,209</u>
<i>Total Assets</i>	<u>221,125,306</u>
Liabilities	
Accounts Payable	1,065,390
Accrued Wages	1,676,985
Intergovernmental Payable	619,103
Matured Compensated Absences Payable	89,737
Deferred Revenue	38,528,708
Accrued Interest Payable	320,516
Long-Term Liabilities:	
Due Within One Year	3,828,187
Due In More Than One Year	<u>76,624,314</u>
<i>Total Liabilities</i>	<u>122,752,940</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	42,049,258
Restricted for:	
Capital Projects	39,132,877
Homework Centers	156,071
Jobs and Training	198,690
Library Support	904,357
Branch Support	978,293
Other Purposes	64,935
South Euclid Books and Periodicals	
Expendable	9,486
Nonexpendable	50,000
Gates Mills Children's Activities	
Expendable	1,391
Nonexpendable	4,919
Unrestricted	<u>14,822,089</u>
<i>Total Net Assets</i>	<u><u>\$98,372,366</u></u>

See accompanying notes to the basic financial statements

Cuyahoga County Public Library
Statement of Activities
For the Year Ended December 31, 2010

	Program Revenues			Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions		
Governmental Activities					
Library Services:					
Public Service and Programs	\$39,429,207	\$1,306,219	\$828,053	\$0	(\$37,294,935)
Collection Development and Processing	3,077,807	0	0	0	(3,077,807)
Support Services:					
Facilities Operations and Maintenance	5,380,492	0	0	50,000	(5,330,492)
Business Administration	13,686,514	438,507	869	0	(13,247,138)
Interest and Fiscal Charges	1,404,541	0	0	0	(1,404,541)
<i>Total Governmental Activities</i>	<u>\$62,978,561</u>	<u>\$1,744,726</u>	<u>\$828,922</u>	<u>\$50,000</u>	<u>(60,354,913)</u>

General Revenues

Property Taxes Levied for General Purposes	39,954,710
Grants and Entitlements not Restricted to Specific Programs	27,747,781
Investment Earnings	178,952
Miscellaneous	20,952
<i>Total General Revenues</i>	<u>67,902,395</u>
Change in Net Assets	7,547,482
<i>Net Assets Beginning of Year - Restated (See Note 4)</i>	<u>90,824,884</u>
<i>Net Assets End of Year</i>	<u>\$98,372,366</u>

See accompanying notes to the basic financial statements

Cuyahoga County Public Library

*Balance Sheet
Governmental Funds
December 31, 2010*

	General	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$4,845,404	\$113,049,686	\$2,105,796	\$120,000,886
Receivables:				
Property Taxes	43,762,706	0	0	43,762,706
Accounts	5,910	0	283,405	289,315
Intergovernmental	12,983,236	0	2,700	12,985,936
Accrued Interest	31,609	0	0	31,609
Prepaid Items	301,338	0	0	301,338
 <i>Total Assets</i>	 \$61,930,203	 \$113,049,686	 \$2,391,901	 \$177,371,790
 Liabilities				
Accounts Payable	\$1,027,659	\$11,620	\$26,111	\$1,065,390
Accrued Wages	1,676,985	0	0	1,676,985
Intergovernmental Payable	619,103	0	0	619,103
Deferred Revenue	53,146,073	0	231,814	53,377,887
Matured Compensated Absences Payable	89,737	0	0	89,737
 <i>Total Liabilities</i>	 56,559,557	 11,620	 257,925	 56,829,102
 Fund Balances				
Reserved for Encumbrances	1,446,455	995,116	4,381	2,445,952
Reserved for South Euclid Books and Periodicals	0	0	50,000	50,000
Reserved for Gates Mills Children's Activities	0	0	4,919	4,919
Unreserved, Undesignated, Reported in:				
General Fund	3,924,191	0	0	3,924,191
Special Revenue Funds	0	0	2,063,799	2,063,799
Capital Projects Funds	0	112,042,950	0	112,042,950
Permanent Funds	0	0	10,877	10,877
 <i>Total Fund Balances</i>	 5,370,646	 113,038,066	 2,133,976	 120,542,688
 <i>Total Liabilities and Fund Balances</i>	 \$61,930,203	 \$113,049,686	 \$2,391,901	 \$177,371,790

See accompanying notes to the basic financial statements

Cuyahoga County Public Library
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 December 31, 2010*

Total Governmental Fund Balances	\$120,542,688
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*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 funds.	43,144,069
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Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:

Property Taxes	5,233,998
Intergovernmental	9,533,367
Contributions, Gifts and Donations	81,814

Total	14,849,179
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Note issuance costs will be amortized over the life of the notes on the statement of net assets.	609,447
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In the statement of activities, interest is accrued on outstanding notes, whereas in governmental funds, an interest expenditure is reported when due.	(320,516)
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

Library Fund Facilities Notes	(75,694,746)
Compensated Absences	(4,757,755)

Total	(80,452,501)
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<i>Net Assets of Governmental Activities</i>	\$98,372,366
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See accompanying notes to the basic financial statements

Cuyahoga County Public Library
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2010

	General	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$39,713,012	\$0	\$0	\$39,713,012
Patron Fines and Fees	1,140,831	0	0	1,140,831
Intergovernmental	27,033,702	0	121,285	27,154,987
Interest	0	177,829	1,123	178,952
Contributions, Gifts and Donations	3,457	50,000	613,818	667,275
Rentals	42,026	0	0	42,026
Refunds and Reimbursements	561,869	0	0	561,869
Miscellaneous	3,002	0	17,950	20,952
<i>Total Revenues</i>	<u>68,497,899</u>	<u>227,829</u>	<u>754,176</u>	<u>69,479,904</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs	36,831,749	0	589,245	37,420,994
Collection Development and Processing	2,901,655	0	0	2,901,655
Support Services:				
Facilities Operations and Maintenance	5,337,363	0	0	5,337,363
Business Administration	12,426,863	0	0	12,426,863
Capital Outlay	740,307	671,479	40,534	1,452,320
Debt Service:				
Interest and Fiscal Charges	0	0	1,089,756	1,089,756
Note Issuance Costs	0	0	650,401	650,401
<i>Total Expenditures</i>	<u>58,237,937</u>	<u>671,479</u>	<u>2,369,936</u>	<u>61,279,352</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>10,259,962</u>	<u>(443,650)</u>	<u>(1,615,760)</u>	<u>8,200,552</u>
Other Financing Sources (Uses)				
Library Facilities Notes Issued	0	75,000,000	0	75,000,000
Premium on Notes	0	0	812,973	812,973
Discount on Notes	0	0	(71,542)	(71,542)
Transfers In	435,127	7,750,000	1,078,881	9,264,008
Transfers Out	(8,828,881)	(435,127)	0	(9,264,008)
<i>Total Other Financing Sources (Uses)</i>	<u>(8,393,754)</u>	<u>82,314,873</u>	<u>1,820,312</u>	<u>75,741,431</u>
<i>Net Change in Fund Balances</i>	1,866,208	81,871,223	204,552	83,941,983
<i>Fund Balances Beginning of Year</i>	<u>3,504,438</u>	<u>31,166,843</u>	<u>1,929,424</u>	<u>36,600,705</u>
<i>Fund Balances End of Year</i>	<u>\$5,370,646</u>	<u>\$113,038,066</u>	<u>\$2,133,976</u>	<u>\$120,542,688</u>

See accompanying notes to the basic financial statements

Cuyahoga County Public Library
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2010*

Net Change in Fund Balances - Total Governmental Funds \$83,941,983

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period:

Capital Outlay	1,265,301	
Depreciation	<u>(3,197,717)</u>	
Total		(1,932,416)

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (31,758)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Property Taxes	241,698	
Intergovernmental	712,879	
Contributions, Gifts and Donations	<u>91,562</u>	
Total		1,046,139

Some expenses reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Accrued Interest on Notes	(320,516)	
Amortization of Note Issuance Costs	(40,954)	
Amortization of Note Premium	51,190	
Amortization of Note Discount	<u>(4,505)</u>	
Total		(314,785)

Some expenses, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. (70,651)

In the statement of activities, note issuance costs are amortized over the term of the notes, whereas in governmental funds a note issuance expenditure is reported when notes are issued. 650,401

Other financing sources in the governmental funds increase long-term liabilities in the statement of net assets:

Library Fund Facilities Notes Issued	(75,000,000)	
Note Premium	(812,973)	
Note Discount	<u>71,542</u>	
Total		<u>(75,741,431)</u>

Change in Net Assets of Governmental Activities \$7,547,482

See accompanying notes to the basic financial statements

Cuyahoga County Public Library
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$36,497,680	\$39,888,647	\$39,713,012	(\$175,635)
Patron Fines and Fees	1,047,663	1,145,000	1,140,607	(4,393)
Intergovernmental	24,553,084	26,834,289	26,842,830	8,541
Interest	16,516	18,050	19,425	1,375
Contributions, Gifts and Donations	7,320	8,000	3,457	(4,543)
Rentals	41,175	45,000	43,326	(1,674)
Refunds and Reimbursements	258,301	282,300	579,136	296,836
Miscellaneous	6,587	7,200	13,717	6,517
<i>Total Revenues</i>	<u>62,428,326</u>	<u>68,228,486</u>	<u>68,355,510</u>	<u>127,024</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs	38,855,568	38,956,149	38,925,147	31,002
Collection Development and Processing	2,950,017	2,957,652	2,957,532	120
Support Services:				
Facilities Operations and Maintenance	5,536,770	5,551,103	5,482,800	68,303
Business Administration	14,844,085	14,882,511	12,632,222	2,250,289
Capital Outlay	1,593,812	854,112	843,020	11,092
<i>Total Expenditures</i>	<u>63,780,252</u>	<u>63,201,527</u>	<u>60,840,721</u>	<u>2,360,806</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,351,926)</u>	<u>5,026,959</u>	<u>7,514,789</u>	<u>2,487,830</u>
Other Financing Sources (Uses)				
Advances In	0	115,000	115,000	0
Transfers In	0	435,000	435,127	127
Transfers Out	(2,000,000)	(8,928,885)	(8,828,881)	100,004
<i>Total Other Financing Sources (Uses)</i>	<u>(2,000,000)</u>	<u>(8,378,885)</u>	<u>(8,278,754)</u>	<u>100,131</u>
<i>Net Change in Fund Balance</i>	<u>(3,351,926)</u>	<u>(3,351,926)</u>	<u>(763,965)</u>	<u>2,587,961</u>
<i>Fund Balance Beginning of Year</i>	1,140,218	1,140,218	1,140,218	0
Prior Year Encumbrances Appropriated	2,222,409	2,222,409	2,222,409	0
<i>Fund Balance End of Year</i>	<u>\$10,701</u>	<u>\$10,701</u>	<u>\$2,598,662</u>	<u>\$2,587,961</u>

See accompanying notes to the basic financial statements

Cuyahoga County Public Library
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2010

Assets	
Equity in Pooled Cash and Cash Equivalents	\$168,081
Cash and Cash Equivalents in Segregated Accounts	<u>7,051</u>
<i>Total Assets</i>	<u><u>\$175,132</u></u>
 Liabilities	
Deposits Held and Due to Others	<u><u>\$175,132</u></u>

See accompanying notes to the basic financial statements

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 – Description of the Library and Reporting Entity

The Cuyahoga County Public Library (the Library) is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Library has its own Board of Trustees of seven members who are appointed by the Cuyahoga County Commissioners and the Common Pleas Judges. Appointments are for seven-year terms and members serve without compensation. Under Ohio statutes, the Library is a body politic and corporate capable of suing and being sued, contracting, acquiring, holding, possessing, and disposing of real property, and of exercising such other powers and privileges conferred upon it by law. The Library also determines and operates under its own budget. Control and management of the Library is governed by sections 3375.33 to 3375.39 of the Ohio Revised Code with the administration of the day-to-day operations of the Library being the responsibility of the Director and financial accountability being solely that of the Finance Director. The Library provides the community with various educational and literary resources.

Component units are legally separate organizations for which the Library is financially accountable. The Library is financially accountable for an organization if the Library appoints a voting majority of the organization's governing board and (1) the Library is able to significantly influence the programs or services performed or provided by the organization; or (2) the Library is legally entitled to or can otherwise access the organization's resources; the Library is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Library is obligated for the debt of the organization. The Library is also financially accountable for any organizations for which the Library approves the budget, the issuance of debt or the levying of taxes. Component units also include legally separate, tax-exempt entities whose resources are for the direct benefit of the Library, are accessible to the Library and are significant in amount to the Library. The Library has no component units.

The Friends of the Cuyahoga County Public Library consist of twenty-six separate not-for-profit organizations each with a self-appointing board. The Library is not financially accountable for any of the organizations, nor does the Library approve the budgets or the issuance of debt of the organizations. Therefore, these organizations have been excluded from the reporting entity of the Library.

Note 2 - Summary of Significant Accounting Policies

The financial statements of the Cuyahoga County Public Library have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The Library also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The most significant of the Library's accounting policies are described below.

Basis of Presentation

The Library's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the Library as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements usually distinguish between those activities of the

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Library that are governmental and those that are considered business-type. However, the Library has only governmental activities; therefore no business-type activities are presented.

The statement of net assets presents the financial condition of the governmental activities of the Library at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the Library's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Library, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the Library.

Fund Financial Statements During the year, the Library segregates transactions related to certain Library functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Library at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

Fund Accounting

The Library uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. The Library's funds are classified as either governmental or fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Library's major governmental funds:

General Fund The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the Library for any purpose provided it is expended or transferred according to the general laws of Ohio.

Capital Improvement Fund The capital improvement fund accounts for financial resources to be used for the acquisition or construction of major capital facilities.

The other governmental funds of the Library account for grants and other resources whose use is restricted to a particular purpose.

Fiduciary Funds Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the Library under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the Library's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Library only utilizes the agency fund type. The agency funds account for monies held for employee contributions to a flexible spending account used for

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

healthcare and dependent care as well as checks for payroll liabilities, for the collection and distribution of revenues from book sales and from union candy fundraisers, and from donations collected for the United Way and Community Shares Charitable campaigns.

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the Library are included on the Statement of Net Assets. The Statement of Activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net assets.

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the statement presented for fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the Library, available means expected to be received within sixty days of year-end.

Nonexchange transactions, in which the Library receives value without directly giving equal value in return, include property taxes, Public Library Fund payments, grants, entitlements and donations. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 6). Revenue from Public Library Fund payments, grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Library must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Library on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: interest, federal and state grants and subsidies, state-levied locally shared taxes, fees and rentals.

Deferred Revenue Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Property taxes for which there is an enforceable legal claim as of December 31, 2010, but which were levied to finance year 2011 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Cash and Cash Equivalents

To improve cash management, cash received by the Library is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the Library's records. Interest in the pool is presented as "equity in pooled cash and cash equivalents."

During 2010, investments were limited to STAR Ohio, Corporate Bonds, Federal Farm Credit Bank Bonds, Federal Home Loan Mortgage Corporation Bonds, Federal Home Loan Bank Bonds, U.S. Treasury Notes, Victory Federal Money Market Mutual Fund, Fifth Third Money Market Mutual Fund and nonnegotiable certificates of deposit.

Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts such as money market fund and nonnegotiable certificates of deposit are reported at cost.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio 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 STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2010.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the capital improvement fund during 2010 amounted to \$177,829 which includes \$9,243 assigned from other Library funds.

Investments with original maturities of three months or less at the time they are purchased and investments of the cash management pool are presented on the financial statements as cash equivalents.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2010, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and reflecting the expenditure/expense in the year in which the services are consumed.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Capital Assets

All capital assets of the Library are general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The Library was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received. The Library maintains a capitalization threshold of five thousand dollars with the exception of land as land was listed regardless of cost. The Library does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All capital assets are depreciated except for land. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives
Land Improvements	15-30 Years
Buildings and Building Improvements	15-40 Years
Equipment	15 Years
Furniture	5-15 Years
Vehicles	8 years
Software	5-15 Years

Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the Library will compensate the employees for the benefits through paid time off or some other means. The Library records a liability for all accumulated unused vacation time when earned for all employees.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes amounts accumulated by those employees who are currently eligible to receive termination benefits and those the Library has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the Library's termination policy. The Library records a liability for accumulated unused sick leave for employees after ten years of service with the Library.

The entire compensated absences liability is reported on the government-wide financial statements.

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund(s) from which the employees who have resigned or retired will be paid.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Long-term notes are recognized as a liability on the governmental fund financial statements when due.

Fund Balance Reserves

The Library reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, South Euclid books and periodicals and Gates Mills Children's Activities.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the Library or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include the jobs and training, homework centers, youth system and financial literacy programs.

The Library applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Note Issuance Costs

Note issuance costs for underwriting fees and insurance are being amortized using the straight-line method over the life of the notes on the government-wide statements. The straight-line method of amortization is not materially different from the effective-interest method. Note issuance costs are generally paid from the note proceeds. On the fund financial statements, issuance costs are expended in the year in which the notes are issued. Note issuance costs are generally paid from the note proceeds.

Note Premiums and Discounts

On the government-wide financial statements, note premiums and discounts are deferred and amortized over the term of the notes using the straight line method. The straight-line method of amortization is not materially different from the effective-interest method. Note premiums are presented as an increase of the face amount of the general obligation notes payable. On fund financial statements, note premiums are received in the year the notes are issued. On the government-wide financial statements, note discounts are presented as a decrease of the face amount of the general obligation notes payable. On the fund financial statements, note discounts are expended in the year the notes are issued.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Internal Activity

Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Library Administration and that are either unusual in nature or infrequent in occurrence.

Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Administrative Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates.

The certificate of estimated resources establishes a limit on the amount the Board of Trustees may appropriate. The appropriations resolution is the Board of Trustees' authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the Board of Trustees. The legal level of control has been established by the Board of Trustees at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Trustees. The Finance Director has been given authority to allocate Board appropriations to the function and object levels within each fund.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original and final budgeted amounts on the budgetary statements reflect the amounts in the original and final amended certificate in effect at the time original and final appropriations were passed.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board of Trustees during the year.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Budgetary Basis of Accounting

While the Library is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual presented for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis (generally accepted accounting principles) are:

- a) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- b) Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
- c) Encumbrances are treated as expenditures for all funds (budget) rather than as a reservation of fund balance (GAAP).
- d) Investments are reported at cost (budget) rather than at fair value (GAAP).
- e) Unrecorded cash represents amounts received but not reported by the Library on the operating statements (budget), but which is reported on the GAAP basis operating statements.
- f) Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance

GAAP Basis	\$1,866,208
Net Adjustment for Revenue Accruals	(151,676)
Net Adjustment for Expenditure Accruals	(449,946)
Beginning Fair Value Adjustment for Investments	(27,977)
Ending Fair Value Adjustment for Investments	37,264
Advance In	115,000
Beginning Unrecorded Cash	131,168
Encumbrances	(2,284,006)
Budget Basis	<u><u>(\$763,965)</u></u>

Note 4 - Change in Accounting Principles, Change of Accounting Treatment and Accountability

For 2010, the Library has implemented Governmental Accounting Standard Board (GASB) Statement No. 51, "Accounting and Reporting for Intangible Assets." GASB Statement No. 51 establishes accounting and financial reporting of such assets to reduce inconsistencies thereby enhancing the comparability of accounting and financial reporting of such assets among state and local governments. The implementation of this statement resulted in the restatement of the Library's financial statements.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Change of Accounting Treatment

The implementation of GASB Statement 51 increased the Library's capital assets. This restatement increased net assets of governmental activities by \$1,402,586, from \$89,422,298 to \$90,824,884.

Accountability

The Cleveland Browns special revenue fund had a deficit fund balance as of December 31, 2010 of \$2,352 caused by the recognition of expenditures on a modified accrual basis of accounting. The general fund is liable for any deficit in the fund and provides transfers when cash is required, not when accruals occur.

Note 5 - Deposits and Investments

State statutes classify monies held by the Library into three categories.

Active monies are public monies necessary to meet current demands on the Library treasury. Such monies must be maintained either as cash in the Library treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Library has identified as not required for use within the current five-year period of designation of depositories. Inactive deposits must either be evidenced by depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Protection of the Library's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Interim monies may be deposited or invested in the following securities:

1. United States treasury bills, bonds, notes or any other obligation and security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;

Cuyahoga County Public Library
Notes to the Basic Financial Statements
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5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
6. The State Treasurer's investment pool (STAR Ohio).

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the Library, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the Library will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$13,053,974 of the Library's bank balance of \$24,887,650 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the Library to a successful claim by the FDIC.

The Library has no deposit policy for custodial risk beyond the requirements of State Statute. Ohio Law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the Library or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments

As of December 31, 2010, the Library had the following investments:

	Fair Value	Maturity	Moody Rating	Percent of Total Investments
STAR Ohio	\$7,116,921	Average of 58.0 Days	N/A	N/A
Corporate Bonds	9,749,727	Less than one year	N/A	10.18%
Corporate Bonds	23,969,459	Less than one year	P-1	25.04%
Corporate Bonds	10,245,750	Less than two years	Aaa	10.70%
Federal Farm Credit Bank Bonds	8,089,680	Less than three years	Aaa	8.45%
Federal Home Loan Mortgage Corporation Bonds	5,125,298	Less than three years	Aaa	5.35%
Federal Home Loan Bank Bonds	28,983,695	Less than three years	Aaa	30.28%
U.S. Treasury Notes	2,010,780	Less than one year	Aaa	2.10%
Victory Federal Money Market Mutual Fund	278,127	Less than one year	N/A	N/A
Fifth Third Money Market Mutual Fund	159,867	Less than one year	Aaa	N/A
Total	\$95,729,304			

Cuyahoga County Public Library
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Interest Rate Risk Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The Library does not have an investment policy beyond the requirements of State Statute. Ohio Law addresses interest rate risk by requiring that the Library's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding the need to sell securities on the open market prior to maturity.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Corporate Bonds, Federal Farm Credit Bank Bonds, Federal Home Loan Mortgage Corporation Bonds, Federal Home Loan Bank Bonds and U.S. Treasury Notes are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty. The Library has no investment policy dealing with investment custodial risk beyond the requirement in State Statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the finance director or qualified trustee.

Credit Risk The Moody's ratings of the Library's investments are listed in the table above. STAR Ohio, the Victory Federal Money Market Mutual Funds and the Fifth Third Money Market Mutual Funds carry a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The Library has no investment policy that addresses credit risk.

Note 6 - Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the 47 communities serviced within Cuyahoga County. Property tax revenue received during 2010 for real and public utility property taxes represents collections of the 2009 taxes. Property tax payments received during 2010 for tangible personal property (other than public utility property) are for 2010 taxes.

2010 real property taxes are levied after October 1, 2010, on the assessed value as of January 1, 2010, the lien date. Assessed values are established by State Law at 35 percent of appraised market value. 2010 real property taxes are collected in and intended to finance 2011.

Real property taxes are payable annually or semi-annually. If paid annually, the payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State Statute permits later payment dates to be established.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2010 public utility property taxes became a lien December 31, 2009, are levied after October 1, 2010, and are collected in 2011 with real property taxes.

Tangible personal property tax revenue received during 2010 (other than public utility property tax) represents the collection of 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, furniture and fixtures, as of 2009, is no longer levied and collected. 2010 is the last year for the collection of tangible personal property taxes from telephone companies; however, the Library received no tangible personal property tax revenue from telephone company property. Tangible personal property taxes received from telephone companies in 2010 were levied after October 1, 2009, on the value as of December 31, 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or

Cuyahoga County Public Library
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semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

The full tax rate for all Library operations for the year ended December 31, 2010 was \$2.50 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2010 property tax receipts were based are as follows:

Category	Assessed Values
Real Estate	
Residential/Agricultural	\$12,844,834,240
Other Real Estate	4,888,915,190
Tangible Personal Property	
Public Utility	333,998,340
Total	\$18,067,747,770

The County Treasurer collects property tax on behalf of all taxing districts within the county, including the Library district. The County Auditor periodically remits to the Library its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes and public utility taxes which are measurable as of December 31, 2010 and for which there is an enforceable legal claim. In the General fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2010 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while on a modified accrual basis it is deferred.

Note 7 - Receivables

Receivables at December 31, 2010, consisted of property taxes, accounts, accrued interest and intergovernmental. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables except property taxes are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Intergovernmental Receivables	Amounts
Public Library Fund	\$10,141,902
Homestead and Rollback	2,492,664
Tangible Personal Property Loss Reimbursement	347,836
Shiloh Café Grant	2,700
Cuyahoga County Auditor	834
Total	\$12,985,936

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 8 - Risk Management

The Library is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2010, the Library contracted with several companies for various types of insurance coverage as follows:

Company	Type of Coverage	Deductible	Coverage
Cincinnati Insurance Company	General Liability	N/A	\$2,000,000
	Automobile Liability	N/A	1,000,000
	Uninsured/Underinsured Motorist	N/A	1,000,000
	Electronic Data Processing	2,500/5,000	7,903,390
	Crime	1,000	500,000
	Inland Marine	1,000	500,000
	Flood and Earthquake	50,000	10,000,000
	Commercial Property	5,000	203,325,386
	Umbrella Liability	N/A	20,000,000
	Employee Benefits Liability	1,000	1,000,000
National Union Fire Insurance	Public Official Liability	N/A	5,000,000

In addition to the above, the Finance Director and the Assistant Finance Director are bonded for \$1,500,000. Settled claims have not exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

The Library pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. The System administers and pays all claims.

The Library provides health insurance to employees through a private carrier. Dental coverage is also provided. The Library's liability for health care is limited to the premiums paid.

Note 9 – Interfund Transfers

Interfund transfers for the year ended December 31, 2010, consisted of the following:

Transfers To	Transfer From		Total
	General	Capital Improvements	
General Fund	\$0	\$435,127	\$435,127
Capital Improvements	7,750,000	0	7,750,000
Other Governmental Funds	1,078,881	0	1,078,881
Total All Funds	\$8,828,881	\$435,127	\$9,264,008

The transfer from the general fund to the capital improvement fund was for the purpose of reserving funds to cover major capital improvements. The transfer from the capital improvement fund to the general fund was to reimburse the general fund for various capital expenditures. The remaining transfers from the general fund were made to move unrestricted balances to support programs and projects accounted for in the summer camps special revenue fund and to meet debt service obligations in the debt service fund.

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 10 - Contingencies

Grants

The Library receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or any other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the Library.

Litigation

The Library is a party to legal proceedings. The Library management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the Library and that the Library has adequate liability insurance coverage to protect itself against any material loss.

Note 11 - Capital Assets

Capital asset activity for the year ended December 31, 2010, was as follows:

	Restated Balance 12/31/09	Additions	Deletions	Balance 12/31/10
Governmental activities:				
Capital assets, not being depreciated				
Land	\$1,324,490	\$193,023	\$0	\$1,517,513
Construction in progress	0	830,347	0	830,347
Total capital assets not being depreciated	<u>1,324,490</u>	<u>1,023,370</u>	<u>0</u>	<u>2,347,860</u>
Capital assets, being depreciated				
Land Improvements	4,019,576	0	0	4,019,576
Buildings and Building Improvements	71,551,610	104,320	0	71,655,930
Furniture, Fixtures and Equipment	6,014,416	99,253	(108,722)	6,004,947
Vehicles	973,146	0	0	973,146
Software	2,705,246	38,358	0	2,743,604
Total capital assets being depreciated	<u>85,263,994</u>	<u>241,931</u>	<u>(108,722)</u>	<u>85,397,203</u>
Accumulated depreciation				
Land Improvements	(2,576,210)	(198,322)	0	(2,774,532)
Buildings and Building Improvements	(33,146,138)	(1,774,025)	0	(34,920,163)
Furniture, Fixtures and Equipment	(4,101,209)	(905,372)	76,964	(4,929,617)
Vehicles	(660,776)	(55,117)	0	(715,893)
Software	(995,908)	(264,881)	0	(1,260,789)
Total accumulated depreciation	<u>(41,480,241)</u>	<u>(3,197,717) *</u>	<u>76,964</u>	<u>(44,600,994)</u>
Total Capital assets being depreciated, net	<u>43,783,753</u>	<u>(2,955,786)</u>	<u>(31,758)</u>	<u>40,796,209</u>
Governmental activities capital assets, net	<u>\$45,108,243</u>	<u>(\$1,932,416)</u>	<u>(\$31,758)</u>	<u>\$43,144,069</u>

Cuyahoga County Public Library
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* Depreciation expense was charged to governmental activities as follows:

Library Services:	
Public Service and Programs	\$1,735,049
Collection Development and Processing	174,116
Support Services:	
Facilities Operation and Maintenance	56,447
Business Administration	<u>1,232,105</u>
Total	<u><u>\$3,197,717</u></u>

Note 12 - Defined Benefit Pension Plan

Ohio Public Employees Retirement System

Plan Description – The Library participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units. Member contribution rates, as set forth in the Ohio Revised Code, are not to exceed 10 percent of covered payroll. For the year ended December 31, 2010, members in state and local classifications contributed 10 percent of covered payroll. Members in the state and local divisions may participate in all three plans. For 2010, member and employer contribution rates were consistent across all three plans.

The Library's 2010 contribution rate was 14.0 percent. The portion of employer contributions used to fund pension benefits is net of post-employment health care benefits. The portion of employer contribution allocated to health care for members in the Traditional Plan was 5.5 percent from January 1 through February 28, 2010, and 5 percent from March 1 through December 31, 2010. The portion of employer contributions allocated to health care for members in the Combined Plan was 4.73 percent from January 1 through February 28, 2010, and 4.23 percent from March 1 through December 31, 2010. Employer contribution rates are actuarially determined.

Cuyahoga County Public Library
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The Library's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2010, 2009 and 2008 were \$2,670,756, \$2,421,814 and \$2,164,313, respectively. For 2010, 90 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2009 and 2008. Contributions to the Member-Directed Plan for 2010 were \$56,116 made by the Library and \$78,561 made by plan members.

Note 13 - Postemployment Benefits

Ohio Public Employees Retirement System

Plan Description – Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan—a cost sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan—a defined contribution plan; and the Combined Plan—a cost sharing, multiple employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple-employer defined benefit post-employment health care plan for qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage. The plan includes a medical plan, prescription drug program and Medicare Part B premium reimbursement.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2010, state and local employers contributed at a rate of 14.0 percent of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units.

Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 5.5 percent from January 1 through February 28, 2010, and 5 percent from March 1 through December 31, 2010. The portion of employer contributions allocated to health care for members in the Combined Plan was 4.73 percent from January 1 through February 28, 2010, and 4.23 percent from March 1 through December 31, 2010.

Cuyahoga County Public Library
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For the Year Ended December 31, 2010

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment health care plan.

The Library's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2010, 2009 and 2008 were \$1,519,628, \$1,679,898 and \$2,164,313, respectively. For 2010, 90 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2009 and 2008.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased on January 1 of each year from 2006 to 2008. These rate increases allowed additional funds to be allocated to the health care plan.

Note 14 – Other Employee Benefits

Compensated Absences

All full time and part time benefit eligible employees earn vacation based on years of service and job grade. An employee can accrue between 80 hours and 200 hours annually. Annual vacation may be carried forward from one year to the next up to a limit of one and a half of their annual accrual. Accrued vacation leave is paid upon retirement, termination, or death of the employee.

Benefit eligible employees can float the Presidents Day, Veterans Day, Columbus Day and Martin Luther King holidays up to a maximum of 180 days. Part time employees may float the New Years Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, Christmas Day, Christmas Eve, and New Years Eve holidays up to a maximum of 180 days. Unused holidays that have not expired are paid out upon retirement, termination or death of the employee.

Sick leave is accrued for all full time employees based on their hire date and job grade. A full-time management or confidential employee hired on or before March 31, 2010 accumulates sick leave at a rate of .05775 per hour up to 120 hours for a full year's employment. A full-time management or confidential employee hired on or after April 1, 2010 accumulates sick leave depending on job grade at either the rate of .0385 per hour up to 60 hours per year or .05775 per hour up to 120 hours for a full year's employment. Sick leave is accrued for bargaining unit employees hired on or before March 31, 2010 at an accrual rate of .05775 per hour up to 120 hours for a full year's employment and a total accumulation not to exceed 800 hours, plus current year. Sick leave is accrued for bargaining unit employees hired on or after April 1, 2010 at an accrual rate of .0385 per hour up to 60 hours for a full year's employment and a total accumulation not to exceed 800 hours, plus current year. Part-time employees working sixteen hours or more per week shall receive a pro-rata share. Upon retirement prior to April 1, 2011, a management or confidential employee can be paid a percentage of accumulated, unused sick leave depending on years of service. Retiring bargaining unit employees are paid unused sick leave as outlined in the bargaining unit contract.

Early Retirement Incentive

On June 23, 2009, the Cuyahoga County Public Library Board of Trustees approved an Early Retirement/Resignation Incentive Option. Interested employees had until September 1, 2009 to commit to the option and must have chosen to retire or resign no later than December 31, 2009. The option allowed management, confidential and bargaining unit employees to retire or resign and receive one hundred percent of their accrued sick leave, subject to a maximum of eight hundred hours. The other part of the agreement

Cuyahoga County Public Library
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

was that the employee would not be eligible for re-hire by the Library for a minimum period of twelve months from their separation date.

Note 15 - Long-Term Obligations

Original issue amounts and interest rates of the Library's debt issues were as follows:

Debt Issue	Interest Rate	Original Issue	Year of Maturity
Library Fund Facilities Notes, Series 2010			
Tax-exempt Serial Notes	2.00% to 4.00%	\$20,045,000	2019
Build America Bonds Serial Notes	4.75% to 5.20%	8,020,000	2022
Build America Bonds Term Notes	5.55% to 6.25%	46,935,000	2035

The changes in the Library's long-term obligations during the year consist of the following:

	Principal Outstanding 12/31/2009	Additions	Deletions	Principal Outstanding 12/31/2010	Amounts Due In One Year
Governmental Activities					
2010 Library Fund Facilities Notes, Series 2010					
Tax-exempt Serial Notes	\$0	\$20,045,000	\$0	\$20,045,000	\$1,995,000
Premium on Tax-exempt Notes	0	812,973	51,190	761,783	0
Discount on Tax-exempt Notes	0	(71,542)	(4,505)	(67,037)	0
Total Tax-exempt Serial Notes	0	20,786,431	46,685	20,739,746	1,995,000
Build America Bonds Serial Notes	0	8,020,000	0	8,020,000	0
Build America Bonds Term Notes	0	46,935,000	0	46,935,000	0
Total Build America Bonds	0	54,955,000	0	54,955,000	0
Total Library Fund Facilities Notes	0	75,741,431	46,685	75,694,746	1,995,000
Other Long Term Obligations					
Compensated Absences	4,687,104	4,205,431	4,134,780	4,757,755	1,833,187
Total General Long-term Obligations	\$4,687,104	\$79,946,862	\$4,181,465	\$80,452,501	\$3,828,187

Compensated absences will be paid from the general fund.

On August 19, 2010, the Library issued \$75,000,000 in Library Fund Library Facilities Notes for the purpose of constructing, remodeling, renovating and otherwise improving, equipping and furnishing library buildings and parts of library buildings and other real property, and purchasing personal property, necessary for the proper maintenance and operation of the library. The notes include tax-exempt serial notes and Build America Bonds (BABs) in the amounts of \$20,045,000 and \$54,955,000, respectively. As part of the American Recovery and Reinvestment Act of 2009, Congress added Sections 54AA and 6431 to the Code, which permit state or local governments to obtain certain tax advantages when they issue BABs. Under Section 6431 of the Code, the Library may elect to receive payments directly from the Secretary of the United States Treasury equal to 35 percent of the corresponding interest payable on this issue. The tax-exempt serial notes were issued at both a premium of \$812,973 and a discount of \$71,542. The notes were issued for a twenty-five year period with final maturity at December 1, 2035. The notes will be retired from the note retirement debt service fund from Public Library Fund revenue.

Cuyahoga County Public Library
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For the Year Ended December 31, 2010

The BABs term notes maturing on December 1, 2025, 2030 and 2035 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Year	Issue		
	\$8,865,000	\$17,165,000	\$20,905,000
2023	2,850,000	0	0
2024	2,955,000	0	0
2026	0	3,170,000	0
2027	0	3,295,000	0
2028	0	3,430,000	0
2029	0	3,565,000	0
2031	0	0	3,855,000
2032	0	0	4,010,000
2033	0	0	4,175,000
2034	0	0	4,345,000
Total	\$5,805,000	\$13,460,000	\$16,385,000
Stated Maturity	12/1/2025	12/1/2030	12/1/2035

The remaining principal amount of the term bonds (\$3,060,000, \$3,705,000 and \$4,520,000) will mature at the stated maturity.

The BABs maturing on and after December 1, 2021, shall be subject to optional redemption, by and at the sole option of the Library, either in whole or in part (as selected by the Library and in multiples of \$5,000), on any date on or after December 1, 2020, at a redemption price of 100 percent of the principal amount redeemed, plus accrued interest to the redemption date.

The BABs are subject to extraordinary optional redemption by the Library prior to maturity, in whole at any time or in part on any interest payment date, at a redemption price of 100 percent (expressed as a percentage of the principal amount), plus interest accrued to the date fixed for redemption in the event that the Build America payments from the federal government cease or are in an amount less than 35 percent of the corresponding interest payable on the BABs.

The Library's overall legal debt margin was \$1,822,113,516 with an unvoted debt margin of \$918,726,127 at December 31, 2010. Principal and interest requirements to maturity for the Library Fund Facilities Notes, Series 2010 outstanding at December 31, 2010, are as follows:

	Serial Notes		Term Notes		Subsidy	Total
	Principal	Interest	Principal	Interest		
2011	\$1,995,000	\$996,270	\$0	\$2,849,926	(\$1,137,490)	\$4,703,706
2012	2,035,000	956,370	0	2,849,926	(1,137,490)	\$4,703,806
2013	2,075,000	915,670	0	2,849,926	(1,137,490)	\$4,703,106
2014	2,115,000	874,170	0	2,849,926	(1,137,490)	\$4,701,606
2015	2,200,000	789,570	0	2,849,926	(1,137,490)	\$4,702,006
2016-2020	12,215,000	2,737,550	0	14,249,630	(5,687,450)	\$23,514,730
2021-2025	5,430,000	420,540	8,865,000	13,769,280	(4,966,437)	\$23,518,383
2026-2030	0	0	17,165,000	9,768,957	(3,419,134)	\$23,514,823
2031-2035	0	0	20,905,000	4,023,751	(1,408,312)	\$23,520,439
Total	\$28,065,000	\$7,690,140	\$46,935,000	\$56,061,248	(\$21,168,783)	\$117,582,605

Combining and Individual Fund Statements and Schedules

Combining Statements – Non-major Governmental Funds

Non-major Special Revenue Funds

The Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes. A description of the Library's nonmajor special revenue funds follows:

Storytime/Telephone Fund – This fund accounts for donations to support the children's storytelling service. Children can hear a story over the telephone. This service is provided by the Orange Branch Library staff.

Financial Literacy Project Fund – This fund accounts for monies received from the FINRA Investor Education Foundation to support the "Money and Investing Fundamentals" financial literacy project.

Cleveland Browns Fund – This fund accounts for donations to support the Read with the Cleveland Browns reading program.

Homework Centers Fund – This fund accounts for contributions from the Cleveland Foundation to support the centers to assist youth with their homework through tutoring.

Summer Camps Fund – This fund accounts for donations received to support the summer day camps for youth.

Kindergarten Kits Fund – This fund accounts for grant monies received to support the creation and assembly of kits for children entering kindergarten in all of Cuyahoga County.

Jobs and Training Fund – This fund accounts for contributions from the Cleveland Foundation to support two new positions in the Library system – a new career counselor at the Maple Heights branch and a new technology trainer – to increase the number of people the Library can serve through career counseling and technology classes.

Youth System Program Fund – This fund accounts for donations from The DBJ Foundation used to secure activities and consultants for system wide youth programs named in honor of the Jacobs, The David and Barbara Jacobs Youth Learning Series.

Shiloh Café Fund – This fund accounts for grant monies that pass through the Parma City School District from MyCom for enrichment and literacy based programming to help youth connect to reading and reach their maximum potential.

Choose to Read Fund – This fund accounts for grant monies to develop an interactive book discussion model for teachers and caregivers in the community using the book After Tupac and D Foster.

Library Support Fund – This fund accounts for donations and gifts that are given to the individual branches and several divisions within administration. The monies can be spent at the discretion of the branch or division which receives the monies.

Branch Support Fund – This fund accounts for larger donations or gifts from estates that have no restrictions placed on the revenue. The monies can be spent at the discretion of the branches.

(continued)

Combining Statements – Non-major Governmental Funds (continued)

Non-major Permanent Funds

The Permanent funds are used to account for resources received that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the Library's programs, that is, for the benefit of the Library. A description of the Library's nonmajor permanent funds follows:

Levenson Memorial Fund – This fund accounts for contributions from an estate. The monies can be spent only for children's library activities at the discretion of the Gates Mills branch supervisors.

South Euclid Memorial Fund – This fund accounts for contributions from an estate. This principal amount must remain intact, with the interest earned to be used to establish a memorial shelf, and to purchase books and periodicals for the South Euclid Library. The agreement expires when 25 years have elapsed from the creation of the fund (February 25, 1993); at this time the Library is free to use the principal for the benefit of the South Euclid Library.

Non-major Debt Service Fund

Debt Service Fund – To account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Cuyahoga County Public Library

Combining Balance Sheet

Nonmajor Governmental Funds

December 31, 2010

	Nonmajor Special Revenue Funds	Nonmajor Permanent Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,040,000	\$65,796	\$2,105,796
Receivables:			
Accounts	283,405	0	283,405
Intergovernmental	2,700	0	2,700
<i>Total Assets</i>	<u>\$2,326,105</u>	<u>\$65,796</u>	<u>\$2,391,901</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$26,111	\$0	\$26,111
Deferred Revenue	231,814	0	231,814
<i>Total Liabilities</i>	<u>257,925</u>	<u>0</u>	<u>257,925</u>
Fund Balances			
Reserved for Encumbrances	4,381	0	4,381
Reserved for South Euclid Books and Periodicals	0	50,000	50,000
Reserved for Gates Mills Children's Activities	0	4,919	4,919
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	2,063,799	0	2,063,799
Permanent Funds	0	10,877	10,877
<i>Total Fund Balances</i>	<u>2,068,180</u>	<u>65,796</u>	<u>2,133,976</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,326,105</u>	<u>\$65,796</u>	<u>\$2,391,901</u>

Cuyahoga County Public Library
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Permanent Funds	Total Nonmajor Governmental Funds
Revenues				
Intergovernmental	\$121,285	\$0	\$0	\$121,285
Interest	1,049	0	74	1,123
Contributions, Gifts and Donations	613,818	0	0	613,818
Miscellaneous	17,950	0	0	17,950
<i>Total Revenues</i>	<u>754,102</u>	<u>0</u>	<u>74</u>	<u>754,176</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs	588,108	0	1,137	589,245
Capital Outlay	40,178	0	356	40,534
Debt Service:				
Interest and Fiscal Charges	0	1,089,756	0	1,089,756
Note Issuance Costs	0	650,401	0	650,401
<i>Total Expenditures</i>	<u>628,286</u>	<u>1,740,157</u>	<u>1,493</u>	<u>2,369,936</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>125,816</u>	<u>(1,740,157)</u>	<u>(1,419)</u>	<u>(1,615,760)</u>
Other Financing Sources (Uses)				
Premium on Notes	0	812,973	0	812,973
Discount on Notes	0	(71,542)	0	(71,542)
Transfers In	80,155	998,726	0	1,078,881
<i>Total Other Financing Sources (Uses)</i>	<u>80,155</u>	<u>1,740,157</u>	<u>0</u>	<u>1,820,312</u>
<i>Net Change in Fund Balances</i>	205,971	0	(1,419)	204,552
<i>Fund Balances Beginning of Year</i>	<u>1,862,209</u>	<u>0</u>	<u>67,215</u>	<u>1,929,424</u>
<i>Fund Balances End of Year</i>	<u><u>\$2,068,180</u></u>	<u><u>\$0</u></u>	<u><u>\$65,796</u></u>	<u><u>\$2,133,976</u></u>

Cuyahoga County Public Library

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2010

	<u>Storytime/ Telephone</u>	<u>Financial Literacy Project</u>	<u>Cleveland Browns</u>	<u>Homework Centers</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$355	\$9,759	\$491	\$20,509
Receivables:				
Accounts	0	0	0	150,000
Intergovernmental	0	0	0	0
<i>Total Assets</i>	<u>\$355</u>	<u>\$9,759</u>	<u>\$491</u>	<u>\$170,509</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$110	\$2,843	\$14,438
Deferred Revenue	0	0	0	150,000
<i>Total Liabilities</i>	<u>0</u>	<u>110</u>	<u>2,843</u>	<u>164,438</u>
Fund Balances				
Reserved for Encumbrances	0	0	0	0
Unreserved, Undesignated, Reported in:				
Special Revenue Funds (Deficit)	355	9,649	(2,352)	6,071
<i>Total Fund Balances (Deficit)</i>	<u>355</u>	<u>9,649</u>	<u>(2,352)</u>	<u>6,071</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$355</u>	<u>\$9,759</u>	<u>\$491</u>	<u>\$170,509</u>

Kindergarten Kits	Jobs and Training	Youth System Program	Shiloh Café	Library Support	Branch Support	Total Nonmajor Special Revenue Funds
\$1,103	\$116,876	\$1,230	\$898	\$908,988	\$979,791	\$2,040,000
0	81,814	50,000	0	1,591	0	283,405
0	0	0	2,700	0	0	2,700
<u>\$1,103</u>	<u>\$198,690</u>	<u>\$51,230</u>	<u>\$3,598</u>	<u>\$910,579</u>	<u>\$979,791</u>	<u>\$2,326,105</u>
\$0	\$0	\$1,000	\$0	\$6,222	\$1,498	\$26,111
0	81,814	0	0	0	0	231,814
0	81,814	1,000	0	6,222	1,498	257,925
0	0	0	0	2,616	1,765	4,381
1,103	116,876	50,230	3,598	901,741	976,528	2,063,799
1,103	116,876	50,230	3,598	904,357	978,293	2,068,180
<u>\$1,103</u>	<u>\$198,690</u>	<u>\$51,230</u>	<u>\$3,598</u>	<u>\$910,579</u>	<u>\$979,791</u>	<u>\$2,326,105</u>

Cuyahoga County Public Library
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Storytime/ Telephone	Financial Literacy Project	Cleveland Browns	Homework Centers
Revenues				
Intergovernmental	\$0	\$0	\$0	\$0
Interest	0	0	0	0
Contributions, Gifts and Donations	0	49,500	0	100,000
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>0</u>	<u>49,500</u>	<u>0</u>	<u>100,000</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs	1,044	51,312	3,273	196,429
Capital Outlay	0	0	0	7,272
<i>Total Expenditures</i>	<u>1,044</u>	<u>51,312</u>	<u>3,273</u>	<u>203,701</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,044)	(1,812)	(3,273)	(103,701)
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	(1,044)	(1,812)	(3,273)	(103,701)
<i>Fund Balances Beginning of Year</i>	<u>1,399</u>	<u>11,461</u>	<u>921</u>	<u>109,772</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$355</u>	<u>\$9,649</u>	<u>(\$2,352)</u>	<u>\$6,071</u>

Summer Camps	Kindergarten Kits	Jobs and Training	Youth System Program	Shiloh Café	Choose to Read
\$0	\$117,035	\$0	\$0	\$4,250	\$0
0	0	0	0	0	0
19,000	0	58,438	50,000	0	0
0	0	0	0	0	0
<u>19,000</u>	<u>117,035</u>	<u>58,438</u>	<u>50,000</u>	<u>4,250</u>	<u>0</u>
99,227	117,035	0	49,770	1,852	9,375
0	0	0	0	0	0
<u>99,227</u>	<u>117,035</u>	<u>0</u>	<u>49,770</u>	<u>1,852</u>	<u>9,375</u>
(80,227)	0	58,438	230	2,398	(9,375)
<u>80,155</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(72)	0	58,438	230	2,398	(9,375)
<u>72</u>	<u>1,103</u>	<u>58,438</u>	<u>50,000</u>	<u>1,200</u>	<u>9,375</u>
<u>\$0</u>	<u>\$1,103</u>	<u>\$116,876</u>	<u>\$50,230</u>	<u>\$3,598</u>	<u>\$0</u>

(continued)

Cuyahoga County Public Library
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2010

	Library Support	Branch Support	Total Nonmajor Special Revenue Funds
Revenues			
Intergovernmental	\$0	\$0	\$121,285
Interest	51	998	1,049
Contributions, Gifts and Donations	327,105	9,775	613,818
Miscellaneous	17,950	0	17,950
<i>Total Revenues</i>	<u>345,106</u>	<u>10,773</u>	<u>754,102</u>
Expenditures			
Current:			
Library Services:			
Public Service and Programs	39,752	19,039	588,108
Capital Outlay	21,516	11,390	40,178
<i>Total Expenditures</i>	<u>61,268</u>	<u>30,429</u>	<u>628,286</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	283,838	(19,656)	125,816
Other Financing Sources			
Transfers In	0	0	80,155
<i>Net Change in Fund Balances</i>	283,838	(19,656)	205,971
<i>Fund Balances Beginning of Year</i>	<u>620,519</u>	<u>997,949</u>	<u>1,862,209</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$904,357</u></u>	<u><u>\$978,293</u></u>	<u><u>\$2,068,180</u></u>

Cuyahoga County Public Library
Combining Balance Sheet
Nonmajor Permanent Funds
December 31, 2010

	<u>Levenson Memorial</u>	<u>South Euclid Memorial</u>	<u>Total Nonmajor Permanent Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	<u>\$6,310</u>	<u>\$59,486</u>	<u>\$65,796</u>
Liabilities and Fund Balances			
Liabilities	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Fund Balances			
Reserved for South Euclid Books and Periodicals	0	50,000	50,000
Reserved for Gates Mills Children's Activities	4,919	0	4,919
Unreserved, Undesignated, Reported in:			
Permanent Funds	<u>1,391</u>	<u>9,486</u>	<u>10,877</u>
<i>Total Fund Balances</i>	<u>6,310</u>	<u>59,486</u>	<u>65,796</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$6,310</u>	<u>\$59,486</u>	<u>\$65,796</u>

Cuyahoga County Public Library
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Permanent Funds
For the Year Ended December 31, 2010

	Levenson Memorial	South Euclid Memorial	Total Nonmajor Permanent Funds
Revenues			
Interest	\$7	\$67	\$74
Expenditures			
Current:			
Library Services:			
Public Service and Programs	0	1,137	1,137
Capital Outlay	0	356	356
<i>Total Expenditures</i>	0	1,493	1,493
<i>Net Change in Fund Balances</i>	7	(1,426)	(1,419)
<i>Fund Balances Beginning of Year</i>	6,303	60,912	67,215
<i>Fund Balances End of Year</i>	\$6,310	\$59,486	\$65,796

Fiduciary Fund

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the Library under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the Library's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Agency Funds

Section 125 Healthcare and Dependent Care Fund - This fund reflects resources that belong to the Library employees to be used for healthcare and dependent care expenses.

Payroll Deductions Fund – This fund accounts for various payroll deductions until they are forward on to the proper organization. Current payroll deductions include amount to be forwarded onto the Ohio Public Employees Retirement System and amounts for employees to purchase Library logo clothing.

Friends Book Sale – This fund accounts for the collection and distribution of revenue from the book sales within each library by the Friends of the Cuyahoga County Public Library.

Union Candy Money – This fund accounts for the collection and distribution of revenue from the union candy fundraisers.

United Way and Community Shares Donations – This fund accounts for the donations received from employees to be forwarded to the United Way and Community Shares Charitable campaign.

Cuyahoga County Public Library
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2010

	Beginning Balance 12/31/09	Additions	Deductions	Ending Balance 12/31/10
Section 125 Healthcare and Dependent Care				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$37,298	\$179,209	\$176,262	\$40,245
Liabilities				
Deposits Held and Due to Others	\$37,298	\$179,209	\$176,262	\$40,245
Payroll Deductions				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$3,119,987	\$3,003,831	\$116,156
Liabilities				
Deposits Held and Due to Others	\$0	\$3,119,987	\$3,003,831	\$116,156
Friends Book Sale				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$134,654	\$126,532	\$8,122
Liabilities				
Deposits Held and Due to Others	\$0	\$134,654	\$126,532	\$8,122
Union Candy Money				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$41,276	\$37,718	\$3,558
Liabilities				
Deposits Held and Due to Others	\$0	\$41,276	\$37,718	\$3,558

(continued)

Cuyahoga County Public Library
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2010

	Beginning Balance 12/31/09	Additions	Deductions	Ending Balance 12/31/10
United Way and Community Shares Donations				
Assets				
Cash and Cash Equivalents				
In Segregated Accounts	\$0	\$15,407	\$8,356	\$7,051
Liabilities				
Deposits Held and Due to Others	\$0	\$15,407	\$8,356	\$7,051
All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$37,298	\$3,475,126	\$3,344,343	\$168,081
Cash and Cash Equivalents In Segregated Accounts	0	15,407	8,356	7,051
<i>Total Assets</i>	\$37,298	\$3,490,533	\$3,352,699	\$175,132
Liabilities				
Deposits Held and Due to Others	\$37,298	\$3,490,533	\$3,352,699	\$175,132

**Individual Fund Schedules of Revenues, Expenditures
and Changes in Fund Balance –
Budget (Non-GAAP Basis) and Actual**

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$36,497,680	\$39,888,647	\$39,713,012	(\$175,635)
Patron Fines and Fees	1,047,663	1,145,000	1,140,607	(4,393)
Intergovernmental	24,553,084	26,834,289	26,842,830	8,541
Interest	16,516	18,050	19,425	1,375
Contributions, Gifts and Donations	7,320	8,000	3,457	(4,543)
Rentals	41,175	45,000	43,326	(1,674)
Refunds and Reimbursements	258,301	282,300	579,136	296,836
Miscellaneous	6,587	7,200	13,717	6,517
<i>Total Revenues</i>	62,428,326	68,228,486	68,355,510	127,024
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Salaries and Wages	22,574,074	22,752,082	22,752,082	0
Fringe Benefits	3,482,109	3,389,520	3,389,520	0
Purchased Services	1,734,620	1,742,063	1,742,063	0
Materials and Supplies	11,037,472	11,046,241	11,015,239	31,002
Other	27,293	26,243	26,243	0
Total Public Service and Programs	38,855,568	38,956,149	38,925,147	31,002
Collection Development and Processing				
Salaries and Wages	2,421,881	2,428,150	2,428,123	27
Fringe Benefits	362,837	363,776	363,747	29
Purchased Services	23,754	23,815	23,778	37
Materials and Supplies	141,545	141,911	141,884	27
Total Collection Development and Processing	2,950,017	2,957,652	2,957,532	120
Total Library Services	41,805,585	41,913,801	41,882,679	31,122
Support Services:				
Facilities Operations and Maintenance				
Salaries and Wages	2,234,615	2,240,400	2,240,374	26
Fringe Benefits	335,422	336,290	336,266	24
Purchased Services	2,632,163	2,638,977	2,570,768	68,209
Materials and Supplies	334,570	335,436	335,392	44
Total Facilities Operations and Maintenance	\$5,536,770	\$5,551,103	\$5,482,800	\$68,303

(continued)

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2010

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Business Administration				
Salaries and Wages	\$3,511,161	\$3,520,250	\$3,520,195	\$55
Fringe Benefits	4,898,669	4,911,350	4,911,297	53
Purchased Services	3,733,527	3,743,192	3,739,123	4,069
Materials and Supplies	391,772	392,786	392,227	559
Other	2,308,956	2,314,933	69,380	2,245,553
Total Business Administration	14,844,085	14,882,511	12,632,222	2,250,289
Total Support Services	20,380,855	20,433,614	18,115,022	2,318,592
Capital Outlay				
Purchase of Land	0	193,025	193,025	0
Building Improvements	292,572	92,572	82,524	10,048
Furniture and Equipment	1,001,240	468,180	467,137	1,043
Software	0	100,335	100,334	1
Motor Vehicles	300,000	0	0	0
Total Capital Outlay	1,593,812	854,112	843,020	11,092
Total Expenditures	63,780,252	63,201,527	60,840,721	2,360,806
Excess of Revenues Over (Under) Expenditures	(1,351,926)	5,026,959	7,514,789	2,487,830
Other Financing Sources (Uses)				
Advances In	0	115,000	115,000	0
Transfers In	0	435,000	435,127	127
Transfers Out	(2,000,000)	(8,928,885)	(8,828,881)	100,004
Total Other Financing Sources (Uses)	(2,000,000)	(8,378,885)	(8,278,754)	100,131
Net Change in Fund Balance	(3,351,926)	(3,351,926)	(763,965)	2,587,961
Fund Balance Beginning of Year	1,140,218	1,140,218	1,140,218	0
Prior Year Encumbrances Appropriated	2,222,409	2,222,409	2,222,409	0
Fund Balance End of Year	\$10,701	\$10,701	\$2,598,662	\$2,587,961

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvement Fund
For the Year Ended December 31, 2010

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Interest	\$175,000	\$175,000	\$491,576	\$316,576
Contributions, Gifts and Donations	0	0	50,000	\$50,000
<i>Total Revenues</i>	<u>175,000</u>	<u>175,000</u>	<u>541,576</u>	<u>366,576</u>
Expenditures				
Current:				
Support Services:				
Facilities Operation and Maintenance				
Purchased Services	3,032,170	3,032,170	1,535,910	1,496,260
Materials and Supplies	1,065	1,065	1,064	1
Total Support Services	<u>3,033,235</u>	<u>3,033,235</u>	<u>1,536,974</u>	<u>1,496,261</u>
Capital Outlay				
Building	9,845,000	9,845,000	30,000	9,815,000
Building Improvements	41,860	41,860	37,940	3,920
Furniture and Equipment	80,055	80,055	13,382	66,673
Total Capital Outlay	<u>9,966,915</u>	<u>9,966,915</u>	<u>81,322</u>	<u>9,885,593</u>
<i>Total Expenditures</i>	<u>13,000,150</u>	<u>13,000,150</u>	<u>1,618,296</u>	<u>11,381,854</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(12,825,150)</u>	<u>(12,825,150)</u>	<u>(1,076,720)</u>	<u>11,748,430</u>
Other Financing Sources (Uses)				
Library Facilities Notes Issued	75,000,000	75,000,000	75,000,000	0
Transfers In	0	0	7,750,000	7,750,000
Transfers Out	(435,127)	(435,127)	(435,127)	0
<i>Total Other Financing Sources (Uses)</i>	<u>74,564,873</u>	<u>74,564,873</u>	<u>82,314,873</u>	<u>7,750,000</u>
<i>Net Change in Fund Balance</i>	61,739,723	61,739,723	81,238,153	19,498,430
<i>Fund Balance Beginning of Year</i>	<u>31,166,843</u>	<u>31,166,843</u>	<u>31,166,843</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$92,906,566</u>	<u>\$92,906,566</u>	<u>\$112,404,996</u>	<u>\$19,498,430</u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Storytime/Telephone Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Contributions, Gifts and Donations	\$1,200	\$1,200	\$0	(\$1,200)
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	1,500	1,500	1,044	456
<i>Net Change in Fund Balance</i>	(300)	(300)	(1,044)	(744)
<i>Fund Balance Beginning of Year</i>	1,399	1,399	1,399	0
<i>Fund Balance End of Year</i>	\$1,099	\$1,099	\$355	(\$744)

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Financial Literacy Project Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Contributions, Gifts and Donations	\$49,500	\$49,500	\$49,500	\$0
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	57,815	57,815	49,518	8,297
Materials and Supplies	1,685	1,685	1,684	1
<i>Total Expenditures</i>	<u>59,500</u>	<u>59,500</u>	<u>51,202</u>	<u>8,298</u>
<i>Net Change in Fund Balance</i>	(10,000)	(10,000)	(1,702)	8,298
<i>Fund Balance Beginning of Year</i>	<u>11,461</u>	<u>11,461</u>	<u>11,461</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,461</u>	<u>\$1,461</u>	<u>\$9,759</u>	<u>\$8,298</u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cleveland Browns Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Contributions, Gifts and Donations	<u>\$8,000</u>	<u>\$8,000</u>	<u>\$0</u>	<u>(\$8,000)</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	<u>921</u>	<u>8,921</u>	<u>430</u>	<u>8,491</u>
<i>Net Change in Fund Balance</i>	7,079	(921)	(430)	491
<i>Fund Balance Beginning of Year</i>	<u>921</u>	<u>921</u>	<u>921</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$8,000</u></u>	<u><u>\$0</u></u>	<u><u>\$491</u></u>	<u><u>\$491</u></u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Homework Centers Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Contributions, Gifts and Donations	\$100,000	\$110,000	\$110,000	\$0
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Salaries and Wages	50,000	51,000	42,450	8,550
Fringe Benefits	7,725	10,470	6,558	3,912
Purchased Services	101,275	112,430	112,413	17
Materials and Supplies	11,000	10,400	10,391	9
Other	0	10,420	10,417	3
Total Library Services	170,000	194,720	182,229	12,491
Capital Outlay				
Furniture and Equipment	0	7,280	7,272	8
<i>Total Expenditures</i>	<u>170,000</u>	<u>202,000</u>	<u>189,501</u>	<u>12,499</u>
<i>Net Change in Fund Balance</i>	(70,000)	(92,000)	(79,501)	12,499
<i>Fund Balance Beginning of Year</i>	<u>100,010</u>	<u>100,010</u>	<u>100,010</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$30,010</u>	<u>\$8,010</u>	<u>\$20,509</u>	<u>\$12,499</u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Summer Camps Fund
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Contributions, Gifts and Donations	\$19,000	\$19,000	\$19,000	\$0
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	96,295	96,295	95,962	333
Materials and Supplies	3,705	3,705	3,265	440
<i>Total Expenditures</i>	100,000	100,000	99,227	773
<i>Excess of Revenues Under Expenditures</i>	(81,000)	(81,000)	(80,227)	773
Other Financing Sources				
Transfers In	81,000	81,000	80,155	(845)
<i>Net Change in Fund Balance</i>	0	0	(72)	(72)
<i>Fund Balance Beginning of Year</i>	72	72	72	0
<i>Fund Balance End of Year</i>	\$72	\$72	\$0	(\$72)

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Kindergarten Kits Fund
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$115,000	\$230,673	\$230,673	\$0
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	15,000	40,700	40,692	8
Materials and Supplies	100,000	76,350	76,343	7
<i>Total Expenditures</i>	115,000	117,050	117,035	15
<i>Excess of Revenues Over Expenditures</i>	0	113,623	113,638	15
Other Financing Uses				
Advances Out	0	(115,000)	(115,000)	0
<i>Net Change in Fund Balance</i>	0	(1,377)	(1,362)	15
<i>Fund Balance Beginning of Year</i>	2,465	2,465	2,465	0
<i>Fund Balance End of Year</i>	\$2,465	\$1,088	\$1,103	\$15

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Jobs and Training Fund
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Contributions, Gifts and Donations	\$0	\$0	\$58,438	\$0
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Salaries and Wages	30,000	30,000	0	30,000
Fringe Benefits	5,000	5,000	0	5,000
<i>Total Expenditures</i>	35,000	35,000	0	35,000
<i>Net Change in Fund Balance</i>	(35,000)	(35,000)	58,438	35,000
<i>Fund Balance Beginning of Year</i>	58,438	58,438	58,438	0
<i>Fund Balance End of Year</i>	\$23,438	\$23,438	\$116,876	\$35,000

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Youth System Programs Fund
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Contributions, Gifts and Donations	\$50,000	\$50,000	\$50,000	\$0
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	49,100	49,100	47,870	1,230
Materials and Supplies	900	900	900	0
<i>Total Expenditures</i>	50,000	50,000	48,770	1,230
<i>Net Change in Fund Balance</i>	0	0	1,230	1,230
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$1,230	\$1,230

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Shiloh Café Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	<u>\$2,400</u>	<u>\$2,400</u>	<u>\$2,750</u>	<u>\$350</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	1,200	1,200	712	488
Materials and Supplies	<u>1,200</u>	<u>1,200</u>	<u>1,140</u>	<u>60</u>
<i>Total Expenditures</i>	<u>2,400</u>	<u>2,400</u>	<u>1,852</u>	<u>548</u>
<i>Net Change in Fund Balance</i>	0	0	898	898
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$898</u></u>	<u><u>\$898</u></u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Choose to Read Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$9,375</u>	<u>\$9,375</u>	<u>\$9,375</u>	<u>\$0</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	4,875	4,875	4,875	0
Materials and Supplies	<u>4,500</u>	<u>4,500</u>	<u>4,500</u>	<u>0</u>
<i>Total Expenditures</i>	<u>9,375</u>	<u>9,375</u>	<u>9,375</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Library Support Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$55	\$62	\$51	(\$11)
Contributions, Gifts and Donations	58,660	66,250	325,514	\$259,264
Miscellaneous	7,692	8,688	17,950	9,262
<i>Total Revenues</i>	<u>66,407</u>	<u>75,000</u>	<u>343,515</u>	<u>268,515</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	16,445	16,445	16,181	264
Materials and Supplies	20,773	20,773	13,095	7,678
Other	8,030	8,030	4,408	3,622
Total Library Services	45,248	45,248	33,684	11,564
Capital Outlay				
Furniture and Equipment	103,345	103,345	29,935	73,410
<i>Total Expenditures</i>	<u>148,593</u>	<u>148,593</u>	<u>63,619</u>	<u>84,974</u>
<i>Net Change in Fund Balance</i>	(82,186)	(73,593)	279,896	353,489
<i>Fund Balance Beginning of Year</i>	611,968	611,968	611,968	0
Prior Year Encumbrances Appropriated	8,593	8,593	8,593	0
<i>Fund Balance End of Year</i>	<u>\$538,375</u>	<u>\$546,968</u>	<u>\$900,457</u>	<u>\$353,489</u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Branch Support Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$1,665	\$1,700	\$998	(\$702)
Contributions, Gifts and Donations	3,231	3,300	109,775	\$106,475
<i>Total Revenues</i>	<u>4,896</u>	<u>5,000</u>	<u>110,773</u>	<u>105,773</u>
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	11,555	11,555	8,553	3,002
Materials and Supplies	15,104	15,104	9,478	5,626
Total Library Services	26,659	26,659	18,031	8,628
Capital Outlay				
Furniture and Equipment	23,445	23,445	14,163	9,282
<i>Total Expenditures</i>	<u>50,104</u>	<u>50,104</u>	<u>32,194</u>	<u>17,910</u>
<i>Net Change in Fund Balance</i>	(45,208)	(45,104)	78,579	123,683
<i>Fund Balance Beginning of Year</i>	897,845	897,845	897,845	0
Prior Year Encumbrances Appropriated	104	104	104	0
<i>Fund Balance End of Year</i>	<u>\$852,741</u>	<u>\$852,845</u>	<u>\$976,528</u>	<u>\$123,683</u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Levenson Memorial Fund
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$50	\$50	\$7	(\$43)
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	50	50	7	(43)
<i>Fund Balance Beginning of Year</i>	6,303	6,303	6,303	0
<i>Fund Balance End of Year</i>	\$6,353	\$6,353	\$6,310	(\$43)

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
South Euclid Memorial Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Interest	\$400	\$400	\$67	(\$333)
Expenditures				
Current:				
Library Services:				
Public Service and Programs				
Purchased Services	1,140	1,140	1,137	3
Capital Outlay				
Furniture and Equipment	360	360	356	4
<i>Total Expenditures</i>	<u>1,500</u>	<u>1,500</u>	<u>1,493</u>	<u>7</u>
<i>Net Change in Fund Balance</i>	(1,100)	(1,100)	(1,426)	(326)
<i>Fund Balance Beginning of Year</i>	<u>60,912</u>	<u>60,912</u>	<u>60,912</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$59,812</u></u>	<u><u>\$59,812</u></u>	<u><u>\$59,486</u></u>	<u><u>(\$326)</u></u>

Cuyahoga County Public Library
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
	\$0	\$0	\$0	\$0
Revenues				
Expenditures				
Debt Service:				
Interest and Fiscal Charges	1,089,767	1,089,767	1,089,756	11
Issuance Costs	333,599	655,900	650,401	5,499
<i>Total Expenditures</i>	<u>1,423,366</u>	<u>1,745,667</u>	<u>1,740,157</u>	<u>5,510</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,423,366)</u>	<u>(1,745,667)</u>	<u>(1,740,157)</u>	<u>5,510</u>
Other Financing Sources (Uses)				
Premium on Library Facilities Notes Issued	812,973	812,973	812,973	0
Discount on Library Facilities Notes Issued	(71,543)	(71,543)	(71,542)	1
Transfers In	681,936	1,004,237	998,726	(5,511)
<i>Total Other Financing Sources (Uses)</i>	<u>1,423,366</u>	<u>1,745,667</u>	<u>1,740,157</u>	<u>(5,510)</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

STATISTICAL SECTION

Statistical Section

This part of the Cuyahoga County Public Library, Ohio's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the Library's overall financial health.

Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S5</i>
These schedules contain trend information to help the reader understand how the Library's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	<i>S6 – S18</i>
These schedules contain information to help the reader assess the Library's most significant local revenue, the property tax.	
<i>Debt Capacity</i>	<i>S19 – S21</i>
These schedules present information to help the reader assess the affordability of the Library's current levels of outstanding debt and the Library's ability to issue additional debt in the future.	
<i>Economic and Demographic Information</i>	<i>S22 – S23</i>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the Library's financial activities take place.	
<i>Operating Information</i>	<i>S24 – S29</i>
These schedules contain service and infrastructure data to help the reader understand how the information in the Library's financial report relates to the services the Library provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The Library implemented generally accepted accounting principles, including the reporting model in GASB Statement No. 34 in 2008; schedules presenting government-wide and governmental fund information include information beginning in that year.

Cuyahoga County Public Library

Net Assets By Component

Last Four Years

(Accrual Basis of Accounting)

	2010	2009	2008	2007
Governmental Activities				
Invested in Capital Assets,				
Net of Related Debt	\$42,049,258	\$45,108,243	\$47,479,600	\$49,606,581
Restricted:				
Capital Projects	39,132,877	0	0	0
Homework Centers	156,071	109,772	67,910	166,189
Jobs and Training	198,690	198,690	0	0
Library Support	904,357	620,519	684,304	355,541
Branch Support	978,293	997,949	904,230	864,970
Other Purposes	64,935	76,731	2,119	97,556
South Euclid Books and Periodicals				
Expendable	9,486	10,912	10,866	9,319
Nonexpendable	50,000	50,000	50,000	50,000
Gates Mills Children's Activities				
Expendable	1,391	1,384	1,367	1,208
Nonexpendable	4,919	4,919	4,919	4,919
Unrestricted	14,822,089	43,645,765	34,476,157	36,298,396
<i>Total Governmental Activities</i>				
<i>Net Assets</i>	<u>\$98,372,366</u>	<u>\$90,824,884</u>	<u>\$83,681,472</u>	<u>\$87,454,679</u>

Cuyahoga County Public Library*Changes in Net Assets**Last Three Years**(Accrual Basis of Accounting)*

	2010	2009	2008
Program Revenues			
Governmental Activities:			
Charges for Services:			
Library Services:			
Public Service and Programs	\$1,306,219	\$877,159	\$814,215
Support Services:			
Business Administration	438,507	271,892	262,977
Subtotal - Charges for Services	<u>1,744,726</u>	<u>1,149,051</u>	<u>1,077,192</u>
Operating Grants and Contributions:			
Library Services:			
Public Service and Programs	828,053	779,301	659,834
Support Services:			
Business Administration	869	1,337	1,979
Subtotal - Operating Grants and Contributions	<u>828,922</u>	<u>780,638</u>	<u>661,813</u>
Capital Grants and Contributions:			
Support Services:			
Facilities Operations and Maintenance	<u>50,000</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government Program Revenues</i>	<u>2,623,648</u>	<u>1,929,689</u>	<u>1,739,005</u>
Expenses			
Governmental Activities:			
Library Services:			
Public Service and Programs	39,429,207	43,363,079	43,018,918
Collection Development and Processing	3,077,807	3,254,310	3,030,063
Support Services:			
Facilities Operations and Maintenance	5,380,492	5,724,015	5,571,671
Business Administration	13,686,514	13,973,557	14,458,832
Interest and Fiscal Charges	<u>1,404,541</u>	<u>0</u>	<u>0</u>
<i>Total Governmental Activities Expenses</i>	<u>62,978,561</u>	<u>66,314,961</u>	<u>66,079,484</u>
Net Expense			
Governmental Activities	<u>(60,354,913)</u>	<u>(64,385,272)</u>	<u>(64,340,479)</u>
General Revenues and Other Changes in Net Assets			
Governmental Activities			
Property Taxes Levied For:			
General Purposes	39,954,710	43,966,467	30,739,274
Grants and Entitlements not Restricted to Specific Programs	27,747,781	27,230,984	28,825,143
Investment Earnings	178,952	303,543	948,649
Gain on Sale of Capital Assets	0	853	14,421
Miscellaneous	<u>20,952</u>	<u>26,837</u>	<u>39,785</u>
<i>Total Governmental Activities</i>	<u>67,902,395</u>	<u>71,528,684</u>	<u>60,567,272</u>
Change in Net Assets			
Governmental Activities	<u>\$7,547,482</u>	<u>\$7,143,412</u>	<u>(\$3,773,207)</u>

Cuyahoga County Public Library
Fund Balances, Governmental Funds
Last Four Years
(Modified Accrual Basis of Accounting)

	2010	2009	2008	2007
General Fund				
Reserved	\$1,446,455	\$1,525,851	\$2,001,013	\$4,795,577
Unreserved	3,924,191	1,978,587	4,104,628	6,304,309
Total General Fund	<u>5,370,646</u>	<u>3,504,438</u>	<u>6,105,641</u>	<u>11,099,886</u>
All Other Governmental Funds				
Reserved	1,054,416	63,574	59,454	60,940
Unreserved, Undesignated, Reported in:				
Special Revenue funds	2,063,799	1,853,554	1,544,828	1,478,235
Capital Projects funds	112,042,950	31,166,843	21,006,236	15,865,148
Permanent funds	10,877	12,296	12,233	10,527
Total All Other Governmental Funds	<u>115,172,042</u>	<u>33,096,267</u>	<u>22,622,751</u>	<u>17,414,850</u>
Total Governmental Funds	<u><u>\$120,542,688</u></u>	<u><u>\$36,600,705</u></u>	<u><u>\$28,728,392</u></u>	<u><u>\$28,514,736</u></u>

Cuyahoga County Public Library
Changes in Fund Balances, Governmental Funds
Last Three Years
(Modified Accrual Basis of Accounting)

	2010	2009	2008
Revenues			
Property Taxes	\$39,713,012	\$42,162,129	\$31,238,936
Patron Fines and Fees	1,140,831	774,172	673,815
Intergovernmental	27,154,987	27,877,926	30,223,712
Interest	178,952	303,543	948,649
Contributions, Gifts and Donations	667,275	465,473	534,813
Rentals	42,026	40,081	36,966
Refunds and Reimbursements	561,869	334,798	366,411
Miscellaneous	20,952	26,837	39,785
<i>Total Revenues</i>	<u>69,479,904</u>	<u>71,984,959</u>	<u>64,063,087</u>
Expenditures			
Current:			
Library Services:			
Public Service and Programs	37,420,994	41,484,911	41,049,507
Collection Development and Processing	2,901,655	3,213,683	3,070,048
Support Services:			
Facilities Operations and Maintenance	5,337,363	5,584,429	5,416,361
Business Administration	12,426,863	12,815,616	13,089,209
Capital Outlay	1,452,320	1,014,757	1,238,727
Debt Service:			
Interest and Fiscal Charges	1,089,756	0	0
Note Issuance Costs	650,401	0	0
<i>Total Expenditures</i>	<u>61,279,352</u>	<u>64,113,396</u>	<u>63,863,852</u>
<i>Excess of Revenues Over Expenditures</i>	<u>8,200,552</u>	<u>7,871,563</u>	<u>199,235</u>
Other Financing Sources (Uses)			
Library Notes Issued	75,000,000	0	0
Premium on Notes	812,973	0	0
Discount on Notes	(71,542)	0	0
Sale of Capital Assets	0	750	14,421
Transfers In	9,264,008	10,125,000	5,155,000
Transfers Out	(9,264,008)	(10,125,000)	(5,155,000)
<i>Total Other Financing Sources (Uses)</i>	<u>75,741,431</u>	<u>750</u>	<u>14,421</u>
<i>Net Change in Fund Balances</i>	<u>\$83,941,983</u>	<u>\$7,872,313</u>	<u>\$213,656</u>
Debt Service as a Percentage of Noncapital Expenditures	2.9%	0.0%	0.0%

Cuyahoga County Public Library
Assessed Valuation and Estimated Actual Values of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value			Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU	Estimated Actual Value	Assessed Value	Estimated Actual Value
2010	\$12,844,834,240	\$4,888,915,190	\$50,667,855,514	\$333,998,340	\$379,543,568
2009	13,804,105,680	4,858,835,770	53,322,689,857	314,157,640	356,997,318
2008	13,734,447,790	4,878,209,650	53,179,021,257	300,757,120	341,769,455
2007	13,624,790,390	4,875,455,920	52,857,846,600	414,795,870	471,358,943
2006	12,258,806,840	4,530,826,770	47,970,381,743	417,851,570	474,831,330
2005	12,099,756,860	4,504,902,010	47,441,882,486	456,367,210	518,599,102
2004	11,923,128,470	4,400,085,920	46,637,755,400	459,535,620	522,199,568
2003	10,907,431,190	4,220,122,480	43,221,581,914	449,330,070	510,602,352
2002	10,751,057,530	4,206,278,430	42,735,245,600	476,776,080	541,791,000
2001	10,604,032,100	4,105,490,820	42,027,208,343	595,173,300	676,333,295

Source: Cuyahoga County, Ohio; County Auditor

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 percent for 2007, 6.25 percent for 2008 and zero percent for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010). During 2010, the County did not include an assessed value for general business tangible personal property.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Tangible Personal Property					Weighted Average Tax Rate (per \$1,000 of Assessed Value)
General Business		Total			
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	
\$0	\$0	\$18,067,747,770	\$51,047,399,082	35.39 %	\$2.5000
229,943,506	3,679,096,096	19,207,042,596	57,358,783,271	33.49	2.5000
439,174,500	7,026,792,000	19,352,589,060	60,547,582,712	31.96	1.8319
1,160,917,702	9,287,341,616	20,075,959,882	62,616,547,159	32.06	1.8406
1,480,738,249	7,897,270,661	18,688,223,429	56,342,483,733	33.17	1.9957
1,479,326,353	5,917,305,412	18,540,352,433	53,877,787,001	34.41	1.9929
1,529,334,035	6,117,336,140	18,312,084,045	53,277,291,108	34.37	1.1884
1,676,807,706	6,707,230,824	17,253,691,446	50,439,415,091	34.21	1.2616
1,765,211,561	7,060,846,244	17,199,323,601	50,337,882,843	34.17	1.2622
1,730,915,987	6,923,663,948	17,035,612,207	49,627,205,586	34.33	1.2654

Cuyahoga County Public Library
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Four Years (1)

	2010	2009
Voted Millage - by levy		
2008 Current Expense		
Residential/Agricultural Real	\$2.5000	\$2.5000
Commercial/Industrial and Public Utility Real	2.5000	2.5000
General Business and Public Utility Personal	2.5000	2.5000
2004 Current Expense		
Residential/Agricultural Real	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000
General Business and Public Utility Personal	0.0000	0.0000
Total Millage		
Residential/Agricultural Real	\$2.5000	\$2.5000
Commercial/Industrial and Public Utility Real	2.5000	2.5000
General Business and Public Utility Personal	2.5000	2.5000
Overlapping Rates by Taxing District		
Cuyahoga County	\$12.8457 - 13.3200	\$12.6607 - 13.3200
Cities/Villages		
Bay Village	14.9000	14.9000
Beachwood	4.0000	4.0000
Bedford	21.7000	12.8000
Bedford Heights	13.0000	13.0000
Bentleyville	7.4705 - 8.9000	7.4565 - 8.9000
Berea	16.5837 - 20.6500	16.2931 - 20.4500
Brecksville	8.2100	8.5000
Broadview Heights	6.3157 - 9.4000	6.2738 - 9.4000
Brook Park	4.6964 - 4.7500	4.6462 - 4.7500
Brooklyn	5.9000	6.9000
Brooklyn Heights	4.4000	4.4000
Chagrin Falls	11.2000	8.8402 - 11.2000
Cleveland	12.7000	12.7000
Cuyahoga Heights	4.4000	4.4000
Fairview Park	11.5743 - 11.8000	11.5054 - 11.8000
Garfield Heights	28.7000	23.3000
Gates Mills	12.7194 - 14.4000	12.1300 - 14.4000
Glenwillow	3.3000	3.3000

2008	2007
\$0.0000	\$0.0000
0.0000	0.0000
0.0000	0.0000
1.8086	1.8093
1.8719	1.8764
2.0000	2.0000
\$1.8086	\$1.8093
1.8719	1.8764
2.0000	2.0000

\$11.8688 - 13.4200 \$11.8655 - 13.4200

14.9000	14.9000
4.0000	4.0000
12.8000	12.8000
13.0000	13.0000
7.4530 - 8.9000	7.4528 - 8.9000
12.0540 - 16.2000	12.0669 - 16.2000
8.6000	8.6000
6.2731 - 9.4000	6.2725 - 9.4000
4.6469 - 4.7500	4.6753 - 4.8000
6.9000	6.9000
4.4000	4.4000
8.8379 - 11.2000	8.8416 - 11.2000
12.7000	12.7000
4.4000	4.4000
11.5044 - 11.8000	11.5041 - 11.8000
21.9000	21.9000
12.0951 - 14.4000	12.0862 - 14.4000
3.3000	3.3000

(continued)

Cuyahoga County Public Library
Property Tax Rates - Direct and Overlapping Governments (continued)
(Per \$1,000 of Assessed Valuation)
Last Four Years (1)

	2010	2009
Cities/Villages (continued)		
Highland Hills	\$11.4894 - 20.7000	\$12.8526 - 20.7000
Highland Heights	4.0000	4.0000
Hunting Valley	5.1000	5.1000
Independence	2.8000	2.8000
Lyndhurst	11.5000	11.5000
Maple Heights	15.5000	15.5000
Mayfield	4.1649 - 7.3000	4.1548 - 7.3000
Mayfield Heights	10.0000	10.0000
Middleburg Heights	4.6877 - 5.4500	4.6687 - 5.4500
Moreland Hills	7.3000	7.3000
North Olmsted	13.3000	13.2000
North Randall	4.2132 - 4.8000	4.1724 - 4.8000
North Royalton	5.9117 - 8.2000	5.7698 - 8.2000
Oakwood	3.8000	3.8000
Olmsted Falls	9.7199 - 14.5000	10.2464 - 15.7000
Orange	7.1000	7.1000
Parma	6.6267 - 7.1000	6.5166 - 7.1000
Parma Heights	10.0000	10.2000
Pepper Pike	9.5000	9.0676 - 9.5000
Richmond Heights	14.4382 - 17.0000	14.3042 - 17.0000
Seven Hills	8.8251 - 9.2000	8.6129 - 9.2000
Solon	3.7563 - 3.9000	3.9418 - 4.1000
South Euclid	13.2621 - 14.9000	13.1066 - 14.9000
Strongsville	7.3603 - 9.9000	7.2091 - 9.9000
Valleyview	6.7000	5.3339 - 7.1000
Walton Hills	0.3000	0.3000
Warrensville Heights	5.5887 - 9.7000	10.9618 - 19.4000
Woodmere	4.3000	4.3000
Townships		
Chagrin Falls	\$0.4000	\$0.4000
Olmsted	11.7057 - 21.5000	11.0654 - 21.5000
Special Districts		
Chagrin Falls Township Fire District	\$0.8000	\$0.8000
Cleveland Metro Parks	1.7249 - 1.8500	1.6698 - 1.8500
Cleveland Cuyahoga Port Authority	.1027 - .1300	0.0946 - 0.1300
Cuyahoga Community College	2.5973 - 2.8000	2.3952 - 2.8000

2008	2007
\$12.8036 - 20.7000	\$12.9625 - 20.7000
4.0000	4.0000
5.1000	5.1000
2.8000	2.8000
11.5000	11.5000
14.7784 - 15.5000	14.7776 - 15.5000
4.1546 - 7.3000	4.1541 - 7.3000
10.0000	10.0000
4.6686 - 5.4500	4.6685 - 5.4500
7.3000	7.3000
13.2000	13.2000
4.1714 - 4.8000	4.1692 - 4.8000
5.7708 - 8.2000	5.7741 - 8.2000
3.8000	3.8000
9.5842 - 16.5000	9.5844 - 16.5000
7.100000	7.100000
6.5160 - 7.1000	4.5157 - 5.1000
10.2000	10.2000
9.0548 - 9.5000	9.0533 - 9.5000
14.3033 - 17.0000	11.3082 - 14.0000
8.6075 - 9.2000	8.7096 - 9.3000
3.9411 - 4.1000	3.9405 - 4.1000
12.9048 - 14.7000	12.9037 - 14.7000
6.1886 - 10.1000	6.1981 - 10.1000
5.3333 - 7.1000	5.3333 - 7.1000
0.3000	0.3000
6.5852 - 13.2000	6.5906 - 13.2000
4.3000	4.3000
\$0.4000	\$0.4000
11.0986 - 21.5000	11.0963 - 21.5000
\$0.8000	\$0.8000
1.6720 - 1.8500	1.6715 - 1.85000
0.0946 - 0.1300	0.0946 - 0.1300
2.3924 - 2.8000	2.3915 - 2.8000

(continued)

Cuyahoga County Public Library
Property Tax Rates - Direct and Overlapping Governments (continued)
(Per \$1,000 of Assessed Valuation)
Last Four Years (1)

	2010	2009
Joint Vocational Schools		
Cuyahoga Valley JVS	\$2.0000	\$2.0000
Polaris JVS	2.0076 - 2.4000	2.0000 - 2.4000
Schools		
Bay Village City	\$46.7717 - 108.8500	\$45.8465 - 108.8500
Beachwood City	38.4658 - 83.9000	36.3519 - 83.9000
Bedford City	38.6966 - 72.5000	30.9967 - 67.6000
Berea City	38.6449 - 75.0000	35.9565 - 74.9000
Brecksville-Broadview Heights City	39.1700 - 77.3000	48.2883 - 90.9000
Brooklyn City	35.0839 - 47.0000	32.9276 - 46.4000
Chagrin Falls Exempted Village	48.2246 - 108.6000	47.8160 - 108.3000
Cuyahoga Heights Local	22.6478 - 29.0000	22.4517 - 28.9000
Fairview Park City	56.5149 - 97.4000	51.7746 - 92.9000
Garfield Heights City	42.3215 - 56.5000	40.1189 - 54.6000
Independence Local	30.0066 - 32.0000	29.2736 - 31.4000
Maple Heights City	47.4149 - 71.9000	37.4304 - 63.4000
Mayfield City	40.0984 - 78.3200	38.1502 - 78.3200
North Olmsted City	44.5989 - 83.5000	41.1736 - 83.5000
North Royalton City	40.8465 - 65.5000	33.7001 - 58.8000
Olmsted Falls City	45.4560 - 93.0000	41.6942 - 91.9000
Orange City	41.6958 - 86.0000	40.1501 - 86.0000
Parma City	42.3449 - 66.0000	38.86820 - 65.1000
Richmond Heights Local	41.3344 - 82.6000	33.6186 - 78.6000
Solon City	41.4666 - 75.5000	39.9334 - 75.3000
South Euclid-Lyndhurst City	55.2646 - 101.6000	50.6368 - 101.5000
Strongsville City	40.3511 - 81.2900	38.2268 - 81.2000
Warrensville Heights City	51.9729 - 90.8000	49.673 - 90.1000

Source: Ohio Department of Taxation

(1) Information prior to 2007 is not available.

Note: The rates presented for a particular tax year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

The Library's basic property tax rate may be increased only by a majority vote of the Library's residents.

Overlapping rates are those of local and county governments that apply to property owners within the Cities.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes.

2008	2007
\$2.0000	\$2.0000
2.0000 - 2.4000	2.0000 - 2.4000
\$45.7500 - 108.8500	\$46.5149 - 109.6500
34.7835 - 82.3000	34.8002 - 82.3000
31.0146 - 67.6000	31.0134 - 67.6000
35.9966 - 74.9000	36.0527 - 74.9000
37.1756 - 77.1000	37.2513 - 77.2000
26.0149 - 39.5000	26.0062 - 39.5000
47.4618 - 108.3000	39.6005 - 100.4000
22.4422 - 28.9000	22.3479 - 28.8000
51.7746 - 96.0000	51.3583 - 95.6000
40.0213 - 54.5000	40.0080 - 54.5000
29.3471 - 31.5000	28.5896 - 31.5000
36.1949 - 62.9000	36.9111 - 62.9000
31.2351 - 71.4200	31.5673 - 71.7000
41.1462 - 83.5000	34.6098 - 77.0000
34.5000 - 59.6000	34.6999 - 59.8000
41.6553 - 91.8000	39.6874 - 89.8000
40.0270 - 86.0000	40.0179 - 86.0000
35.1460 - 61.4000	38.4394 - 64.7000
33.5915 - 78.6000	33.7406 - 78.6000
39.8732 - 75.3000	39.8195 - 75.3000
45.2685 - 96.2000	45.3339 - 96.3000
38.3385 - 81.3000	31.9410 - 74.8000
49.6674 - 90.1000	49.8122 - 90.2000

Cuyahoga County Public Library
Real Property and Public Utility Tax Levies And Collections
Last Eight Years (1)

Collection Year	Total Tax Levy(2)	Current Tax Collections(2)	Percent of Current Tax Collections To Current Tax Levy	Delinquent Tax Collection	Total Tax Collections(3)
2010	\$45,312,997	\$42,826,803	94.51%	\$1,396,265	\$44,223,068
2009	47,542,340	45,087,531	94.84	1,263,226	46,350,757
2008	34,540,307	32,909,648	95.28	1,042,822	33,952,470
2007	34,541,633	32,624,457	94.45	975,849	33,600,306
2006	34,385,976	32,809,363	95.41	946,689	33,756,052
2005	34,068,394	32,449,911	95.25	1,012,298	33,462,209
2004	19,638,717	18,766,845	95.56	613,969	19,380,814
2003	19,476,935	18,658,135	95.80	526,492	19,184,627

Source: Cuyahoga County, Ohio; County Auditor

(1) Information prior to 2003 is not available.

(2) Information for Real and Public Utility Property Only.

(3) State Reimbursements of Rollback and Homestead Exemptions are included.

Note: The County does not identify delinquent collections by the year for which the tax was levied.

Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Total Tax Levy
97.59%	\$4,656,216	10.28 %
97.49	4,249,352	8.94
98.30	2,684,506	7.77
97.27	2,564,495	7.42
98.17	2,261,856	6.58
98.22	2,000,253	5.87
98.69	1,242,524	6.33
98.50	1,183,420	6.08

Cuyahoga County Public Library
Personal Property Tax Levies And Collections
Last Eight Years (1)

Collection Year	Total Tax Levy	Current Tax Collections	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections
2010	\$58,262	\$58,257	99.99 %	\$31,988	\$90,245
2009	111,711	111,465	99.78	191,607	303,072
2008	900,650	886,142	98.39	201,709	1,087,851
2007	1,742,730	1,669,168	95.78	655,428	2,324,596
2006	2,306,719	2,195,443	95.18	216,043	2,411,486
2005	2,959,616	2,797,805	94.53	88,632	2,886,437
2004	2,099,764	1,964,444	93.56	115,498	2,079,942
2003	2,136,998	1,979,477	92.63	95,564	2,075,041

Source: Cuyahoga County, Ohio; County Auditor

(1) Information prior to 2003 is not available.

(2) Includes penalties and interest, since by Ohio Law, they become part of tax obligation as assessment occurs.

Note: The County does not identify delinquent collections by the year for which the tax was levied.

Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes (2)	Percentage of Delinquent Taxes to Total Tax Levy
154.90 %	\$577,782	991.70 %
271.30	742,948	665.06
120.79	503,456	55.90
133.39	1,123,129	64.45
104.54	1,250,530	54.21
97.53	715,407	24.17
99.06	705,733	33.61
97.10	583,184	27.29

Cuyahoga County Public Library
Principal Real Property Taxpayers
 2010 and 2008 (1)

Taxpayer	2010	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$219,736,690	1.24 %
Southpark Mall, LLC	66,832,800	0.38
Beachwood PL LTD	47,970,900	0.27
American Transmission Systems	39,608,640	0.22
Legacy Village	39,497,510	0.22
City of Cleveland	34,288,240	0.19
Gotham King Lee Owner	33,729,590	0.19
Duke Realty Ohio	33,384,460	0.19
Cleveland Clinic	33,044,630	0.19
Progressive Direct Insurance	32,993,200	0.19
Total	\$581,086,660	3.28 %
Total Assessed Valuation	\$17,733,749,430	

Taxpayer	2008	
	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$174,856,560	0.94 %
Southpark Mall, LLC	61,280,560	0.33
Beachwood PL LTD	47,970,900	0.26
Cleveland Clinic	47,724,580	0.25
Legacy Village	40,096,110	0.21
Duke Realty Ohio	34,775,880	0.19
Progressive Casualty Inc	32,248,130	0.17
City View Center	29,527,870	0.16
Parmatown One LLC	27,215,000	0.15
Great Northern Partnership	26,344,050	0.14
Total	\$522,039,640	2.80 %
Total Assessed Valuation	\$18,612,657,440	

Source: Cuyahoga County Auditor

(1) Information before 2008 was not available.

Cuyahoga County Public Library
*Ratios of Outstanding Debt to
 Total Personal Income and Debt Per Capita
 Current Year*

Fiscal Year	Library Fund Facilities Notes	Total Personal Income (1)	Percentage Of Personal Income	Population (1)	Per Capita
2010	\$75,000,000	\$15,983,918,160	0.47 %	619,820	121.0028718

(1) Personal Income and Population data are presented on S23.

Cuyahoga County Public Library
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2010*

Jurisdiction	Governmental Activities Debt	Percentage Applicable to Library (1)	Amount Applicable to the Library
Direct			
Library Fund Facilities Notes	\$75,000,000	100.00 %	\$75,000,000
Overlapping (2)			
Cuyahoga County	255,053,000	61.00	155,582,330
All Townships wholly within the Library	2,355,000	100.00	2,355,000
All Cities wholly within the Library	346,884,066	100.00	346,884,066
All Villages wholly within the Library	34,441,500	100.00	34,441,500
All School Districts wholly within the Library	260,880,510	100.00	260,880,510
Brook Park City	1,430,000	95.66	1,367,938
Cleveland City	73,420,000	1.37	1,005,854
Fairview Park City	219,005	94.70	207,398
Garfield Heights City	20,092,000	93.89	18,864,379
South Euclid City	6,464,994	93.51	6,045,416
Hunting Valley Village	5,750,000	87.12	5,009,400
Olmsted Falls City School District	20,488,244	96.75	19,822,376
Strongsville City School District	14,289,528	99.79	14,259,520
Chargin Falls Exempted Village School District	23,719,980	62.09	14,727,736
Warrensville Heights City School District	20,324,977	100.00	20,324,977
Garfield Heights City School District	44,687,266	100.00	44,687,266
<i>Total Overlapping Debt</i>	<u>1,130,500,070</u>		<u>946,465,665</u>
<i>Total Direct and Overlapping Debt</i>	<u>\$1,205,500,070</u>		<u>\$1,021,465,665</u>

Source: Ohio Municipal Advisory Council (OMAC)

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the Library by the total assessed valuation of the government. The valuations used were for the 2009 tax year, 2010 collection year.

(2) The overlapping debt information is as of August 19, 2010. This is the latest information available.

Cuyahoga County Public Library
Legal Debt Margin Information
Current Year(1)

Total Assessed property value	\$18,067,747,770
Overall Debt Limitation (10.5% of assessed valuation)	\$1,897,113,516
Debt Outstanding:	
Balance in Debt Service Fund	0
Library Fund Facilities Notes	75,000,000
Total Gross Indebtedness	75,000,000
Total Net Debt Applicable to Debt Limit	75,000,000
Legal Debt Margin Within 10.5% Limitations	\$1,822,113,516
Legal Debt Margin as a Percentage of the Debt Limit	96.05%
Unvoted Debt Limitation (5.5% of Assessed Valuation)	\$993,726,127
Total Gross Indebtedness	75,000,000
Net Debt Within 5.5% Limitations	75,000,000
Unvoted Legal Debt Margin Within 5.5% Limitations	\$918,726,127
Unvoted Legal Debt Margin as a Percentage of the	
Unvoted Debt Limitation	92.45%

Note: Under State of Ohio finance law, the Cuyahoga County Public Library's outstanding general obligation debt should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value.

By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

(1) 2010 was the first year the Library had debt.

Cuyahoga County Public Library

Principal Employers

2010 and 2008 (1)

2010			
Employer	Nature of Activity	Employees	Percentage of Total Employment
Progressive Corp.	Insurance and Financial	8,900	2.91 %
Swagelok Co.	Industrial Manufacturer	3,600	1.18
J. C. Penney Co.	Department Store	2,323	0.76
Southwest General	Hospital	1,814	0.59
Rockwell Automation Inc.	Distributor	1,794	0.59
Nestle Prepared Foods Co.	Food Manufacturer	1,626	0.53
Parma Community General Hospital	Hospital	1,491	0.49
Ben Venue Laboratories Inc.	Medical Manufacturer	1,297	0.42
Philips Medical Systems	Medical Manufacturer	1,250	0.40
Menorah Park Center for Senior Living	Senior Care	876	0.28
Total		24,971	8.15 %
Total Employment within the Library		306,300	

2008			
Employer	Nature of Activity	Employees	Percentage of Total Employment
Giant Eagle Inc.	Food Reseller	10,657	3.35 %
Progressive Corp.	Insurance	9,057	2.85
Swagelok Co.	Industrial Manufacturer	3,600	1.13
Rockwell Automation Inc.	Distributor	1,982	0.62
J. C. Penney Co.	Retail Store	1,820	0.57
Parma City School District	Public Education	1,783	0.56
Nestle Prepared Foods Co.	Food Manufacturer	1,539	0.48
Parma Community General Hospital	Medical Facility	1,537	0.48
General Motors Corp.	Automotive Manufacturer	1,465	0.47
Philips Medical Systems	Medical Manufacturer	1,200	0.39
Total		34,640	10.90 %
Total Employment within the Library		317,900	

Source: Crain's Cleveland Business and Ohio Department of Job and Family Services

(1) Information prior to 2008 is not available.

Cuyahoga County Public Library
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (1)	Per Capita Income (1) Cuyahoga County	Unemployment Rate (2)		Estimated Actual Property Value (3)
				Cuyahoga County	State of Ohio	
2010	619,820	\$15,983,918,160	25,788	8.6%	9.3%	\$51,047,399,082
2009	613,467	16,452,571,473	26,819	9.0	10.7	57,358,783,271
2008	598,364	15,205,625,968	25,412	6.8	6.5	60,547,582,712
2007	603,547	15,337,336,364	25,412	6.3	5.6	62,616,547,159
2006	610,721	15,519,642,052	25,412	6.1	5.6	56,342,483,733
2005	617,410	15,689,622,920	25,412	5.9	5.9	53,877,787,001
2004	621,943	13,851,914,496	22,272	6.6	5.9	53,277,291,108
2003	626,211	13,946,971,392	22,272	6.2	6.1	50,439,415,091
2002	629,941	14,030,045,952	22,272	6.6	5.7	50,337,882,843
2001	632,906	14,096,082,432	22,272	4.6	4.2	49,627,205,586

Sources:

- (1) U.S. Census Bureau 2000 and 2005-2009 Census Estimates, Library Estimates based on Census.
- (2) Ohio Bureau of Employment Services; U.S. Department of Labor, Bureau of Labor Statistics.
- (3) Cuyahoga County, Ohio; County Auditor.

Cuyahoga County Public Library
Full-Time Equivalent Library Employees by Function/Program
Last Four Years (1)

Function/Program	2010	2009	2008	2007
Public Service and Administration				
Branch Services	6.15	4.00	4.00	5.00
Youth Services	10.40	9.00	10.00	10.00
Adult Services	2.00	1.00	2.00	2.00
Interloan Services	0.00	0.00	5.80	5.80
Bay Village Branch	14.20	12.00	14.55	14.98
Beachwood Branch	16.55	13.80	15.03	14.80
Berea Branch	15.23	12.40	15.35	15.25
Brecksville Branch	15.93	13.10	16.03	16.43
Brooklyn Branch	18.40	16.48	18.68	17.28
Brookpark Branch	12.48	10.85	12.98	12.98
Chagrin Falls Branch	10.25	8.80	12.43	12.05
Fairview Park Branch	32.13	23.20	36.60	35.88
Gates Mills Branch	4.85	4.10	3.75	3.25
Garfield Heights Branch	11.25	12.45	13.20	12.95
Independence Branch	14.60	11.50	13.90	13.95
Middleburgh Heights Branch	13.38	11.60	14.60	14.60
Maple Heights Branch	28.15	26.78	36.40	34.48
Mayfield Village Branch	29.45	24.95	36.98	38.03
North Olmsted Branch	20.00	17.26	17.75	17.55
North Royalton Branch	16.38	13.50	15.60	14.65
Olmsted Falls Branch	5.93	8.90	10.85	9.60
Orange Branch	11.83	10.40	11.80	11.78
Parma Heights Branch	12.85	12.10	15.05	15.35
Parma South Branch	29.90	26.70	36.48	38.05
Parma Snow Branch	17.78	14.80	17.50	17.23
Parma Ridge Branch	12.30	10.75	12.85	11.95
Richmond Heights Branch	0.35	2.35	0.00	0.00
South Euclid - Lyndhurst Branch	15.73	15.95	17.63	19.33
Solon Branch	17.20	14.60	17.18	14.75
Southeast Branch	14.00	12.85	14.28	13.65
Strongsville Branch	23.13	17.90	21.38	19.70
Warrensville Branch	11.90	12.13	13.53	12.65
Collection Development and Processing				
Technical Services Division	1.00	1.00	1.00	1.00
Catalog Division	15.60	15.60	17.60	17.60
Processing Division	13.00	13.00	15.00	15.00
Acquisitions Division	8.00	9.00	10.00	10.00
Collection Development Division	9.00	10.00	8.00	9.60
Facilities, Operation & Maintenance				
Facilities	0.00	2.00	1.00	0.00
Shipping & Receiving	14.50	15.50	14.50	14.50
Maintenance	18.00	19.00	19.00	19.00
Environmental/Contract Services	5.00	5.00	0.00	0.00
Projects/Contracts	0.00	0.00	3.00	3.00
Environmental Services	0.00	0.00	3.00	3.00

(continued)

Cuyahoga County Public Library
Full-Time Equivalent Library Employees by Function/Program (continued)
Last Four Years (1)

Function/Program	2010	2009	2008	2007
Business Administration				
Executive Director	5.00	3.00	4.00	4.50
Marketing	6.00	5.00	6.00	6.00
Graphics	6.00	6.00	6.00	7.00
Security (2)	1.00	1.00	5.93	4.50
Development Office	2.38	3.00	0.50	0.00
Finance Division	8.00	7.50	7.50	7.50
Information Technologies Division	2.00	1.00	2.00	2.00
Internet & Media Services	8.00	7.00	9.00	8.00
Network Services	3.00	5.00	5.00	5.00
System Support/Help Desk	9.00	7.00	9.00	9.00
Human Resource Division	4.00	10.00	13.00	13.00
Totals:	<u>603.16</u>	<u>551.80</u>	<u>664.19</u>	<u>655.15</u>

Method: Using total hours worked by all staff divided by
a 40-hour work week at December 31.

- (1) Information prior to 2007 is not available
(2) For 2009, the Library placed security personnel under the branch in which they work.
The split of security employees by branch before 2009 is not available.

Cuyahoga County Public Library
Capital Assets Statistics by Function/Program
Last Three Years (1)

Function/Program	2010	2009	2008
Public Service			
Number of Buildings	28	28	28
Public Meeting Rooms	55	55	55
Vehicles for Delivery	8	8	8
Square Footage			
Bay Village Branch	15,806	15,806	15,806
Beachwood Branch	18,626	18,626	18,626
Berea Branch	15,666	15,666	15,666
Brecksville Branch	15,251	15,251	15,251
Brookpark Branch	13,225	13,225	13,225
Brooklyn Branch	17,400	17,400	16,490
Chagrin Falls Branch	12,806	12,806	12,838
Fairview Park Branch	44,225	44,225	44,225
Garfield Heights Branch	11,164	11,164	11,164
Gates Mills Branch	3,600	3,600	3,600
Independence Branch	16,530	16,530	15,356
Maple Heights Branch	48,434	48,434	48,434
Mayfield Village Branch	23,897	23,897	23,897
Middleburg Heights Branch	12,370	12,370	12,370
North Olmsted Branch	37,897	37,897	37,897
North Royalton Branch	14,936	14,936	14,766
Olmsted Falls Branch	5,339	5,339	5,339
Orange Branch	12,276	12,276	12,276
Parma Heights Branch	15,515	15,515	15,515
Parma South Branch	33,523	33,523	33,523
Parma Ridge Branch	15,602	15,602	15,602
Parma Snow Branch	12,174	12,174	12,174
Richmond Branch	3,364	1,971	1,010
Solon Branch	20,440	20,440	20,440
South Euclid - Lyndhurst Branch	19,842	19,842	19,842
Southeast Branch	16,455	16,455	16,455
Strongsville Branch	36,002	36,002	36,002
Warrensville Branch	14,267	14,267	14,267
Public Use Copy Machines	48	48	48
Public Use PCs	894	768	635

(continued)

Cuyahoga County Public Library
Capital Assets Statistics by Function/Program (continued)
Last Three Years (1)

Function/Program	2010	2009	2008
Administration			
Square Footage			
Administration Building 2111 Snow Road	103,770	103,770	103,770
6128 Wilson Mills Road	3,368	3,368	3,368
6120 Wilson Mills Road	3,601	3,601	3,601
14506 State Road	2,416	2,416	2,416
14436 State Road	1,872	1,872	1,872
7271 Ridge Road	2,455	2,455	2,455
7259 Ridge Road	1,893	1,893	1,893
4629 Mayfield Road	2,486	2,486	2,486
14466 State Road	1,092	0	0
5413 Turney Road	1,064	0	0
5417 Turney Road	1,460	0	0
Administrative Copy Machines	6	6	4
Administrative Multi Functional Copier, Printer, Fax & Scanner	9	9	6
Administrative Fax Machines	4	4	6
Staff Use PCs	564	591	692

(1) Information prior to 2008 is not available

Cuyahoga County Public Library
Operating Indicators by Function/Program
Last Four Years (1)

Function/Program	2010	2009	2008	2007
Public Service and Administration				
Circulation By Building				
Administration Building	26,320	57,892	65,978	58,867
Bay Village Library	416,777	419,413	422,487	443,905
Beachwood Library	737,508	587,023	553,262	523,138
Berea Library	723,060	615,233	611,027	589,511
Brecksville Library	771,054	611,641	553,668	496,452
Brook Park Library	368,257	381,126	377,856	364,358
Brooklyn Library	823,047	794,578	730,732	619,936
Chagrin Falls Library	283,086	313,163	298,253	266,363
Fairview Park Library	989,219	926,276	879,059	840,236
Garfield Heights Library	464,316	487,113	467,032	385,550
Gates Mills Library	74,047	60,510	48,732	49,399
Independence Library	379,064	407,674	398,492	379,459
Maple Heights Library	541,852	555,951	545,781	530,413
Mayfield Library	1,050,222	867,064	837,829	810,311
Middleburg Heights Library	401,128	437,365	439,330	438,659
North Olmsted Library	867,234	711,829	675,310	623,717
North Royalton Library	752,272	631,866	597,868	567,267
Olmsted Falls Library	187,939	208,297	206,923	215,045
Orange Library	256,895	290,880	283,119	280,792
Parma Heights Library	505,297	516,281	529,920	494,475
Parma-Ridge Library	410,679	457,678	426,337	348,363
Parma-Snow Library	800,259	694,410	672,713	599,084
Parma-South Library	1,076,824	1,032,951	953,732	907,803
Richmond Library	183,362	112,176	97,026	83,565
Solon Library	883,329	708,229	657,965	605,832
Southeast Library	480,118	468,111	436,753	365,551
South Euclid-Lyndhurst Library	525,301	484,932	425,038	381,917
Strongsville Library	1,272,360	1,075,181	1,013,998	923,102
Warrensville Heights Library	147,154	148,635	153,017	151,688
Home Users	3,921,101	3,892,188	3,360,665	3,044,754
Institutional	12,181	12,767	17,285	22,932
E-Books	57,911	37,709	24,264	18,358
Total Circulation, All Buildings	20,389,173	19,006,142	17,761,451	16,430,802
Circulation By Age Level				
Total Adult Circulation	13,110,405	12,433,676	11,505,815	10,733,558
Total Youth Circulation	2,626,919	2,426,008	2,358,707	2,084,954
Total Other Circulation (senior, staff, institution, home school, etc.)	4,651,849	4,146,458	3,896,929	3,612,290
Circulation By Type of Materials				
Books and Magazines	11,276,844	10,311,961	9,474,754	8,866,350
E-Books	57,911	37,707	24,264	18,358
Videocassettes and DVDs	6,518,664	6,169,649	5,837,646	5,320,287
Recordings (Discs, Tapes, CDs)	2,462,978	2,377,026	2,271,024	2,113,877
Computer Software (DVD-ROM and CD-ROM)	34,068	45,563	54,610	58,401
Other Items	38,708	64,236	99,153	53,529
Library Collections Systemwide				
Books	2,105,679	2,169,528	2,642,311	2,592,273
E-Books	15,688	5,973	2,335	672
Videocassettes and DVDs	552,210	536,608	521,832	449,572
Recordings (Discs, Tapes, CDs)	397,627	390,110	388,919	376,779
Computer Software (DVD-ROM and CD-ROM)	5,616	7,268	9,064	8,928
Other Items	4,612	4,553	3,293	5,085
Magazine Subscriptions	5,892	7,028	7,334	7,625
Databases Provided	82	88	113	103

(continued)

Cuyahoga County Public Library
Operating Indicators by Function/Program (continued)
Last Four Years (1)

Function/Program	2010	2009	2008	2007
Electronic Resources				
Number of PCs Available for Public	894	768	635	640
Number of Weekly Users of Electronic Resources	64,776	31,645	35,242	32,142
Annual Number of Users of Electronic Resources	3,368,358	1,645,561	1,832,569	1,671,384
Public Service Transactions Systemwide				
Average Weekly Building Attendance	144,811	147,671	143,048	138,578
Annual Building Attendance	7,619,075	7,678,891	7,438,481	7,206,059
Average Weekly Reference Transactions	33,773	34,742	34,655	36,118
Annual Reference Transactions	1,756,196	1,806,584	1,802,060	1,878,136
Total Annual Library Programs	14,239	14,745	14,075	11,208
Total Annual Library Programs Attendance	317,985	369,995	379,228	321,291
Business Administration				
Purchase orders Issued	4,666	3,879	3,254	3,865
Accounts Payable Checks/Vouchers Issued	5,582	6,106	6,047	6,922
Payroll Checks/Direct Deposits Processed/Issued	24,812	27,149	26,924	27,468
W-2s and 1099s Issued	1,246	1,415	1,643	1,376
Board Resolutions	44	64	52	50

(1) Information prior to 2007 is not available.

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Dave Yost • Auditor of State

CUYAHOGA COUNTY PUBLIC LIBRARY

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 05, 2011