ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION
Peoria, Illinois

FINANCIAL STATEMENTS AND SCHEDULES
June 30, 2009 and 2008

Clifton Gunderson LLP
Certified Public Accountants & Consultants

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION

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Clifton Gunderson LLP
Certified Public Accountants & Consultants

Independent Auditor's Report

Board of Trustees
Illinois Valley Public Telecommunications
Corporation
Peoria, Illinois

We have audited the accompanying statements of financial position of Illinois Valley Public Telecommunications Corporation as of June 30, 2009 and 2008, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits provide 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 Illinois Valley Public Telecommunications Corporation as of June 30, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Clifton Gunderson LLP

Peoria, Illinois
December 3, 2009

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION
STATEMENTS OF FINANCIAL POSITION
June 30, 2009 and 2008

ASSETS

	2009	2008
CURRENT ASSETS		
Cash and cash equivalents	$ 161,547	$ 258,449
Current portion of receivables:		
Pledges, net	452,873	747,467
Accounts	19,011	33,716
Grants	83,930	-
Net receivables	555,814	781,183
Inventory, at cost or market value (for donations)	5,632	6,478
Prepaid expenses	22,417	20,982
Total current assets	745,410	1,067,092
PLEDGES RECEIVABLE, net of current portion	446,618	837,101
PROPERTY AND EQUIPMENT		
Land	524,557	524,557
Transmitter building and improvements	1,141,336	1,141,336
Building	5,177,029	5,177,029
Furniture, fixtures, and equipment	5,916,089	6,512,992
	12,759,011	13,355,914
Less accumulated depreciation and amortization	5,312,321	5,346,249
Net property and equipment	7,446,690	8,009,665
TOTAL ASSETS	$ 8,638,718	$ 9,913,858

LIABILITIES AND NET ASSETS

	2009	2008
CURRENT LIABILITIES		
Accounts payable	$ 55,782	$ 92,298
Current maturities of long-term debt	110,671	91,822
Accrued expenses	71,010	44,108
Deferred revenue	76,582	93,809
Total current liabilities	314,045	322,037
LONG-TERM LIABILITIES		
Long-term debt	2,008,749	2,325,187
Total liabilities	2,322,794	2,647,224
NET ASSETS		
Unrestricted:		
Undesignated	6,081,414	6,825,907
Temporarily restricted	234,510	440,727
Total net assets	6,315,924	7,266,634
TOTAL LIABILITIES AND NET ASSETS	$ 8,638,718	$ 9,913,858

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

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION
STATEMENTS OF ACTIVITIES
Years Ended June 30, 2009 and 2008

	Unrestricted
REVENUE, GAINS, AND OTHER SUPPORT	
Contributions	$ 824,423
Matching contributions	10,301
In-kind contributions and donated services	52,774
Grants from Corporation for Public Broadcasting	775,489
State grants	185,240
Other grants	27,436
Auction income	88,245
Underwriting income	112,464
Contract services	219,235
Satellite services	62,062
Interest income	1,197
Net unrealized and realized losses on investments	-
Lease income	165,236
Special events	167,755
Gain on forgiveness of debt	-
Miscellaneous	7,992
Net assets released from restrictions	232,068
Total revenue, gains, and other support	2,931,917
EXPENDITURES	
Program services:	
Programming	753,993
Production	271,126
Engineering	1,058,060
Broadcast operations	99,528
Total program services	2,182,707
Supporting services:	
Fund raising and development	581,350
Promotion	171,528
Management and general	607,704
Unrelated business services	133,121
Total supporting services	1,493,703
Total expenditures	3,676,410
CHANGE IN NET ASSETS	(744,493)
NET ASSETS, BEGINNING OF YEAR	6,825,907
NET ASSETS, END OF YEAR	$ 6,081,414

2009		2008		
Temporarily Restricted	**Total**	**Unrestricted**	**Temporarily Restricted**	**Total**
$ 25,851	$ 850,274	$ 806,706	$ 3,083,882	$ 3,890,588
-	10,301	369,229	-	369,229
-	52,774	47,571	-	47,571
-	775,489	657,565	-	657,565
-	185,240	205,450	-	205,450
-	27,436	41,607	-	41,607
-	88,245	91,575	-	91,575
-	112,464	168,772	-	168,772
-	219,235	227,339	-	227,339
-	62,062	104,048	-	104,048
-	1,197	3,915	-	3,915
-	-	(66,669)	-	(66,669)
-	165,236	154,894	-	154,894
-	167,755	132,682	-	132,682
-	-	1,815,670	-	1,815,670
-	7,992	46,655	-	46,655
(232,068)	-	2,643,155	(2,643,155)	-
(206,217)	2,725,700	7,450,164	440,727	7,890,891
-	753,993	756,342	-	756,342
-	271,126	361,368	-	361,368
-	1,058,060	1,094,355	-	1,094,355
-	99,528	105,504	-	105,504
-	2,182,707	2,317,569	-	2,317,569
-	581,350	919,425	-	919,425
-	171,528	192,307	-	192,307
-	607,704	932,036	-	932,036
-	133,121	131,691	-	131,691
-	1,493,703	2,175,459	-	2,175,459
-	3,676,410	4,493,028	-	4,493,028
(206,217)	(950,710)	2,957,136	440,727	3,397,863
440,727	7,266,634	3,868,771	-	3,868,771
$ 234,510	$ 6,315,924	$ 6,825,907	$ 440,727	$ 7,266,634

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

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION
STATEMENTS OF CASH FLOWS
Years Ended June 30, 2009 and 2008

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ (950,710)	$ 3,397,863
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Gain on forgiveness of debt	-	(1,815,670)
Depreciation	676,317	698,596
Net unrealized and realized losses on investments	-	66,669
Reduction of long-term debt to Corporation for Public Broadcasting from Community Service Grant awards	(40,000)	-
Cash receipts from Save Our Station campaign contributions restricted for purposes of debt service	(201,184)	(2,461,971)
Effects of changes in operating assets and liabilities:		
Net receivables	615,852	(249,363)
Inventory	846	(950)
Prepaid expenses	(1,435)	16,977
Accounts payable	(36,516)	25,770
Accrued expenses	26,902	(26,654)
Deferred revenue	(17,227)	(33,756)
Net cash provided by (used in) operating activities	72,845	(382,489)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	-	2,305,390
Capital expenditures	(113,342)	(6,228)
Net cash provided by (used in) investing activities	(113,342)	2,299,162
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on capital lease obligations	-	(21,974)
Principal payments on long-term debt	(257,589)	(8,037,568)
Proceeds from issuance of long-term debt	-	3,850,000
Cash receipts from Save Our Station campaign contributions restricted for purposes of debt service	201,184	2,461,971
Net cash used in financing activities	(56,405)	(1,747,571)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(96,902)	169,102
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	258,449	89,347
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 161,547	$ 258,449
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during the year for interest	$ 114,173	$ 285,050

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

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Illinois Valley Public Telecommunications Corporation is an Illinois nonprofit corporation which operates a public television broadcasting facility (WTVP Channel 47) under a license granted by the Federal Communications Commission in Peoria, Illinois. Revenues are substantially generated as a result of contributions and grants. WTVP is a noncommercial television station whose mission statement is to be an institution of education, culture, and citizenship that uses television as its distribution medium.

Use of Estimates

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 revenue, gains, and other support, expenditures, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Display of Net Assets

Unrestricted net assets are those currently available for the support of Corporation operations, and those resources invested in property and equipment.

Temporarily restricted net assets include donor restricted contributions for specific operating activities.

Revenue Recognition

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported in the statements of activities as net assets released from restrictions.

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions received with donor-imposed restrictions and the related gains and investment income that are met in the same year as received are reported as unrestricted revenues. Contributions of property and equipment without donor stipulations concerning the use of such long-lived assets are reported as unrestricted revenues. Contributions of cash or other assets to be used to acquire property and equipment with such donor stipulations are reported as temporarily restricted revenues; the restrictions are considered to be released at the time of acquisition of such long-lived assets. Contributions of assets other than cash are recorded at their estimated fair value.

Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discount is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible contributions receivable is provided based upon management’s judgment including such factors as prior collection history, type of contribution, and nature of fund raising activity.

Contributions of donated noncash assets are recorded at their fair value in the period received.

Cash Equivalents

For purposes of the cash flows statements, the Corporation considers all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents. Cash equivalents of $993 and $3,760 at June 30, 2009 and 2008, respectively, consist of money market funds and interest-bearing checking accounts.

Receivables

Pledges, accounts, and grants receivable are uncollateralized obligations to the Corporation. The carrying amount of pledges and accounts receivable is reduced by a valuation allowance that reflects management’s best estimate of probable losses determined principally on the basis of historical experience.

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment are recorded at cost or, in the case of donated property, at their estimated fair market value at date of gift. Depreciation is calculated by the straight-line method over the estimated useful lives of the assets, which range from 3 to 45 years. Expenditures for repairs and maintenance are charged to operating expense as incurred.

Impairment of Long-Lived Assets

The Corporation 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 of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less costs to sell.

Deferred Revenue

Revenue is deferred to the extent of unexpended grant monies and for program underwriting which is recognized on a pro rata basis for the period covered.

In-kind Contributions and Donated Services

In-kind contributions and donated services are recorded as revenue and expense in the accompanying statement of activities. In-kind contributions consist of donated equipment, inventory, equipment rental and use, and legal and other professional services. These donations are recorded at their approximate fair market value.

Income Taxes

The Corporation is exempt from Federal income taxes under Section 501(c)(3) of the United States Internal Revenue Code.

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among program and supporting services benefited based on total personnel costs or other systematic bases.

Advertising Costs

Advertising costs are expensed as incurred.

Reclassifications

A reclassification has been made to the 2008 comparative statement of activities to conform to the 2009 presentation. The gain on forgiveness of debt during the fiscal year ended June 30, 2008 was reclassified from an extraordinary item, as previously reported, to a component of revenue, gains and other support.

NOTE 2 - PLEDGES RECEIVABLE

Included in pledges receivable at June 30, 2009 and 2008 are the following promises to give:

	2009	2008
Program underwriting	$ 61,336	$ 83,856
Membership	27,255	52,084
Matching	59,275	282,304
Unrestricted campaigns	619,382	847,553
Save Our Station	331,613	551,493
Gross promises to give	1,098,861	1,817,290
Less allowance for uncollectible pledges	119,000	115,000
Less discount to the present value of the future cash flows	80,370	117,722
Net promises to give	$ 899,491	$ 1,584,568

NOTE 2 - PLEDGES RECEIVABLE (CONTINUED)

Save Our Station pledges receivable represent temporarily restricted promises for specific debt service purposes. The following represents gross pledges receivable at June 30, 2009 that are expected to be collected in the following fiscal years:

2010	$ 578,470
2011	156,615
2012	115,284
2013	42,826
2014	30,281
2015 and thereafter	175,385
	$ 1,098,861

Pledges receivable at June 30, 2009 and 2008 include amounts due from Board members and management of approximately $419,000 and $526,000, respectively.

NOTE 3 - DEBT

At June 30, long-term debt consisted of the following:

	2009	**2008**
Note payable to National City Bank, bearing interest at the LIBOR rate plus 3.00 percent (3.32 and 5.48 percent at June 30, 2009 and 2008, respectively). Monthly payments of principal ranging from $2,350 to $4,250, with final payment due March 2011. Note is secured by a first mortgage and substantially all business assets.	$ 1,214,150	$ 1,242,950
Note payable to National City Bank, due February 2011. The note bears interest at the bank's prime rate (3.25 and 5.00 percent at June 30, 2009 and 2008, respectively) and is secured by substantially all business assets.	36,087	232,000

NOTE 3 - DEBT (CONTINUED)

	2009	2008
Note payable to IFF, due March 2023. The note bears interest at 5.75 percent through February 28, 2013. Monthly payments of principal and interest of $6,228 through February 28, 2013. The interest rate and monthly payment will be recalculated effective March 1, 2013. Note is secured by a third mortgage and substantially all business assets. The note is subordinate to the lien of two National City Bank senior mortgages originally totaling $1,550,000 in principal.	$ 709,183	$ 742,059
Note payable to Corporation for Public Broadcasting (CPB), due September 2014. The note bears no interest. Repayments made by CPB deducting funds from future Community Service Grant awards during a five year period from grant fiscal year 2009 through grant fiscal year 2013. If Corporation is not eligible for the grant in any future period, the outstanding principal amount shall become due and payable immediately.	160,000	200,000
Total	2,119,420	2,417,009
Less current portion	(110,671)	(91,822)
Total	$ 2,008,749	$ 2,325,187

Future maturities of long-term debt are as follows:

2010	$ 110,671
2011	1,291,573
2012	79,223
2013	81,538
2014	43,991
Later years	512,424
Total	$ 2,119,420

NOTE 3 - DEBT (CONTINUED)

In August 2001, the Corporation entered into a loan agreement with the Illinois Development Finance Authority (IDFA). The IDFA, on behalf of the Corporation, issued in aggregate $7,300,000 of tax exempt variable rate demand revenue bonds and $3,000,000 in taxable variable rate demand revenue bonds with closings in August 2001 and September 2001, respectively. The proceeds from the sale of bonds were loaned to the Corporation for the purpose of financing the cost of acquisition, construction, and equipping of a new general office and broadcasting facility with digital broadcasting capability. In order to provide credit enhancement and security for repayment, the Corporation entered into a letter of credit and reimbursement agreement with Bank of America, N.A. (BOA). BOA issued a $10,418,521 irrevocable direct pay letter of credit for which $10,300,000 will support the payment of principal of the bonds. The Corporation made deposits into sinking fund accounts maintained at BOA in amounts equal to make interest and principal payments as scheduled. The debt was secured by a first mortgage on the facility and a blanket lien on all Corporation assets.

The letter of credit and reimbursement agreement with BOA included covenants related to reporting, maintenance of minimum EBITDA (as defined), minimum cash pledges and realized cash pledges (as defined), borrowings, and other matters.

Both notes to IDFA bore interest at a weekly mode period determined and reset by a remarketing agent.

The Corporation had entered into interest rate swap agreements with BOA to reduce the impact of changes in interest rates on the above two variable rate loans with the IDFA. These agreements effectively change the Corporation's interest rate exposure on the $7,300,000 and $3,000,000 loans to fixed rates of 4.31 and 5.91 percent, respectively. The interest rate swap agreements were to mature on September 1, 2012 and September 1, 2008 on the $7,300,000 and $3,000,000 loans, respectively.

In January 2007, BOA notified the Corporation of events of default under the letter of credit agreement due to the Corporation's failure to comply with the minimum amount of realized cash pledges (as defined). On August 21, 2007, the Corporation entered into a Forbearance Agreement with BOA requesting that BOA temporarily forbear from exercising its rights under the letter of credit agreement and to provide a letter of credit agreement to the trustee in the amount of $6,928,822 with a stated termination date of January 15, 2008. On August 23, 2007, as a condition of the Forbearance Agreement, the Corporation paid a full principal redemption of $900,000 on the taxable variable rate demand revenue bonds and a partial principal redemption of $450,000 on the tax exempt variable rate demand revenue bonds. On December 4, 2007, the bond trustee, The Bank of New York, gave notice to holders of the IDFA bonds of expiration of the current letter of credit, resulting in a mandatory tender of bonds on January 8, 2008.

NOTE 3 - DEBT (CONTINUED)

All of the Corporation's obligations and liabilities to the Bank were due and payable on or before January 15, 2008. Accordingly, the entire amounts of long-term debt and interest rate swap settlement has been included in current liabilities and debt issuance costs have been fully amortized as of June 30, 2007.

In December 2007, the Corporation went public with an emergency fundraising (*Save our Station*) campaign to raise at least $2 million in viewer pledges. These pledges, combined with financing commitments, were used to negotiate a settlement with BOA.

By a letter dated January 25, 2008, BOA accepted the proposal of the Corporation to settle all obligations and liabilities under the letter of credit and ISDA Master Agreement dated August 16, 2001 by cash payment of $5,250,000.

The $5,250,000 cash payment to BOA was settled on February 27, 2008 from the following sources:

- A $1,250,000 commercial real estate loan from National City Bank due in March 2011 based on a 20 year amortization with balloon at maturity. This note provides either floating or fixed interest rate options to the Corporation. This note is secured by a first mortgage on the building and substantially all business assets.

- A $1,650,000 advance from a secured revolving line of credit ("bridge loan") from National City Bank to prefund outstanding *Save Our Station* restricted pledges based on specific advance rates. Interest is based on the National City's prime rate. The collection of all *Save Our Station* pledges is applied directly to the outstanding loan balance and accrued interest payments on a monthly basis. The loan matures February 27, 2011. The loan is secured by a blanket lien on all business assets.

- A loan from IFF in the amount of $750,000 fully disbursed at closing. The loan will be amortized over 15 years at an initial interest rate of 5.75 percent adjusted every five years. The loan is secured by a third mortgage on the building and substantially all business assets.

- A loan from CPB in the amount of $200,000. Repayments will be made by CPB deducting funds from future Community Service Grant awards during a five year period.

- Restricted cash on hand from the collections on the *Save Our Station* campaign.

As a result of the settlement, the Corporation recognized a gain of $1,815,670 for partial debt forgiveness.

NOTE 3 - DEBT (CONTINUED)

The Corporation also has a $300,000 revolving secured line of credit from National City Bank for operating activities. Interest is based on National City Bank's prime interest rate with interest payable monthly and maturity on demand. This line of credit is secured by a second mortgage and a blanket lien on substantially all assets. No amounts were drawn against this note during fiscal years 2008 and 2009.

The notes with National City Bank include covenants related to debt service coverage, capital expenditures, reporting, and other matters.

NOTE 4 - LEASE INCOME

The Corporation is the lessor of a communications tower under an operating lease expiring November 5, 2012 with Verizon Wireless. The lease agreement provides monthly lease income of $1,292 per month.

The Corporation is the lessor of a communications tower under a five year operating lease expiring September 30, 2011 with the United States of America. The agreement provides monthly lease income of $490 per month for antenna space.

The Corporation is the lessor of a communications tower under a five year operating lease expiring August 15, 2012 with IPCS Wireless, Inc. The agreement provides monthly lease income of $1,864 per month for antenna space.

The Corporation is the lessor of a communications tower under a five-year operating lease expiring September 2013 with U.S. Cellular. The agreement provides monthly lease income of $2,257 per month.

The Corporation is the lessor of a communications tower under an operating lease with WCBU-FM. The lease agreement provides monthly lease income ranging from $1,500 to $2,500 per month and an additional charge for estimated electrical usage.

Future minimum lease payments to be received under the operating leases are as follows:

Year ending June 30:	
2010	$ 70,823
2011	70,823
2012	66,415
2013	37,265
Total	$ 245,326

NOTE 5 - CONCENTRATION OF CREDIT RISK

The Corporation receives a substantial amount of its support from the Corporation for Public Broadcasting and state government. If a significant reduction in the level of this support were to occur, it would have an adverse effect on the Corporation's programs and activities.

NOTE 6 - COMMITMENTS

The Corporation leases office equipment under various operating lease agreements. The total minimum lease payments as of June 30, 2009 are due as follows:

Year ending June 30:	
2010	$ 7,677
2011	7,677
2012	6,477
2013	6,477
2014	2,159
Total minimum lease payments	$ 30,467

The total rental expense was $7,588 and $7,666 for the years ended June 30, 2009 and 2008, respectively.

NOTE 7 - DISCLOSURES ABOUT FAIR VALUE OF FINANCIAL INSTRUMENTS

The Corporation's financial instruments consist principally of cash and cash equivalents, pledges receivable, and long-term debt. There are no significant differences between the carrying value and fair value of any of these financial instruments.

NOTE 8 - SUBSEQUENT EVENTS

Management evaluated subsequent events through December 3, 2009, the date the financial statements were available to be issued. Events or transactions occurring after June 30, 2009 but prior to December 3, 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.

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION
SCHEDULE OF FUNCTIONAL EXPENDITURES
Year Ended June 30, 2009
With Comparative Totals for 2008

	Program Services				
	Programming	Production	Engineering	Broadcast Operations	Total Program Services
Salaries and payroll taxes	$ 82,269	$ 167,514	$ 36,297	$ 97,558	$ 383,638
Employee benefits	13,550	48,103	5,679	1,015	68,347
Professional services, excluding in-kind contributions	-	26,487	123,761	-	150,248
Professional services - in-kind contributions	-	-	-	-	-
Office support	4,418	1,315	1,259	-	6,992
Communications	20	305	7,165	596	8,086
Postage and shipping	1,015	428	517	-	1,960
Advertising	-	-	-	-	-
Occupancy	-	-	245,932	-	245,932
Rental and maintenance of equipment	11,976	7,918	91,213	12	111,119
Printing and publications	-	-	-	-	-
Conferences, meetings, and travel	1,236	4,491	1,645	-	7,372
Marketing	11,394	30	-	-	11,424
Dues and program rights	118,869	872	115	-	119,856
Program acquisition	465,688	3,224	150	-	469,062
Interest	33	118	132	-	283
Provision for uncollectible pledges/accounts	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total expenses before depreciation	710,468	260,805	513,865	99,181	1,584,319
Depreciation	43,525	10,321	544,195	347	598,388
TOTAL EXPENDITURES	$ 753,993	$ 271,126	$ 1,058,060	$ 99,528	$ 2,182,707

Supporting Services						
Fund Raising and Development	Promotion	Management and General	Unrelated Business Services	Total Supporting Services	2009 Total	2008 Total
$ 174,816	$ 62,869	$ 198,081	$ 37,894	$ 473,660	$ 857,298	$ 942,945
5,456	15,483	23,333	-	44,272	112,619	112,477
29,385	5,900	2,362	10,126	47,773	198,021	364,797
28,933	-	23,841	-	52,774	52,774	47,571
21,276	5,760	21,728	12,783	61,547	68,539	43,464
3,563	-	10,759	4,523	18,845	26,931	27,913
33,825	78	473	171	34,547	36,507	27,214
3,732	3,251	-	-	6,983	6,983	8,858
1,041	-	102,449	35	103,525	349,457	520,882
16,605	-	18,848	26,237	61,690	172,809	108,420
4,328	20,170	-	-	24,498	24,498	20,924
157,562	-	4,266	15,238	177,066	184,438	146,430
53,739	585	2,168	16,058	72,550	83,974	160,985
34,530	35	16,454	25	51,044	170,900	174,435
612	-	-	2,854	3,466	472,528	482,918
246	25	107,004	82	107,357	107,640	289,757
-	-	59,096	-	59,096	59,096	297,625
65	2,250	12,766	-	15,081	15,081	16,817
569,714	116,406	603,628	126,026	1,415,774	3,000,093	3,794,432
11,636	55,122	4,076	7,095	77,929	676,317	698,596
$ 581,350	$ 171,528	$ 607,704	$ 133,121	$ 1,493,703	$ 3,676,410	$ 4,493,028

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION
SCHEDULE OF FUNCTIONAL EXPENDITURES - EXCLUDING IN-KIND CONTRIBUTIONS AND DONATED SERVICES
Year Ended June 30, 2009

	Functional Expenses Excluding In-kind Contributions and Donated Services	In-kind Contributions and Donated Services	Total
Programming	$ 753,993	$ -	$ 753,993
Production	271,126	-	271,126
Engineering	1,058,060	-	1,058,060
Broadcast operations	99,528	-	99,528
Total program services	2,182,707	-	2,182,707
Fundraising and development	552,417	28,933	581,350
Promotion	171,528	-	171,528
Management and general	583,863	23,841	607,704
Unrelated business services	133,121	-	133,121
Total supporting services	1,440,929	52,774	1,493,703
TOTAL	$ 3,623,636	$ 52,774	$ 3,676,410