

**FOX RIVER VALLEY PUBLIC  
LIBRARY DISTRICT, ILLINOIS**

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**COMPREHENSIVE ANNUAL FINANCIAL  
REPORT**



**Fox River Valley Libraries**

Dundee Library • Randall Oaks Library

**FOR THE FISCAL YEAR ENDED  
JUNE 30, 2018**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Prepared by:  
Finance Department

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## **INTRODUCTORY SECTION**

This section includes miscellaneous data regarding the Fox River Valley Public Library District including: List of Principal Officials, Organizational Chart, and Transmittal Letter.

**BOARD OF TRUSTEES**

Richard V. Corbett, President

Margaret (Marge) Skold, Vice President

Brian Lindholm, Treasurer

Fred Lechuga, Trustee

Nikki Kuhlman, Trustee

Mike Tennis, Trustee

Phyllis Creighton, Secretary

**ADMINISTRATIVE**

Roxane Bennett, Director

Lauren Rosenthal, Deputy Director

Citizens of Fox River Valley Public Library District

Elected Board of Library Trustees

Executive Director

Executive Assistant

Business Services Specialist

Deputy Director

Purchasing Acquisitions & Technical Services Manager

Account Services Manager

Randall Oaks Manager

Children's Services Manager

Information Services Manager

Digital Services Manager

Public Relations & Outreach Manager

Facilities Manager

PATS Assistants

Shelving Supervisor

Account Services Clerks

Shelvers

Library Assistants

Public Service Clerks

Librarians

Library Assistants

Public Service Clerks

Librarians

Library Assistants

Public Service Clerks

IT Assistants

PR & Outreach Specialist

Graphic Artist

Monitors

Maintenance

Custodian



# Fox River Valley Libraries

Dundee Library • Randall Oaks Library

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Equal opportunity for all to learn, explore, imagine, create, and connect in a welcoming environment.

September 18, 2018

To: The Board of Trustees and Citizens of the Fox River Valley Public Library District

The Comprehensive Annual Financial Report (CAFR) for the Fox River Valley Public Library District (Library) for the fiscal year ended June 30, 2018 is hereby submitted. The CAFR has been prepared by the Library in accordance with the principles and standards for financial reporting set forth by the Governmental Accounting Standards Board (GASB), complies with generally accepted accounting principles (GAAP), and has been audited by the independent firm of Lauterbach & Amen, LLP.

The Public Library District Act of 1991 requires the Library to perform an annual audit and financial report, which conforms with Section 3 of the Governmental Account Audit Act (50 ILCS 310/2). For FY1718, however, the Library recognizes the value added by a CAFR including a detailed introduction to the Library; information about each individual nonmajor fund; and statistical tables to demonstrate local trends.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Library. Strict internal controls ensure the Library's assets are protected from loss, theft, or misuse. Since the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The data as presented is accurate in all material respects; fairly presents the financial position and results of operations of the Library as measured by the financial activity of its various funds; and provides the reader with relevant information needed to understand the Library's financial activities.

GAAP requires a Management Discussion and Analysis (MD&A) that includes a narrative introduction, overview, and analysis to accompany the financial statements. This letter of transmittal is meant to complement the MD&A and should be read in conjunction with it.

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Richard Corbett, President · Marge Skold, Vice President · Brian Lindholm, Treasurer · Phyllis Creighton, Secretary · Nikki Kuhlman · Fred Lechuga · Mike Tennis · Roxane Bennett, Director

555 Barrington Avenue · East Dundee, IL 60118 · 847.428.3661 · [www.frvpld.info](http://www.frvpld.info)

FRVPLD is an equal opportunity employer.

## Profile of the Library

The Fox River Valley Public Library District is as diverse as it is large, serving approximately 70,000 residents in northeastern Kane County, Illinois. Straddling the Fox River, the Library primarily serves the entire villages of East Dundee, West Dundee, Carpentersville, Sleepy Hollow, and Gilberts, as well as parts of Algonquin, Barrington Hills, and Elgin. Each of the communities within the Library District is unique in its own right.

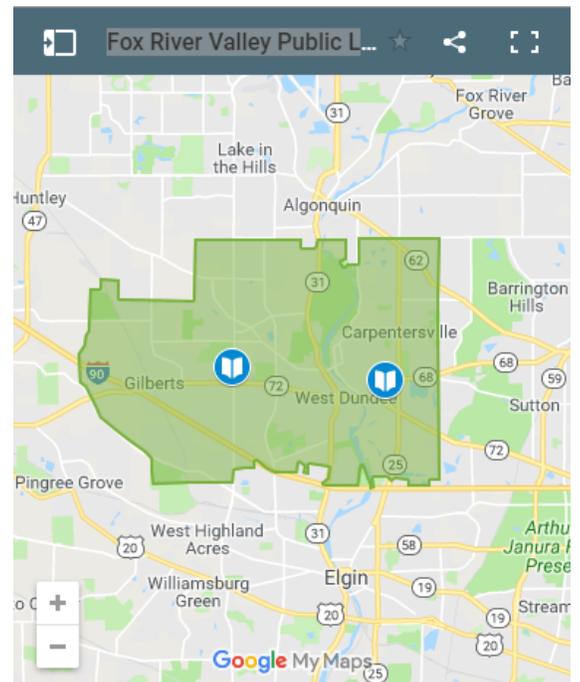
The Fox River splits East and West Dundee. With a robust economy, older buildings are revived and new buildings are constructed to feature classic bars alongside craft breweries, boutiques and bridal shops, many restaurants and even an old time candy shop.

Further to the west, Sleepy Hollow is a prosperous bedroom community, with majestic homes adjacent to lakes with large lots. Possessing few businesses, Sleepy Hollow boasts involved residents who are deeply committed to their village.

Like the Dundees, Carpentersville is also split by the Fox River and as a result is often split into two categories, Old Carpentersville and New Carpentersville. A visitor to Old Carpentersville will find newly renovated parks and older homes. Visitors to the riverfront will find a collapsed railroad bridge, fishermen patiently waiting for a giant Fox River flathead catfish and a recently renovated engineering plant reminiscent of the early 1900s – Carpentersville’s largest employer, Otto Engineering. New Carpentersville sports pop-up developments with dozens of chain restaurants and a population that continues to increase as fast as homes can be built. Both Old and New Carpentersvilles sport vibrant Hispanic or Latino populations making up half the resident demographics.

Sitting on the western boundary of our district, Gilberts sees a lot of new development with many new, affluent subdivisions being constructed. Gilberts is close to both Chicago and Rockford, but far enough away to provide room for healthy growth of both families and light industrial manufacturing. Gilberts works to balance planning for its future and carrying on traditional values of the farmers that founded it.

In 1871, all of Chicago’s various libraries were lost in the flames during the Chicago Fire. Great Britain sent a donation of more than 8,000 books to Chicago, but no suitable building or organization existed to either receive or preserve them. The donation spurred state legislators to support the library bill and Gov. John M. Palmer – known as a



champion of reading and education – signed the Illinois Library Act of 1872 into law. The bill called for municipalities to form a governing board, levy taxes, hire library staff and maintain a collection for the interests of the community. By 1876, Dundee had a tax supported Library – among the first in Illinois.

Today the Library boasts two locations. The Dundee Library in East Dundee is located on the east side of the Fox River and serves as a 30,000 square foot main library. The 5,000 square foot branch library, Randall Oaks, resides in a leased space via a cooperative arrangement with the Dundee Township Park District, and is more centrally located within the geography of the Library District. The Library’s mission is to provide “equal opportunity for all to learn, explore, imagine, create, and connect in a welcoming environment,” with Core Values of:

- Community and Customer Service
- Diversity
- Intellectual Freedom
- Fiscal Responsibility
- Transparent Governance

Organized and operating under the provisions of the Public Library District Act, the Library is considered to be a primary government and provides a full range of informational and recreational materials and activities. The Library levies property taxes on real property within its boundaries, and is governed by a seven-member Board of Trustees serving staggered, four-year elected terms. The Library does not have any component units nor is it considered to be a component unit of another primary government. The Library Director oversees day-to-day operations including approximately 60 staff members.

The Library participates in the Illinois Municipal Retirement Fund (IMRF); Libraries of Illinois Risk Agency (LIRA); and Cooperative Computer Services (CCS). These organizations are separate governmental units because:

1. They are legally separate organized entities
2. They are fiscally independent of the Library
3. They are governed by their own boards.

Audited financial statements for these organizations are not included in this report. However, such statements are available upon request from their respective business offices.

## **Legal Level of Budgetary Control**

Government Accounting, Auditing, and Financial Reporting defines the “legal level of budgetary control” as “the level at which spending in excess of budgeted amounts would be a violation of law.” Illinois Budget Law, 50 ILCS 330/1 et. Seq., as amended, requires all Illinois municipal corporations to adopt a Combined Annual Budget and Appropriation Ordinance specifying the objects and purposes of expenditures; and the Illinois Public Library District Act, 75 ILCS 15/3-1 and 15/4-15, provides procedures for the passage of a Budget and Appropriation Ordinance and a Tax Levy Ordinance. To calculate the appropriation, first the Library created a working budget, using zero-based budgeting, which the board approved 6/20/2017 for FY17/18. The Library Director is responsible for ensuring that annual spending does not exceed the working budget. A small multiplication factor is added to the working budget to calculate the appropriation, which specifies the maximum amount which can be legally expended by the Library in the current fiscal year if sufficient funds are available. The appropriation outlines the objects and purposes of expenditures by fund, broken into six broad categories (personnel services / benefits, library materials, operations, utilities, building & maintenance, and capital). The Library cannot overspend any of these categories by swapping out between them: each is a distinct limit. The legal level of budgetary control is at the object level. The Board must pass an ordinance amending the appropriation in order to exceed any of these amounts, or to reallocate from one to another.

The budget as presented in the FY17/18 CAFR is the appropriation, which was passed by the board 9/19/2017 as Ordinance 2017-11 and filed with Kane County in October 2017. The board passed no ordinances amending the appropriation.

## **Local Economy**

The Library has a mixed tax base that includes substantial residential, commercial, and industrial development – demonstrating diversity which should withstand an economic downturn in any singular area. Local property tax values were slow to recover from the 2008 recession, but rate-setting Equalized Assessed Value (EAV) has increased significantly in the past three years and more than \$75M in new construction in the past five years further boosts EAV. Local employment numbers are strong, with unemployment at only 4.5% last year and an abundance of manufacturing and service jobs available.

## **FY17/18 Statistics**

- The Dundee Library was open 3,475 hours and the Randall Oaks Library was open 3167 hours

- Funds are safeguarded using a \$1,750,000 Surety bond, with the Treasurer as designated custodian
- Printed materials accounted for just over half of materials expenditures, with Electronic materials (e-books and databases) accounting for a third, and Other materials (CDs, DVDs, Video Games) accounting for the remaining portion
- 31,593 registered cardholders, down 11% from last year due to comprehensive database cleanup prior to migration to a new computer system
- 212,301 materials owned
- 527,510 materials loaned
- 30,043 reference questions answered
- 1,447 programs hosted last year, serving 31,818 patrons
- 402 one-on-one instruction sessions, an increase of 28%

### **Major Initiatives**

- Partnered with Literacy Connection, Centro de Informacion, & US Citizenship & Naturalization Service to strengthen educational partnerships in support of parents, students, and adult learners
- Partnered with Boys & Girls Club, Jeri Hoffman Center, Two Rivers Head Start, Panera Bread Cookies & Milk, Aunt Martha's Health Center, Tutor Time, the Food Pantry at D300, Laundry King, & homeschooling community to increase program variety and engage non-users
- Served 1500+ Summer Lunches, paid for by the Summer Food Service Program (SFSP), a federally funded program managed by the USDA and operated by the Illinois State Board of Education in conjunction with the Northern Illinois Food Bank
- Doubled the number of wifi hot spots for patrons to provide internet access at home or on the go
- Implemented single-question evaluation technique to measure patron satisfaction on a daily basis, with a goal of 9/10 every month
- Constructed cash flow schedule to maximize bank and investment returns, earning \$67K+ in interest and dividend income
- Increased use of volunteers
- Improved leave and insurance benefits package to attract and retain talented staff
- Updated salary scale as part of 3-year cycle, as determined by board policy
- Closed Audit and Liability funds to streamline financial reporting
- Developed a comprehensive Selection Policy using 5 years' circulation data to ensure materials purchases meet patron demand given constraints of the physical space

Library and staff awards and recognition last year include:

- Certificate of Achievement for Excellence in Financial Reporting for FY1617
- Winner – DublinDee Parade Book Cart Drill Team
- Treasurer – Dundee Township Rotary
- Treasurer – Carpentersville-Morning Rotary

### **Acknowledgements**

Preparation of the Comprehensive Annual Financial Report was made possible by the Library's dedicated staff. The Library's success is a result of their contributions not only to this report, but also for their commitment to understanding and following Library policies and procedures, to ensure the high integrity of the information presented in this financial report. Thanks also to the Board of Trustees for leadership and support in the financial operations and policies of the Fox River Valley Public Library District.

Sincerely,



Roxane E. Bennett  
Library Director



Lauren A. Rosenthal  
Deputy Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Fox River Valley  
Public Library District  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2017**

*Christopher P. Morrill*

Executive Director/CEO

## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

## **INDEPENDENT AUDITORS' REPORT**

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



**INDEPENDENT AUDITORS' REPORT**

September 18, 2018

Members of the Board of Trustees  
Fox River Valley Public Library District  
Dundee, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Fox River Valley Public Library District, Illinois, as of and for the year ended June 30, 2018, 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 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 Fox River Valley Public Library District, Illinois, as of June 30, 2018, 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 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 Fox River Valley Public Library District, Illinois' basic financial statements. The introductory section, combining and individual fund financial statements and budgetary comparison schedules and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 combining and individual fund financial statements and budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

  
LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

Our discussion and analysis of the Fox River Valley Public Library District's financial performance provides an overview of the Library's financial activities for the fiscal year ended June 30, 2018. Please read it in conjunction with the Library's financial statements, which begin on page 3.

## **FINANCIAL HIGHLIGHTS**

- The Library's net position increased from \$6,025,398 to \$6,242,060 an increase of \$216,662 or 3.6 percent.
- During the year, government-wide revenues totaled \$3,418,929 while government-wide expenses totaled \$3,202,267, resulting in an increase to net position of \$216,662.
- Total fund balance for the governmental funds were \$4,496,004 at June 30, 2018 compared to \$3,946,971 prior year balance, an increase of \$549,033 or 13.9 percent.

## **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 (on pages 3 - 5) provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances.

Fund financial statements begin on page 6. 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 operation 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 provide readers with a broad overview of the Library's finances, in a matter similar to a private-sector business. The government-wide financial statements can be found on pages 3 - 5 of this report.

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.

## **USING THIS ANNUAL FINANCIAL REPORT – Continued**

### **Government-Wide Financial Statements – Continued**

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 change 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 of 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 public library.

### **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 financing 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 financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

## **USING THIS ANNUAL FINANCIAL REPORT – Continued**

### **Fund Financial Statements – Continued**

#### **Governmental Funds – Continued**

The Library maintains seven 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 and Capital Project/Special Reserve Fund, which are considered major funds. Data from the other five governmental funds 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 statements elsewhere in this report.

The Library adopts an annual appropriated budget for all of the governmental funds, except the Working Cash Fund. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 6 - 9 of this report.

#### **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. The notes to the financial statements can be found on pages 10 - 29 of this report.

#### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Library's I.M.R.F. employee pension obligations and budgetary comparison schedules for the General Fund. Required supplementary information can be found on pages 30 - 33 of this report. The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 34 - 42 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

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 \$6,242,060.

	Net Position	
	2018	2017
Current Assets	\$ 7,987,274	7,337,999
Capital Assets	2,282,995	2,487,650
Total Assets	10,270,269	9,825,649
Deferred Outflows	360,038	534,230
Total Assets/Deferred Outflows	10,630,307	10,359,879
Long-Term Debt Outstanding	323,334	920,991
Other Liabilities	193,709	203,461
Total Liabilities	517,043	1,124,452
Deferred Inflows	3,871,204	3,210,029
Total Liabilities/Deferred Inflows	4,388,247	4,334,481
Net Position		
Investment in Capital Assets	2,282,995	2,487,650
Restricted	500,644	535,551
Unrestricted	3,458,421	3,002,197
Total Net Position	6,242,060	6,025,398

A large portion of the Library's net position (36.6 percent) reflects its investment in capital assets (for example, land, buildings, vehicles, and equipment). The Library uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion (8.0 percent) of the Library's net position represents resources that are subject to external restrictions on how they may be used. The Library has restrictions for Donations, FICA, IMRF, and Working Cash. The remaining \$3,458,421, or 55.4 percent, designated as unrestricted net position is available for a variety of uses including a) compliance with the Library's policy to maintain a General Fund unrestricted balance of no less than three months nor more than twelve months for operating expenditures (at 4.1 months) and b) transferring a portion to the Capital Projects/Special Reserve Fund for commitment to future renovation, expansion, and capital needs.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Change in Net Position	
	2018	2017
Revenues		
Program Revenues		
Charges for Services	\$ 73,873	90,892
Operating Grants/Contributions	58,211	287,169
General Revenues		
Property Taxes	3,192,377	3,163,360
Personal Property Replacement Taxes	43,511	52,000
Interest	29,773	24,265
Miscellaneous	21,184	29,659
Total Revenues	3,418,929	3,647,345
Expenses		
General Government	3,202,267	3,400,121
Change in Net Position	216,662	247,224
Net Position - Beginning	6,025,398	5,778,174
Net Position - Ending	6,242,060	6,025,398

Revenues of \$3,418,929 exceeded expenses of \$3,202,267, resulting in the increase to net position in the current year of \$216,662, primarily due to a \$197,854 or 5.8% decrease in general government expenses.

### Governmental Activities

In the current year, governmental net position increased \$216,662, an increase of 3.6 percent. This is due primarily to property taxes increasing \$29,017 or 0.9% from the prior year (\$3,163,360 in 2017 compared to \$3,192,377 in 2018) and expenses decreasing \$197,854 or 5.8% from the prior year (\$3,400,121 in 2017 compared to \$3,202,267 in 2018).

## **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

As noted earlier, the Library uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### **Governmental funds**

The focus of the Library's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$4,496,004, which is \$549,033 or 13.9 percent higher than last year's ending fund balance of \$3,946,971.

The General Fund reported a decrease of \$2,581, due primarily to a \$613,895 transfer to the Capital Project/Special Reserve Fund for future capital project spending. The Capital Project/Special Reserve Fund reported an increase of \$591,350 due primarily to a transfer in from the General Fund for future capital spending.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

During the year, there were no supplemental amendments made to the budget for the General Fund.

The General Fund actual revenues were lower than budgeted revenues. Actual revenues for the current year were \$3,196,352, compared to budgeted revenues of \$3,205,307. This resulted primarily from fines and forfeitures revenue of \$48,700 which were under budget by \$21,300 and offset by miscellaneous and interest being over budget by \$21,184 and \$4,713, respectively.

The General Fund actual expenditures were lower than budgeted expenditures by \$931,625 or 26.5%. Actual expenditures totaled \$2,585,038, while budgeted expenditures totaled \$3,516,663. This was due primarily to substantial savings realized versus the budget expenditures, primarily in the areas of personnel and benefits (\$517,745), operations (\$157,205) and library materials (\$122,635).

### **CAPITAL ASSETS**

The Library's investment in capital assets for its governmental activities as of June 30, 2018 was \$2,282,995 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, furniture and equipment, vehicle, and books and library materials.

## CAPITAL ASSETS – Continued

The total decrease in the Library’s investment in capital assets for the current fiscal year was \$204,655. This overall decrease is due to capital asset additions of \$263,832 that were lower than the depreciation expense of \$461,946 for the year.

	Capital Assets - Net of Depreciation	
	2018	2017
Land	\$ 58,000	58,000
Buildings and Improvements	1,040,582	1,174,483
Land Improvements	60,387	72,390
Furniture and Equipment	211,818	266,609
Vehicle	12,120	14,324
Books and Library Materials	900,088	901,844
Totals	<u>2,282,995</u>	<u>2,487,650</u>

This year’s additions to capital assets included \$263,832 in library books and material collection.

Additional information on the Library’s capital assets can be found in note 3 on page 18 of this report.

## ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES

The Library’s elected and appointed officials considered many factors when setting the fiscal-year 2019 budget, including tax rates, and fees that will be charged for its various activities. One of those factors is a robust economy where employee retention becomes more challenging. Library policy dictates every three years the employee salary scale is revisited to ensure compensation is competitive with libraries similar in population served and budget range. At the March 20, 2018 Board meeting a new salary scale was approved with new categories of employment and upwardly revised pay rates. The Library is faced with a similar economic environment as many of the other local municipalities are faced with, including inflation and unemployment rates.

## REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Library’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Fox River Valley Public Library District, 555 Barrington Avenue, Dundee, Illinois 60118.

## **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.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Statement of Net Position**

**June 30, 2018**

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**See Following Page**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Statement of Net Position  
June 30, 2018**

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<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 6,150,975
Receivables - Net of Allowances	1,792,814
Prepays	<u>43,485</u>
Total Current Assets	<u>7,987,274</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable Capital Assets	58,000
Depreciable Capital Assets	6,538,462
Accumulated Depreciation	<u>(4,313,467)</u>
Total Noncurrent Assets	<u>2,282,995</u>
Total Assets	10,270,269
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	<u>360,038</u>
Total Assets and Deferred Outflows of Resources	<u>10,630,307</u>

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

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**LIABILITIES**

Current Liabilities	
Accounts Payable	\$ 30,876
Accrued Payroll	60,934
Other Payables	90,353
Compensated Absences Payable	11,546
Total Current Liabilities	<u>193,709</u>
Noncurrent Liabilities	
Compensated Absences Payable	46,186
Net Pension Liability - IMRF	277,148
Total Noncurrent Liabilities	<u>323,334</u>
Total Liabilities	<u>517,043</u>

**DEFERRED INFLOWS OF RESOURCES**

Property Taxes	3,309,107
Deferred Items - IMRF	562,097
Total Deferred Inflows of Resources	<u>3,871,204</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,388,247</u>

**NET POSITION**

Investment in Capital Assets	2,282,995
Restricted - Donations	231,912
Restricted - FICA	46,953
Restricted - Illinois Municipal Retirement	74,252
Restricted - Working Cash	147,527
Unrestricted	<u>3,458,421</u>
Total Net Position	<u><u>6,242,060</u></u>

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

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Statement of Activities  
For the Fiscal Year Ended June 30, 2018**

	<u>Program Revenues</u>		Net
	Charges for Services	Operating Grants/ Donations	(Expenses)/ Revenues and Changes in Net Position
<u>Expenses</u>	<u>Services</u>	<u>Donations</u>	<u>Net Position</u>
Governmental Activities			
Culture and Recreation	\$ 3,202,267	73,873	58,211
	<u>3,202,267</u>	<u>73,873</u>	<u>58,211</u>
			(3,070,183)
			<u>(3,070,183)</u>
General Revenues			
Taxes			
Property Taxes			3,192,377
Personal Property Replacement Taxes			43,511
Interest			29,773
Miscellaneous			21,184
			<u>3,286,845</u>
Change in Net Position			216,662
Net Position - Beginning			<u>6,025,398</u>
Net Position - Ending			<u>6,242,060</u>

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

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Balance Sheet  
June 30, 2018**

	General	Capital Projects Special Reserve	Nonmajor	Totals
<b>ASSETS</b>				
Cash and Investments	\$ 3,061,902	2,713,373	375,700	6,150,975
Receivables - Net of Allowances				
Property Taxes	1,580,559	-	112,570	1,693,129
Grants	86,673	-	-	86,673
Accounts	58	-	-	58
Accrued Interest	4,421	8,061	472	12,954
Prepays	43,485	-	-	43,485
 Total Assets	 <u>4,777,098</u>	 <u>2,721,434</u>	 <u>488,742</u>	 <u>7,987,274</u>
<b>LIABILITIES</b>				
Accounts Payable	29,399	1,477	-	30,876
Accrued Payroll	60,934	-	-	60,934
Other Payables	90,353	-	-	90,353
Total Liabilities	<u>180,686</u>	<u>1,477</u>	<u>-</u>	<u>182,163</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property Taxes	3,089,097	-	220,010	3,309,107
Total Liabilities and Deferred Inflows of Resources	<u>3,269,783</u>	<u>1,477</u>	<u>220,010</u>	<u>3,491,270</u>
<b>FUND BALANCES</b>				
Nonspendable	43,485	-	-	43,485
Restricted	231,912	-	268,732	500,644
Committed	-	2,719,957	-	2,719,957
Unassigned	1,231,918	-	-	1,231,918
Total Fund Balances	<u>1,507,315</u>	<u>2,719,957</u>	<u>268,732</u>	<u>4,496,004</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u>4,777,098</u>	 <u>2,721,434</u>	 <u>488,742</u>	 <u>7,987,274</u>

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

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

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

**June 30, 2018**

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<b>Total Fund Balances</b>	\$ 4,496,004
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.	2,282,995
Deferred Outflows of Resources related to IMRF not reported in the funds. Deferred Items - IMRF	(202,059)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(57,732)
Net Pension Liability - IMRF	<u>(277,148)</u>
<b>Net Position</b>	<u><u>6,242,060</u></u>

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

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2018**

	General	Capital Projects Special Reserve	Nonmajor	Totals
<b>Revenues</b>				
Taxes	\$ 3,016,371	-	219,517	3,235,888
Charges for Services	25,173	-	-	25,173
Fines and Forfeitures	48,700	-	-	48,700
Grants and Donations	58,211	-	-	58,211
Interest	26,713	2,290	770	29,773
Miscellaneous	21,184	-	-	21,184
<b>Total Revenues</b>	<b>3,196,352</b>	<b>2,290</b>	<b>220,287</b>	<b>3,418,929</b>
<b>Expenditures</b>				
<b>Current</b>				
Culture and Recreation	2,544,722	-	259,720	2,804,442
Capital Outlay	40,316	25,138	-	65,454
<b>Total Expenditures</b>	<b>2,585,038</b>	<b>25,138</b>	<b>259,720</b>	<b>2,869,896</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>611,314</b>	<b>(22,848)</b>	<b>(39,433)</b>	<b>549,033</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	-	614,198	-	614,198
Transfers Out	(613,895)	-	(303)	(614,198)
	(613,895)	614,198	(303)	-
<b>Net Change in Fund Balances</b>	<b>(2,581)</b>	<b>591,350</b>	<b>(39,736)</b>	<b>549,033</b>
<b>Fund Balances - Beginning</b>	<b>1,509,896</b>	<b>2,128,607</b>	<b>308,468</b>	<b>3,946,971</b>
<b>Fund Balances - Ending</b>	<b>1,507,315</b>	<b>2,719,957</b>	<b>268,732</b>	<b>4,496,004</b>

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

**FOX RIVER VALLEY 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, 2018**

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**Net Change in Fund Balances** \$ 549,033

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	263,832
Depreciation Expense	(461,946)
Disposals - Cost	(508,894)
Disposals - Accumulated Depreciation	502,353

The net effect of deferred outflows (inflows) of resources related to the pensions  
not reported in the funds.

Change in Deferred Items - IMRF	(725,579)
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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.

Deductions to Compensated Absences Payable	1,029
Deductions to Net Pension Liability - IMRF	<u>596,834</u>

**Changes in Net Position** 216,662

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Fox River Valley Public Library District (Library) of Illinois serves nearly 70,000 residents in the communities of East Dundee, West Dundee, Carpentersville, Gilberts, Sleepy Hollow, and parts of Algonquin, Barrington Hills, and Elgin. Formerly known as the Dundee Township Public Library District, the Library's history as a tax supported entity reaches back to the 1870's. The purpose of the Library is to provide an environment of intellectual freedom for the diverse community it serves by providing the services, programs, materials and information needed to remember the past, live in the present and strive for the future.

### **REPORTING ENTITY**

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 is (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 personal property 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.

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

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

### **BASIS OF PRESENTATION – Continued**

#### **Government-Wide Statements – Continued**

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 Capital Projects Fund. The Special Reserve Fund, a major fund, is used to account for capital improvements of the Library.

*Permanent funds* are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs, that is, for the benefit of the government or its citizenry. The Library maintains one nonmajor permanent fund.

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

### **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.

The accounting objectives of the “economic resources” measurement focus is 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.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued**

**Basis of Accounting – Continued**

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

**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.

**Prepays**

Prepays are valued at cost, which approximates market. The cost of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased. 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.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

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

**Interfund Receivables, Payables and Activity**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

**Capital Assets**

Capital assets purchased or acquired with an original cost of more than \$5,000, 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.

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

Buildings and Improvements	5 - 50 Years
Land Improvements	10 - 20 Years
Furniture and Equipment	3 - 20 Years
Vehicles	8 Years
Books and Library Materials	7 Years

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

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

#### **Deferred Outflows/Inflows of Resources**

Deferred outflow/inflow of resources represents an acquisition 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 obligations are reported as liabilities in the governmental activities statement of net position.

#### **Net Position**

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

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 “investment in capital assets.”

## **NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### **BUDGETARY INFORMATION**

Budgets are adopted on a modified cash basis. Annual appropriated budgets are adopted for the General Fund, the special revenue funds and the capital projects fund. All annual appropriations lapse at fiscal year-end. No supplemental appropriations were necessary in the current fiscal 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." In addition, investments are separately held by several of the Library's funds.

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 Illinois Funds.

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.

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

*Deposits.* At year-end, the carrying amount of the Library's deposits totaled \$5,206,404 and the bank balances totaled \$5,206,665. Additionally, at year-end, the Library has \$944,571 invested in Illinois Funds, which has an average maturity of less than one year.

*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 mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The Library's investment policy does not specifically limit the maximum maturity length of investments.

### **NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

#### **DEPOSITS AND INVESTMENTS – Continued**

##### **Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk – Continued**

*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 minimize credit risk by limiting investments to the types of securities permitted under Illinois Public Funds Investment Act, 30ILCS 235/1 and diversify the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. At year-end, the Library's investments in the Illinois Funds 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 mitigate concentration risk. At year-end, the Library does not have any investments over 5 percent of the total 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 states the Library will minimize custodial risk by maintaining a list of public depositories, financial institutions and broker/dealers authorized to provide deposit and investment services and further states that all public depositories, financial institutions and broker/dealers authorized to provide deposit and investment services must supply as appropriate audited financial statements demonstrating compliance with state and federal capital adequacy guidelines. 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. At year-end, the Library's investment in the Illinois Funds is not subject to custodial credit risk.

#### **PROPERTY TAXES**

Property taxes for 2017 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 June 1 and September 1. The County collects such taxes and remits them periodically.

**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	\$ 58,000	-	-	58,000
Depreciable Capital Assets				
Buildings and Improvements	2,979,870	-	-	2,979,870
Land Improvements	259,470	-	-	259,470
Furniture and Equipment	701,639	-	14,537	687,102
Vehicle	17,630	-	-	17,630
Books and Library Materials	2,824,915	263,832	494,357	2,594,390
	<u>6,783,524</u>	<u>263,832</u>	<u>508,894</u>	<u>6,538,462</u>
Less Accumulated Depreciation				
Buildings and Improvements	1,805,387	133,901	-	1,939,288
Land Improvements	187,080	12,003	-	199,083
Furniture and Equipment	435,030	48,250	7,996	475,284
Vehicle	3,306	2,204	-	5,510
Books and Library Materials	1,923,071	265,588	494,357	1,694,302
	<u>4,353,874</u>	<u>461,946</u>	<u>502,353</u>	<u>4,313,467</u>
Total Net Depreciable Capital Assets	<u>2,429,650</u>	<u>(198,114)</u>	<u>6,541</u>	<u>2,224,995</u>
Total Net Capital Assets	<u>2,487,650</u>	<u>(198,114)</u>	<u>6,541</u>	<u>2,282,995</u>

Depreciation expense of \$461,946 was charged to the culture and recreation function.

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**INTERFUND TRANSFERS**

Transfers are used to move (1) unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (2) the remaining fund balance in the Audit Fund and Liability Fund to the Special Reserve Fund as of June 30, 2018. Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Special Reserve	General	\$ 613,895 (1)
Special Reserve	Audit	44 (2)
Special Reserve	Liability	259 (2)
		<u>614,198</u>

**LONG-TERM DEBT**

**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	\$ 58,761	1,029	2,058	57,732	11,546
Net Pension Liability - IMRF	873,982	-	596,834	277,148	-
	<u>932,743</u>	<u>1,029</u>	<u>598,892</u>	<u>334,880</u>	<u>11,546</u>

For the governmental activities, the compensated absences and net pension liability are generally liquidated by the General Fund.

**NET POSITION/FUND BALANCES**

**Net Position Classification**

Net investment in capital assets was comprised of the following as of June 30, 2018:

Governmental Activities	
Investment in Capital Assets	<u>\$ 2,282,995</u>

**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 policy manual states that the General Fund should maintain minimum fund balance equal to 25% and no more than twelve months of budgeted operating expenditures. Fund balances in excess of said levels may be transferred to the Capital Projects fund.

**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:

	General	<u>Capital Projects Special Reserve</u>	Nonmajor	Totals
Fund Balances				
Nonspendable				
Prepays	\$ 43,485	-	-	43,485
Restricted				
Donations	231,912	-	-	231,912
FICA	-	-	46,953	46,953
Illinois Municipal Retirement	-	-	74,252	74,252
Working Cash	-	-	147,527	147,527
	<u>231,912</u>	<u>-</u>	<u>268,732</u>	<u>500,644</u>
Committed				
Capital Projects	-	2,719,957	-	2,719,957
Unassigned	1,231,918	-	-	1,231,918
Total Fund Balances	<u>1,507,315</u>	<u>2,719,957</u>	<u>268,732</u>	<u>4,496,004</u>

## **NOTE 4 – OTHER INFORMATION**

### **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.

### **JOINTLY GOVERNED ORGANIZATIONS**

The Library participates in Cooperative Computer Services (CCS). CCS is an intergovernmental instrumentality formed by library members of the North Suburban Library System, and exists to administer a jointly owned integrated library automation system. CCS's governing board is comprised of one member from each participating library. No participant has any obligation, entitlement, or residual interest in CCS. In order to terminate membership in CCS, member libraries must provide one-year notice of termination. The Library's expenditures to CCS for the year ended June 30, 2018 was \$65,029.

### **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. The Library currently reports all its risk management activities in the General Fund and the Liability Insurance Fund. The Library increased insurance coverages from the prior year to account for improvements made to the Library and settlements did not exceed insurance coverage in any of the past three fiscal years.

## **NOTE 4 – OTHER INFORMATION – Continued**

### **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](http://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 Description**

*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.

**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, 2017, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	28
Inactive Plan Members Entitled to but not yet Receiving Benefits	29
Active Plan Members	<u>36</u>
Total	<u><u>93</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 fiscal year ended June 30, 2018, the Library’s annual contribution rate for the year was 10.66% of covered payroll.

*Net Pension Liability.* The Library’s net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Plan Descriptions – Continued**

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2017, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.50%
Salary Increases	3.39% - 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality tables was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

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:

**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.*

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	28.00%	3.00%
Domestic Equities	37.00%	6.85%
International Equities	18.00%	6.75%
Real Estate	9.00%	5.75%
Blended	7.00%	2.65% - 7.35%
Cash and Cash Equivalents	1.00%	2.25%

**Discount Rate**

The discount rate used to measure the total pension liability was 7.50%, the same as the prior year 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 Fund'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.

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Library calculated using the discount rate as well as what the Library's net pension liability 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:

	<u>1% Decrease (6.50%)</u>	<u>Current Discount Rate (7.50%)</u>	<u>1% Increase (8.50%)</u>
Net Pension Liability/(Asset)	\$ 992,914	227,148	(299,050)

**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**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2016	<u>\$ 5,785,463</u>	<u>4,911,481</u>	<u>873,982</u>
Changes for the year:			
Service Cost	151,961	-	151,961
Interest on the Total Pension Liability	428,794	-	428,794
Difference Between Expected and Actual Experience of the Total Pension Liability	(16,659)	-	(16,659)
Changes of Assumptions	(184,732)	-	(184,732)
Contributions - Employer	-	144,918	(144,918)
Contributions - Employees	-	62,330	(62,330)
Net Investment Income	-	860,236	(860,236)
Benefit Payments, including Refunds of Employee Contributions	(288,381)	(288,381)	-
Other (Net Transfer)	-	(91,286)	91,286
Net Changes	<u>90,983</u>	<u>687,817</u>	<u>(596,834)</u>
Balances at December 31, 2017	<u>5,876,446</u>	<u>5,599,298</u>	<u>277,148</u>

**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**

For the year ended June 30, 2018, the Library recognized pension expense of \$272,362. At June 30, 2018, the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference Between Expected and Actual Experience	\$ 90,887	(12,875)	78,012
Changes of Assumptions	38,063	(150,549)	(112,486)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	159,120	(398,673)	(239,553)
Total Pension Expense			
to be Recognized in Future Periods	288,070	(562,097)	(274,027)
Pension Contributions Made Subsequent to the Measurement Date	71,968	-	71,968
Total Deferred Amounts Related to Pensions	360,038	(562,097)	(202,059)

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/ (Inflows) of Resources
2019	\$ 8,963
2020	(43,950)
2021	(120,964)
2022	(118,076)
2023	-
Thereafter	-
Total	(274,027)

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

The Library has evaluated its potential other postemployment 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 Postemployment Benefits Other Than Pensions*. Therefore, the Library has not recorded a liability as of June 30, 2018.

## **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.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
June 30, 2018**

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	\$ 134,753	\$ 132,019	\$ (2,734)	\$ 1,279,704	10.32%
2016	156,764	156,764	-	1,375,121	11.40%
2017	161,734	161,734	-	1,446,645	11.18%
2018	143,617	143,617	-	1,346,938	10.66%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	26 Years
Asset Valuation Method	5-Year Smoothed Market, 20% Corridor
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	MP-2014 (base year 2012)

Note:

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

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Changes in the Employer's Net Pension Liability  
June 30, 2018**

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**See Following Page**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Changes in the Employer's Net Pension Liability  
June 30, 2018**

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	<u>12/31/14</u>
Total Pension Liability	
Service Cost	\$ 136,700
Interest	333,571
Differences Between Expected and Actual Experience	21,379
Change of Assumptions	235,796
Benefit Payments, Including Refunds of Member Contributions	<u>(182,525)</u>
 Net Change in Total Pension Liability	 544,921
Total Pension Liability - Beginning	<u>4,470,528</u>
 Total Pension Liability - Ending	 <u><u>5,015,449</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	\$ 132,019
Contributions - Members	56,418
Net Investment Income	259,740
Benefit Payments, Including Refunds of Member Contributions	(182,525)
Other (Net Transfer)	<u>(14,444)</u>
 Net Change in Plan Fiduciary Net Position	 251,208
Plan Net Position - Beginning	<u>4,255,070</u>
 Plan Net Position - Ending	 <u><u>4,506,278</u></u>
 Employer's Net Pension Liability	 <u><u>\$ 509,171</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 89.85%
 Covered Payroll	 \$ 1,279,704
 Employer's Net Pension Liability as a Percentage of Covered Payroll	 39.79%

Note:

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

12/31/15	12/31/16	12/31/17
146,942	153,879	151,961
373,651	397,554	428,794
24,535	138,207	(16,659)
6,387	(13,641)	(184,732)
(200,512)	(256,988)	(288,381)
351,003	419,011	90,983
5,015,449	5,366,452	5,785,463
5,366,452	5,785,463	5,876,446
156,764	161,734	144,918
61,881	65,099	62,330
22,577	308,716	860,236
(200,512)	(256,988)	(288,381)
6,288	79,644	(91,286)
46,998	358,205	687,817
4,506,278	4,553,276	4,911,481
4,553,276	4,911,481	5,599,298
813,176	873,982	277,148
84.85%	84.89%	95.28%
1,375,121	1,446,645	1,377,544
59.13%	60.41%	20.12%

**FOX RIVER VALLEY 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, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 2,979,320	2,979,320	2,972,860
Personal Property Replacement	45,000	45,000	43,511
Charges for Services	27,650	27,650	25,173
Fines and Forfeitures	70,000	70,000	48,700
Grants and Donations	61,337	61,337	58,211
Interest	22,000	22,000	26,713
Miscellaneous	-	-	21,184
Total Revenues	<u>3,205,307</u>	<u>3,205,307</u>	<u>3,196,352</u>
Expenditures			
Culture and Recreation			
Personnel and Benefits	2,211,000	2,211,000	1,693,255
Library Materials	468,000	468,000	345,365
Utilities	82,056	82,056	61,049
Operating	481,411	481,411	324,206
Maintenance and Equipment	207,200	207,200	120,847
Capital Outlay			
Furniture and Equipment	66,996	66,996	18,319
Computer	-	-	21,997
Total Expenditures	<u>3,516,663</u>	<u>3,516,663</u>	<u>2,585,038</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(311,356)	(311,356)	611,314
Other Financing (Uses)			
Transfers Out	<u>(163,895)</u>	<u>(163,895)</u>	<u>(613,895)</u>
Net Change in Fund Balance	<u>(311,356)</u>	<u>(311,356)</u>	(2,581)
Fund Balance - Beginning			<u>1,509,896</u>
Fund Balance - Ending			<u><u>1,507,315</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 Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds

# **COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

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## **GENERAL FUND**

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

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## **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.

### **FICA Fund**

The FICA Fund is used to account for the Library's portion of Social Security and Medicare paid on behalf of its employees. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the Library's portion.

### **Illinois Municipal Retirement Fund**

The Illinois Municipal Retirement Fund is used to account for the Library's participation in the Illinois Municipal Retirement Fund. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the Library's contributions to the fund on behalf of its employees.

### **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. This fund was closed in the current year to the Special Reserve Fund.

### **Liability Insurance Fund**

The Liability Insurance Fund is used to account for the operations of the Library's insurance and risk management activities. Financing is provided by a specific annual levy. This fund was closed in the current year to the Special Reserve Fund.

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# **COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

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## **CAPITAL PROJECTS FUND**

Capital Projects Funds are used to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary and Trust Funds.

### **Special Reserve Fund**

The Special Reserve Fund is used to account for future capital improvements at the Library.

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## **PERMANENT FUND**

Permanent Funds are used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs, that is, for the benefit of the government or its citizenry.

### **Working Cash Fund**

The Working Cash Fund is used to account for payments for general government expenditures if tax revenue is temporarily unavailable. Upon receipt of tax revenues, the general fund must repay this permanent fund.

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**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Special Reserve - Capital Projects Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Interest	\$ 1,500	1,500	2,290
Expenditures			
Capital Outlay			
Building Repairs	278,453	278,453	-
Furniture and Equipment	7,800	7,800	-
Computer Equipment	30,000	30,000	8,766
Professional Fees	18,000	18,000	750
Plant Operation	16,800	16,800	15,622
Total Expenditures	351,053	351,053	25,138
Excess (Deficiency) of Revenues Over (Under) Expenditures	(349,553)	(349,553)	(22,848)
Other Financing Sources			
Transfers In	169,198	169,198	614,198
Net Change in Fund Balance	(349,553)	(349,553)	591,350
Fund Balance - Beginning			2,128,607
Fund Balance - Ending			2,719,957

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Nonmajor Governmental Funds**

**Combining Balance Sheet  
June 30, 2018**

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**See Following Page**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Nonmajor Governmental Funds**

**Combining Balance Sheet  
June 30, 2018**

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	<u>        </u>
	FICA
	<u>        </u>
<b>ASSETS</b>	
Cash and Investments	\$ 95,788
Receivables - Net of Allowances	
Property Taxes	51,168
Accrued Interest	<u>        -</u>
Total Assets	<u><u>146,956</u></u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	100,003
<b>FUND BALANCES</b>	
Restricted	<u>46,953</u>
Total Deferred Inflows of Resources and Fund Balances	<u><u>146,956</u></u>

Special Revenue			Permanent	
Illinois Municipal Retirement	Audit	Liability Insurance	Working Cash	Totals
132,857	-	-	147,055	375,700
61,402	-	-	-	112,570
-	-	-	472	472
194,259	-	-	147,527	488,742
120,007	-	-	-	220,010
74,252	-	-	147,527	268,732
194,259	-	-	147,527	488,742

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Nonmajor Governmental Funds**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2018**

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	<u>FICA</u>
Revenues	
Property Taxes	\$ 99,784
Interest	<u>68</u>
Total Revenues	<u>99,852</u>
Expenditures	
Culture and Recreation	<u>116,103</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,251)
Other Financing (Uses)	
Transfers Out	<u>-</u>
Net Change in Fund Balances	(16,251)
Fund Balances - Beginning	<u>63,204</u>
Fund Balances - Ending	<u><u>46,953</u></u>

<u>Special Revenue</u>				
<u>Illinois Municipal Retirement</u>	<u>Audit</u>	<u>Liability Insurance</u>	<u>Permanent Working Cash</u>	<u>Totals</u>
119,733	-	-	-	219,517
96	-	-	606	770
119,829	-	-	606	220,287
143,617	-	-	-	259,720
(23,788)	-	-	606	(39,433)
-	(44)	(259)	-	(303)
(23,788)	(44)	(259)	606	(39,736)
98,040	44	259	146,921	308,468
74,252	-	-	147,527	268,732

**FOX RIVER VALLEY 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, 2018**

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	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ 100,000	100,000	99,784
Interest	20	20	68
Total Revenues	100,020	100,020	99,852
Expenditures			
Culture and Recreation			
FICA	154,000	154,000	116,103
Net Change in Fund Balance	<u>(53,980)</u>	<u>(53,980)</u>	(16,251)
Fund Balance - Beginning			<u>63,204</u>
Fund Balance - Ending			<u>46,953</u>

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Illinois Municipal Retirement - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2018**

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	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ 120,000	120,000	119,733
Interest	20	20	96
Total Revenues	120,020	120,020	119,829
Expenditures			
Culture and Recreation			
Illinois Municipal Retirement	187,000	187,000	143,617
Net Change in Fund Balance	<u>(66,980)</u>	<u>(66,980)</u>	(23,788)
Fund Balance - Beginning			<u>98,040</u>
Fund Balance - Ending			<u><u>74,252</u></u>

**FOX RIVER VALLEY 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, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ -	-	-
Expenditures			
Culture and Recreation			
Audit	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Other Financing (Uses)			
Transfers Out	(44)	(44)	(44)
Net Change in Fund Balance	<u>-</u>	<u>-</u>	(44)
Fund Balance - Beginning			<u>44</u>
Fund Balance - Ending			<u>-</u>

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Liability Insurance - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ -	-	-
Expenditures			
Culture and Recreation			
Liability Insurance	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Other Financing (Uses)			
Transfers Out	(260)	(260)	(259)
Net Change in Fund Balance	<u>(260)</u>	<u>(260)</u>	(259)
Fund Balance - Beginning			<u>259</u>
Fund Balance - Ending			<u><u>-</u></u>

## **STATISTICAL SECTION**

### **(Unaudited)**

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

#### Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

#### Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

#### Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

#### Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

#### Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years\***  
**June 30, 2018 (Unaudited)**

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**See Following Page**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years\***  
**June 30, 2018 (Unaudited)**

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	2009	2010	2011
Governmental Activities			
Net Investment in Capital Assets	\$ 1,637,919	2,954,432	2,800,023
Restricted	-	-	796,211
Unrestricted	4,340,929	3,036,650	2,880,996
	<hr/>	<hr/>	<hr/>
Total Governmental Activities Net Position	5,978,848	5,991,082	6,477,230

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\* Accrual Basis of Accounting

Data Source: Library Records

2012	2013	2014	2015	2016	2017	2018
2,971,629	3,468,267	3,095,856	2,920,597	2,709,319	2,487,650	2,282,995
437,755	214,139	256,621	221,712	254,013	535,551	500,644
2,162,083	2,170,809	2,644,499	2,747,930	2,814,842	3,002,197	3,458,421
5,571,467	5,853,215	5,996,976	5,890,239	5,778,174	6,025,398	6,242,060

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Changes in Net Position - Last Ten Fiscal Years\***  
**June 30, 2018 (Unaudited)**

	2009	2010	2011
Expenses			
Governmental Activities			
Culture and Recreation	\$ 2,231,972	2,755,150	2,577,341
Program Revenues			
Governmental Activities			
Charges for Services			
Culture and Recreation	81,338	56,056	88,497
Operating Grants/Contributions	18,673	121,787	1,466
Capital Grants/Contributions	-	-	-
Total Governmental Activities Program Revenues	100,011	177,843	89,963
Net (Expense) Revenue			
Governmental Activities	(2,131,961)	(2,577,307)	(2,487,378)
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes			
Property	2,532,956	2,528,119	2,912,435
Personal Property Replacement Taxes	51,033	44,974	47,225
Intersect	35,836	11,313	6,774
Miscellaneous	340	5,135	7,092
Total Governmental Activities General Revenues	2,620,165	2,589,541	2,973,526
Changes in Net Position			
Governmental Activities	488,204	12,234	486,148

\* Accrual Basis of Accounting

Data Source: Library Records

2012	2013	2014	2015	2016	2017	2018
2,585,586	2,739,895	3,041,931	3,371,214	3,544,519	3,400,121	3,202,267
65,824	92,209	89,316	90,483	95,074	90,892	73,873
74,270	76,922	71,255	86,673	93,086	287,169	58,211
-	-	-	-	-	-	-
140,094	169,131	160,571	177,156	188,160	378,061	132,084
(2,445,492)	(2,570,764)	(2,881,360)	(3,194,058)	(3,356,359)	(3,022,060)	(3,070,183)
2,764,982	2,833,544	2,937,125	3,007,337	3,080,748	3,163,360	3,192,377
44,221	42,728	48,867	47,494	71,474	52,000	43,511
2,841	794	18,088	19,741	25,262	24,265	29,773
21,929	5,635	21,041	19,796	66,810	29,659	21,184
2,833,973	2,882,701	3,025,121	3,094,368	3,244,294	3,269,284	3,286,845
388,481	311,937	143,761	(99,690)	(112,065)	247,224	216,662

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Fund Balances of Governmental Funds - Last Ten Fiscal Years\*  
June 30, 2018 (Unaudited)**

	2009	2010	2011
General Fund			
Unreserved	\$ 1,892,228	1,964,336	-
Nonspendable	-	-	-
Restricted	-	-	-
Unassigned	-	-	2,683,222
Total General Fund	1,892,228	1,964,336	2,683,222
All Other Governmental Funds			
Unreserved, Reported in,			
Special Revenue Funds	829,848	874,925	-
Capital Projects Funds	1,618,853	197,389	-
Nonspendable	-	-	-
Restricted	-	-	796,211
Committed	-	-	197,774
Unassigned	-	-	-
Total All Other Governmental Funds	2,448,701	1,072,314	993,985
Total Governmental Funds	4,340,929	3,036,650	3,677,207

\* Modified Accrual Basis of Accounting

Data Source: Library Records

The Library implemented GASB No. 54 for the fiscal year ended June 30, 2011.

2012	2013	2014	2015	2016	2017	2018
-	-	-	-	-	-	-
249,859	381,758	301,319	221,285	171,863	33,114	43,485
-	1,467	2,153	3,300	4,279	227,083	231,912
1,739,906	1,636,495	1,678,718	2,237,518	2,677,069	1,249,699	1,231,918
1,989,765	2,019,720	1,982,190	2,462,103	2,853,211	1,509,896	1,507,315
-	-	-	-	-	-	-
-	-	-	-	-	-	-
15,295	-	-	263	-	-	-
437,755	212,672	254,468	218,412	249,734	308,468	268,732
197,939	197,981	699,727	527,742	292,469	2,128,607	2,719,957
-	143	954	(1)	-	-	-
650,989	410,796	955,149	746,416	542,203	2,437,075	2,988,689
2,640,754	2,430,516	2,937,339	3,208,519	3,395,414	3,946,971	4,496,004

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years\*  
June 30, 2018 (Unaudited)**

	2009	2010	2011
Revenues			
Taxes	\$ 2,583,989	2,573,093	2,959,660
Charges for Services			
Fines, Fees and Licenses	81,338	56,056	88,497
Grants and Donations	18,673	121,787	1,466
Interest	35,836	11,313	6,774
Miscellaneous	340	5,135	7,092
Total Revenues	<u>2,720,176</u>	<u>2,767,384</u>	<u>3,063,489</u>
Expenditures			
Current			
Culture and Recreation	2,231,972	2,634,728	2,577,341
Capital Outlay	-	120,422	-
Total Expenditures	<u>2,231,972</u>	<u>2,755,150</u>	<u>2,577,341</u>
Net Change in Fund Balances	<u>488,204</u>	<u>12,234</u>	<u>486,148</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

\* Modified Accrual Basis of Accounting

Data Source: Library Records

2012	2013	2014	2015	2016	2017	2018
2,809,203	2,876,272	2,985,992	3,054,831	3,152,222	3,215,360	3,235,888
66,266	17,266	25,995	23,900	28,219	26,276	25,173
74,270	74,943	68,821	66,583	66,855	64,616	48,700
2,841	76,922	71,255	86,673	93,086	287,169	58,211
21,929	794	18,088	19,741	25,262	24,265	29,773
-	5,635	15,541	19,796	66,810	29,659	21,184
2,974,509	3,051,832	3,185,692	3,271,524	3,432,454	3,647,345	3,418,929
2,528,512	2,901,434	2,613,877	2,795,812	2,983,122	2,900,109	2,804,442
188,206	330,447	64,992	204,532	262,437	195,679	65,454
2,716,718	3,231,881	2,678,869	3,000,344	3,245,559	3,095,788	2,869,896
257,791	(180,049)	506,823	271,180	186,895	551,557	549,033
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

Fiscal Year	Tax Levy Year	Residential Property	Farm	Commercial Property
2009	2007	\$ 1,552,931,353	\$ 9,135,362	\$ 281,224,127
2010	2008	1,635,791,635	10,656,791	304,762,513
2011	2009	1,611,666,298	10,277,588	295,791,396
2012	2010	1,497,241,999	9,832,704	268,500,804
2013	2011	1,321,592,118	9,600,210	285,121,911
2014	2012	1,169,389,478	8,590,557	271,220,250
2015	2013	1,049,174,191	7,857,928	243,368,841
2016	2014	1,013,292,377	7,932,686	236,373,555
2017	2015	1,061,168,725	8,234,773	241,263,506
2018	2016	1,175,070,454	8,886,776	249,912,230

Data Source: Office of the County Clerk

Assessed value is set by the County Assessor on an annual basis. The assessment level is then adjusted by the State with a County Multiplier based on the factor needed to bring the average prior years' level up to 33-1/3% of market value. All property is reassessed on a repeating triennial cycle.

Industrial Property	Railroad	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
\$ 121,097,323	\$ -	\$ 103,038	\$ 1,964,285,127	0.1279
128,397,262	-	112,682	2,079,495,519	0.1273
133,378,738	-	135,787	2,050,978,233	0.1306
129,350,969	-	169,860	1,904,756,616	0.1456
182,980,647	-	180,516	1,799,114,370	0.1582
177,761,807	-	204,254	1,626,757,838	0.1811
164,373,656	-	252,407	1,464,522,209	0.2061
167,382,074	-	263,210	1,424,717,482	0.2171
195,748,175	-	-	1,506,415,179	0.2095
214,093,270	321,645	-	1,648,284,375	0.1941

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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	2009	2010	2011
Library Direct Rates			
General	0.1279	0.1273	0.1306
Overlapping Rates			
Kane County	0.3322	0.3336	0.3398
Kane Forest Preserve	0.1974	0.1932	0.1997
Dundee Township	0.1440	0.1415	0.1498
Dundee Twp Road Dist	0.0679	0.0673	0.0695
East Dundee Village	0.4206	0.4308	0.4511
Dundee School District 300	3.8673	3.8603	3.9687
Elgin College 509	0.3280	0.3275	0.3833
Dundee Twp Park District	0.3716	0.3648	0.3747
East Dundee Fire District	0.6004	0.6035	0.6101
Total Overlapping Rates	6.3294	6.3225	6.5466

Data Source: Office of the County Clerk

Note: Rates are per \$1,000 of Assessed Value

2012	2013	2014	2015	2016	2017	2018
0.1456	0.1582	0.1811	0.2061	0.2171	0.2095	0.1941
0.3730	0.3990	0.4336	0.4623	0.4684	0.4479	0.4025
0.2201	0.2609	0.2710	0.3039	0.3126	0.2944	0.1658
0.1688	0.1854	0.2143	0.2166	0.2266	0.2149	0.0783
0.0774	0.0838	0.0958	0.1095	0.1158	0.1112	0.0986
0.5077	0.5321	0.5859	0.6525	0.693	0.6540	0.6593
4.4615	4.7987	5.6752	6.3182	6.7211	6.5437	5.8763
0.4407	0.4454	0.5215	0.5707	0.6076	0.5609	0.4999
0.4251	0.4553	0.5145	0.6269	0.6600	0.6332	0.5643
0.7523	0.6865	1.0376	1.1363	1.1223	1.1077	0.9870
7.4266	7.8471	9.3494	10.3970	10.9274	10.5679	9.3321

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago  
June 30, 2018 (Unaudited)**

Taxpayer	2018			2009		
	Taxable Assessed Value	Rank	Percentage of Total Library Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Library Taxable Assessed Value
John B Sanfilippo & Son Inc	\$ 16,538,676	1	0.93%			
Canterfield Apartment Owner LLC	16,298,370	2	0.92%			
In Retail Algonquin Commons LLC	14,891,099	3	0.84%			
Spring Hill Mall LLC	12,395,857	4	0.70%			
Marquette EJP Algonquin LLC	9,002,467	5	0.51%			
Adventus US Realty #1 LP	8,597,202	6	0.48%			
TLF Northwest Business Park	8,165,850	7	0.46%			
TLF Northwest Corporate Park	7,135,206	8	0.40%			
CHI IND I LLC	6,818,068	9	0.38%			
DCT 305-325 Corporate Drive LLC	6,764,395	10	0.38%			
Spring Hill Mall LLC				\$ 31,369,228	1	1.74%
In Retail Algonquin Commons LLC				29,609,792	2	1.65%
AMLI Residential				10,151,151	3	0.56%
Woodmans Food Market Inc				8,381,787	4	0.47%
John B. Sanfilippo & Son				8,014,445	5	0.45%
First USA Management Services Inc				7,378,617	6	0.41%
Menard Inc				5,556,003	7	0.31%
Parsons Elgin				4,637,166	8	0.26%
Elgin Airport Business Park Ltd Partnership				3,645,693	9	0.20%
MP Holdings LLC				3,523,015	10	0.20%
	<u>106,607,190</u>		<u>6.01%</u>	<u>112,266,897</u>		<u>6.24%</u>

Data Source: Office of the County Clerk

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Property Tax Levies and Collections - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2009	2007	\$ 2,511,798	\$ 2,507,614	99.83%	\$ -	\$ 2,507,614	99.83%
2010	2008	2,647,278	2,633,474	99.48%	-	2,633,474	99.48%
2011	2009	2,678,317	2,676,227	99.92%	-	2,676,227	99.92%
2012	2010	2,774,011	2,764,982	99.67%	-	2,764,982	99.67%
2013	2011	2,847,130	2,833,544	99.52%	-	2,833,544	99.52%
2014	2012	2,947,286	2,937,125	99.66%	-	2,937,125	99.66%
2015	2013	3,019,128	3,007,337	99.61%	-	3,007,337	99.61%
2016	2014	3,094,048	3,080,748	99.57%	-	3,080,748	99.57%
2017	2015	3,155,789	3,153,360	99.92%	-	3,153,360	99.92%
2018	2016	3,199,320	3,192,377	99.78%	-	3,192,377	99.78%

Data Source: Office of the County Clerk

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

Fiscal Year	Governmental Activites General Obligation Bonds	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2009	\$ -	\$ -	0.00%	\$ -
2010	-	-	0.00%	-
2011	-	-	0.00%	-
2012	-	-	0.00%	-
2013	-	-	0.00%	-
2014	-	-	0.00%	-
2015	-	-	0.00%	-
2016	-	-	0.00%	-
2017	-	-	0.00%	-
2018	-	-	0.00%	-

Data Source: Library Records

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Note: Details regarding the Library's outstanding debt can be found in the notes to the financial statements.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2009	\$ -	\$ -	\$ -	0.00%	\$ -
2010	-	-	-	0.00%	-
2011	-	-	-	0.00%	-
2012	-	-	-	0.00%	-
2013	-	-	-	0.00%	-
2014	-	-	-	0.00%	-
2015	-	-	-	0.00%	-
2016	-	-	-	0.00%	-
2017	-	-	-	0.00%	-
2018	-	-	-	0.00%	-

Data Source: Library Records

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Note: Details regarding the Library's outstanding debt can be found in the notes to the financial statements.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Schedule of Direct and Overlapping Governmental Activities Debt  
June 30, 2018 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to District (1)	Library's Share of Debt
Library	\$ -	100.000%	\$ -
Overlapping Debt None available	-	0.000%	-
Total Overlapping Debt	-		-
Total Direct and Overlapping Debt	-		-

Data Source: Cook County Tax Extension Department

(1) Determined by ratio of assessed valuation of property subject to taxation in the Library to valuation of property subject to taxation in overlapping unit.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Schedule of Legal Debt Margin - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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**See Following Page**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Schedule of Legal Debt Margin - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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	2009	2010	2011	2012
Legal Debt Limit	\$ 59,791,975	59,785,496	58,965,624	54,761,753
Total Net Debt Applicable to Limit	-	-	-	-
Legal Debt Margin	59,791,975	59,785,496	58,965,624	54,761,753
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%

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Data Source: Audited Financial Statements

2013	2014	2015	2016	2017	2018
51,724,538	46,769,288	42,105,014	40,960,628	43,309,436	47,388,176
-	-	-	-	-	-
51,724,538	46,769,288	42,105,014	40,960,628	43,309,436	47,388,176
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2018

Assessed Value	<u>\$ 1,648,284,375</u>
Bonded Debt Limit - 2.875% of Assessed Value	47,388,176
Amount of Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>47,388,176</u>

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Demographic and Economic Statistics - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate	
2009	54,486	\$ 1,306,301,850	\$ 23,975	10.17%	***
2010	69,338	2,417,816,060	34,870	10.53%	***
2011	69,338	2,417,816,060	34,870	10.17%	***
2012	69,338	2,417,816,060	34,870	9.13%	***
2013	69,338	2,417,816,060	34,870	9.03%	***
2014	69,338	2,317,969,340	33,430	5.43%	***
2015	69,338	2,225,125,758	32,091	6.45%	***
2016	69,338	2,169,724,696	31,292	5.17%	***
2017	69,338	2,158,769,292	31,134	5.28%	<>
2018	69,338	2,203,145,612	31,774	4.50%	<>

Data Source:  
U.S. Census Bureau

\*\*\* Community Unit School District No. 300 CAFR, unemployment rate from <https://data.bls.gov/map/MapToolServlet>

<> <https://factfinder.census.gov/faces/nav/jsf/pages/index.xhtml>

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago  
June 30, 2018 (Unaudited)**

Employer	2018			2009		
	Employees	Rank	Percentage of Total Library Employment	Employees	Rank	Percentage of Total Library Employment
Community Unit School District 300	2,482	1	N/A	1,987	1	N/A
Advocate Sherman Hospital	2,200	2	N/A	1,702	2	N/A
Sanfilippo & Son, Inc	1,200	3	N/A	1,200	3	N/A
People Link Staffing	800	4	N/A			
Otto Engineering, Inc	500	5	N/A	440	4	N/A
Lending Solutions	500	6	N/A			
Colony, Inc	450	7	N/A	300	6	N/A
Revcor, Inc	400	8	N/A	400	5	N/A
Scurto Cement Construction, LTD	400	9	N/A			
Trim-Rite, Inc	200	10	N/A	200	10	N/A
Equipment Depot of Illinois				300	7	N/A
W. Kost Manufacturing Co				250	8	N/A
Mohawk Contracting Co				240	9	N/A
	<u>9,132</u>		<u>N/A</u>	<u>7,019</u>		<u>N/A</u>

Data Source: Library Community Development Department Records and U.S. Census Bureau.

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Full-Time Equivalent Government Employees by Function - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Culture and Recreation	28	29	25	24	25	27	31	33	33	35

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Data Source: Library Records

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Operating Indicators by Function/Program - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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**See Following Page**

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Operating Indicators by Function/Program - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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	2009	2010	2011
Population	54,486	54,486	69,338
Circulation			
Total Circulation	308,319	373,052	481,622
Per Capita	5.66	6.85	6.95
Patron Visits			
Total Patron Visits	314,300	211,558	250,798
Per Capita	5.77	3.88	3.62
Patron Service Units			
Total Patron Service Units	58,718	60,341	59,613
Per Capita	1.08	1.11	0.86
Patron Service Hours/Units	3,536	2,897	3,588
Cost per Patron Service Unit	\$631	\$951	\$718
Library Material Holdings			
Total Material Holdings	148,002	130,807	143,893
Per Capita	2.72	2.40	2.08

Data Source: Library Departments

2012	2013	2014	2015	2016	2017	2018
69,338	69,338	69,338	69,338	69,338	69,338	69,338
514,812	567,130	522,766	595,368	569,196	528,296	527,510
7.42	8.18	7.54	8.59	8.21	7.62	7.61
253,077	289,541	272,891	283,486	289,843	276,989	235,334
3.65	4.18	3.94	4.09	4.18	3.99	3.39
57,699	63,523	64,792	78,166	79,701	72,446	71,190
0.83	0.92	0.93	1.13	1.15	1.04	1.03
3,588	3,588	3,588	3,588	3,588	3,588	3,475
\$721	\$764	\$848	\$940	\$988	\$948	\$814
145,692	163,398	162,470	171,341	175,915	175,148	147,483
2.10	2.36	2.34	2.47	2.54	2.53	2.13

**FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS**

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years  
June 30, 2018 (Unaudited)**

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	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Culture and Recreation										
Number of Libraries	1	1	1	2	2	2	2	2	2	2

Data Source: Various Library Departments