

INDIAN TRAILS PUBLIC LIBRARY DISTRICT,
ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	1	-	2
MANAGEMENT'S DISCUSSION AND ANALYSIS	3	-	10
BASIC FINANCIAL STATEMENTS			
Government-Wide Financial Statements			
Statement of Net Position	11	-	12
Statement of Activities			13
Fund Financial Statements			
Balance Sheet			14
Reconciliation of Total Governmental Fund Balance to the Statement of Net Position – Governmental Activities			15
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Activities			16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities – Governmental Activities			17
Notes to Financial Statements	18	-	37
REQUIRED SUPPLEMENTARY INFORMATION			
Schedule of Employer Contributions			
Illinois Municipal Retirement Fund			38
Schedule of Changes in the Employer's Net Pension Liability			
Illinois Municipal Retirement Fund	39	-	40
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund			41
OTHER SUPPLEMENTARY INFORMATION			
Schedule of Expenditures – Budget and Actual – General Fund	42	-	43
Combining Balance Sheet – Nonmajor Governmental Funds			44
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds			45

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

OTHER SUPPLEMENTARY INFORMATION – Continued

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Building Maintenance – Special Revenue Fund	46
IMRF – Special Revenue Fund	47
FICA – Special Revenue Fund	48
Audit – Special Revenue Fund	49

SUPPLEMENTAL SCHEDULE

Long-Term Debt Requirements	50
-----------------------------	----

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedule

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Library's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

October 19, 2021

Members of the Board of Trustees
Indian Trails Public Library District, Illinois
Wheeling, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Indian Trails Public Library District, Illinois, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Library's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Library's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Indian Trails Public Library District, Illinois, as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Indian Trails Public Library District, Illinois' basic financial statements. The other supplementary information and supplemental schedule are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and supplemental schedule are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

INDIAN TRAILS PUBLIC LIBRARY DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

GENERAL INFORMATION

The Indian Trails Public Library was established as a Library District in 1958. The purpose of the District is to provide library services to the residents of the District. The District serves most of the Village of Wheeling, half of the Village of Buffalo Grove, one third of the City of Prospect Heights, and a small portion of the Village of Arlington Heights, as well as some unincorporated Cook County areas. This is done through the main library building at 355 Schoenbeck Road, Wheeling, Illinois and a branch location at 99 East Palatine Road, Suite A, Prospect Heights, Illinois.

The Management Discussion and Analysis is a required supplementary element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34. The purpose is to provide an overview of the financial activities of the Indian Trails Public Library District for the fiscal year ended June 30, 2021.

FINANCIAL HIGHLIGHTS

- The Indian Trails Public Library District's assets/deferred outflows exceed its liabilities/deferred inflows by \$20,359,958 for the fiscal year ending June 30, 2021.
- Capital Assets of \$15,998,226 include land, buildings and improvements, furniture and equipment, and library materials, net of accumulated depreciation.
- Unrestricted net position of \$5,841,216, which is available to maintain the continuing operation of the Library.
- As a result of the current year operations, there was a positive change in net position of \$1,913,277. The most significant areas that contributed to this change included an increase in revenue of approximately \$130,500 in property tax revenue, and \$43,000 in replacement tax revenue, as well as a savings of approximately \$367,500 in salaries, \$279,100 in materials and \$374,200 in operating costs, from the General Fund compared to budget. The savings in cost areas were primarily due to COVID-19 related reductions of services.

USING THIS ANNUAL FINANCIAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances.

For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Library's operations in more detail than the government-wide statements by providing information about the Library's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position reports information on all of the Library's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Library's property tax base, is needed to assess the overall health of the Library.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the changes occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both the government-wide financial statements report functions of the Library that are principally supported by taxes and charges for services revenues (governmental activities). The governmental activities of the Library include culture and recreation.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Library, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Library only maintains governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Library's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General fund, which is considered to be a major fund. Data from the remaining governmental funds –Building Maintenance, Audit, FICA, IMRF and Capital Projects/Special Reserve – are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report. Please note that in prior years, The Capital Projects/Special Reserve Fund had been reported as part of the General fund. The Special Reserve fund originated through Ordinance 63 on July 30, 1980 to save toward future capital improvement needs, but is not directly levied for, and therefore was not reported separately before. Due to the ordinance’s requirement for spending to be related to capital items, it was now felt that separating the funds would be appropriate.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement has been provided to demonstrate compliance with this budget.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, the report also presents certain required supplementary information concerning the Library’s IMRF employee pension obligations, other post-employment benefit obligations and budgetary comparison schedules for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Financial Analysis of the Indian Trails Public Library District as a Whole

The Library has \$31,797,191 total assets/deferred outflows. Of these assets/deferred outflows, \$15,998,226 (50.3%) reflects its investment in capital assets (for example, land, building, equipment and materials), net of depreciation. Of the remaining assets, \$8,696,936 are in Cash and Investments, \$5,919,971 are Property Taxes Receivable, and \$114,705 are in prepaids. The remaining \$733,332 ties to Net Pension Assets with IMRF. Of the current net position, \$1,850,000 is restricted for specific purposes, and \$5,841,216 is unrestricted. The District maintains the majority of its cash available in Buffalo Grove Bank and Trust, and in the Illinois Funds, which is a highly liquid investment pool managed by the Illinois Office of the Treasurer. The Library currently has one debt certificate issuance outstanding. The debt certificates were issued in 2016 with an end date 2027. Total remaining principal due as of June 30, 2021 was \$3,245,000 with total remaining interest due of \$254,355.

Summary of Net Position

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Library, assets/deferred outflows exceeded liabilities/deferred inflows by \$20,377,726.

	Net Position	
	2021	2020
Current and Other Assets	\$ 15,464,944	13,691,408
Capital Assets	16,015,994	16,394,306
	<u>31,480,938</u>	<u>30,085,714</u>
Deferred Outflows	334,021	592,239
Total Assets/Deferred Outflows	<u>31,814,959</u>	<u>30,677,953</u>
Long-Term Debt	2,955,094	4,406,522
Other Liabilities	872,283	838,972
	<u>3,827,377</u>	<u>5,245,494</u>
Deferred Inflows	7,609,856	6,985,778
Total Liabilities/Deferred Inflows	<u>11,437,233</u>	<u>12,231,272</u>
Net Position		
Net Investment in Capital Assets	12,686,510	12,517,005
Restricted	1,850,000	1,711,920
Unrestricted	5,841,216	4,217,756
	<u>20,377,726</u>	<u>18,446,681</u>
Total Net Position	<u>20,377,726</u>	<u>18,446,681</u>

The following table summarizes the changes in the Indian Trails Public Library's revenues and expenses for the fiscal year ending June 30, 2021.

	Change in Net Position/Fund Balance		
	2021	% Total	2020
Revenues			
Property Taxes	\$ 7,867,779	94.3%	7,256,796
Personal Property Replacement Taxes	98,303	1.2%	77,502
Grants and Contributions	347,790	4.2%	150,817
Charges for Services	12,504	0.1%	33,083
Interest	13,713	0.2%	103,082
Miscellaneous	52	0.0%	103,798
Total Revenues	8,340,141	100.0%	7,725,078
Expenses/Expenditures			
Library Materials	643,653	9.1%	715,369
Operating	669,149	9.5%	821,493
Personnel	4,002,581	56.6%	3,934,440
Insurance	40,256	0.6%	39,834
Building and Equipment Maintenance	263,561	3.7%	243,965
IMRF	344,565	4.9%	324,234
FICA	247,239	3.5%	254,678
Audit	10,900	0.2%	10,813
Capital Outlay	220,930	3.1%	114,344
Principal	535,000	7.6%	530,000
Interest and Fiscal Charges	93,756	1.3%	109,656
Total Expenses/Expenditures	7,071,590	100.0%	7,098,826
Increase (Decrease) in Fund Balances	1,268,551		626,252
Change in Capital Assets	(378,312)		(429,687)
Principal	535,000		530,000
Amortization of Bond Premium	12,817		12,482
Change in Pension Related Items	477,960		39,728
Change in Accrued Interest Payable	1,337		1,325
Change in Compensated Absences	13,692		(65,766)
	662,494		88,082
Change in Net Position	1,931,045		714,334
Net Position - Beginning	18,446,681		17,732,347
Net Position - Ending	20,377,726		18,446,681

OVERVIEW OF THE STATEMENT OF ACTIVITIES

Revenue

The Library received 94.3% of its operating revenue from property taxes, 1.2% in Personal Property Replacement Tax, and 4.2% in Grants and Contributions Fiscal Year 2020-2021. Charges for services such as lost book fees, computer and photocopier printing; interest; and miscellaneous income made up the remaining 0.3% of the Library's total revenue.

Expenses

Total expenses for the Library decreased \$27,236 compared to prior year. While expenses increased in the Personnel line by \$68,141 or 1.7% due to employee pay-raises, and in Building and Equipment Maintenance by \$19,596 or 8% due to new maintenance contracts, Library Materials spending declined by \$71,716 or 10.0% due to lack of new titles available particularly in the visual arena, and in the Operating Expenses by \$152,794 or 18.6% due to the building offering limited in-person public use due to the Covid-19 pandemic.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund actual revenues were greater than budgeted revenues. Actual revenues for fiscal year 2020-2021 were \$7,323,623, compared to budgeted revenues of \$7,261,219. This resulted primarily from Property Taxes budgeted at \$6,819,189 for the year with an actual collection of \$6,951,222. Intergovernmental was above the \$342,000 budget by \$5,790. Interest, however, fell short of the budgeted \$70,000 by \$57,945, as well as Charges for Services budgeted for \$29,100 by \$16,596.

The General Fund actual expenditures were less than budgeted expenditures. Actual expenditures totaled \$6,205,325 while the budgeted expenditures totaled \$7,283,808. This was due primarily to cost savings that occurred in Personnel (budgeted at \$4,370,050 with an expenditure of \$4,002,581). Staff hiring was slowed due to limited in-person services offered for part of the fiscal year. Other areas of lower than expected spending include Equipment Maintenance of \$39,699 below budget as lack of patron usage limited the wear and tear on equipment; Materials at \$279,129 below budget due to limited title availability; \$374,171 in Operating with savings of \$49,556 in Supplies, \$61,318 in Employee Training & Travel, and \$58,587 in Programming expenditures.

CAPITAL ASSETS

At the end of fiscal year 2020-2021, the Indian Trails Library District had total capital assets (net of accumulated depreciation) of \$16,015,994. This includes the land and building that houses the library operations (355 Schoenbeck Road, Wheeling, Illinois), a large collection of library materials (books, dvd's, etc.), as well as computers and other electronic devices.

More detailed information about the Library's capital assets is presented in Note 3 to the financial statements.

	Capital Assets - Net of Depreciation	
	2021	2020
Land	\$ 136,734	136,734
Construction in Progress	123,729	-
Buildings and Improvements	14,483,683	14,946,476
Furniture and Equipment	237,812	239,176
Library Materials	1,034,036	1,071,920
Total	16,015,994	16,394,306

Economic Conditions

The Indian Trails Public Library District operates primarily on property taxes collected by the Cook and Lake County Clerks for 94.3% of its revenue. Property tax income is subject to state statutes regarding property tax levies such as tax caps and limitations as well as Equalized and Assessed Property Values (EAV's). The Library is subject to the PTELL tax extension limitations. This limits the amount of property tax that the Library can raise to 5% or the increase in the national Consumer Price Index (CPI) for the year preceding the levy year. For the 2019 levy year, for which the Library received the taxes in 2020, the CPI was 1.9%. The PTELL Use percent for the 2020 levy year was 2.3% to be received in the 2021 tax year. The 2021 Levy Year percent has been announced at 1.4%. This will be used to calculate the taxes receivable in 2022.

The Library also monitors Illinois state budget negotiations and legislation regarding property tax with attention paid to any possible effects on the Library's income. With these limitations in mind, the Library monitors spending to minimize the risk of cash shortfalls in future budget year.

Indian Trails Public Library District continues to participate in the Cooperative Computer Service (CCS) for patron and materials data. The Library also shares services with other libraries through Reaching Across Illinois Library System (RAILS). RAILS makes available to member libraries a van delivery service for library materials, and several other consortium offerings. The Library takes part in the Wellness Insurance Network, a consortium of libraries for employee medical insurance, which is separate from RAILS.

Like the rest of the country, and the world, the COVID-19 pandemic has affected the Indian Trails Public Library District. While virtual services such as accessible databases, downloadable materials, and virtual programming were maintained while the library was forced to close to the public on March 17, 2020, the Library was finally able to restart part of its materials lending operations in June 2020 by utilizing its drive-through window. In-person public services restarted on July 6, 2020, only to return to drive-through only from November 20, 2020 to February 1, 2021 due to a spike in COVID-19 cases. Unfortunately, due to continued social distancing constraints, service had not yet returned to full in-person programming, nor the reopening of the children's activity areas as of June 30, 2021.

The adjustments in service led to below budget spending in such areas as programming supplies, and patron use supplies. Staff education and travel budgets were also below budget due to most conferences and training moving to virtual platforms, which provided cheaper classes, and staff attending from their desks rather than in person. Materials spending was also affected, such as in the Blu-Ray & DVD (Video Tapes) area due to the lack of new movie releases.

As vaccines and/or treatments for COVID-19 become more widely used and state mandates are lifted, the service limitations the Indian Trails Public Library District has had to impose will also be lifted. The staff are looking forward to offering the material selection, program alternatives, learning opportunities, and community gathering location that were possible before the COVID-19 pandemic.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the Indian Trails Public Library District's finances, comply with finance related laws and regulations, and demonstrate the library's commitment to public accountability. Questions about this report or the request for additional information should be sent to: Brian Shepard, Executive Director, Indian Trails Public Library District, 355 Schoenbeck Road, Wheeling, IL 60090.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Statement of Net Position

June 30, 2021

See Following Page

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Statement of Net Position

June 30, 2021

ASSETS	
Current Assets	
Cash and Investments	\$ 8,696,936
Receivables - Net of Allowances	
Property Taxes	5,919,971
Prepays	<u>114,705</u>
Total Current Assets	<u>14,731,612</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	260,463
Depreciable	22,549,973
Accumulated Depreciation	<u>(6,794,442)</u>
Total Capital Assets	16,015,994
Other Assets	
Net Pension Asset - IMRF	<u>733,332</u>
Total Noncurrent Assets	<u>16,749,326</u>
Total Assets	31,480,938
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>334,021</u>
Total Assets and Deferred Outflows of Resources	<u>31,814,959</u>

The notes to the financial statements are an integral part of this statement.

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 136,458
Accrued Payroll	131,925
Accrued Interest Payable	6,476
Current Portion of Long-Term Debt	597,424
Total Current Liabilities	<u>872,283</u>
Noncurrent Liabilities	
Compensated Absences Payable	178,427
General Obligation Debt Corticates - Net	2,776,667
Total Noncurrent Liabilities	<u>2,955,094</u>
Total Liabilities	<u>3,827,377</u>

DEFERRED INFLOWS OF RESOURCES

Deferred Items - IMRF	1,689,885
Property Taxes	5,919,971
Total Deferred Inflows of Resources	<u>7,609,856</u>
Total Liabilities and Deferred Inflows of Resources	<u>11,437,233</u>

NET POSITION

Net Investment in Capital Assets	12,686,510
Restricted	
Liability Insurance	33,745
Unemployment Compensation	15,192
Workers' Compensation	3,377
Building Maintenance	99,804
Retirement Benefits	330,325
Employer Taxes	305,760
Audit	474
Special Reserve	1,061,323
Unrestricted	<u>5,841,216</u>
Total Net Position	<u><u>20,377,726</u></u>

The notes to the financial statements are an integral part of this statement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Statement of Activities
For the Fiscal Year Ended June 30, 2021**

	Expenses	Program Revenues			Net (Expenses)/ Revenues and Changes in Net Position
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	
Governmental Activities					
Library Services	\$ 6,329,494	12,504	-	249,487	(6,067,503)
Interest on Long-Term Debt	79,602	-	-	-	(79,602)
Total Governmental Activities	<u>6,409,096</u>	<u>12,504</u>	<u>-</u>	<u>249,487</u>	<u>(6,147,105)</u>
General Revenues					
Taxes					
Property Taxes					7,966,082
Intergovernmental					
Personal Property Replacement Taxes					98,303
Interest					13,713
Miscellaneous					52
					<u>8,078,150</u>
Change in Net Position					1,931,045
Net Position - Beginning					<u>18,446,681</u>
Net Position - Ending					<u>20,377,726</u>

The notes to the financial statements are an integral part of this statement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Balance Sheet June 30, 2021

	General	Nonmajor	Totals
ASSETS			
Cash and Investments	\$ 6,890,259	1,806,677	8,696,936
Receivables - Net of Allowances			
Property Taxes	5,110,051	809,920	5,919,971
Prepays	114,096	609	114,705
Total Assets	12,114,406	2,617,206	14,731,612
LIABILITIES			
Accounts Payable	127,467	8,991	136,458
Accrued Payroll	131,925	-	131,925
Total Liabilities	259,392	8,991	268,383
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	5,110,051	809,920	5,919,971
Total Liabilities and Deferred Inflows of Resources	5,369,443	818,911	6,188,354
FUND BALANCES			
Nonspendable	114,096	609	114,705
Restricted	52,314	1,797,686	1,850,000
Unassigned	6,578,553	-	6,578,553
Total Fund Balances	6,744,963	1,798,295	8,543,258
Total Liabilities, Deferred Inflows of Resources and Fund Balances	12,114,406	2,617,206	14,731,612

The notes to the financial statements are an integral part of this statement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Reconciliation of Total Fund Balances to the
Statement of Net Position**

June 30, 2021

Total Fund Balances	\$ 8,543,258
Amounts reported in the Statement of Net Position are different because:	
Capital assets are not financial resources and therefore, are not reported in the funds.	16,015,994
Deferred Outflows of Resources related to IMRF not reported in the funds. Deferred Items - IMRF	(1,355,864)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(223,034)
Net Pension Asset - IMRF	733,332
General Obligation Debt Certificates - Net	(3,329,484)
Accrued Interest Payable	<u>(6,476)</u>
Total Net Position	<u><u>20,377,726</u></u>

The notes to the financial statements are an integral part of this statement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021**

	General	Nonmajor	Totals
Revenues			
Taxes	\$ 6,951,222	1,014,860	7,966,082
Intergovernmental	347,790	-	347,790
Charges for Services	12,504	-	12,504
Interest	12,055	1,658	13,713
Miscellaneous	52	-	52
Total Revenues	7,323,623	1,016,518	8,340,141
Expenditures			
Current			
Library Services	5,355,639	866,265	6,221,904
Capital Outlay	220,930	-	220,930
Debt Service			
Principal Retirement	535,000	-	535,000
Interest and Fiscal Charges	93,756	-	93,756
Total Expenditures	6,205,325	866,265	7,071,590
Net Change in Fund Balances	1,118,298	150,253	1,268,551
Fund Balances - Beginning	5,626,665	1,648,042	7,274,707
Fund Balances - Ending	6,744,963	1,798,295	8,543,258

The notes to the financial statements are an integral part of this statement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities**

For the Fiscal Year Ended June 30, 2021

Net Change in Fund Balances	\$ 1,268,551
Amounts reported in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital Outlays	476,743
Depreciation Expense	(855,055)
Disposals - Cost	(311,654)
Disposals - Accumulated Depreciation	311,654
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(1,143,029)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Compensated Absences Payable	13,692
Change in Net Pension Liability/(Asset) - IMRF	1,620,989
Retirement of Debt - Net	547,817
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	1,337
Changes in Net Position	1,931,045

The notes to the financial statements are in integral part of this statement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Indian Trails Public Library District (the Library) is located in Wheeling, Illinois. The Library was organized to provide cultural and library services to local residents.

The basic financial statements are prepared in accordance with generally accepted accounting principles in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP in the United States for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Library's accounting policies established in GAAP in the United States and used by the Library are described below.

REPORTING ENTITY

The Library is governed by a publicly elected seven-member board of trustees. The board of trustees selects management staff and directs the affairs of the Library.

In determining the financial reporting entity, the Library complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Library. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The Library's basic financial statements include both government-wide (reporting the Library as a whole) and fund financial statements (reporting the Library's major funds). The Library only reports governmental activities.

In the government-wide Statement of Net Position, the governmental activities are (a) presented on a consolidated basis, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Library's net position is reported in three parts: net investment in capital assets, restricted; and unrestricted. The Library first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Library's functions. The functions are supported by general government revenues (property and replacement taxes, certain intergovernmental revenues, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, certain intergovernmental revenues, interest income, etc.).

The Library does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the Library as an entity and the change in the Library's net position resulting from the current year's activities.

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Library:

General Fund is the general operating fund of the Library. It accounts for all revenues and expenditures of the Library which are not accounted for in other funds. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Library maintains four nonmajor special revenue funds.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Library maintains one nonmajor capital projects fund.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental funds are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus is utilized.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

The accounting objectives of the “economic resources” measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Library recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For purpose of the Statement of Net Position, the Library's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent. Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Library categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Library's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances include property taxes.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepays are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$2,500, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Library as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 - 45 Years
Furniture and Equipment	5 - 20 Years
Library Materials	7 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The Library accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets for funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for the General and Special Revenue Funds. The budget may be amended by the governing body and there was one amendment during the year.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Library maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments."

Permitted Deposits and Investments – Statutes authorize the Library to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds and the Illinois Metropolitan Investment Fund.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk

Deposits. At year-end, the carrying amount of the Library's deposits totaled \$5,187,917 and the bank balances totaled \$5,268,486. Additionally, at year-end, the Library has \$3,509,019 invested in the Illinois Funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. It is the policy of the Library to limit its exposure to interest rate risk by structuring the investment portfolio so that securities are available to meet cash requirements for ongoing operations by investing operating funds primarily in money market mutual funds or similar investment pools. The Library's investments in the Illinois Funds have an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Library's investment policy states the Library will limit its exposure to credit risk by primarily investing in securities guaranteed explicitly and implicitly by the United States Government and Illinois Funds. At year-end, the Library's investments in the Illinois Funds and were rated AAAM by Standard & Poor's.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the Library's investment in a single issuer. The Library's investment policy does not address concentration risk. At year-end, the Library does not have any investments over 5 percent of the cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of the federal depository insurance. At year-end, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Library's investment policy does not address custodial credit risk for investments. At year-end, the Library's investments in the Illinois Funds and in the IMET are not subject to custodial credit risk.

PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and September 1. The County collects such taxes and remits them periodically.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 136,734	-	-	136,734
Construction in Progress	-	105,961	-	105,961
	<u>136,734</u>	<u>105,961</u>	<u>-</u>	<u>242,695</u>
Depreciable Capital Assets				
Buildings and Improvements	19,667,009	-	-	19,667,009
Furniture and Equipment	785,770	54,573	-	840,343
Library Materials	2,055,834	298,441	311,654	2,042,621
	<u>22,508,613</u>	<u>353,014</u>	<u>311,654</u>	<u>22,549,973</u>
Less Accumulated Depreciation				
Buildings and Improvements	4,720,533	462,793	-	5,183,326
Furniture and Equipment	546,594	55,937	-	602,531
Library Materials	983,914	336,325	311,654	1,008,585
	<u>6,251,041</u>	<u>855,055</u>	<u>311,654</u>	<u>6,794,442</u>
 Total Depreciable Capital Assets	 <u>16,257,572</u>	 <u>(502,041)</u>	 <u>-</u>	 <u>15,755,531</u>
 Total Capital Assets	 <u>16,394,306</u>	 <u>(396,080)</u>	 <u>-</u>	 <u>15,998,226</u>

Depreciation expense of \$855,055 was charged to the library services function.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

Debt Certificates

The Library issues debt certificates to provide funds for the acquisition and construction of major capital facilities. Debt certificates currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$5,925,000 General Obligations Debt Certificates of 2017 - Due in annual installments of \$530,000 to \$555,000 plus interest from 2.00% to 3.00% through June 1, 2027.	<u>\$ 3,780,000</u>	-	535,000	<u>3,245,000</u>

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 2.875% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Assessed Valuation - 2020	<u>\$ 1,724,927,684</u>
Legal Debt Limit	
2.875% of Equalized Assessed Value	49,591,671
Amount of Debt Applicable to Limit	
None Applicable	<u>-</u>
Legal Debt Margin	<u>49,591,671</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 236,726	13,692	27,384	223,034	44,607
Net Pension Liability/(Asset) - IMRF	887,657	-	1,620,989	(733,332)	-
General Obligation Debt Certificates	3,780,000	-	535,000	3,245,000	540,000
Unamortized Bond Premium	97,301	-	12,817	84,484	12,817
	<u>5,001,684</u>	<u>13,692</u>	<u>2,196,190</u>	<u>2,819,186</u>	<u>597,424</u>

For the governmental activities, the compensated absences, the net pension liability/(asset), and the general obligation debt certificates are liquidated by the General Fund.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	General Obligation Debt Certificates	
	Principal	Interest
2022	\$ 540,000	77,706
2023	540,000	61,506
2024	545,000	45,306
2025	545,000	34,406
2026	545,000	23,506
2027	530,000	11,925
Totals	<u>3,245,000</u>	<u>254,355</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

OPERATING LEASES

The Library is committed under various leases for property and equipment. The leases are considered for accounting purposes to be operating leases. Lease expenditures for the year ended June 30, 2021, amounted to \$50,023. Future minimum lease payments for these leases are as follows:

Fiscal Year June 30	Amount
2022	\$ 48,975
2023	19,959
2024	<u>13,280</u>
	<u><u>82,214</u></u>

NET POSITION/FUND BALANCES

Net Position

Net investment in capital assets was comprised of the following as of June 30, 2021:

Governmental Activities	
Investment in Capital Assets	\$ 15,998,226
Less Capital Related Debt:	
General Obligation Debt Certificates	(3,245,000)
Unamortized Bond Premium	<u>(84,484)</u>
Net Investment in Capital Assets	<u><u>12,668,742</u></u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES – Continued

Fund Balance Classifications

In the governmental funds financial statements, the Library considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Library first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Library's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The Library's policy states that the General Fund should represent between six months and twelve months of operating expenditures.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES – Continued

Fund Balance Classifications – Continued

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	<u>General</u>	<u>Nonmajor</u>	<u>Totals</u>
Nonspendable			
Prepays	\$ 114,096	609	114,705
Restricted			
Liability Insurance	33,745	-	33,745
Unemployment Compensation	15,192	-	15,192
Workers' Compensation	3,377	-	3,377
Building Maintenance	-	99,804	99,804
Retirement Benefits	-	330,325	330,325
Employer Taxes	-	305,760	305,760
Audit	-	474	474
Special Reserve	-	1,061,323	1,061,323
	<u>52,314</u>	<u>1,797,686</u>	<u>1,850,000</u>
Unassigned	<u>6,578,553</u>	-	<u>6,578,553</u>
Total Fund Balances	<u>6,744,963</u>	<u>1,798,295</u>	<u>8,543,258</u>

CONTINGENT LIABILITIES

Litigation

The Library is not involved in any lawsuits.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Library expects such amounts, if any, to be immaterial.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CONTINGENT LIABILITIES – Continued

Financial Impact from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Library's operations and financial position cannot be determined.

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The Library is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Library's employees. These risks are provided for through insurance from private insurance companies. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

The Library also participates in a public entity risk pool (pool) for unemployment insurance coverage. The Library is responsible for quarterly payments and the pool is responsible for administering the program. If funds in the program are insufficient in the judgment of the pool, then the pool may assess the members' additional equal payments.

JOINTLY GOVERNED ORGANIZATIONS

The Library participates in North Suburban Digital Consortium (Consortium). This organization is owned by the participating libraries. The Consortium offers downloadable digital materials. No participant has any obligation, entitlement, or residual interest in the Consortium, and must give notice 90 days prior to December 31 to terminate its membership. The Library paid \$15,970 to the Consortium for the year ended June 30, 2021.

The Library participates in the Cooperative Computer Services (CCS) Consortium. This organization is owned by the participating libraries. CCS offers catalog and patron systems. No participant has any obligation, entitlement, or residual interest in CCS. The Library paid \$88,728 to CCS for the year ended June 30, 2021.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

The Library has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Library are required to pay 100% of the current premium. However, there is minimal participation. As the Library provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Therefore, the Library has not recorded a liability as of June 30, 2021.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The Library contributes to one defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Plan Descriptions

Plan Administration. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	77
Inactive Plan Members Entitled to but not yet Receiving Benefits	88
Active Plan Members	<u>74</u>
Total	<u><u>239</u></u>

Contributions. As set by statute, the Library’s Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended June 30, 2021, the Library’s contribution was 10.23% of covered payroll.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Net Pension Liability. The Library’s net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% - 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same in the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Library contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability/(asset).

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability/(asset) of the Library calculated using the discount rate as well as what the Library’s net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 1,362,938	(733,332)	(2,401,212)

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2019	\$ 17,888,627	17,000,970	887,657
Changes for the year:			
Service Cost	340,549	-	340,549
Interest on the Total Pension Liability	1,272,056	-	1,272,056
Difference Between Expected and Actual Experience of the Total Pension Liability	(4,894)	-	(4,894)
Changes of Assumptions	(241,859)	-	(241,859)
Contributions - Employer	-	360,501	(360,501)
Contributions - Employees	-	152,900	(152,900)
Net Investment Income	-	2,476,020	(2,476,020)
Benefit Payments, Including Refunds of Employee Contributions	(1,026,615)	(1,026,615)	-
Other (Net Transfer)	-	(2,580)	2,580
Net Changes	339,237	1,960,226	(1,620,989)
Balances at December 31, 2020	18,227,864	18,961,196	(733,332)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2021, the Library recognized pension revenue of \$133,395. At June 30, 2021, the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

**Notes to the Financial Statements
June 30, 2021**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions – Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 98,585	(3,551)	95,034
Changes of Assumptions	71,242	(175,509)	(104,267)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(1,510,825)	(1,510,825)
	<u>169,827</u>	<u>(1,689,885)</u>	<u>(1,520,058)</u>
Pension Contributions Made Subsequent to the Measurement Date	164,194	-	164,194
	<u>164,194</u>	<u>-</u>	<u>164,194</u>
Total Deferred Amounts Related to IMRF	<u>334,021</u>	<u>(1,689,885)</u>	<u>(1,355,864)</u>

\$164,194 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2022	\$ (408,361)
2023	(218,478)
2024	(640,788)
2025	(252,431)
2026	-
Thereafter	<u>-</u>
Total	<u>(1,520,058)</u>

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule
General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions
June 30, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 308,215	\$ 308,215	\$ -	\$ 2,665,492	11.56%
2016	318,290	318,290	-	2,885,237	11.03%
2017	307,593	307,593	-	2,868,798	10.72%
2018	321,933	321,933	-	3,031,081	10.62%
2019	299,919	299,919	-	3,098,854	9.68%
2020	324,234	324,234	-	3,367,535	9.63%
2021	344,565	344,565	-	3,366,953	10.23%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	An IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

June 30, 2021

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 313,316
Interest	950,779
Differences Between Expected and Actual Experience	96,854
Change of Assumptions	585,688
Benefit Payments, Including Refunds of Member Contributions	<u>(620,045)</u>
Net Change in Total Pension Liability	1,326,592
Total Pension Liability - Beginning	<u>12,830,423</u>
Total Pension Liability - Ending	<u><u>14,157,015</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 309,701
Contributions - Members	124,695
Net Investment Income	767,353
Benefit Payments, Including Refunds of Member Contributions	(620,045)
Other (Net Transfer)	<u>109,343</u>
Net Change in Plan Fiduciary Net Position	691,047
Plan Net Position - Beginning	<u>12,672,384</u>
Plan Net Position - Ending	<u><u>13,363,431</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 793,584</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	94.39%
Covered Payroll	\$ 2,685,208
Employer's Net Pension Liability as a Percentage of Covered Payroll	29.55%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020
304,869	304,134	307,124	300,530	314,012	340,549
1,045,110	1,103,712	1,154,236	1,174,147	1,217,639	1,272,056
201,101	61,756	187,912	86,102	189,116	(4,894)
35,707	(36,961)	(541,632)	472,459	-	(241,859)
(749,299)	(782,124)	(817,547)	(860,171)	(940,320)	(1,026,615)
837,488	650,517	290,093	1,173,067	780,447	339,237
14,157,015	14,994,503	15,645,020	15,935,113	17,108,180	17,888,627
14,994,503	15,645,020	15,935,113	17,108,180	17,888,627	18,227,864
306,836	304,661	312,347	328,468	279,903	360,501
124,731	124,748	134,247	137,371	145,952	152,900
66,023	912,401	2,473,571	(893,526)	2,768,544	2,476,020
(749,299)	(782,124)	(817,547)	(860,171)	(940,320)	(1,026,615)
134,047	15,561	(244,957)	207,504	148,568	(2,580)
(117,662)	575,247	1,857,661	(1,080,354)	2,402,647	1,960,226
13,363,431	13,245,769	13,821,016	15,678,677	14,598,323	17,000,970
13,245,769	13,821,016	15,678,677	14,598,323	17,000,970	18,961,196
1,748,734	1,824,004	256,436	2,509,857	887,657	(733,332)
88.34%	88.34%	98.39%	85.33%	95.04%	104.02%
2,771,773	2,772,176	2,983,255	3,052,669	3,243,359	3,397,756
63.09%	65.80%	8.60%	82.22%	27.37%	(21.58%)

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 6,819,189	6,819,189	6,951,222
Intergovernmental			
Personal Property Replacement	55,000	55,000	98,303
Grants	148,000	148,000	123,543
Impact Fees	139,000	139,000	125,944
Charges for Services			
Fines, Fees and Other	29,100	29,100	12,504
Interest	70,000	70,000	12,055
Miscellaneous	930	930	52
Total Revenues	<u>7,261,219</u>	<u>7,261,219</u>	<u>7,323,623</u>
Expenditures			
Library Services	6,378,852	6,378,852	5,355,639
Capital Outlay	276,200	276,200	220,930
Debt Service			
Principal Payments	535,000	535,000	535,000
Interest and Fiscal Charges	93,756	93,756	93,756
Total Expenditures	<u>7,283,808</u>	<u>7,283,808</u>	<u>6,205,325</u>
Net Change in Fund Balance	<u>(22,589)</u>	<u>(22,589)</u>	1,118,298
Fund Balance - Beginning			<u>5,626,665</u>
Fund Balance - Ending			<u><u>6,744,963</u></u>

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedule – Major Governmental Fund
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

Building Maintenance Fund

The Building Maintenance Fund is used to account for Library building maintenance and operational related costs.

IMRF Fund

The IMRF Fund is used to account for the revenues derived from a specific annual property tax levy for the purpose and employee contributions which are fixed by law and subsequently paid to the state sponsored Illinois Municipal Retirement Fund.

FICA Fund

The FICA Fund is used to account for revenues derived from a specific annual property tax levy and employee contributions which are fixed by law and subsequently paid to the United States Treasury Social Security Fund.

Audit Fund

The Audit Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the annual audit of the Library.

CAPITAL PROJECTS FUND

Capital Projects Funds are used to account for all resources used for the acquisition of capital facilities by a governmental unit.

Special Reserve Fund

The Special Reserve Fund is used to account for the costs of capital as the Board designates. Funding is generally from excess fund transfers from the General Fund.

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Library Services			
Library Materials			
Books	\$ 293,750	293,750	216,572
Standing Orders	19,700	19,700	15,898
Serial Publications	15,300	15,300	17,536
Audio Visual Materials	29,650	29,650	24,501
Video Tapes	95,600	95,600	32,780
Realia	34,484	34,484	16,102
Electronic Resources	375,000	375,000	289,381
Software	56,298	56,298	30,440
Launchpad Consumables	3,000	3,000	443
	<u>922,782</u>	<u>922,782</u>	<u>643,653</u>
Operating			
Equipment Maintenance	98,354	98,354	60,655
Library Automation Maintenance	160,309	160,309	130,615
OCLC Cataloging	39,700	39,700	39,730
Library Supplies	98,645	98,645	49,089
Postage	24,950	24,950	21,992
Travel	21,670	21,670	10,095
Staff Education	64,503	64,503	14,760
Memberships	13,027	13,027	10,352
Trustee Development	5,800	5,800	1,929
Publishing Fees	20,400	20,400	1,416
Printing	55,700	55,700	34,493
Program Expenditures	137,784	137,784	79,197
Legal	10,000	10,000	3,150
Telephone	65,260	65,260	60,983
Contractual Services	114,608	114,608	92,642
Ground Maintenance	17,850	17,850	18,555
Janitorial Supplies	59,360	59,360	34,998
Grants	14,400	14,400	3,290
Building Repairs	1,000	1,000	1,208
Contingency	20,000	20,000	-
	<u>1,043,320</u>	<u>1,043,320</u>	<u>669,149</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Library Services - Continued			
Personnel			
Salaries	\$ 3,866,952	3,866,952	3,537,725
Benefits	500,748	500,748	463,819
EAP	2,350	2,350	333
Flex Spending	-	-	704
	<u>4,370,050</u>	<u>4,370,050</u>	<u>4,002,581</u>
Insurance			
Liability	33,000	33,000	31,852
Workers' Compensation	5,200	5,200	4,621
Unemployment	4,500	4,500	3,783
	<u>42,700</u>	<u>42,700</u>	<u>40,256</u>
Total Library Services	<u>6,378,852</u>	<u>6,378,852</u>	<u>5,355,639</u>
Capital Outlay			
Furniture	165,000	165,000	125,569
Technology	111,200	111,200	95,361
	<u>276,200</u>	<u>276,200</u>	<u>220,930</u>
Debt Service			
Principal Payments	535,000	535,000	535,000
Interest and Fiscal Charges	93,756	93,756	93,756
	<u>628,756</u>	<u>628,756</u>	<u>628,756</u>
Total Expenditures	<u>7,283,808</u>	<u>7,283,808</u>	<u>6,205,325</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Nonmajor Governmental Funds

**Combining Balance Sheet
June 30, 2021**

	Special Revenue				Capital Projects	Totals
	Building Maintenance	IMRF	FICA	Audit	Special Reserve	
ASSETS						
Cash and Investments	\$ 108,795	330,325	305,760	474	1,061,323	1,806,677
Receivables - Net of Allowance						
Property Taxes	229,571	324,678	240,135	15,536	-	809,920
Prepays	609	-	-	-	-	609
Total Assets	<u>338,975</u>	<u>655,003</u>	<u>545,895</u>	<u>16,010</u>	<u>1,061,323</u>	<u>2,617,206</u>
LIABILITIES						
Accounts Payable	8,991	-	-	-	-	8,991
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	229,571	324,678	240,135	15,536	-	809,920
Total Liabilities and Deferred Inflows of Resources	<u>238,562</u>	<u>324,678</u>	<u>240,135</u>	<u>15,536</u>	<u>-</u>	<u>818,911</u>
FUND BALANCES						
Nonspendable	609	-	-	-	-	609
Restricted	99,804	330,325	305,760	474	1,061,323	1,797,686
Total Fund Balance	<u>100,413</u>	<u>330,325</u>	<u>305,760</u>	<u>474</u>	<u>1,061,323</u>	<u>1,798,295</u>
Total Deferred Inflows of Resources and Fund Balances	<u>338,975</u>	<u>655,003</u>	<u>545,895</u>	<u>16,010</u>	<u>1,061,323</u>	<u>2,617,206</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Nonmajor Governmental Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021**

	Special Revenue				Capital Projects	Totals
	Building Maintenance	IMRF	FICA	Audit	Special Reserve	
Revenues						
Taxes						
Property	\$ 299,602	395,395	309,816	10,047	-	1,014,860
Interest	98	286	260	1	1,013	1,658
Total Revenues	299,700	395,681	310,076	10,048	1,013	1,016,518
Expenditures						
Library Services	263,561	344,565	247,239	10,900	-	866,265
Net Change in Fund Balances	36,139	51,116	62,837	(852)	1,013	150,253
Fund Balances - Beginning	64,274	279,209	242,923	1,326	1,060,310	1,648,042
Fund Balances - Ending	100,413	330,325	305,760	474	1,061,323	1,798,295

SUPPLEMENTAL SCHEDULE

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Building Maintenance - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 299,602	299,602	299,602
Interest	-	-	98
Total Revenues	<u>299,602</u>	<u>299,602</u>	<u>299,700</u>
Expenditures			
Library Services	<u>294,022</u>	<u>294,022</u>	<u>263,561</u>
Net Change in Fund Balance	<u>5,580</u>	<u>5,580</u>	36,139
Fund Balance - Beginning			<u>64,274</u>
Fund Balance - Ending			<u>100,413</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

IMRF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 395,395	395,395	395,395
Interest	-	-	286
Total Revenues	<u>395,395</u>	<u>395,395</u>	<u>395,681</u>
Expenditures			
Library Services	<u>346,895</u>	<u>346,895</u>	<u>344,565</u>
Net Change in Fund Balance	<u>48,500</u>	<u>48,500</u>	51,116
Fund Balance - Beginning			<u>279,209</u>
Fund Balance - Ending			<u>330,325</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

FICA - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 309,816	309,816	309,816
Interest	-	-	260
Total Revenues	<u>309,816</u>	<u>309,816</u>	<u>310,076</u>
Expenditures			
Library Services	<u>295,265</u>	<u>295,265</u>	<u>247,239</u>
Net Change in Fund Balance	<u>14,551</u>	<u>14,551</u>	62,837
Fund Balance - Beginning			<u>242,923</u>
Fund Balance - Ending			<u>305,760</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Audit - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ -	-	10,047
Interest	-	-	1
	-	-	10,048
Expenditures			
Library Services	12,300	12,300	10,900
Net Change in Fund Balance	<u>(12,300)</u>	<u>(12,300)</u>	(852)
Fund Balance - Beginning			<u>1,326</u>
Fund Balance - Ending			<u>474</u>

INDIAN TRAILS PUBLIC LIBRARY DISTRICT, ILLINOIS

Long-Term Debt Requirements

**General Obligation Debt Certificates of 2017
June 30, 2021**

Date of Issue	August 10, 2016
Date of Maturity	June 1, 2027
Authorized Issue	\$5,925,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.00%
Interest Dates	December 1 and June 1
Principal Maturity Date	June 1
Payable at	Ehlers Bond Trust Services

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ 540,000	77,706	617,706
2023	540,000	61,506	601,506
2024	545,000	45,306	590,306
2025	545,000	34,406	579,406
2026	545,000	23,506	568,506
2027	530,000	11,925	541,925
	<u>3,245,000</u>	<u>254,355</u>	<u>3,499,355</u>