TO:

ALA Executive Board

RE:

Controller's Report

ACTION REQUESTED/INFORMATION/REPORT:

Presented for information.

CONTACT PERSON:

Russ Swedowski, 312/280-4253, rswedows@ala.org

DATE: June 5, 2006

BACKGROUND:

The Controller submits a quarterly information report to the Executive Board on some or all of the following:

- Inventory Levels
- Credit and Collections
- UBIT
- Cash Management/Bond Fund
- Audit Process/Schedule
- Tax Filing Status

ALA American Library Association

2006-2007 EBD #4.2

TO:

Finance and Audit Committee

FROM:

Russell Swedowski

DATE:

June 1, 2006

RE:

Controller's Report

Inventory Levels - ALA Editions and Products & Promotions -

Inventory levels at April 30, 2006, Schedule 1, are as follows: ALA Editions, \$733,342, and Products and Promotions (Graphics), \$642,888. The ALA Editions inventory reflects a \$47,000 valuation (down from \$50,000 at April 30, 2005) for Guide to Reference Books, 11th Edition. The 12th edition is in production. The largest item in the inventory for Products and Promotions at April 30, 2006 was \$51,000 of Read products, a total of 21 different items.

As of April 30, 2006, the excess and obsolete inventory reserves, Schedule 2, reflect the following balances, ALA Editions, (\$286,000) and Products and Promotions, (\$148,000). In FY 2006, Graphics destroyed \$936 of product deemed excess or obsolete. All destroyed product is charged against the respective inventory reserves for excess and obsolete products. In FY 2005, destruction totaled \$21,981 for Graphics and \$64,403 for ALA Editions. See Schedule 3 for historical destruction levels. Additions to the reserve through April are \$18,000 for ALA Editions and \$33,000 for Graphics (schedule 4).

Credit and Collections -

At April 30, 2006, trade accounts receivable were \$2,587,163 as compared to \$3,100,336 at April 30, 2005. The 150+ day aging bucket at April 30, 2006 contained \$201,391 of receivables as compared to \$434,442 at April 30, 2005. The decrease is a result of conference exhibits billings offset by an increase in collection activity against bookstores by PBD and in iMIS (advertising billings) by Association staff. The PBD 150+ receivable balance is \$34,257 while the iMIS 150+ balance is \$167,134.

Audit Planning -

Initial planning for the 2006 audit has commenced. Preliminary audit work is expected to take place in early July. The final audit work is tentatively scheduled for November 17, 2006. A preliminary meeting with Ernst & Young will be scheduled to discuss several accounting issues prior to year-end. The issues include audit timing and staffing and OMB A-133 reporting.

The OMB A-133 report was received on June 1. The report which covers the audit of Federal Awards reports on compliance and internal controls in conjunction with OMB Circular A-133. The report has an unqualified opinion and no material weaknesses in internal controls were noted. In addition, there were no questioned costs charged to the Federal Awards.

Cash Management and Bond Fund –

Total cash and short-term investments at April 30, 2006 amounted to \$17,980,700 as compared to \$16,242,751 a year ago. The increase is caused by higher accounts payable. Year-to-date interest income is \$395,548, which is \$159,560 less than the budget of \$555,144 and \$31,057 more than last year.

The Neuberger Berman bond fund investment balance is \$11,425,051 at April 30, 2006 as compared to \$11,299,218 at April 30, 2005. As noted in Schedule 6, this investment has produced over \$5,795,000 in interest income since December 1991 and the yield has been well above the yield from certificates of deposit. With regard to risk of principal, the account finished FY 2005 with a realized/unrealized loss of \$217,019 and is currently reflecting a loss of \$256,768 for FY 2006. At April 30, 2006 the cumulative (computed since December 1991) net realized/unrealized loss is \$591,979. See Schedule 7 for additional details.

Unrelated Business Income Tax –

The Federal and state income tax returns were filed on April 26, 2006. Income tax overpayments were included on both returns. The Federal overpayment was \$109,528, which was applied to the return for 2006. The state overpayment was \$11,516, also applied to 2006. Total taxes actually paid for the FY 2005 return were \$6,045 to the Internal Revenue Service and \$2,595 to the Illinois Department of Revenue. The returns included a \$25,000 loss from the partnership that once owned Huron Plaza. The partnership has yet to be liquidated due to the liability issues regarding the garbage chute, which remains unresolved. As a result, actual General Fund UBIT expense for the year will likely be \$15,000 compared to the budget of \$151,000, for a variance of \$136,000 in FY 2006.

AMERICAN LIBRARY ASSOCIATION HISTORICAL INVENTORY LEVELS AS OF AUGUST 31, 19XX

SCHEDULE 1

YEAR		GRAPHICS	% CHANGE	ALA EDITIONS	% CHANGE	TOTAL	% CHANGE
1989		544,608		697,828		1,242,436	***************************************
1990		757,983	39.18%	718,588	2.97%	1,476,571	18.84%
1991		661,005	-12.79%	769,198	7.04%	1,430,203	-3.14%
1992		686,760	3.90%	711,549	-7.49%	1,398,309	-2.23%
1993		715,912	4.24%	696,409	-2.13%	1,412,321	1.00%
1994		729,317	1.87%	635,325	-8.77%	1,364,642	-3.38%
1995		809,352	10.97%	604,194	-4.90%	1,413,546	3.58%
1996		790,814	-2.29%	1,092,104	80.75%	1,882,918	33.21%
1997		729,902	-7.70%	963,897	-11.74%	1,693,799	-10.04%
1998		569,061	-22.04%	1,094,600	13.56%	1,663,661	-1.78%
1999		463,294	-18.59%	956,806	-12.59%	1,420,100	-14.64%
2000		573,551	23.80%	991,841	3.66%	1,565,392	10.23%
2001		557,678	-2.77%	849,889	-14.31%	1,407,568	-10.08%
2002		534,669	-4.13%	728,283	-14.31%	1,262,951	-10.27%
2003		498,778	-6.71%	794,103	9.04%	1,292,881	2.37%
2004		571,892	14.66%	835,846	5.26%	1,407,737	8.88%
2005		622,796	8.90%	718,072	-14.09%	1,340,868	-4.75%
2006	30-Apr-06	642,888	3.23%	733,342	2.13%	1,376,230	2.64%

AMERICAN LIBRARY ASSOCIATION HISTORICAL E&O RESERVE LEVELS AS OF AUGUST 31, 19XX

SCHEDULE 2

YEAR		GRAPHICS	% CHANGE	ALA EDITIONS	% CHANGE	TOTAL	% CHANGE	% OF TOTAL INVENTORY
1989		181,200		253,172		434,372		34.96%
1990		181,200	0.00%	186,009	-26.53%	367,209	-15.46%	24.87%
1991		133,866	-26.12%	135,898	-26.94%	269,764	-26.54%	18.86%
1992		125,082	-6.56%	117,891	-13.25%	242,973	-9.93%	17.38%
1993		137,328	9.79%	92,309	-21.70%	229,637	-5.49%	16.26%
1994		76,767	-44.10%	110,047	19.22%	186,814	-18.65%	13.69%
1995		103,033	34.22%	100,011	-9.12%	203,044	8.69%	14.36%
1996		121,319	17.75%	116,322	16.31%	237,641	17.04%	12.62%
1997		225,403	85.79%	173,195	48.89%	398,598	67.73%	23.53%
1998		109,080	-51.61%	287,228	65.84%	396,308	-0.57%	23.82%
1999		151,508	38.90%	333,862	16.24%	485.370	22.47%	34.18%
2000		130,652	-13.77%	301,402	-9.72%	432,054	-10.98%	27.60%
2001		77,539	-40.65%	217,774	-27.75%	295,313	-31.65%	20.98%
2002		50,870	-34.39%	236,096	8.41%	286,966	-2.83%	22.72%
2003		75,094	47.62%	280,851	18.96%	355,945	24.04%	27.53%
2004		75,390	0.39%	295,668	5.28%	371.058	4.25%	26.36%
2005		116,109	54.01%	268,718	-9.11%	384.827	3.71%	28.70%
2006	30-Apr-06	148,323	27.74%	286,450	6.60%	434,773	12.98%	31.59%

AMERICAN LIBRARY ASSOCIATION HISTORICAL INVENTORY DESTRUCTION AS OF AUGUST 31, 19XX

YEAR		GRAPHICS	ALA EDITIONS	TOTAL
1989		0	139,729	139,729
1990		0	67,163	67,163
1991		116,334	68,283	184,617
1992		64,677	88,007	152,684
1993		24,324	61,613	85,937
1994		149,748	17,501	167,249
1995		59,954	46,884	106,838
1996		29,484	28,449	57,933
1997		7,306	37,396	44,702
1998		218,188	39,048	257,236
1999		73,439	35,221	108,660
2000		63,290	94,208	157,498
2001		97,112	139,990	237,102
2002		67,969	35,841	103,810
2003		26,276	2,693	28,969
2004		4	0	4
2005		21,981	64,403	86,384
2006	30-Apr-06	936	5	941
		1,021,022	966,435	1,987,457
		=======================================	=========	=======================================

AMERICAN LIBRARY ASSOCIATION SCHEDULE 4 HISTORICAL INVENTORY RESERVE ADDITIONS AS OF AUGUST 31, 19XX

YEAR		GRAPHICS	ALA EDITIONS	TOTAL
1989		56,248	55,000	111,248
1990		0	0	. 0
199 1		69,000	18,172	87,172
1992		55,893	70,000	125,893
1993		36,570	36,031	72,601
1994		89,187	35,239	124,426
1995		86,220	36,848	123,068
1996		47,770	44,760	92,530
1997		111,390	94,269	205,659
1998		101,865	153,081	254,946
1999		115,866	81,855	197,721
2000		42,490	61,748	104,238
2001		43,999	56,362	100,361
2002		41,300	54,163	95,463
2003		50,500	47,448	97,948
2004		300	14,817	15,117
2005		62,700	37,453	100,153
2006	30-Apr-06	33,150	17,737	50,887
		1,044,448	914,983	1,959,431
		_======================================		

AMERICAN LIBRARY ASSOCIATION AGING OF TRADE ACCOUNTS RECEIVABLE

SCHEDULE 5

FISCAL 04-05	CURR	30 DAYS	60 DAYS	90 DAYS	120 DAYS	150 DAYS	TOT. ACCT REC
September 2004	1,609,494	311,381	123,140	61,958	176,285	195,234	2,477,491
October 2004	1,019,312	599,696	122,574	85,524	55,834	332,824	2,215,765
November 2004	1,228,752	319,497	455,358	56,900	52,129	313,522	2,426,157
December 2004	1,002,303	487,842	128,188	93,375	23,638	195,955	1,931,299
January 2005	1,127,474	270,563	249,026	61,465	53,839	133,920	1,896,288
February 2005	1,241,523	437,186	213,238	131,610	30,309	121,847	2,175,713
March 2005	1,917,471	652,172	220,006	122,887	183,097	377,009	3,472,643
April 2005	1,244,810	1,015,857	282,422	62,944	59,880	434,422	3,100,336
May 2005	1,001,148	506,694	443,105	77,394	(3,957)	256,791	2,281,176
June 2005	1,248,286	252,470	248,389	130,881	13,520	(15,263)	1,878,283
July 2005	1,516,343	517,023	212,408	153,824	157,401	163,579	2.720.577
August 2005	1,524,828	837,936	208,263	121,448	81,354	187,717	2,961,546
04-05 Totals	15,681,744	6,208,315	2,906,117	1,160,211	883,329	2,697,557	29,537,273
FISCAL AVG	1,306,812	517,360	242,176	96,684	73,611	224,796	2,461,439

AMERICAN LIBRARY ASSOCIATION AGING OF TRADE ACCOUNTS RECEIVABLE

SCHEDULE 5

FISCAL 05-06	CURR	30 DAYS	60 DAYS	90 DAYS	120 DAYS	150 DAYS	TOT. ACCT REC
September 2005 October 2005 November 2005 December 2005 January 2006 February 2006 March 2006 April 2006 May 2006 June 2006 July 2006	1,582,591	575,497	629,489	93,418	46,694	11,222	2,938,911
	1,141,911	486,370	268,489	508,428	18,616	37,824	2,461,638
	1,350,871	348,159	251,332	175,081	480,460	60,074	2,665,977
	1,125,197	653,974	197,193	168,956	124,933	489,254	2,759,507
	1,588,756	404,827	350,416	67,624	85,800	595,257	3,092,678
	1,878,227	464,758	169,292	128,513	23,395	546,620	3,210,804
	1,450,805	968,413	246,117	32,820	42,637	325,113	3,065,903
	1,208,707	558,857	529,401	100,832	(12,025)	201,391	2,587,163
August 2006 05-06 Totals FISCAL AVG	11,327,066	4,460,854	2,641,728	1,275,671	810,509	2,266,754	22,782,582
	1,415,883	557,607	330,216	159,459	101,314	283,344	2,847,823

																			٠
YIELD	6.66%	6.82%	5.93%	4.94%	6.57%	6.53%	6.25%	6.30%	6.11%	6.12%	2.90%	2.09%	3.81%	4.19%	4.26%	4.46%			
INTEREST	5,529	91,630	174,093	264,791	319,958	374,246	400,808	418,743	422,880	422,114	521,609	579,012	474,382	444,196	485,123	395,584	204 600	0,7 54,080	
MARKET	1,493,202	2,107,981	4,717,417	4,726,074	5,784,008	5,990,229	6,377,031	6,855,814	7,005,423	7,324,250	9,794,308	10,399,702	11,037,007	11,248,222	11,429,831	11,425,051	1		ii
YEAR	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	30-Apr-06			
30-Apr-06 # MONTHS	175	173	161	158	157	132	62	62	61										
AMOUNT	1,500,000	200,000	1,000,000	1,000,000	500,000	750,000	400,000	400,000	555,400		6,605,400								
DATE	15-Dec-91	15-Feb-92	15-Feb-93	15-May-93	15-Jun-93	15-Jun-95	21-Mar-01	29-Mar-01	20-Apr-01										
	30-Apr-06 MARKET INTEREST AMOUNT # MONTHS YEAR VALUE INCOME	30-Apr-06 MARKET INTEREST YIEL AMOUNT # MONTHS YEAR VALUE INCOME YIEL 30-Apr-06	30-Apr-06 MARKET INTEREST YIEL AMOUNT # MONTHS YEAR VALUE INCOME YIEL 1,500,000 175 1991 1,493,202 5,529 500,000 173 1992 2,107,981 91,630	30-Apr-06 MARKET INTEREST YEAR VALUE INCOME YIEL NICOME TO SECONS	30-Apr-06 MARKET INTEREST YIELL AMOUNT # MONTHS YEAR VALUE INCOME YIELL 1,500,000 175 1992 2,107,981 91,630 91,630 1,000,000 158 1994 4,726,074 264,791	30-Apr-06 MARKET INTEREST YIELL S0-91 1,500,000 175 1992 2,107,981 91,630 158 1,000,000 158 500,000 158 500,000 158 1,995 5,784,008 319,958	amount # Months YEAR MARKET INTEREST YIEL rc-91 1,500,000 175 1991 1,493,202 5,529 rb-92 500,000 173 1992 2,107,981 91,630 rb-93 1,000,000 161 1993 4,717,417 174,093 ry-93 1,000,000 158 1994 4,726,074 264,791 rn-95 750,000 132 1996 5,990,229 374,246	addount # Months YEAR MARKET INTEREST YIEL ic-91 1,500,000 175 1991 1,493,202 5,529 91,630 ib-92 500,000 173 1992 2,107,981 91,630 91,630 ib-93 1,000,000 161 1993 4,717,417 174,093 764,791 in-93 500,000 157 1995 5,784,008 319,958 in-95 750,000 132 1996 5,990,229 374,246 in-95 6,377,031 400,808	amount # Months YEAR MARKET INTEREST YIEL sc-91 1,500,000 175 1991 1,493,202 5,529 715,000 sb-92 500,000 173 1992 2,107,981 91,630 91,630 sb-93 1,000,000 161 1994 4,717,417 174,093 174,093 in-93 500,000 158 1994 4,726,074 264,791 ar-01 400,000 62 1996 5,784,008 319,958 ar-01 400,000 62 1997 6,377,031 400,808 ar-01 400,000 62 1998 6,855,814 418,743	amount # months YEAR MARKET INTEREST YIEL sc-91 1,500,000 175 1991 1,493,202 5,529 sb-92 500,000 161 1992 2,107,981 91,630 sb-93 1,000,000 161 1994 4,717,417 174,093 sy-93 1,000,000 158 1994 4,726,074 264,791 sy-93 1,000,000 157 1996 5,784,008 319,958 sn-95 750,000 62 1996 6,377,031 400,808 sn-01 400,000 62 1998 6,855,814 418,743 sn-01 555,400 61 7,005,423 422,880	sc-91 1,500,000 175 1991 1,493,202 5,529 sb-92 500,000 173 1992 2,107,981 91,630 sb-93 1,000,000 161 1993 4,717,417 174,093 sy-93 1,000,000 158 1994 4,726,074 264,791 sin-95 500,000 157 1996 5,990,229 319,958 ar-01 400,000 62 1997 6,377,031 400,808 ar-01 555,400 61 1999 7,005,423 422,880 ar-01 555,400 61 1999 7,005,423 422,880 ar-01 555,400 61 1999 7,005,423 422,880	30-Apr-06 YEAR MARKET INTEREST YIELI 80-Apr-06 YEAR VALUE INTEREST YIELI 80-91 1,500,000 173 1992 2,107,981 91,630 80-92 500,000 161 1993 4,717,417 174,093 80-93 1,000,000 158 1994 4,726,074 264,791 80-93 1,000,000 157 1995 5,784,008 319,958 81-95 750,000 132 1996 5,990,229 374,246 81-01 400,000 62 1996 6,377,031 400,808 81-01 400,000 62 1998 6,855,814 418,743 81-01 555,400 61 1999 7,005,423 422,184 80-05,400 61 9,794,308 521,609 521,609	30-Apr-06 YEAR VALUE INTEREST YIEL AMOUNT # MONTHS YEAR VALUE INCOME YIEL 1,500,000 173 1992 2,107,981 91,630 1,000,000 161 1993 4,717,417 174,093 1,000,000 158 1994 4,726,074 264,791 1n-95 750,000 157 1995 5,784,008 319,958 1n-95 750,000 62 1996 6,377,031 400,808 1n-95 750,000 62 1997 6,377,031 440,808 1n-95 750,000 62 1997 6,377,031 440,808 1n-95 750,000 62 1998 6,855,814 418,743 1n-96 750,000 7,324,250 422,114 1999 7,005,423 621,609 1007 7,324,250 579,012	and DUNT # MONTHS YEAR MARKET INTEREST YIEL rc-91 1,500,000 175 1991 1,493,202 5,529 4,717,417 174,093 rb-92 500,000 173 1992 2,107,981 91,630 91,630 rb-93 1,000,000 161 1994 4,717,417 174,093 174,093 rb-93 1,000,000 157 1994 4,726,074 264,791 264,791 rb-93 1,000,000 157 1995 5,784,008 319,958 rb-93 750,000 132 1996 5,990,229 374,246 rb-94 400,000 62 1996 5,990,229 374,246 rb-104 400,000 62 1998 6,855,814 418,743 rb-104 61 1999 7,005,425 422,880 rb-104 6,605,400 61 9,794,308 521,609 rb-105 7,039,702 579,012 rb-11,037,007 474,382 <td>amount # Months YEAR VALUE INTEREST INTEREST INCOME YEAR VALUE INCOME YIEL INCOME TITS TI991 1,493,202 5,529 1,630 173 1992 2,107,981 91,630 1,630 157 174,417 174,417 174,093 119,630 157 1994 4,726,074 264,791 174,093 119,958 11,000,000 157 1996 5,990,229 374,246 11997 6,377,031 400,808 11997 6,377,031 400,808 11998 6,855,814 418,743 11999 7,005,423 422,114 6,605,400 61 1999 7,005,423 6,734,260 11999 7,005,423 6,736,012 119,7007 11,248,222 11,037,007 11,248,382 11,037,007 11,248,125 11,96</td> <td>30-Apr-06 MARKET INTEREST YIEL rc-91 1,500,000 175 1991 1,493,202 5,529 rb-92 500,000 173 1992 2,107,981 91,630 rb-93 1,000,000 161 1993 4,717,417 174,093 rb-93 1,000,000 167 1994 4,726,074 264,791 rr-94 750,000 132 1996 5,980,229 374,246 rr-95 750,000 62 1996 6,377,031 400,808 rr-01 400,000 62 1996 6,854,814 418,743 rr-01 400,000 62 1998 6,855,814 400,808 rr-01 555,400 61 1999 7,005,423 521,609 rr-01 555,400 61 2000 7,324,250 579,012 rr-02 2002 10,399,702 579,012 rr-03 2004 11,248,222 444,196 2005 11,429,831 485</td> <td>amount # Months YEAR WALUE INTEREST YIEL rc-91 1,500,000 175 1991 1,493,202 5,529 1,630 rb-92 500,000 173 1992 2,107,981 91,630 1,14,993,202 1,630 rb-93 1,000,000 161 1994 4,726,074 264,791 1,74,093 rr-93 1,000,000 157 1996 5,784,008 319,958 11,424,246 rr-95 750,000 132 1996 5,990,229 374,246 140,808 rr-04 400,000 62 1996 5,990,229 374,246 1418,743 rr-01 400,000 62 1998 6,855,814 418,743 142,187 rr-01 555,400 61 1999 7,005,423 422,880 142,382 rr-01 555,400 61 1999 7,042,308 521,609 143,382 rr-02 6605,400 7,324,260 7,394,308 579,012 144,196 <td>sc-91 30-Apr-06 MARKET INTEREST YIEL sc-91 1,500,000 175 1991 1,493,202 5,529 91,630 bb-92 500,000 173 1992 2,107,981 91,630 91,630 bb-93 1,000,000 161 1993 4,717,417 174,093 91,630 bb-93 1,000,000 161 1994 4,726,074 264,791 264,791 nn-93 500,000 157 1995 5,784,008 319,958 319,958 nn-95 750,000 157 1996 5,990,229 374,246 400,808 ar-01 400,000 62 1996 5,990,229 374,246 418,743 ar-01 400,000 62 1998 6,855,814 418,743 422,880 ar-01 400,000 61 1999 7,005,423 422,880 422,104 ar-02 6,605,400 61 1999 7,005,423 444,196 444,196 ar-m==========</td><td> 30-Apr-06</td></td>	amount # Months YEAR VALUE INTEREST INTEREST INCOME YEAR VALUE INCOME YIEL INCOME TITS TI991 1,493,202 5,529 1,630 173 1992 2,107,981 91,630 1,630 157 174,417 174,417 174,093 119,630 157 1994 4,726,074 264,791 174,093 119,958 11,000,000 157 1996 5,990,229 374,246 11997 6,377,031 400,808 11997 6,377,031 400,808 11998 6,855,814 418,743 11999 7,005,423 422,114 6,605,400 61 1999 7,005,423 6,734,260 11999 7,005,423 6,736,012 119,7007 11,248,222 11,037,007 11,248,382 11,037,007 11,248,125 11,96	30-Apr-06 MARKET INTEREST YIEL rc-91 1,500,000 175 1991 1,493,202 5,529 rb-92 500,000 173 1992 2,107,981 91,630 rb-93 1,000,000 161 1993 4,717,417 174,093 rb-93 1,000,000 167 1994 4,726,074 264,791 rr-94 750,000 132 1996 5,980,229 374,246 rr-95 750,000 62 1996 6,377,031 400,808 rr-01 400,000 62 1996 6,854,814 418,743 rr-01 400,000 62 1998 6,855,814 400,808 rr-01 555,400 61 1999 7,005,423 521,609 rr-01 555,400 61 2000 7,324,250 579,012 rr-02 2002 10,399,702 579,012 rr-03 2004 11,248,222 444,196 2005 11,429,831 485	amount # Months YEAR WALUE INTEREST YIEL rc-91 1,500,000 175 1991 1,493,202 5,529 1,630 rb-92 500,000 173 1992 2,107,981 91,630 1,14,993,202 1,630 rb-93 1,000,000 161 1994 4,726,074 264,791 1,74,093 rr-93 1,000,000 157 1996 5,784,008 319,958 11,424,246 rr-95 750,000 132 1996 5,990,229 374,246 140,808 rr-04 400,000 62 1996 5,990,229 374,246 1418,743 rr-01 400,000 62 1998 6,855,814 418,743 142,187 rr-01 555,400 61 1999 7,005,423 422,880 142,382 rr-01 555,400 61 1999 7,042,308 521,609 143,382 rr-02 6605,400 7,324,260 7,394,308 579,012 144,196 <td>sc-91 30-Apr-06 MARKET INTEREST YIEL sc-91 1,500,000 175 1991 1,493,202 5,529 91,630 bb-92 500,000 173 1992 2,107,981 91,630 91,630 bb-93 1,000,000 161 1993 4,717,417 174,093 91,630 bb-93 1,000,000 161 1994 4,726,074 264,791 264,791 nn-93 500,000 157 1995 5,784,008 319,958 319,958 nn-95 750,000 157 1996 5,990,229 374,246 400,808 ar-01 400,000 62 1996 5,990,229 374,246 418,743 ar-01 400,000 62 1998 6,855,814 418,743 422,880 ar-01 400,000 61 1999 7,005,423 422,880 422,104 ar-02 6,605,400 61 1999 7,005,423 444,196 444,196 ar-m==========</td> <td> 30-Apr-06</td>	sc-91 30-Apr-06 MARKET INTEREST YIEL sc-91 1,500,000 175 1991 1,493,202 5,529 91,630 bb-92 500,000 173 1992 2,107,981 91,630 91,630 bb-93 1,000,000 161 1993 4,717,417 174,093 91,630 bb-93 1,000,000 161 1994 4,726,074 264,791 264,791 nn-93 500,000 157 1995 5,784,008 319,958 319,958 nn-95 750,000 157 1996 5,990,229 374,246 400,808 ar-01 400,000 62 1996 5,990,229 374,246 418,743 ar-01 400,000 62 1998 6,855,814 418,743 422,880 ar-01 400,000 61 1999 7,005,423 422,880 422,104 ar-02 6,605,400 61 1999 7,005,423 444,196 444,196 ar-m==========	30-Apr-06

AMERICAN LIBRARY ASSOCIATION NEUBERGER BERMAN BOND FUND STATEMENT OF REALIZED GAINS AND LOSSES FOR THE EIGHT MONTHS ENDING APRIL 30, 2006

SCHEDULE 7

MONTHLY REALIZED/UNREALIZED GAIN/(LOSS)

	BOND FUND #1 UNREALIZED	SUBTOTAL REALIZED	BOND FUND # UNREALIZED		PPG MERRILL UNREALIZED	LYNCH REALIZED	NET
SEPTEMBER	(21,637)	(67)		(955)	(24,733)	0	(83,129)
OCTOBER	(10,775)	(4,134)	(32,401)	45	(19,547)	127	(66,685)
NOVEMBER	19,800	(19,184)		(8,409)	(1,524)	0	3,169
DECEMBER	23,849	(22,470)		(8,428)	10,095	(2,898)	21,396
JANUARY	3,059	(2,926)		(3,306)	(4,990)	(5,926)	(22,287)
FEBRUARY	2,431	(6,111)	•	(26,688)	(7,697)	0	(16,691)
MARCH	(1,875)	(3,676)		(4,559)	(30,111)	0	(66,526)
APRIL	2,260	(3,940)	(15,054)	0	(9,281)	0	(26,015)
MAY							0
JUNE							0
JULY							. 0
AUGUST							0
IND SECURITIES							0
	17,112	/C2 E00)	(CO E07)	/E2 200)	(07.700)		(050 800)
FY 1993 CFWD	58.654	(62,508) 12,277	(62,587)	(52,300)	(87,788)	(8,697)	(256,768)
FY 1994 CFWD	(156,399)	(69,198)					70,931
FY 1995 CFWD	93,596	(22,622)	4,226	(105)			(225,597)
FY 1996 CFWD	(66,905)	(1,983)	(22,489)	3,738			75,095
FY 1997 CFWD	26,857	24,234	22,728	(6,023)			(87,639)
FY 1998 CFWD	66,645	2,908	29,601	6.348			67,796 105,502
FY 1999 CFWD	(92,624)	(34,831)	(60,828)	7,844	(56,811)	(17,950)	(255,200)
FY 2000 CFWD	56,095	(48,716)	36,945	(30,200)	31,671	(34,284)	11,511
FY 2001 CFWD	125,591	39,538	51,791	22,697	34,830	24,279	298,726
FY 2002 CFWD	(39,265)	17,957	73,991	14,918	(3,901)	14,517	78,217
FY 2003 CFWD	(76,357)	2,002	(112,917)	87,065	(53,834)	34,883	(119,158)
FY 2004 CFWD	(47,062)	(44,618)	(10,436)	(22,627)	(15,989)	2,356	(138,376)
FY 2005 CFWD	12,975	(94,536)	(58,538)	(31,551)	(18,621)	(26,748)	(217,019)
	(21,087)	(280,096)	(108,513)	(196)	(170,443)	(11,644)	(591,979)