

**THE ARC OF IROQUOIS COUNTY**  
**Watseka, Illinois**

**FINANCIAL STATEMENTS**  
**June 30, 2009**

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## Independent Auditor's Report

Board of Directors  
The Arc of Iroquois County  
Watseka, Illinois

We have audited the accompanying statement of financial position of The Arc of Iroquois County as of June 30, 2009 and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized information has been derived from the Association's June 30, 2008 financial statements and, in our report dated October 8, 2008, we expressed an unqualified opinion on those financial statements.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Arc of Iroquois County as of June 30, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental information, listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, except for the nonfinancial information presented on pages 22 - 24 for which no work has been performed, has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

*Clifton Gunderson LLP*

Danville, Illinois  
October 14, 2009



**THE ARC OF IROQUOIS COUNTY**  
**STATEMENT OF FINANCIAL POSITION**  
**June 30, 2009**  
**With Comparative Totals for June 30, 2008**

	Current Fund	Trust Fund	Capital Fund	Endowment Fund	Total	
					2009	2008
<b>ASSETS</b>						
Cash	\$ 347,486	\$ 9,608	\$ 255,203	\$ -	\$ 612,297	\$ 426,701
Investments	-	-	103,082	533,159	636,241	828,062
Grants and other receivables	177,603	-	-	-	177,603	153,782
Contributions receivable	-	-	40,000	-	40,000	110,000
Prepaid expense	94,967	-	-	-	94,967	79,321
Due (to)/from other funds	24,485	(2,640)	(101,154)	79,309	-	-
Property and equipment, net	-	-	1,085,254	-	1,085,254	1,094,099
<b>TOTAL ASSETS</b>	<b>\$ 644,541</b>	<b>\$ 6,968</b>	<b>\$ 1,382,385</b>	<b>\$ 612,468</b>	<b>\$ 2,646,362</b>	<b>\$ 2,691,965</b>
<b>LIABILITIES</b>						
Accounts payable and other liabilities	\$ 9,661	\$ -	\$ -	\$ -	\$ 9,661	\$ 15,595
Accrued payroll expense	205,371	-	-	-	205,371	208,420
Accrued paid time off	129,466	-	-	-	129,466	108,962
Liability for custodial fund	-	6,968	-	-	6,968	10,107
Total liabilities	344,498	6,968	-	-	351,466	343,084
<b>NET ASSETS</b>						
Unrestricted:						
Current	295,662	-	-	-	295,662	254,753
Designated:						
Property and equipment	-	-	1,382,385	-	1,382,385	1,477,279
Total unrestricted net assets	295,662	-	1,382,385	-	1,678,047	1,732,032
Temporarily restricted	4,381	-	-	-	4,381	4,381
Permanently restricted	-	-	-	612,468	612,468	612,468
Total net assets	300,043	-	1,382,385	612,468	2,294,896	2,348,881
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 644,541</b>	<b>\$ 6,968</b>	<b>\$ 1,382,385</b>	<b>\$ 612,468</b>	<b>\$ 2,646,362</b>	<b>\$ 2,691,965</b>

The accompanying notes are an integral part of the financial statements.

**THE ARC OF IROQUOIS COUNTY**  
**STATEMENT OF ACTIVITIES**  
**Year Ended June 30, 2009**  
**With Comparative Totals for Year Ended June 30, 2008**

	Unrestricted			Temporarily	Permanently	Total	
	Current	Capital	Total	Restricted Current	Restricted Endowment	2009	2008
<b>REVENUES, GAINS, AND OTHER SUPPORT</b>							
Department of Human Services	\$ 3,671,699	\$ -	\$ 3,671,699	\$ -	\$ -	\$ 3,671,699	\$ 3,547,787
Department of Human Services/Medicaid	45,010	-	45,010	-	-	45,010	78,292
Board for the Developmentally Disabled	371,505	-	371,505	-	-	371,505	361,319
Department of Rehabilitation Services	34,460	-	34,460	-	-	34,460	77,188
Department of Aging	7,353	-	7,353	-	-	7,353	10,070
Contributions	23,577	20,120	43,697	-	-	43,697	454,988
Individual fees	18,484	-	18,484	-	-	18,484	21,883
Third party payments	211,523	-	211,523	-	-	211,523	193,772
Interest on investments	9,151	16,798	25,949	-	-	25,949	26,289
Sale of goods and services	61,173	-	61,173	-	-	61,173	88,503
Meal income	13,891	-	13,891	-	-	13,891	13,234
Miscellaneous	7,213	660	7,873	-	-	7,873	35,568
Total revenues, gains, and other support	<u>4,475,039</u>	<u>37,578</u>	<u>4,512,617</u>	<u>-</u>	<u>-</u>	<u>4,512,617</u>	<u>4,908,893</u>
<b>EXPENSES</b>							
Program services	3,962,417	103,196	4,065,613	-	-	4,065,613	4,079,030
Management and general	469,017	677	469,694	-	-	469,694	462,471
Fundraising	2,696	-	2,696	-	-	2,696	1,906
Net loss on investments	-	28,599	28,599	-	-	28,599	15,042
Total expenses	<u>4,434,130</u>	<u>132,472</u>	<u>4,566,602</u>	<u>-</u>	<u>-</u>	<u>4,566,602</u>	<u>4,558,449</u>
<b>CHANGE IN NET ASSETS</b>	40,909	(94,894)	(53,985)	-	-	(53,985)	350,444
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>254,753</u>	<u>1,477,279</u>	<u>1,732,032</u>	<u>4,381</u>	<u>612,468</u>	<u>2,348,881</u>	<u>1,998,437</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 295,662</u>	<u>\$ 1,382,385</u>	<u>\$ 1,678,047</u>	<u>\$ 4,381</u>	<u>\$ 612,468</u>	<u>\$ 2,294,896</u>	<u>\$ 2,348,881</u>

The accompanying notes are an integral part of the financial statements.

THE ARC OF IROQUOIS COUNTY  
STATEMENT OF FUNCTIONAL EXPENSES - CURRENT UNRESTRICTED FUND  
Year Ended June 30, 2009  
With Comparative Totals for Year Ended June 30, 2008

	Individual and Family Support Unit <u>16</u>	Develop- mental Training <u>31</u>	Early Intervention <u>33</u>	Supported Employment Program <u>39</u>	Community Integrated Living Arrangement <u>60</u>	Respite <u>91</u>	Total Program Services	Management & General	Fundraising	Total <u>2009</u>	Total <u>2008</u>
Salaries and wages	\$ 121,624	\$ 526,778	\$ 1,905	\$ 332,347	\$ 1,890,161	\$ 29,788	\$ 2,902,603	\$ 307,530	\$ -	\$ 3,210,133	\$ 3,265,386
Employee health and other benefits	13,530	81,094	-	43,214	229,166	-	367,004	25,248	-	392,252	353,171
Payroll taxes	8,967	37,792	139	27,593	150,503	2,311	227,305	22,261	-	249,566	240,912
Worker's compensation insurance	1,073	11,033	467	3,454	56,705	285	73,017	-	-	73,017	65,587
Consultants/contractual	418	1,034	-	63	5,284	-	6,799	46,711	-	53,510	47,622
Individuals wages and fringe	-	5,325	-	12,967	-	-	18,292	-	-	18,292	26,112
Consumable supplies	884	53,312	777	1,403	22,598	253	79,227	21,123	-	100,350	100,946
Occupancy	4,798	63,992	5,863	7,801	27,053	1,597	111,104	1,738	-	112,842	95,133
Local transportation	5,383	30,563	10	50,945	35,229	12,658	134,788	1,246	-	136,034	160,933
Equipment purchased	28	1,180	38	38	1,575	9	2,868	1,010	-	3,878	2,440
Lease/rent	-	13,455	-	-	-	-	13,455	-	-	13,455	16,020
Miscellaneous	363	10,277	189	890	13,386	850	25,955	42,150	2,696	70,801	80,019
<b>TOTAL CURRENT UNRESTRICTED FUND EXPENSES</b>	<b>\$ 157,068</b>	<b>\$ 835,835</b>	<b>\$ 9,388</b>	<b>\$ 480,715</b>	<b>\$ 2,431,660</b>	<b>\$ 47,751</b>	<b>\$ 3,962,417</b>	<b>\$ 469,017</b>	<b>\$ 2,696</b>	<b>\$ 4,434,130</b>	<b>\$ 4,454,281</b>

The accompanying notes are an integral part of the financial statements.

**THE ARC OF IROQUOIS COUNTY**  
**STATEMENT OF FUNCTIONAL EXPENSES - CAPITAL FUND**  
**Year Ended June 30, 2009**  
**With Comparative Totals for Year Ended June 30, 2008**

	<b>Individual and Family Support Unit <u>16</u></b>	<b>Developmental Training <u>31</u></b>	<b>Early Intervention <u>33</u></b>	<b>Supported Employment Program <u>39</u></b>	<b>Community Integrated Living Arrangement <u>60</u></b>	<b>Respite <u>91</u></b>	<b>Total Program Services</b>	<b>Management &amp; General</b>	<b>Total <u>2009</u></b>	<b>Total <u>2008</u></b>
Depreciation	\$ 5,185	\$ 47,910	\$ 6,216	\$ 17,623	\$ 24,184	\$ 2,078	\$ 103,196	\$ -	\$ 103,196	\$ 89,106
Net loss on investments	-	-	-	-	-	-	-	28,599	28,599	15,042
Miscellaneous	-	-	-	-	-	-	-	677	677	20
<b>TOTAL CAPITAL FUND EXPENSES</b>	<b>\$ 5,185</b>	<b>\$ 47,910</b>	<b>\$ 6,216</b>	<b>\$ 17,623</b>	<b>\$ 24,184</b>	<b>\$ 2,078</b>	<b>\$ 103,196</b>	<b>\$ 29,276</b>	<b>\$ 132,472</b>	<b>\$ 104,168</b>

The accompanying notes are an integral part of the financial statements.

**THE ARC OF IROQUOIS COUNTY**  
**STATEMENT OF CASH FLOWS**  
**Year Ended June 30, 2009**  
**With Comparative Totals for June 30, 2008**

	<u>2009</u>	<u>2008</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (53,985)	\$ 350,444
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	103,196	89,106
Net loss on investments	28,599	15,042
Effects of changes in operating assets and liabilities:		
Grants and other receivables	46,179	(7,419)
Prepaid expense	(15,646)	(31,726)
Accounts payable and other liabilities	(5,934)	(5,444)
Accrued payroll expense	(3,049)	51,079
Accrued paid time off	20,504	(50,052)
Liability for custodial fund	<u>(3,139)</u>	<u>4,548</u>
Net cash provided by operating activities	<u>116,725</u>	<u>415,578</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investments	-	(237,379)
Proceeds from sale of investments	163,222	-
Purchase of property and equipment	<u>(94,351)</u>	<u>(60,994)</u>
Net cash provided by (used in) investing activities	<u>68,871</u>	<u>(298,373)</u>
<b>NET INCREASE IN CASH</b>	185,596	117,205
<b>CASH, BEGINNING OF YEAR</b>	<u>426,701</u>	<u>309,496</u>
<b>CASH, END OF YEAR</b>	<u>\$ 612,297</u>	<u>\$ 426,701</u>

The accompanying notes are an integral part of the financial statements.

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Arc of Iroquois County (the Association) was incorporated September 21, 1953 under the *General Not For Profit Corporation Act* of Illinois. The Association has been ruled exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Association was organized to educate the public as to the meaning and implication of developmental disabilities, as well as organize and maintain a school for the training and education of people with developmental disabilities in Iroquois County. The Association's fiscal year ends on June 30. The Association's primary sources of revenue are state government grants and fees. The Association's primary programs consist of community living arrangements (61%) and developmental training (17%). Significant accounting policies followed by the Association are presented below.

**USE OF ESTIMATES IN PREPARING FINANCIAL STATEMENTS**

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

**FUND ACCOUNTING AND NET ASSETS**

The accompanying financial statements reflect the fund accounting approach to financial reporting. The accompanying financial statements segregate the Association resources into separate and distinct funds based upon the uses and the disposition of the resources. Generally accepted accounting principles require these funds to be presented into net asset categories that distinguish between the restrictions imposed upon the funds.

Current Unrestricted Net Assets include the Current Unrestricted and Capital Funds which include resources which bear no externally-imposed restrictions concerning use or purpose. The Board of Directors has discretionary control over the use of these funds in operating the organization in accordance with the limitations of its charter and by-laws. Within Unrestricted Net Assets the Board may designate portions of these resources for specific purposes, projects, or investments. It should be recognized that the Board of Directors has the authority to change or reverse its own action. Accordingly, amounts designated by the board for specific purposes are not included with donor-restricted funds and the term "restricted" is not used in connection with them.

Restricted Net Assets include the Current Temporarily Restricted Fund accounts which include all resources for which donor-imposed time and purpose restrictions have not yet been met and the ultimate purpose of the contribution is not permanently restricted. Such restricted funds do not include grant revenue subject to program restrictions, as these funds are considered unrestricted funds subject to grant requirements.

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**FUND ACCOUNTING AND NET ASSETS (Continued)**

The Trust Fund accounts for all assets received by the Association which are held and disbursed only on specified instructions based on the purposes for which they were received.

Permanently Restricted Net Assets include the Endowment Fund, which accounts for the principal amount of a bequest accepted by the Association with the stipulation by the donor that the principal be maintained intact in perpetuity. Income from this fund is not restricted and is, therefore, recorded as current unrestricted fund income.

**INVESTMENTS**

Investments include certificates of deposit, marketable debt securities, corporate bonds, mutual funds and money market accounts. Investments in marketable debt securities are reported at fair value, which is based on quoted market prices. Unrealized gains and losses are reported as an increase or decrease in unrestricted, temporarily restricted or permanently restricted net assets based upon donor-imposed restrictions. Certificates of deposit are recorded at cost, which approximates market values.

Investment income is reported in the statement of activities as unrestricted, temporarily restricted or permanently restricted revenue based upon donor-imposed restrictions.

**GRANT RECEIVABLES**

The Association receives support from various agencies in the forms of grants and fees for service arrangements. These receivables are not collateralized or secured but are considered fully collectible.

**PROPERTY AND EQUIPMENT**

All property and equipment additions greater than \$500 are capitalized at cost when acquired by purchase or at its fair market value if donated to the Association, are accumulated in the Capital Fund, and are depreciated over their estimated useful lives using the straight-line method. The following breaks down the categories of property and equipment and the range of their useful lives:

Land improvements	3 – 33 years
Buildings	20 – 34 years
Building improvements	5 – 20 years
Furniture and equipment	3 – 25 years
Vehicles	5 years

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**IMPAIRMENT OF LONG-LIVED ASSETS**

The Association reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value less costs to sell.

**REVENUE RECOGNITION**

Income from funding sources is recognized as grant revenue over the period of the grant and as services are provided over the grant period. Client fees are recognized as revenue when services are provided.

**ADVERTISING**

Advertising costs are expensed as incurred.

**RESTRICTED CONTRIBUTIONS**

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or by law. Amounts received which are designated for future periods or restricted by the donor for specific purposes would be reported as temporarily restricted or permanently restricted support in those net asset classes. However, if a restriction is fulfilled in the same time period in which the contribution is received, The ARC of Iroquois County reports the support as unrestricted.

**CHANGES IN ACCOUNTING PRINCIPLES**

Effective July 1, 2008, the Association adopted FAS Statement No. 157, "Fair Value Measurements" (FAS 157), which provides a comprehensive framework for measuring fair value and expands disclosures which are required about fair value measurements. Specifically, FAS 157 sets forth a definition of fair value and establishes a hierarchy prioritizing the inputs to valuation techniques, giving the highest priority to quoted prices in active markets for identical assets and liabilities and the lowest priority to unobservable value inputs. The adoption of FAS 157 did not have a material impact on the Association's financial statements.

**NOTE 2 - COMPARATIVE TOTALS**

The financial statements include certain summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended June 30, 2008 from which the summarized information was derived.

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 3 - INVESTMENTS**

In determining fair value, the Association uses various valuation approaches within the FAS 157 fair value measurement framework. Fair value measurements are determined based on the assumptions that market participants would use in pricing an asset or liability.

FAS 157 establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. FAS 157 defines levels within the hierarchy based on the reliability of inputs as follows:

- Level 1 – Valuations based on unadjusted quoted prices for identical assets or liabilities in active markets;
- Level 2 – Valuations based on quoted prices for similar assets or liabilities or identical assets or liabilities in less active markets, such as dealer or broker markets; and
- Level 3 – Valuations derived from valuation techniques in which one or more significant input or significant value drivers are unobservable, such as pricing models, discounted cash flow models and similar techniques not based on market, exchange, dealer or broker-traded transactions.

Following is a description of the valuation methodologies used for instruments measured at fair value and their classification in the valuation hierarchy.

Equity securities and mutual funds listed on a national market or exchange are valued at the last sales price. Such securities are classified within Level 1 of the valuation hierarchy.

Debt securities consisting of corporate and government bonds are generally valued at benchmark yields, reported trades, broker/dealer quotes and other items. Debt securities are generally classified within Level 2 of the valuation hierarchy.

	<u><b>Fair Value Measurements Using</b></u>			
	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>	<b><u>Total</u></b>
<b>Investments</b>	<u>\$ 205,498</u>	<u>\$ 430,743</u>	<u>\$ -</u>	<u>\$ 636,241</u>

The Association receives periodic cash distributions from the Margaret Buckner Fay Trust/Will, which is included in the Endowment Fund. In accordance with the Trust agreement, the principal is retained by the Trust in perpetuity with the income being distributed quarterly. The Trust value as of June 30, 2009 was \$533,159 and is included in the fair value measurements above.

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 3 – INVESTMENTS (CONTINUED)**

The following details investments held as of June 30, 2009:

	<u>Capital Fund</u>	<u>Endowment Fund</u>	<u>Total</u>
Preferred stock	\$ -	\$ 30,688	\$ 30,688
Corporate bonds	-	11,898	11,898
U.S. Agency securities	-	72,538	72,538
Mutual funds	<u>1,336</u>	<u>173,474</u>	<u>174,810</u>
Subtotal	1,336	288,598	289,934
Money market	-	23,561	23,561
Certificates of deposit	<u>101,746</u>	<u>221,000</u>	<u>322,746</u>
<b>Total</b>	<b><u>\$ 103,082</u></b>	<b><u>\$ 533,159</u></b>	<b><u>\$ 636,241</u></b>

**NOTE 4 - GRANTS AND OTHER RECEIVABLES**

Grants and other receivables at June 30, 2009 consist of the following:

	<u>Current Fund</u>
DHS – Aide training	\$ 44,588
DHS – Developmental Training	944
Third parties – Developmental Training	6,464
Third parties – CILA	41,968
DOA – Adult Daycare	2,608
DHS – Purchase of service	58,816
DHS – Supported Living Services	12,304
DHS - CILA	4,336
DHS – Rehabilitation Services	145
Miscellaneous	<u>5,430</u>
<b>Total</b>	<b><u>\$ 177,603</u></b>

**NOTE 5 - PROPERTY AND EQUIPMENT**

The following details property and equipment as of June 30, 2009:

Land	\$ 77,216
Land improvements	104,107
Buildings	845,449
Building improvements	987,559
Furniture and equipment	714,916
Vehicles	<u>392,401</u>
Total, at cost	3,121,648
Less accumulated depreciation	<u>2,036,394</u>
<b>Total</b>	<b><u>\$ 1,085,254</u></b>

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 6 - CONTINGENCIES AND FINANCIAL DEPENDENCY**

Under the terms of state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to grantor agencies. The Association's management believes the disallowance, if any, would be immaterial.

The Association's operations depend significantly upon reimbursement under these grants and funding arrangements.

**NOTE 7 - EMPLOYEE BENEFIT PLANS**

The Association maintains a flexible benefit plan for its employees. The Association makes no contributions to this plan. Any excess employee contributions at year end revert to the Association. The account balance totaled \$2,331 as of June 30, 2009 and is included in the liability for custodial funds.

The Association maintains a 403(b) plan on behalf of its employees. The Association makes no contributions to this plan.

**NOTE 8 - SELF INSURANCE**

Generally accepted accounting principles require disclosure about certain significant estimates.

The Association uses the reimbursement method for unemployment compensation benefits. The Association estimated no significant claims were outstanding at the end of the fiscal year.

**NOTE 9 - LINE OF CREDIT**

The Association has a \$500,000 line of credit available at First Trust and Savings Bank which bears interest on the balances drawn at 5.0%, is secured by real property, and matures February 18, 2010. At June 30, 2009, the Association did not have an outstanding balance.

**NOTE 10 - MISCELLANEOUS EXPENSE**

The breakdown of miscellaneous expense of \$70,801 on Page 4 is as follows:

Telephone and computer	\$ 12,837
Staff training	4,267
Gift certificates – Staff	7,339
Meals and staff activities	5,234
Subscriptions	484
Postage and shipping	4,988
Printing	3,577
Membership and dues	11,896
Liability insurance	14,171
Want ads	1,077
Other fees and items	4,931
<b>Total</b>	<b><u>\$ 70,801</u></b>

**THE ARC OF IROQUOIS COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009**

**NOTE 11 - CONCENTRATIONS OF CREDIT RISK**

The Association maintains its cash accounts primarily with banks located in Watseka, IL. As of June 30, 2009, balances in The Association's non-interest bearing transaction deposit accounts are fully insured by the FDIC, and balances in other deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor per bank. As of June 30, 2009 the Association has cash balances on deposit with two banks that exceeded the balance insured by the FDIC in the amount of \$115,789. These balances are fully collateralized.

**NOTE 12 - SUBSEQUENT EVENTS**

Management evaluated subsequent events through October 14, 2009, the date the financial statements were available to be issued. Events or transactions occurring after June 30, 2009, but prior to October 14, 2009 that provided additional evidence about conditions that existed at June 30, 2009, have been recognized in the financial statements for the year ended June 30, 2009. Events or transactions that provided evidence about conditions that did not exist at June 30, 2009 but arose before the financial statements were available to be issued have not been recognized in the financial statements for the year ended June 30, 2009.

This information is an integral part of the accompanying financial statements.

**SUPPLEMENTAL INFORMATION**

**THE ARC OF IROQUOIS COUNTY**  
**SCHEDULE OF REVENUE BY SOURCE AND PROGRAM - ALL FUNDS**  
**Year Ended June 30, 2009**

	Total Agency Revenue	Unallocated Revenue	Total Program Non-DHS Grant Funded	Total DHS Grant Funded Revenue	DHS Grant Funded		Non-DHS Grant Funded		
					Individual and Family Support Unit 16	Supported Employment Program 39	Developmental Training 31	Community Integrated Living Arrangement 60	Respite 91
<b>FEES FOR SERVICE</b>									
Department of Human Services	\$ 3,383,811	\$ -	\$ 3,213,670	\$ 170,141	\$ 62,984	\$ 107,157	\$ 683,473	\$ 2,502,224	\$ 27,973
Department of Human Services/Medicaid	45,010	-	44,184	826	393	433	5,130	39,054	-
Third party payments	211,523	-	211,523	-	-	-	14,336	197,187	-
Department of Rehabilitation Services	34,460	-	-	34,460	-	34,460	-	-	-
Department of Aging	7,353	-	7,353	-	-	-	7,353	-	-
Individual/family payments	18,484	-	2,225	16,259	-	16,259	2,225	-	-
Total fees for service	3,700,641	-	3,478,955	221,686	63,377	158,309	712,517	2,738,465	27,973
<b>GRANTS</b>									
Department of Human Services	287,888	-	-	287,888	101,197	186,691	-	-	-
Board for the Developmentally Disabled	371,505	371,505	-	-	-	-	-	-	-
Total grants	659,393	371,505	-	287,888	101,197	186,691	-	-	-
<b>OTHER SOURCES</b>									
Contributions - unrestricted	43,697	37,621	6,076	-	-	-	5,576	500	-
Investment income	25,949	25,949	-	-	-	-	-	-	-
Sale of goods and services	61,173	23,523	27,040	10,610	-	10,610	27,040	-	-
Meal income	13,891	-	13,891	-	-	-	13,891	-	-
Miscellaneous	7,873	5,297	2,576	-	-	-	2,576	-	-
Total other sources	152,583	92,390	49,583	10,610	-	10,610	49,083	500	-
<b>TOTAL REVENUE</b>	<b>\$ 4,512,617</b>	<b>\$ 463,895</b>	<b>\$ 3,528,538</b>	<b>\$ 520,184</b>	<b>\$ 164,574</b>	<b>\$ 355,610</b>	<b>\$ 761,600</b>	<b>\$ 2,738,965</b>	<b>\$ 27,973</b>

**THE ARC OF IROQUOIS COUNTY**  
**SCHEDULE OF EXPENSE BY PROGRAM - ALL FUNDS**  
Year Ended June 30, 2009

	<b>Total Agency Expenses</b>	<b>Unallocated</b>	<b>Total Program Non-DHS Grant Funded</b>	<b>Total DHS Grant Funded Expense</b>	<b>DHS Grant Funded Individual and Family Support Unit 16</b>	<b>Supported Employment Program 39</b>
Employee's salaries and wages	\$ 3,210,133	\$ -	\$ 2,707,049	\$ 503,084	\$ 134,448	\$ 368,636
Employee's fringe benefits	714,835	-	609,417	105,418	25,551	79,867
Individual wages and fringe benefits	18,292	-	5,325	12,967	-	12,967
Consultants	53,510	-	45,569	7,941	2,366	5,575
Consumable supplies	100,350	-	94,690	5,660	1,765	3,895
Occupancy	113,519	677	99,966	12,876	4,870	8,006
Local transportation	136,034	-	79,507	56,527	5,435	51,092
Non-capitalized equipment	3,878	-	3,651	227	70	157
Lease/rent	13,455	-	13,455	-	-	-
Other operating fund expenses	70,801	2,696	60,120	7,985	2,121	5,864
Total operating fund expenses	4,434,807	3,373	3,718,749	712,685	176,626	536,059
Depreciation	103,196	-	80,388	22,808	5,185	17,623
Net unrealized loss on investments	28,599	28,599	-	-	-	-
Total operating and capital fund expenses	4,566,602	31,972	3,799,137	735,493	181,811	553,682
Less:						
Costs of production included in total operating expenses	114,089	-	114,089	-	-	-
<b>TOTAL</b>	<b><u>\$ 4,452,513</u></b>	<b><u>\$ 31,972</u></b>	<b><u>\$ 3,685,048</u></b>	<b><u>\$ 735,493</u></b>	<b><u>\$ 181,811</u></b>	<b><u>\$ 553,682</u></b>
 Net investment in fixed assets	 <u>\$ 1,085,254</u>					

**THE ARC OF IROQUOIS COUNTY**  
**SCHEDULE OF REVENUES AND EXPENSES BY PROGRAM - ALL FUNDS**  
**Year Ended June 30, 2009**

	<u>Total Agency</u>	<u>Unallocated</u>	<u>Individual and Family Support Unit 16</u>	<u>Developmental Training 31</u>	<u>Early Intervention 33</u>	<u>Supported Employment Program 39</u>	<u>Community Integrated Living Arrangement 60</u>	<u>Respite 91</u>
<b>REVENUES</b>								
Fees for service	\$ 3,700,641	\$ -	\$ 63,377	\$ 712,517	\$ -	\$ 158,309	\$ 2,738,465	\$ 27,973
Grants	659,393	371,505	101,197	-	-	186,691	-	-
Other	152,583	92,390	-	49,083	-	10,610	500	-
Total revenues	<u>4,512,617</u>	<u>463,895</u>	<u>164,574</u>	<u>761,600</u>	<u>-</u>	<u>355,610</u>	<u>2,738,965</u>	<u>27,973</u>
<b>EXPENSES</b>								
Employee's salaries and wages	3,210,133	-	134,448	582,748	2,120	368,636	2,089,256	32,925
Employee's fringe benefits	714,835	-	25,551	138,566	639	79,867	467,131	3,081
Individual wages and fringe benefits	18,292	-	-	5,325	-	12,967	-	-
Consultants	53,510	-	2,366	9,535	33	5,575	35,525	476
Consumable supplies	100,350	-	1,765	57,157	792	3,895	36,273	468
Occupancy	113,519	677	4,870	64,308	5,864	8,006	28,179	1,615
Local transportation	136,034	-	5,435	30,790	11	51,092	36,035	12,671
Non-capitalized equipment	3,878	-	70	1,364	39	157	2,229	19
Lease/rent	13,455	-	-	13,455	-	-	-	-
Other operating fund expenses	68,105	-	2,121	17,948	218	5,864	40,674	1,280
Fundraising	2,696	2,696	-	-	-	-	-	-
Depreciation	103,196	-	5,185	47,910	6,216	17,623	24,184	2,078
Net unrealized loss on investments	28,599	28,599	-	-	-	-	-	-
Total expenses	<u>4,566,602</u>	<u>31,972</u>	<u>181,811</u>	<u>969,106</u>	<u>15,932</u>	<u>553,682</u>	<u>2,759,486</u>	<u>54,613</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<u>\$ (53,985)</u>	<u>\$ 431,923</u>	<u>\$ (17,237)</u>	<u>\$ (207,506)</u>	<u>\$ (15,932)</u>	<u>\$ (198,072)</u>	<u>\$ (20,521)</u>	<u>\$ (26,640)</u>

**THE ARC OF IROQUOIS COUNTY**  
**SCHEDULE OF PROGRAM COSTS**  
**June 30, 2009**

Line #	Account Title	Agency Total	All Other Not Allocated	Developmental Training 31U
<b>Program Expenses:</b>				
1.	Program staff salaries	\$ 2,497,954	\$ 150,124	\$ 468,273
2.	Program clerical staff salaries	-	-	-
3.	Program staff payroll taxes and fringe benefits	555,486	25,961	111,328
4.	Program consultants	6,278	418	968
5.	Consumer wages and fringe benefits	18,292	-	5,325
6.	Medicine and drugs	19,224	135	366
7.	All other direct service equipment and supplies	14,114	60	13,166
8.	Staff transportation	6,854	4,482	300
9.	Client transportation	129,180	13,634	30,489
10.	Transportation to/from school	-	-	-
11.	Direct service staff conferences and conventions	8,910	861	809
12.	Program insurance	14,171	746	2,579
13.	Direct client specific assistance	2,733	-	-
14.	Telecommunication costs assigned to program	11,355	632	5,160
15.	Foster care payments	-	-	-
16.	Other (specify)	-	-	-
17.	Total program expenses (Sum lines 1-16)	<u>3,284,551</u>	<u>197,053</u>	<u>638,763</u>
<b>Support expenses:</b>				
18.	Support salaries	363,196	-	25,642
19.	Support payroll taxes and fringe benefits	81,734	-	6,201
20.	Food and dietary supplies	31,564	3	31,520
21.	Housekeeping, laundry supplies	11,754	1,518	7,565
22.	Other (specify)	-	-	-
23.	Total support expenses (Sum lines 18-22)	<u>488,248</u>	<u>1,521</u>	<u>70,928</u>
<b>Occupancy expenses:</b>				
24.	Occupancy salaries	56,676	3,994	35,633
25.	Occupancy payroll taxes and fringe benefits	12,831	686	8,361
26.	Building & equip. operations and maintenance	97,297	11,614	60,965
27.	Vehicle depreciation	25,979	1,058	5,944
28.	All other depreciation and amortization	77,218	12,421	41,968
29.	Vehicle rent	-	-	-
30.	All other lease/rent/taxes	14,132	677	13,455
31.	Equipment under \$500	2,745	128	1,364
32.	Mortgage & installment interest	-	-	-
33.	Operating interest	-	-	-
34.	Other (specify)	-	-	-
35.	Total occupancy expenses (Sum lines 24-34)	<u>286,878</u>	<u>30,578</u>	<u>167,690</u>
<b>Administrative and Office expenses:</b>				
36.	Administrative salaries	292,307	15,376	53,199
37.	Administrative payroll taxes and fringe benefits	64,784	2,626	12,674
38.	Administrative consultants	47,232	2,458	8,566
39.	Telecommunications costs not assigned to program	1,482	78	270
40.	Office supplies and equipment	23,230	1,308	4,540
41.	Allocation of Management and General (G&A)	-	-	-
42.	Other (specify) Miscellaneous/Various	49,291	4,731	12,476
43.	Total administrative expenses (Sum lines 36-42)	<u>478,326</u>	<u>26,577</u>	<u>91,725</u>
44.	Total expenses (Sum lines 17,23,35,43)	<u>4,538,003</u>	<u>255,729</u>	<u>969,106</u>
<b>Non-reimbursable expenses:</b>				
45.	Depreciation on DMHDD funded capital assets included above	-	-	-
46.	Cost of Production and Workshop Client Wages included above	114,089	-	114,089
47.	Other (Specify) Miscellaneous/Various	14,672	3,177	3,787
48.	Total non-reimbursable expenses (Sum lines 45-47)	<u>128,761</u>	<u>3,177</u>	<u>117,876</u>
49.	Net expenses (Line 44 minus Line 48)	<u>\$ 4,409,242</u>	<u>\$ 252,552</u>	<u>\$ 851,230</u>

**THE ARC OF IROQUOIS COUNTY**  
**SCHEDULE OF PROGRAM COSTS**  
**June 30, 2009**

Line #	Account Title	Supported Employment Program 390,39G,39U	Community Integrated Living Arrangement 24 Hour 60D	Community Integrated Living Arrangement Intermit 60D
<b>Program Expenses:</b>				
1.	Program staff salaries	\$ 329,008	\$ 1,524,466	\$ 26,083
2.	Program clerical staff salaries	-	-	-
3.	Program staff payroll taxes and fringe benefits	71,328	340,595	6,274
4.	Program consultants	-	4,765	127
5.	Consumer wages and fringe benefits	12,967	-	-
6.	Medicine and drugs	218	18,505	-
7.	All other direct service equipment and supplies	134	754	-
8.	Staff transportation	227	1,636	209
9.	Client transportation	50,865	33,621	571
10.	Transportation to/from school	-	-	-
11.	Direct service staff conferences and conventions	551	6,497	192
12.	Program insurance	1,672	9,174	-
13.	Direct client specific assistance	-	2,733	-
14.	Telecommunication costs assigned to program	554	5,009	-
15.	Foster care payments	-	-	-
16.	Other (specify)	-	-	-
17.	Total program expenses (Sum lines 1-16)	<u>467,524</u>	<u>1,947,755</u>	<u>33,456</u>
<b>Support expenses:</b>				
18.	Support salaries	-	337,448	106
19.	Support payroll taxes and fringe benefits	-	75,511	22
20.	Food and dietary supplies	6	35	-
21.	Housekeeping, laundry supplies	759	1,912	-
22.	Other (specify)	-	-	-
23.	Total support expenses (Sum lines 18-22)	<u>765</u>	<u>414,906</u>	<u>128</u>
<b>Occupancy expenses:</b>				
24.	Occupancy salaries	5,136	11,913	-
25.	Occupancy payroll taxes and fringe benefits	1,112	2,672	-
26.	Building & equip. operations and maintenance	5,983	18,735	-
27.	Vehicle depreciation	11,410	7,567	-
28.	All other depreciation and amortization	6,213	16,616	-
29.	Vehicle rent	-	-	-
30.	All other lease/rent/taxes	-	-	-
31.	Equipment under \$500	157	1,096	-
32.	Mortgage & installment interest	-	-	-
33.	Operating interest	-	-	-
34.	Other (specify)	-	-	-
35.	Total occupancy expenses (Sum lines 24-34)	<u>30,011</u>	<u>58,599</u>	<u>-</u>
<b>Administrative and Office expenses:</b>				
36.	Administrative salaries	34,491	189,241	-
37.	Administrative payroll taxes and fringe benefits	7,428	42,056	-
38.	Administrative consultants	5,576	30,632	-
39.	Telecommunications costs not assigned to program	175	959	-
40.	Office supplies and equipment	2,779	14,603	-
41.	Allocation of Management and General (G&A)	-	-	-
42.	Other (specify) Miscellaneous/Various	4,933	27,151	-
43.	Total administrative expenses (Sum lines 36-42)	<u>55,382</u>	<u>304,642</u>	<u>-</u>
44.	Total expenses (Sum lines 17,23,35,43)	<u>553,682</u>	<u>2,725,902</u>	<u>33,584</u>
<b>Non-reimbursable expenses:</b>				
45.	Depreciation on DMHDD funded capital assets included above	-	-	-
46.	Cost of Production and Workshop Client Wages included above	-	-	-
47.	Other (Specify) Miscellaneous/Various	1,104	6,604	-
48.	Total non-reimbursable expenses (Sum lines 45-47)	<u>1,104</u>	<u>6,604</u>	<u>-</u>
49.	Net expenses (Line 44 minus Line 48)	<u>\$ 552,578</u>	<u>\$ 2,719,298</u>	<u>\$ 33,584</u>

**THE ARC OF IROQUOIS COUNTY**  
**SCHEDULE OF PROGRAM REVENUES**  
Year Ended June 30, 2009

Line #	Account Title	Agency Total	All Other Not Allocated	Developmental Training 31U
<b>REVENUES:</b>				
<b>Fees &amp; Purchase of Service:</b>				
1.	Department of Aging	\$ 7,353	\$ -	\$ 7,353
2.	Department of Children and Family Services	-	-	-
3.	Department of Corrections	-	-	-
4.	Medicaid Rehabilitation Option (MRO) Payments	-	-	-
5.	Department of Human Services	3,383,229	90,957	682,891
6.	Department of Public Aid	45,010	393	5,130
7.	Department of Public Health	-	-	-
8.	Local education agency	-	-	-
9.	Local government	-	-	-
10.	Federal government	-	-	-
11.	Other government agencies	-	-	-
12.	Client/family program fees (including SSI, SSA, pensions, etc.)	213,446	-	-
13.	Special service fees for individual clients	17,143	-	17,143
14.	Diagnostic service fees	-	-	-
15.	Other (specify) DHS/DORS	<u>34,460</u>	<u>-</u>	<u>-</u>
16.	Total Fees & Purchase of Service (lines 1-15)	<u>3,700,641</u>	<u>91,350</u>	<u>712,517</u>
<b>Grant Revenues:</b>				
17.	Department of Aging	-	-	-
18.	Department of Children and Family Services	-	-	-
19.	Department of Corrections	-	-	-
20.	Donated/Certified Funds Initiative (DFI/CFI)	-	-	-
21.	Department of Human Services	287,888	101,197	-
22.	Department of Public Aid	-	-	-
23.	Department of Public Health	-	-	-
24.	Local education agency	-	-	-
25.	Local government awards	371,505	371,505	-
26.	Federal government awards	-	-	-
27.	Other government awards	-	-	-
28.	JTPA/CETA	-	-	-
29.	Other (specify)	-	-	-
30.	Total Grant Revenues (lines 17-29)	<u>659,393</u>	<u>472,702</u>	<u>-</u>
<b>Contributions &amp; Other:</b>				
31.	Restricted to operations	-	-	-
32.	Restricted to capital	-	-	-
33.	Unrestricted	43,697	37,621	5,576
34.	Contributions - goods & services	2,231	-	2,231
35.	Child/Adult Food Programs (school meals, commodities)	13,891	-	13,891
36.	School Transportation Payments (to/from school)	-	-	-
37.	Sales of Goods and Services	61,173	23,523	27,040
38.	Rent Income	1,005	660	345
39.	Gain on Sale of Assets	-	-	-
40.	Cafeteria and Vending Machine	-	-	-
41.	Other (specify) Dues & Miscellaneous	<u>4,637</u>	<u>4,637</u>	<u>-</u>
42.	Total Contributions & Other (lines 31-41)	<u>126,634</u>	<u>66,441</u>	<u>49,083</u>
<b>Investment Income:</b>				
43.	Income on restricted assets/investments * - See below	(2,650)	(2,650)	-
44.	Income on unrestricted assets/investments	<u>-</u>	<u>-</u>	<u>-</u>
45.	Total Investment Income (lines 43 & 44)	<u>(2,650)</u>	<u>(2,650)</u>	<u>-</u>
46.	<b>TOTAL REVENUES</b>	<u>\$ 4,484,018</u>	<u>\$ 627,843</u>	<u>\$ 761,600</u>

\* - This line item is the sum of the interest on investments and the unrealized and realized loss on investments from page 3 of the audited financial statements.

**THE ARC OF IROQUOIS COUNTY  
SCHEDULE OF PROGRAM REVENUES  
Year Ended June 30, 2009**

Line #	Account Title	Supported Employment Program 390,39G,39U	Community Integrated Living Arrangement 24 Hour 60D	Community Integrated Living Arrangement Intermit 60D
<b>REVENUES:</b>				
<b>Fees &amp; Purchase of Service:</b>				
1.	Department of Aging	\$ -	\$ -	\$ -
2.	Department of Children and Family Services	-	-	-
3.	Department of Corrections	-	-	-
4.	Medicaid Rehabilitation Option (MRO) Payments	-	-	-
5.	Department of Human Services	107,157	2,459,800	42,424
6.	Department of Public Aid	433	38,865	189
7.	Department of Public Health	-	-	-
8.	Local education agency	-	-	-
9.	Local government	-	-	-
10.	Federal government	-	-	-
11.	Other government agencies	-	-	-
12.	Client/family program fees (including SSI, SSA, pensions, etc.)	16,259	182,815	14,372
13.	Special service fees for individual clients	-	-	-
14.	Diagnostic service fees	-	-	-
15.	Other (specify) DHS/DORS	34,460	-	-
16.	Total Fees & Purchase of Service (lines 1-15)	<u>158,309</u>	<u>2,681,480</u>	<u>56,985</u>
<b>Grant Revenues:</b>				
17.	Department of Aging	-	-	-
18.	Department of Children and Family Services	-	-	-
19.	Department of Corrections	-	-	-
20.	Donated/Certified Funds Initiative (DFI/CFI)	-	-	-
21.	Department of Human Services	186,691	-	-
22.	Department of Public Aid	-	-	-
23.	Department of Public Health	-	-	-
24.	Local education agency	-	-	-
25.	Local government awards	-	-	-
26.	Federal government awards	-	-	-
27.	Other government awards	-	-	-
28.	JTPA/CETA	-	-	-
29.	Other (specify)	-	-	-
30.	Total Grant Revenues (lines 17-29)	<u>186,691</u>	<u>-</u>	<u>-</u>
<b>Contributions &amp; Other:</b>				
31.	Restricted to operations	-	-	-
32.	Restricted to capital	-	-	-
33.	Unrestricted	-	500	-
34.	Contributions - goods & services	-	-	-
35.	Child/Adult Food Programs (school meals, commodities)	-	-	-
36.	School Transportation Payments (to/from school)	-	-	-
37.	Sales of Goods and Services	10,610	-	-
38.	Rent Income	-	-	-
39.	Gain on Sale of Assets	-	-	-
40.	Cafeteria and Vending Machine	-	-	-
41.	Other (specify) Dues & Miscellaneous	-	-	-
42.	Total Contributions & Other (lines 31-41)	<u>10,610</u>	<u>500</u>	<u>-</u>
<b>Investment Income:</b>				
43.	Income on restricted assets/investments * - See below	-	-	-
44.	Income on unrestricted assets/investments	-	-	-
45.	Total Investment Income (lines 43 & 44)	<u>-</u>	<u>-</u>	<u>-</u>
46.	<b>TOTAL REVENUES</b>	<u>\$ 355,610</u>	<u>\$ 2,681,980</u>	<u>\$ 56,985</u>

\* - This item is the sum of the interest on investments and the unrealized and realized loss on investments from page 3 of the audited financial statements.

**THE ARC OF IROQUOIS COUNTY  
PROGRAM PERSONNEL  
Year Ended June 30, 2009**

(Hours Unaudited)

Line #	Program Staff Positions	Total Agency			All Other Not Allocated	DEVELOPMENTAL TRAINING (31U)		EMPLOYMENT PROGRAM (390,39G,39U)		LIVING ARRANGEMENT 24 HOUR (60D)		LIVING ARRANGEMENT INTERMITTANT (60D)	
		Total Hours	Total Amount Paid	Head Count		Percent Allocated	Total Amount Paid	Percent Allocated	Total Amount Paid	Percent Allocated	Total Amount Paid	Percent Allocated	Total Amount Paid
1.	Audiologist	-	\$ -	-	\$ -	-	\$ -	-	\$ -	-	\$ -	-	\$ -
2.	Behavior Therapist	-	-	-	-	-	-	-	-	-	-	-	-
3.	Dietary Technician	-	-	-	-	-	-	-	-	-	-	-	-
4.	Dietician	-	-	-	-	-	-	-	-	-	-	-	-
5.	Habilitation Aide/Child-Care Aide	90,503	899,187	113	-	4.2%	37,618	0.0%	-	93.3%	839,078	2.5%	22,491
6.	Habilitation Professional or supervisory staff	23,883	304,387	14	-	0.0%	-	0.0%	-	98.8%	300,795	1.2%	3,592
7.	LPN	3,748	58,377	2	-	6.6%	3,879	0.0%	-	93.4%	54,498	0.0%	-
8.	Occupational Therapist	-	-	-	-	-	-	-	-	-	-	-	-
9.	Physical Therapist	-	-	-	-	-	-	-	-	-	-	-	-
10.	Physician	-	-	-	-	-	-	-	-	-	-	-	-
11.	Principal	2,106	45,656	1	-	60.0%	27,384	40.0%	18,272	0.0%	-	0.0%	-
12.	Program Director	-	-	-	-	-	-	-	-	-	-	-	-
13.	Program Clerical Staff	-	-	-	-	-	-	-	-	-	-	-	-
14.	Psychiatrist	-	-	-	-	-	-	-	-	-	-	-	-
15.	Psychologist	-	-	-	-	-	-	-	-	-	-	-	-
16.	Recreation Staff	-	-	-	-	-	-	-	-	-	-	-	-
17.	RN	5,128	103,939	3	-	27.9%	29,027	0.0%	-	72.1%	74,912	0.0%	-
18.	Social Worker	20,342	370,412	13	118,772	6.1%	22,523	3.9%	14,270	58.0%	214,847	0.0%	-
19.	Speech Therapist	-	-	-	-	-	-	-	-	-	-	-	-
20.	Substance Abuse Counselor/Professional	-	-	-	-	-	-	-	-	-	-	-	-
21.	Substance Abuse Paraprofessional	-	-	-	-	-	-	-	-	-	-	-	-
22.	Teacher	908	16,899	1	-	100.0%	16,899	0.0%	-	0.0%	-	0.0%	-
23.	Teacher Aide	3,666	49,756	6	-	100.0%	49,756	0.0%	-	0.0%	-	0.0%	-
24.	Vocational Staff (including Job Coach, workshop staff, etc.)	47,556	521,365	58	-	43.7%	228,020	56.3%	293,345	0.0%	-	0.0%	-
25.	Other Academic Instruction	-	-	-	-	-	-	-	-	-	-	-	-
26.	Other Medical Care	-	-	-	-	-	-	-	-	-	-	-	-
27.	Other Habilitation/Rehabilitation	8,074	74,635	31	31,352	2.8%	2,119	1.1%	828	54.0%	40,336	0.0%	-
28.	Other Substance Abuse	-	-	-	-	-	-	-	-	-	-	-	-
29.	All Other Direct Program Staff Not Requiring Specification	4,995	53,341	99	-	95.7%	51,048	4.3%	2,293	0.0%	-	0.0%	-
30.	<b>TOTAL ALL POSITIONS</b>	<u>210,909</u>	<u>\$ 2,497,954</u>	<u>341</u>	<u>\$ 150,124</u>		<u>\$ 468,273</u>		<u>\$ 329,008</u>		<u>\$ 1,524,466</u>		<u>\$ 26,083</u>

Totals must equal the sum of lines 1 and 2 of the Schedule of Program Costs

**Number of hours (excluding overtime) in a standard work week - 40**

31.	Mental Health Professional (MHP)	-	\$ -	-	\$ -	-	\$ -	-	\$ -	-	\$ -	-	\$ -
32.	Qualified Mental Health Prof. (QMHP)	-	-	-	-	-	-	-	-	-	-	-	-
33.	Qualified Mental Retardation Prof. (QMRP)	14,252	274,944	9	23,304	8.2%	22,523	5.2%	14,270	78.1%	214,847	0.0%	-
34.	Rehabilitative Services Associate (RSA)	-	-	-	-	-	-	-	-	-	-	-	-
35.	Supported Employment Job Coach	23,329	235,112	25	-	0.0%	-	100.0%	235,112	0.0%	-	0.0%	-
	<b>TOTAL ALL POSITIONS</b>	<u>37,581</u>	<u>\$ 510,056</u>	<u>34</u>	<u>\$ 23,304</u>		<u>\$ 22,523</u>		<u>\$ 249,382</u>		<u>\$ 214,847</u>		<u>\$ -</u>

THE ARC OF IROQUOIS COUNTY  
PROGRAM CONSULTANT AND CONTRACTUAL  
Year Ended June 30, 2009

(Hours Unaudited)

Line #	Program Staff Positions	Total Agency		All Other Not Allocated	DEVELOPMENTAL TRAINING (31U)		EMPLOYMENT PROGRAM (390,39G,39U)		LIVING ARRANGEMENT 24 HOUR (60D)		LIVING ARRANGEMENT INTERMITTANT (60D)	
		Total Hours	Total Amount Paid		Percent Allocated	Total Amount Paid	Percent Allocated	Total Amount Paid	Percent Allocated	Total Amount Paid	Percent Allocated	Total Amount Paid
1.	Audiologist	-	\$ -	\$ -	-	\$ -	-	\$ -	-	\$ -	-	\$ -
2.	Behavior Therapist	-	-	-	-	-	-	-	-	-	-	-
3.	Dietary Technician	-	-	-	-	-	-	-	-	-	-	-
4.	Dietician	-	-	-	-	-	-	-	-	-	-	-
5.	Habilitation Aide/Child-Care Aide	-	-	-	-	-	-	-	-	-	-	-
6.	Habilitation Professional or supervisory staff	-	-	-	-	-	-	-	-	-	-	-
7.	LPN	-	-	-	-	-	-	-	-	-	-	-
8.	Occupational Therapist	-	-	-	-	-	-	-	-	-	-	-
9.	Physical Therapist	-	-	-	-	-	-	-	-	-	-	-
10.	Physician	-	-	-	-	-	-	-	-	-	-	-
11.	Principal	-	-	-	-	-	-	-	-	-	-	-
12.	Program Director	-	-	-	-	-	-	-	-	-	-	-
13.	Program Clerical Staff	-	-	-	-	-	-	-	-	-	-	-
14.	Psychiatrist	-	-	-	-	-	-	-	-	-	-	-
15.	Psychologist	16	1,113	-	14.6%	163	-	-	85.4%	950	0.0%	-
16.	Recreation Staff	-	-	-	-	-	-	-	-	-	-	-
17.	RN	-	-	-	-	-	-	-	-	-	-	-
18.	Social Worker	72	2,900	260	15.9%	460	-	-	75.2%	2,180	0.0%	-
19.	Speech Therapist	35	2,265	158	15.2%	345	-	-	1	1,762	0.0%	-
20.	Substance Abuse Counselor/Professional	-	-	-	-	-	-	-	-	-	-	-
21.	Substance Abuse Paraprofessional	-	-	-	-	-	-	-	-	-	-	-
22.	Teacher	-	-	-	-	-	-	-	-	-	-	-
23.	Teacher Aide	-	-	-	-	-	-	-	-	-	-	-
24.	Vocational Staff (including Job Coach, workshop staff, etc.)	-	-	-	-	-	-	-	-	-	-	-
25.	Other Academic Instruction	-	-	-	-	-	-	-	-	-	-	-
26.	Other Medical Care	-	-	-	-	-	-	-	-	-	-	-
27.	Other Habilitation/Rehabilitation	-	-	-	-	-	-	-	-	-	-	-
28.	Other Substance Abuse	-	-	-	-	-	-	-	-	-	-	-
29.	All Other Direct Program Staff Not Requiring Specification	-	-	-	-	-	-	-	-	-	-	-
30.	<b>TOTAL ALL POSITIONS</b>	<u>123</u>	<u>\$ 6,278</u>	<u>\$ 418</u>		<u>\$ 968</u>		<u>\$ -</u>		<u>\$ 4,892</u>		<u>\$ -</u>
	<b>Totals must equal line 4 of the Schedule of Program Costs</b>											
31.	Mental Health Professional (MHP)	-	\$ -	\$ -	-	\$ -	-	\$ -	-	\$ -	-	\$ -
32.	Qualified Mental Health Prof. (QMHP)	-	-	-	-	-	-	-	-	-	-	-
33.	Qualified Mental Retardation Prof. (QMRP)	-	-	-	-	-	-	-	-	-	-	-
34.	Rehabilitative Services Associate (RSA)	-	-	-	-	-	-	-	-	-	-	-
35.	Supported Employment Job Coaches	-	-	-	-	-	-	-	-	-	-	-

**THE ARC OF IROQUOIS COUNTY  
REPORT OF SERVICE UNITS/DAYS/NIGHTS  
Year Ended June 30, 2009**

**(Unaudited)**

	<b>DEVELOPMENTAL TRAINING 31U</b>	<b>SUPPORTED EMPLOYMENT PROGRAM 36U,390,39G,39U</b>	<b>COMMUNITY INTEGRATED LIVING ARRANGEMENT 24 HOUR 60D</b>	<b>COMMUNITY INTEGRATED LIVING ARRANGEMENT INTERMITTANT 60D</b>
Service Unit Type	Client Hours *	Client Hours	Client Days	Client Days
Purchase of Service/Fee for Service				
Client Units/Days of Enrollment	98,820	15,184	20,521	1,460
Client Units/Days Delivered	70,064	14,547	19,856	1,350
Number of Days Program Operated	236	365	365	365
Licensed Capacity Beginning of Report Period	90	50	57	4
Licensed Capacity End of Report Period	90	50	59	4
Date of Change, if any	-	-	5/29/2009	-

\* - 1 Client Day - DT = 6 Hours

Developmental Training closed for 4 days due to inclement weather.

**THE ARC OF IROQUOIS COUNTY**  
**ILLINOIS DEPARTMENT OF HUMAN SERVICES**  
**SUPPLEMENTAL INFORMATION CONCERNING FISCAL YEAR**  
**RECONCILIATION OF FUNDING DISBURSED TO FUNDING REPORTED**  
**Year Ended June 30, 2009**

<u>DHS Funded Programs</u>		<u>Amount of DHS Grant</u>		<u>Difference</u>
<u>Name</u>	<u>#</u>	<u>Per Latest Award or Adjustment Addendum</u>	<u>Per Independent Audit Report</u>	
Individual and Family Support Unit	16	\$ 101,197	\$ 101,197	\$ -
Supported Employment Program	39	186,691	186,691	-
Total DD Grants		<u>\$ 287,888</u>	<u>\$ 287,888</u>	<u>\$ -</u>

**THE ARC OF IROQUOIS COUNTY**  
**ILLINOIS DEPARTMENT OF HUMAN SERVICES**  
**GRANT REPORT for the period July 1, 2008, through June 30, 2009**  
**Page 1 of 2--Grant Allowable Cost Summary**

**AGENCY Name: THE ARC OF IROQUOIS COUNTY**  
**FEIN: 370709324**

		DHS GRANT-FUNDED SERVICES				All other Programs	Mgmt & General	Total
		Program 1	Program 2	Program 3	Program 4			
Program Name/Number/Contract Number/Other Identification		40C5001706 Family Supp.	40C5001706 ISEP					
A.	<u>Direct Program Expenses</u>	\$ 162,253	\$ 498,338			\$ 3,434,298	\$ 471,713	\$ 4,566,602
B.	<u>Allocate Management and General Costs (Note 1)</u>	19,558	55,344			396,811	(471,713)	-
C.	<u>SUBTOTAL A+B</u>	181,811	553,682			3,831,109	-	4,566,602
D.	<u>Subtract Unallowable costs per page 2</u>	811	2,318					
E.	<u>Add other approved uses (attach documentation)</u>	-	-					
F.	<u>TOTAL Allowable Costs</u>	<b>\$ 181,000</b>	<b>\$ 551,364</b>	<b>\$ -</b>	<b>\$ -</b>			
G.	<u>Special provisions (see instructions)</u>	NONE	NONE					
H.	<u>Interest Earned (see instructions)</u>	-	-					

Note 1: Management and General costs are allocated based on:  direct salaries,  total direct costs,  other bases (attach explanation).

Program 1 - Client/Family Support  
Program 2 - Supported Employment

**THE ARC OF IROQUOIS COUNTY  
ILLINOIS DEPARTMENT OF HUMAN SERVICES  
GRANT REPORT for the Period July 1, 2008 through June 30, 2009  
Page 2 of 2--Unallowable Costs Report**

**THE ARC OF IROQUOIS COUNTY  
FEIN: 370709324**

Program Name/Number/Contract Number:	<b>DHS GRANT-FUNDED SERVICES</b>			
	<u>Program 1</u> <u>40C5001706</u>	<u>Program 2</u> <u>40C5001706</u>	Program 3	Program 4
Unallowable Costs (see instructions)				
Compensation of governing body	\$ -	\$ -	\$ -	\$ -
Entertainment	349	1,013	-	-
Association dues	437	1,235	-	-
Meetings and conventions	25	70	-	-
Fundraising	-	-	-	-
Bad debt	-	-	-	-
Charity and grants	-	-	-	-
Unallowable interest	-	-	-	-
Inventories	-	-	-	-
Depreciation on DHS-funded assets	-	-	-	-
Cost of production	-	-	-	-
In-kind expenses	-	-	-	-
Alcoholic beverages	-	-	-	-
Personal automobiles	-	-	-	-
Fines & penalties	-	-	-	-
Personal use items	-	-	-	-
Lobbying	-	-	-	-
Unallowable relocation	-	-	-	-
Gratuities	-	-	-	-
Political contributions	-	-	-	-
Related party transactions	-	-	-	-
Costs where a conflict of interest exists	-	-	-	-
Unallowable costs if program is Federally funded or cost-restricted by Contract (See Instructions)	-	-	-	-
Explain:				
Explain:				
Total Unallowable Costs (to line D of Grant Report)--See below if NONE	<u>\$ 811</u>	<u>\$ 2,318</u>	<u>\$ -</u>	<u>\$ -</u>

If no unallowable costs are listed, sign and date as follows:

I certify that no unallowable costs are included in either direct costs or allocated Management and General costs on the Grant Report.

N/A - See Costs Above  
Signature

N/A  
Date

N/A - See Costs Above  
Printed Name and Title

Program 1 - Client/Family Support  
Program 2 - Supported Employment