

FOX RIVER VALLEY PUBLIC
LIBRARY DISTRICT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL
REPORT



Fox River Valley Libraries

Dundee Library • Randall Oaks Library

FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Prepared by:
Finance Department

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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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.



Fox River Valley Libraries

Dundee Library • Randall Oaks Library

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

BOARD OF TRUSTEES

Richard V. Corbett, President

Kristina Weber, Vice President

David Nutt, Treasurer

Maryann Dellamaria, Trustee

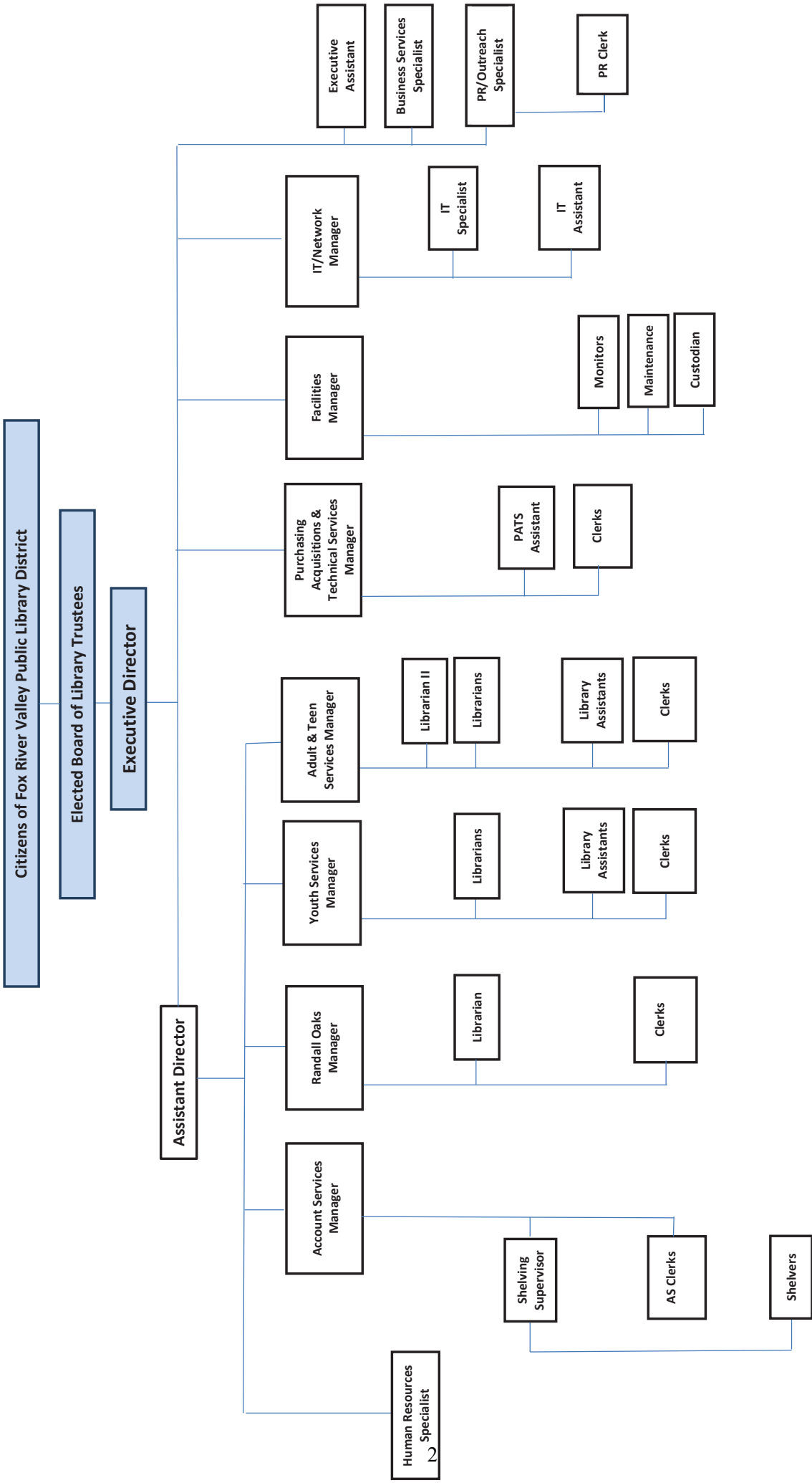
Chris Evans, Secretary

Matt Goyke, Trustee

Tara Finn, Trustee

ADMINISTRATIVE

Roxane Bennett, Interim Library Director



November 5, 2021

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

The Annual Comprehensive Financial Report (ACFR) for the Fox River Valley Public Library District (Library) for the fiscal year ended June 30, 2020 is hereby submitted. The ACFR 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 FY19/20, however, the Library recognizes the value added by a ACFR 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.

A Bit of History

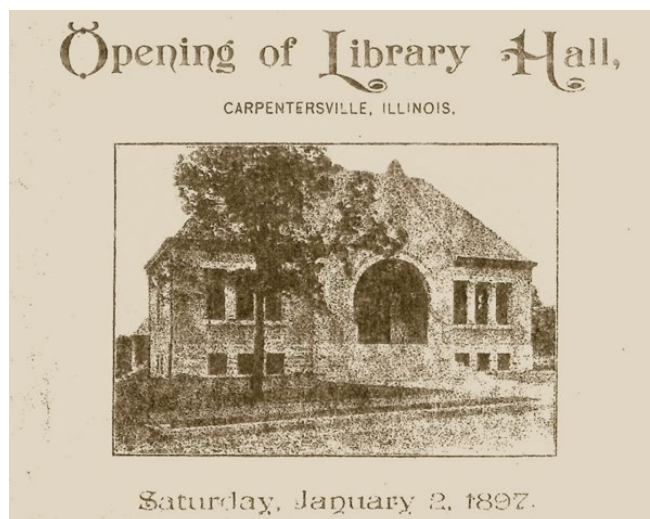
Library service in the Fox River Valley Public Library District grew out of two subscription libraries: the Carpentersville Library and the old Dundee Library.

The Carpentersville Library

In the 1850's a small collection of books was brought together by the Hand in Hand group of the Sons of Temperance into a small frame building located at Main and Grove Streets in Carpentersville called Library Hall. The Temperance organization jointly owned the building with the School District. The first Library resided upstairs while the Village School used the downstairs floor. In 1871, the School District sold their share of the building to the newly formed Carpentersville Literary and Library Association, who expanded the original collection of books and operated as a subscription library with members of the Literary and Library Association serving as volunteer librarians.

1871 was also the great Chicago Fire, and all of Chicago's various libraries were lost in the flames. 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 Carpentersville had a tax supported Library – among the first in Illinois. And in 1883 Mrs. Lucia Gorman became the first paid librarian.

In 1895, Mrs. Mary Carpenter Lord, in memory of her deceased husband J.A. Carpenter, built and donated the Library Hall located at 21 Washington Street jointly to the Congregational Church and the Literary and Library Association of Carpentersville. This landmark, which was selected as a historic site by the State of Illinois in 1973 and is in the National Register of Historic Places, is the present Dundee Township Park District Administration Building.



The Old Dundee Library

Dundee Library had its beginnings in the early 1870's with a collection of approximately 50 books in English and German, organized through the efforts of Dr. E.F. Cleveland and Fred Haverkamp, who were leaders of several civic movements of the period. The young Dr. Cleveland was a scholarly individual who deplored the lack of cultural institutions in the community. Mr. Haverkamp, a self-educated man who emigrated from Germany at age 17 to become a successful

merchant in Dundee, held strong convictions regarding the Temperance Movement and hoped to provide for the young people in the community some center of activity other than the local saloons.

The first Dundee Library was housed in the Allan Hollister real estate and insurance office, a small frame building which stood at the corner of Main and First Streets. With the building of the drug store adjacent to this site, the library was moved into the combination offices and drug store of Drs. Cleveland and Test. Young Henry Baumann, druggist apprentice, served as librarian. He later became owner of the drug store and served for many years as librarian and president of the Board of Trustees. During the 1890s, the books were located on a balcony at the rear of his store and were reached by use of a library ladder.

During these early years, the library's holdings were listed on printed leaflets entitled "Dundee Public Library Catalogue." The catalogue of 1884 lists 1120 books, which included 223 books printed in German. It is believed the German books were disposed of with the move across Main Street to the Opera House Building in 1900. The Opera House of that era was a center for community activities and celebrations as well as a theater where professional and amateur theatricals were staged. Here the library had its home on the second floor in one of several rooms which had been planned as offices.



In 1909 it became necessary to find new quarters for the library to make way for the new telephone switchboard and office to be installed in the Opera House. A committee appointed to seek the construction of a building to house both the library and the Dundee village offices was unsuccessful,¹ and the library collection was moved across Main Street into temporary quarters in the drug store of C.S. Sinclair. Here Mr. Sinclair served as volunteer librarian along with his professional duties as druggist.

In 1910 the library was moved into quarters on the first floor of the new Dundee Village Hall (the current West Dundee Village Hall). By the early 1920's the library had outgrown its limited space in one room on the first floor of Village Hall, and it was moved upstairs to occupy one half of the second-floor space. In its expanded second floor space, by 1929 the book collection had grown to 6012 and library patrons totaled 1296.



By 1937, the Dundee Library qualified for government assistance in bringing the reference collection and loan book collection up to date and in setting up a subject heading card catalog. Also at this time the juvenile department was organized and outfitted, open access to book stacks for the public was instituted, and a small reference and community meeting room was furnished. When the library held an open house at the time of this expansion and renovation, the book collection totaled 10,000.

¹ First failed attempt at building a new tax-supported library building - 1909

With the increasing growth of the community during the 1950's the Library Board, under the direction of Joseph Estes, stepped up efforts to provide a larger home for the library. One who foresaw this need and worked tirelessly toward this goal was Mrs. Ruth Wendt, who retired from the Library Board in 1963 after 26 years of devoted service. In 1958, plans were presented for a proposed library to be built facing the Fox River on Lincoln Avenue in West Dundee. A \$175,000 referendum was defeated.² At this time the Dundee Library was serving 3500 active patrons, with a staff of 3 full time librarians and a collection of 12,000 volumes.

The Two Become One

In 1959 the Dundee Library merged with the Carpentersville Literary and Library Association to form the Dundee Township Library, with the main library at 21 Washington Street in Carpentersville and the branch in the West Dundee Village Hall.

In 1962 the Brinkerhoff-Hall house, a Victorian building located at 218 W. Main St., Dundee, became the first building owned by the Dundee Township Library. Under the direction of Head Librarian Alice Herron, the library increased its services during the years at this location. Recordings, films, foreign language materials, and books for the visually impaired became available. The library sponsored Great Books discussion groups and book reviews and worked closely with the schools to alleviate shortages of books available in local school libraries during this period. This expansion in materials and services, combined with the rapidly growing community, quickly proved the old Victorian building inadequate to serve population's needs.



Under the leadership of Board President John Snow the Library Board continued its resolute efforts to provide adequate library facilities. Several sites for a new building were proposed. These included a proposed Bridge Library spanning the Fox River between East and West Dundee. While this proposal was architecturally beautiful the cost of \$1,300,000 proved prohibitive.³ A simpler plan to add a wing to the existing library building on Main Street and erect a branch library in the Meadowdale area of Carpentersville was conceived, but the \$350,000 referendum was defeated in 1965.⁴

The Dundee Township Library boundaries encompassed Dundee Township, but villages in Rutland Township had no library service and used the Dundee Township Library. So in November 1967 the Library Board voted to convert to a District Library and filed the resolution with Kane County. On December 21, members of the Library Board appeared before the Circuit Judge and were granted permission to become a Library District as of March 1, 1968. However, during building planning the bond firm of Chapman and Cutler questioned the legality of a taxing body created without a public vote so they would not handle the sale of municipal bonds, causing the Library Board to question the resolution. In February 1968, two weeks before the conversion, the

² Second failed attempt at building a new tax-supported library building - 1958

³ Third failed attempt at building a new tax-supported library building - 1962

⁴ Fourth failed attempt at building a new tax-supported library building - 1965

Library Board rescinded the resolution and remained a Township Library. Certain of their legality to issue municipal bonds in November 1968 the Library Board went to referendum for \$749,000 but it was defeated.⁵ That same year, to ease crowding, a portable building was erected adjoining the library and the entire adult non-fiction collection moved into it.

Dundee Township Funds the Building

In 1971 the Library Board established a Building Fund toward the time when both community support and a feasible library site might become available. In 1973 the Library Board set goals based on population size: 25,000 square feet of space was needed currently, and for a projected population of 60,000 to 65,000 in 1990 the Library should have 40,00 to 45,000 square feet of space. In the summer of 1973 2.5 acres on Route 68 in East Dundee was purchased. The building on Main Street was sold and the proceeds were added to the Building Fund. Dundee Township provided Federal Revenue Sharing Funds and the new library was built without a bond issue or tax increase. In October 1975 the Dundee Library opened with 25,000 square feet in its current location 555 Barrington Avenue in East Dundee.



In 1981 the Library Board again sought to convert from Township Library to District Library, and the proposed ballot question (which did not include a tax increase question) was approved by voters – the first and only library referendum to be approved by voters. However, the result of conversion from Township to District Library permitted the Library Board to increase the maximum rate from .13 to .15 per \$100 of assessed valuation.⁶

Population growth continued, and the Library struggled to provide service within its tax rate. In November 1987 the Board asked residents to approve a property tax increase from 15 cents to 21 cents per \$100 of assessed valuation for operating expenses, but the referendum was defeated.⁷ After reducing hours the library was open to save money, the request was reduced to 20 cents again in spring 1988, and was again defeated.⁸

⁵ Fifth failed attempt at building a new tax-supported library building - 1968

⁶ Only library referendum approved by voters – no tax increase question - 1981

⁷ First failed attempt at increasing the operating tax rate - 1987

⁸ Second failed attempt at increasing the operating tax rate - 1988

In 1991 Public Act 87-17 reduced the taxing ability of districts: Property Tax Extension Limitation Law (PTELL) reduced the amount of increase in the total levy to the rate of inflation or 5%, whichever was less. As a result, the Library property tax rate decreased from 1992 to 1996.

In March 1994 the Library Board annexed approximately one-third of the property in Rutland Township into the Library District which included the village of Gilberts, expanding the total geography by 30%. The annexed property provided additional – and much needed – revenues. However, the decade ended with the Dundee Township Library District still housed in 25,000 square feet despite serving 55,000 residents.

Still Looking for a 21st Century Library Space

The growth in residential and commercial construction over the next 15 years provided an adequate revenue stream for operations but population grew to 70,000 in 2010. During this time the Library Board decided not to plan for space commensurate with population. Patrons – especially in Rutland Township – expressed a desire for service closer to their homes.

In 2012 Randall Oaks branch opened in a 5,000 square foot leased space in the Randall Oaks Recreation Center via a cooperative arrangement with the Dundee Township Park District, providing service more centrally located within the geography of the Library District. The 5-year lease permitted an additional 5-year extension, so the end date will be 2022. In conjunction with this expansion the Dundee Township Library District name changed to Fox River Valley Public Library District to more accurately reflect the residents of both Dundee and Rutland Township. In 2013 Dundee Township moved their offices to a new location, freeing up 5,000 square feet of space for the Dundee Library to expand into bringing total square footage to 35,000.

Plans for expansion of the Dundee Library location, as well as construction of a permanent library on the west side of the Fox River, were crafted. A new building adjacent to the Randall Oaks Recreation Center would provide central geographic service. However, a November 2016 referendum to increase the PTELL limiting rate from 21 cents to 42 cents was defeated.⁹

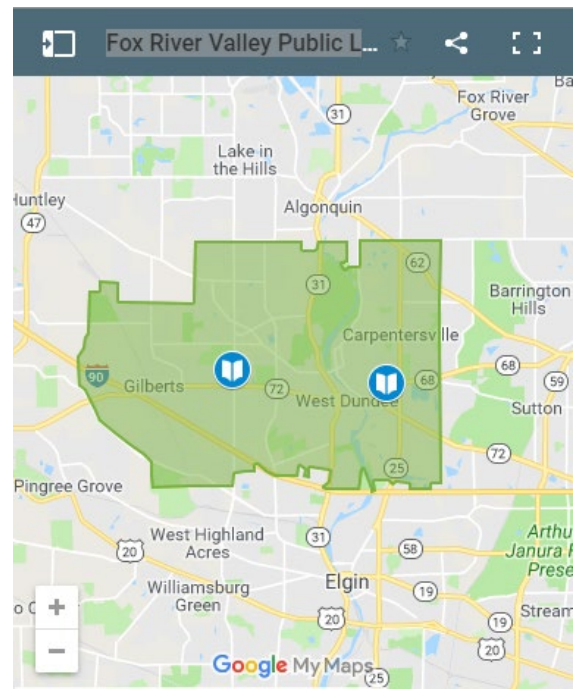
Despite the 2016 referendum failure, residential and commercial construction continued and population in Rutland Township grew. Residents expressed a desire for expanded library service, but preferred an existing vacant building be used instead of new construction. All vacant real estate west of the Fox River was examined, and the former Dominick's at the corner of Randall and Huntley roads was preferred. However, negotiations with the vacant building's owners failed to produce a viable agreement and the Fox River Valley Public Library District ends 2020 with no plans for expansion.

⁹ Sixth failed attempt at building a new tax-supported library building - 2016

Profile of the Library Today

The Fox River Valley Public Library District (FRVPLD) 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. By population served FRVPLD is the seventh largest library district in Illinois.

The geographical boundaries of the FRVPLD closely resemble those of Community Unit School District 300 which consists of 25 public schools with more than 20,000 students (one of the largest school districts in Illinois), as well as several private and charter schools. Library programming and resources are often curated with these students in mind. Teachers in the district are eligible for library cards with extended check out period for books, and each year, every second-grade class in the district take a field trip to the Dundee Library.



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 west of the Fox River. 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); Wellness Insurance Network (WIN); and Cooperative Computer Services (CCS). These organizations are:

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, which the board approved 6/16/2020 for FY20/21. 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 FY20/21 ACFR is the appropriation, which was passed by the board 9/15/2019 as Ordinance 2020-07 and filed with Kane County in October 2020. The board passed no ordinances amending the appropriation.

To make financial reports easier for taxpayers to understand, the Library has been reducing the number of Nonmajor funds. The Building & Maintenance fund was closed in FY1617, the Audit and Liability Insurance funds were closed in FY1718, and the FICA fund was planned for closure in FY2019. The IMRF was planned for closure in FY 2021. In preparation for the closing of IMRF fund, a reduced tax revenue of \$120,000 in FY2019 was levied into the fund to cover less than a full year of expenses. However, an additional IMRF expenses were budgeted in the general fund. Key changes in library personnel caused a delay in closing the IMRF account. The IMRF fund expenditures exceeded the amount budgeted in the fund. However, personnel funds for the library remained \$257,058.89 underbudget for FY2021.

Authority to Spend

The Library Director is authorized to spend up to \$10,000 on individual purchases or contracts without prior Board approval and may delegate spending authority within this limit to staff. The Board must authorize all purchases and contracts of \$10,000 or more including all multi-year contracts whose cumulative value equals or exceeds \$10,000.

COVID-19 in FY20/21

On November 16, 2020 the Dundee and Randall Oaks Library had to reclose their doors to the public and offer curbside and home delivery services only. The closure of both locations lasted until February 8, 2021, when both libraries reopened with limited services. However, strict safety measures were put into place to limit the number of people visiting each location at the same time. A limited number of public computers reopened in March 2021. In May 2021, visit limits were removed and most furniture was returned to the floors of both libraries. Live programming was limited to outdoor only until the new fiscal year. The prolonged shutdown and slow rollout of services dramatically affected library service statistics for the year, as demonstrated in this ACFR.

FY2021 Statistics

- The Dundee Library was open 2,815 hours and the Randall Oaks Library was open 2,252 hours
- Funds are safeguarded using a \$1,950,000 Surety bond, with the Treasurer as designated custodian
- \$46,486.63 received from Kane County for CARE ACT grant funding for COVID-19 relief
- 24,293 registered cardholders
- 139,173 physical materials owned plus 1,000,000+ electronic items available
- 343,226 materials loaned, down 22% from last year due to the pandemic shutdown and restrictions to limit the number of visitors in the building at the same time.
- 369 live programs hosted last year, serving 4,002 patrons
- 394 passive programs hosted last year, serving 19,439 patrons
- 2,409 curbside visits and 9,129 items delivered via home delivery services
- 261 documents printed during curbside visits, a major service our patrons required during the pandemic
- 155 one-on-one instruction sessions, assisting patrons with detailed computer and technology questions

Awards and Acknowledgements

The Library received the Certificate of Achievement for Excellence in Financial Reports for FY19/20.

Preparation of the Annual Comprehensive 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,



Amy Dodson
Executive Library 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, 2020

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

November 5, 2021

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, 2021, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

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

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fox River Valley Public Library District, Illinois' basic financial statements. The introductory section, other supplementary information, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

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, 2021. Please read it in conjunction with the Library's financial statements which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Library's net position increased from \$7,003,013 to \$7,607,748 an increase of \$604,735 or 8.6 percent.
- During the year, government-wide revenues totaled \$3,809,398 while government-wide expenses totaled \$3,204,633, resulting in an increase to net position of \$604,735.
- Total fund balance for the governmental funds were \$6,378,865 at June 30, 2021 compared to \$5,805,913 prior year balance, an increase of \$572,952 or 9.9 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 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 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 Statement of Net Position reports information on all of the Library's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Library's property tax base, is needed to assess the overall health of the Library.

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

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

USING THIS ANNUAL FINANCIAL REPORT – Continued

Government-Wide Financial Statements – Continued

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.

The Library maintains five 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 three governmental funds are combined into a single, aggregated presentation. Two of the non-major special revenue funds, FICA and Illinois Municipal Retirement, were closed as of June 30, 2021. 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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

USING THIS ANNUAL FINANCIAL REPORT – Continued

Fund Financial Statements – Continued

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, 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. The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information on pensions.

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 \$7,607,748.

	Net Position	
	2021	2020
Current Assets	\$ 10,065,748	9,476,825
Capital Assets	1,797,227	1,868,986
Total Assets	11,862,975	11,345,811
Deferred Outflows	359,325	417,067
Total Assets/Deferred Outflows	12,222,300	11,762,878
Long-Term Debt Outstanding	266,084	740,371
Other Liabilities	61,582	192,713
Total Liabilities	327,666	933,084
Deferred Inflows	4,286,886	3,826,781
Total Liabilities/Deferred Inflows	4,614,552	4,759,865
Net Position		
Investment in Capital Assets	1,797,227	1,868,986
Restricted	413,835	437,991
Unrestricted	5,396,686	4,696,036
Total Net Position	7,607,748	7,003,013

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

A large portion of the Library's net position (23.6 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 (5.4 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 and Working Cash. The remaining \$5,396,686, or 70.9 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 6.9 months) and b) transferring a portion to the Capital Projects/Special Reserve Fund for commitment to future renovation, expansion, and capital needs.

	Change in Net Position	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 74,937	48,299
Operating Grants/Contributions	152,573	97,658
General Revenues		
Taxes		
Property Taxes	3,487,069	3,393,307
Intergovernmental		
Personal Property Replacement Taxes	65,356	51,526
Interest	1,013	199,580
Miscellaneous	28,450	75,817
Total Revenues	<u>3,809,398</u>	<u>3,866,187</u>
Expenses		
General Government	<u>3,204,663</u>	<u>3,511,636</u>
Change in Net Position	604,735	354,551
Net Position - Beginning	<u>7,003,013</u>	<u>6,648,462</u>
Net Position - Ending	<u><u>7,607,748</u></u>	<u><u>7,003,013</u></u>

Revenues of \$3,809,398 exceeded expenses of \$3,204,663, resulting in the increase to net position in the current year of \$604,735, primarily due to increases to charges for services, operating grants, and property taxes of \$26,638, \$54,915, and 93,762 respectively.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

In the current year, governmental net position increased \$604,735, an increase of 8.6 percent.

Revenues decreased \$56,789 or 1.5 percent (\$3,809,398 compared to \$3,866,187 in 2020). Property Taxes increased \$93,762 or 2.8 percent. Charges for Services increased \$26,638 (\$48,299 in 2020 compared to \$74,937 in 2021). Interest Income decreased \$198,567 or 99.5 percent. Miscellaneous Revenue decreased \$47,367 (\$28,450 compared to \$75,817 in 2020).

Expenses decreased \$306,973 or 8.7 percent from the prior year (\$3,511,636 in 2020 compared to \$3,204,663 in 2021). Pension expense recognition decreased \$182,017 or 72.7 percent (\$250,435 in 2020 to \$68,418 in 2021).

While Net Position increased \$604,735 Fund Balance increased \$572,952 or 9.9%.

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 \$6,378,865, which is \$572,952 or 9.9 percent higher than last year's ending fund balance of \$5,805,913.

The General Fund reported a decrease of \$62,330, due to a transfer out of \$750,000 to the Capital Project/Special Reserve Fund. Overall, increases in revenues from property taxes, grants, and charges for services were offset by increased expenditures in maintenance and equipment. Property taxes increased \$203,669 or 6.4 percent and this increase was due to the planned closure of the FICA and IMRF funds in FY2021. In FY2020 the library levied \$120,000 into these funds. However, in FY2021 all the money levied went directly into the General Fund due to the planned fund closures. The total amount of the library's levy also increased due to a 6.4 percent increase in new construction and a slight (.4 percent) increase in CPI.

The Capital Project/Special Reserve Fund reported an increase of \$658,172 due to a transfer in of \$750,000 from the General Fund.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

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 \$3,691,156, compared to budgeted revenues of \$3,806,522. This resulted primarily from miscellaneous revenues coming in significantly under budget.

The General Fund actual expenditures were lower than budgeted expenditures by \$1,038,062 or 25.8 percent. Actual expenditures totaled \$2,982,536, while budgeted expenditures totaled \$4,020,418. This was due primarily to substantial savings realized versus the budget expenditures, primarily in the areas of operating expenditures (\$788,528), personnel and benefits (\$321,567), and library materials (\$65,655).

CAPITAL ASSETS

The Library's investment in capital assets for its governmental activities as of June 30, 2021 was \$1,797,227 (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.

The total decrease in the Library's investment in capital assets for the current fiscal year was \$71,759. This overall decrease is due to \$382,110 of capital asset additions being offset by depreciation expense of \$453,869 for the year.

	Capital Assets - Net of Depreciation	
	2021	2020
Land	\$ 58,000	58,000
Buildings and Improvements	666,499	786,333
Land Improvements	32,408	39,058
Furniture and Equipment	119,761	171,189
Vehicle	5,508	7,712
Books and Library Materials	915,051	806,694
Totals	<u>1,797,227</u>	<u>1,868,986</u>

This year's additions to capital assets consisted of \$382,110 in library books and material collections.

Additional information on the Library's capital assets can be found in Note 3 of this report.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Management's Discussion and Analysis June 30, 2021

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Library's elected and appointed officials considered many factors when setting the fiscal-year 2022 budget, including revenue considerations such as property tax rates, reduced interest income, loss of revenue from fines and fees, and additional revenue from license plate renewals; and expenditure changes such as increased minimum wage and continuing costs of COVID-19. An increase in the salary scale taking into account the \$12.00 minimum wage effective 7/1/2022 as well as plans to return to a pre-COVID staffing model cause a 6.8 percent increase in the salary budget; materials expenditures in the working budget decreased \$12,000 due to a lack of collection space at both libraries; and building expenditures in the working budget increased \$572,346 to address ADA compliance and safety issues in a 50-year-old building that will require major construction to one library facility.

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, 2021**

ASSETS	
Current Assets	
Cash and Investments	\$ 8,225,328
Receivables - Net of Allowances	1,796,802
Prepays	<u>43,618</u>
Total Current Assets	<u>10,065,748</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable Capital Assets	58,000
Depreciable Capital Assets	6,582,859
Accumulated Depreciation	<u>(4,843,632)</u>
Total Noncurrent Assets	<u>1,797,227</u>
Total Assets	11,862,975
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>359,325</u>
Total Assets and Deferred Outflows of Resources	<u>12,222,300</u>

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

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 24,694
Accrued Payroll	19,501
Other Payable	2,549
Compensated Absences Payable	14,838
Total Current Liabilities	<u>61,582</u>
Noncurrent Liabilities	
Compensated Absences Payable	59,351
Net Pension Liability - IMRF	206,733
Total Noncurrent Liabilities	<u>266,084</u>
Total Liabilities	<u>327,666</u>

DEFERRED INFLOWS OF RESOURCES

Property Taxes	3,640,139
Deferred Items - IMRF	646,747
Total Deferred Inflows of Resources	<u>4,286,886</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,614,552</u>

NET POSITION

Investment in Capital Assets	1,797,227
Restricted - Donations	255,452
Restricted - Working Cash - Nonexpendable	158,383
Unrestricted	<u>5,396,686</u>
Total Net Position	<u>7,607,748</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, 2021**

	<u>Program Revenues</u>		Net
	Charges	Operating	(Expenses)/
	for	Grants/	Revenues and
<u>Expenses</u>	<u>Services</u>	<u>Donations</u>	<u>Changes in</u>
			<u>Net Position</u>
Governmental Activities			
Culture and Recreation	<u>\$ 3,204,663</u>	<u>74,937</u>	<u>152,573</u>
			<u>(2,977,153)</u>
General Revenues			
Taxes			
Property Taxes			3,487,069
Intergovernmental			
Personal Property Replacement Taxes			65,356
Interest			1,013
Miscellaneous			28,450
			<u>3,581,888</u>
Change in Net Position			604,735
Net Position - Beginning			<u>7,003,013</u>
Net Position - Ending			<u>7,607,748</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, 2021**

	General	Capital Projects Special Reserve	Nonmajor	Totals
ASSETS				
Cash and Investments	\$ 4,023,406	4,043,539	158,383	8,225,328
Receivables - Net of Allowances				
Property Taxes	1,793,506	-	-	1,793,506
Accounts	2,662	-	-	2,662
Accrued Interest	634	-	-	634
Prepays	43,618	-	-	43,618
 Total Assets	 <u>5,863,826</u>	 <u>4,043,539</u>	 <u>158,383</u>	 <u>10,065,748</u>
LIABILITIES				
Accounts Payable	24,694	-	-	24,694
Accrued Payroll	19,501	-	-	19,501
Other Payable	2,549	-	-	2,549
Total Liabilities	<u>46,744</u>	<u>-</u>	<u>-</u>	<u>46,744</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	3,640,139	-	-	3,640,139
Total Liabilities and Deferred Inflows of Resources	<u>3,686,883</u>	<u>-</u>	<u>-</u>	<u>3,686,883</u>
FUND BALANCES				
Nonspendable	43,618	-	-	43,618
Restricted	255,452	-	158,383	413,835
Committed	-	4,043,539	-	4,043,539
Unassigned	1,877,873	-	-	1,877,873
Total Fund Balances	<u>2,176,943</u>	<u>4,043,539</u>	<u>158,383</u>	<u>6,378,865</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u>5,863,826</u>	 <u>4,043,539</u>	 <u>158,383</u>	 <u>10,065,748</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, 2021

Total Fund Balances	\$ 6,378,865
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.	1,797,227
Deferred Outflows of Resources related to IMRF not reported in the funds. Deferred Items - IMRF	(287,422)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable	(74,189)
Net Pension Liability - IMRF	<u>(206,733)</u>
Net Position	<u><u>7,607,748</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, 2021**

	General	Capital Projects Special Reserve	Nonmajor	Totals
Revenues				
Taxes	\$ 3,367,327	-	119,742	3,487,069
Intergovernmental	217,929	-	-	217,929
Charges for Services	69,306	-	-	69,306
Fines and Forfeitures	5,631	-	-	5,631
Interest	2,513	(738)	(762)	1,013
Miscellaneous	28,450	-	-	28,450
Total Revenues	3,691,156	(738)	118,980	3,809,398
Expenditures				
Current				
Culture and Recreation	2,913,215	-	163,000	3,076,215
Capital Outlay	69,141	91,090	-	160,231
Total Expenditures	2,982,356	91,090	163,000	3,236,446
Excess (Deficiency) of Revenues Over (Under) Expenditures	708,800	(91,828)	(44,020)	572,952
Other Financing Sources (Uses)				
Transfers In	21	750,000	21,151	771,172
Transfers Out	(771,151)	-	(21)	(771,172)
	(771,130)	750,000	21,130	-
Net Change in Fund Balances	(62,330)	658,172	(22,890)	572,952
Fund Balances - Beginning	2,239,273	3,385,367	181,273	5,805,913
Fund Balances - Ending	2,176,943	4,043,539	158,383	6,378,865

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, 2021

Net Change in Fund Balances \$ 572,952

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	382,110
Depreciation Expense	(453,869)
Disposals - Cost	(266,576)
Disposals - Accumulated Depreciation	266,576

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

Change in Deferred Items - IMRF	(372,541)
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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.

Change in Compensated Absences Payable	8,981
Change in Net Pension Liability - IMRF	<u>467,102</u>

Changes in Net Position 604,735

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

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.).

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

The 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 two nonmajor special revenue funds. Both of the nonmajor special revenue funds, FICA and Illinois Municipal Retirement, were closed as of June 30, 2021.

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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

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.

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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets

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

Deferred Outflows/Inflows of Resources

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

Compensated Absences

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

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

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.

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.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUND

The following fund had an excess of actual expenditures over budget as of the date of this report:

Fund	Excess
Illinois Municipal Retirement	\$ 20,416

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

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 \$3,491,414 and the bank balances totaled \$3,514,614.

Investments. The Library has the following investment fair values and maturities:

Investment Type	Investment Maturities (in Years)				
	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
Illinois Funds	\$ 3,806,758	3,806,758	-	-	-
Municipal Bonds	927,156	-	927,156	-	-
	<u>4,733,914</u>	<u>3,806,758</u>	<u>927,156</u>	<u>-</u>	<u>-</u>

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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk – 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 investment in the Illinois Funds was rated AAAM by Standard & Poor's and the Library's investment in Municipal Bonds ratings were not available.

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

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 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	739,614	-	15,995	723,619
Vehicle	17,630	-	-	17,630
Books and Library Materials	2,470,741	382,110	250,581	2,602,270
	<u>6,467,325</u>	<u>382,110</u>	<u>266,576</u>	<u>6,582,859</u>
Less Accumulated Depreciation				
Buildings and Improvements	2,193,537	119,834	-	2,313,371
Land Improvements	220,412	6,650	-	227,062
Furniture and Equipment	568,425	51,428	15,995	603,858
Vehicle	9,918	2,204	-	12,122
Books and Library Materials	1,664,047	273,753	250,581	1,687,219
	<u>4,656,339</u>	<u>453,869</u>	<u>266,576</u>	<u>4,843,632</u>
 Total Net Depreciable Capital Assets	 <u>1,810,986</u>	 <u>(71,759)</u>	 <u>-</u>	 <u>1,739,227</u>
 Total Net Capital Assets	 <u>1,868,986</u>	 <u>(71,759)</u>	 <u>-</u>	 <u>1,797,227</u>

Depreciation expense of \$453,869 was charged to the culture and recreation function.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFER

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) close the FICA and Illinois Municipal Retirement Funds into the General Fund at the end of the fiscal year.

Transfer In	Transfer Out	Amount
General	Nonmajor	\$ 21 (2)
Special Reserve	General	750,000 (1)
Nonmajor	General	21,151 (2)
		<u>771,172</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	\$ 83,170	8,981	17,962	74,189	14,838
Net Pension Liability - IMRF	673,835	-	467,102	206,733	-
	<u>757,005</u>	<u>8,981</u>	<u>485,064</u>	<u>280,922</u>	<u>14,838</u>

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

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

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

Assessed Valuation - 2020	<u>\$ 2,227,448,053</u>
Legal Debt Limit - 2.875% of Assessed Value	64,039,132
Amount of Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>64,039,132</u>

NET POSITION/FUND BALANCES

Net Position Classification

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

Governmental Activities	
Investment in Capital Assets	<u>\$ 1,797,227</u>

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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCES - Continued

Fund Balance Classifications - Continued

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.

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

	General	Capital Projects Special Reserve	Nonmajor	Totals
Fund Balances				
Nonspendable				
Prepays	\$ 43,618	-	-	43,618
Restricted				
Donations	255,452	-	-	255,452
Working Cash	-	-	158,383	158,383
	255,452	-	158,383	413,835
Committed				
Capital Projects	-	4,043,539	-	4,043,539
Unassigned	1,877,873	-	-	1,877,873
Total Fund Balances	2,176,943	4,043,539	158,383	6,378,865

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

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.

Financial Impact from COVID-19

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

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, 2021 was \$51,690.

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. 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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Notes to the Financial Statements June 30, 2021

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. 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.

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

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

Inactive Plan Members Currently Receiving Benefits	39
Inactive Plan Members Entitled to but not yet Receiving Benefits	44
Active Plan Members	<u>32</u>
Total	<u><u>115</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, 2021, the Library’s annual contribution rate for the year was 10.96% of covered payroll.

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

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

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

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

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	3.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same in the prior 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/(asset) to changes in the discount rate. The table below presents the pension liability/(asset) of the Library calculated using the discount rate as well as what the Library’s net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 1,041,000	206,733	(452,171)

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 6,867,068	6,193,233	673,835
Changes for the year:			
Service Cost	146,777	-	146,777
Interest on the Total Pension Liability	488,292	-	488,292
Difference Between Expected and Actual Experience of the Total Pension Liability	191,507	-	191,507
Changes of Assumptions	(89,001)	-	(89,001)
Contributions - Employer	-	168,832	(168,832)
Contributions - Employees	-	68,446	(68,446)
Net Investment Income	-	911,658	(911,658)
Benefit Payments, including Refunds of Employee Contributions	(410,778)	(410,778)	-
Other (Net Transfer)	-	55,741	(55,741)
Net Changes	326,797	793,899	(467,102)
Balances at December 31, 2020	7,193,865	6,987,132	206,733

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended June 30, 2021, the Library recognized pension expense of \$68,418. At June 30, 2021, 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	\$ 248,427	(1,523)	246,904
Changes of Assumptions	35,507	(79,139)	(43,632)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(566,085)	(566,085)
Total Pension Expense			
to be Recognized in Future Periods	283,934	(646,747)	(362,813)
Pension Contributions Made Subsequent to the Measurement Date	75,391	-	75,391
Total Deferred Amounts Related to Pensions	<u>359,325</u>	<u>(646,747)</u>	<u>(287,422)</u>

\$75,391 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (20,149)
2023	(34,277)
2024	(215,002)
2025	(93,385)
2026	-
Thereafter	-
Total	<u>(362,813)</u>

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

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

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

The Library has evaluated its potential other 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, 2021.

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, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 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%
2019	143,016	143,016	-	1,438,353	9.94%
2020	151,457	151,457	-	1,506,408	10.05%
2021	162,979	162,979	-	1,486,501	10.96%

Notes to the Required Supplementary Information:

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

Note:

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

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, 2021**

	<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. Information for additional years will be displayed as it becomes available.

12/31/15	12/31/16	12/31/17	12/31/18	12/31/19	12/31/20
146,942	153,879	151,961	130,784	133,556	146,777
373,651	397,554	428,794	431,991	459,842	488,292
24,535	138,207	(16,659)	219,555	192,603	191,507
6,387	(13,641)	(184,732)	175,799	-	(89,001)
(200,512)	(256,988)	(288,381)	(363,903)	(389,605)	(410,778)
351,003	419,011	90,983	594,226	396,396	326,797
5,015,449	5,366,452	5,785,463	5,876,446	6,470,672	6,867,068
5,366,452	5,785,463	5,876,446	6,470,672	6,867,068	7,193,865
156,764	161,734	144,918	149,749	135,504	168,832
61,881	65,099	62,330	62,395	88,101	68,446
22,577	308,716	860,236	(334,202)	1,037,699	911,658
(200,512)	(256,988)	(288,381)	(363,903)	(389,605)	(410,778)
6,288	79,644	(91,286)	190,625	17,572	55,741
46,998	358,205	687,817	(295,336)	889,271	793,899
4,506,278	4,553,276	4,911,481	5,599,298	5,303,962	6,193,233
4,553,276	4,911,481	5,599,298	5,303,962	6,193,233	6,987,132
813,176	873,982	277,148	1,166,710	673,835	206,733
84.85%	84.89%	95.28%	81.97%	90.19%	97.13%
1,375,121	1,446,645	1,377,544	1,386,070	1,490,692	1,521,008
59.13%	60.41%	20.12%	84.17%	45.20%	13.59%

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, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 3,377,833	3,377,833	3,367,327
Intergovernmental			
Personal Property Replacement Taxes	45,000	45,000	65,356
Grants	93,173	93,173	152,573
Charges for Services	-	-	69,306
Fines and Forfeitures	5,500	5,500	5,631
Interest	36,000	36,000	2,513
Miscellaneous	249,016	249,016	28,450
Total Revenues	<u>3,806,522</u>	<u>3,806,522</u>	<u>3,691,156</u>
Expenditures			
Culture and Recreation			
Personnel and Benefits	2,272,200	2,272,200	1,950,633
Library Materials	462,000	462,000	396,345
Operating	972,696	972,696	184,168
Utilities	74,470	74,470	47,718
Maintenance and Equipment	206,327	206,327	334,351
Capital Outlay			
Furniture and Equipment	32,725	32,725	5,397
Computer	-	-	63,744
Total Expenditures	<u>4,020,418</u>	<u>4,020,418</u>	<u>2,982,356</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(213,896)</u>	<u>(213,896)</u>	<u>708,800</u>
Other Financing Sources (Uses)			
Transfers In	-	-	21
Transfers Out	-	-	(771,151)
	<u>-</u>	<u>-</u>	<u>(771,130)</u>
Net Change in Fund Balance	<u>(213,896)</u>	<u>(213,896)</u>	(62,330)
Fund Balance - Beginning			<u>2,239,273</u>
Fund Balance - Ending			<u><u>2,176,943</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

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

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.

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.

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.

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, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Interest	\$ 40,000	40,000	(738)
Expenditures			
Capital Outlay			
Furniture and Equipment	38,500	38,500	3,616
Computer Equipment	63,250	63,250	10,390
Professional Fees	155,417	155,417	73,223
Building Repairs	52,800	52,800	3,861
Property Acquisition	3,000,000	3,000,000	-
Total Expenditures	<u>3,309,967</u>	<u>3,309,967</u>	<u>91,090</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,269,967)	(3,269,967)	(91,828)
Other Financing Sources			
Transfers In	-	-	750,000
Net Change in Fund Balance	<u>(3,269,967)</u>	<u>(3,269,967)</u>	658,172
Fund Balance - Beginning			<u>3,385,367</u>
Fund Balance - Ending			<u>4,043,539</u>

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

June 30, 2021

	<u>Special Revenue</u>			
	<u>FICA</u>	<u>Illinois Municipal Retirement</u>	<u>Permanent Working Cash</u>	<u>Totals</u>
ASSETS				
Cash and Investments	\$ -	-	158,383	158,383
FUND BALANCES				
Restricted	-	-	158,383	158,383

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, 2021**

	Special Revenue			Totals
	FICA	Illinois Municipal Retirement	Permanent Working Cash	
Revenues				
Property Taxes	\$ -	119,742	-	119,742
Interest	-	22	(784)	(762)
Total Revenues	-	119,764	(784)	118,980
Expenditures				
Culture and Recreation	-	163,000	-	163,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(43,236)	(784)	(44,020)
Other Financing Sources (Uses)				
Transfers In	-	21,151	-	21,151
Transfers Out	(21)	-	-	(21)
	(21)	21,151	-	21,130
Net Change in Fund Balances	(21)	(22,085)	(784)	(22,890)
Fund Balances - Beginning	21	22,085	159,167	181,273
Fund Balances - Ending	-	-	158,383	158,383

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, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ -	-	-
Expenditures			
Culture and Recreation			
FICA	21	21	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21)	(21)	-
Other Financing (Uses)			
Transfers Out	-	-	(21)
Net Change in Fund Balance	<u>(21)</u>	<u>(21)</u>	(21)
Fund Balance - Beginning			<u>21</u>
Fund Balance - Ending			<u><u>-</u></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, 2021**

	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ 120,000	120,000	119,742
Interest	500	500	22
Total Revenues	120,500	120,500	119,764
Expenditures			
Culture and Recreation			
Illinois Municipal Retirement	142,584	142,584	163,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,084)	(22,084)	(43,236)
Other Financing Sources			
Transfers In	-	-	21,151
Net Change in Fund Balance	<u>(22,084)</u>	<u>(22,084)</u>	(22,085)
Fund Balance - Beginning			<u>22,085</u>
Fund Balance - Ending			<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, 2021 (Unaudited)

	2012	2013	2014
Governmental Activities			
Net Investment in Capital Assets	\$ 2,971,629	3,468,267	3,095,856
Restricted	437,755	214,139	256,621
Unrestricted	2,162,083	2,170,809	2,644,499
	<hr/>	<hr/>	<hr/>
Total Governmental Activities Net Position	5,571,467	5,853,215	5,996,976

* Accrual Basis of Accounting

Data Source: Library Records

2015	2016	2017	2018	2019	2020	2021
2,920,597	2,709,319	2,487,650	2,282,995	2,096,725	1,868,986	1,797,227
221,712	254,013	535,551	500,644	472,723	437,991	413,835
2,747,930	2,814,842	3,002,197	3,458,421	4,079,014	4,696,036	5,396,686
5,890,239	5,778,174	6,025,398	6,242,060	6,648,462	7,003,013	7,607,748

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)

	2012	2013	2014
Expenses			
Governmental Activities			
Culture and Recreation	\$ 2,585,586	2,739,895	3,041,931
Program Revenues			
Governmental Activities			
Charges for Services			
Culture and Recreation	65,824	92,209	89,316
Operating Grants/Contributions	74,270	76,922	71,255
Total Governmental Activities Program Revenues	140,094	169,131	160,571
Net (Expense) Revenue			
Governmental Activities	(2,445,492)	(2,570,764)	(2,881,360)
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes			
Property	2,764,982	2,833,544	2,937,125
Personal Property Replacement Taxes	44,221	42,728	48,867
Interset	2,841	794	18,088
Miscellaneous	21,929	5,635	21,041
Total Governmental Activities General Revenues	2,833,973	2,882,701	3,025,121
Changes in Net Position			
Governmental Activities	388,481	311,937	143,761

* Accrual Basis of Accounting

Data Source: Library Records

2015	2016	2017	2018	2019	2020	2021
3,371,214	3,544,519	3,400,121	3,202,267	3,301,107	3,511,636	3,204,663
90,483	95,074	90,892	73,873	58,320	48,299	74,937
86,673	93,086	287,169	58,211	99,463	97,658	152,573
177,156	188,160	378,061	132,084	157,783	145,957	227,510
(3,194,058)	(3,356,359)	(3,022,060)	(3,070,183)	(3,143,324)	(3,365,679)	(2,977,153)
3,007,337	3,080,748	3,163,360	3,192,377	3,305,446	3,393,307	3,487,069
47,494	71,474	52,000	43,511	47,071	51,526	65,356
19,741	25,262	24,265	29,773	175,674	199,580	1,013
19,796	66,810	29,659	21,184	21,535	75,817	28,450
3,094,368	3,244,294	3,269,284	3,286,845	3,549,726	3,720,230	3,581,888
(99,690)	(112,065)	247,224	216,662	406,402	354,551	604,735

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)

	2012	2013	2014
General Fund			
Nonspendable	\$ 249,859	381,758	301,319
Restricted	-	1,467	2,153
Unassigned	1,739,906	1,636,495	1,678,718
Total General Fund	1,989,765	2,019,720	1,982,190
All Other Governmental Funds			
Nonspendable	15,295	-	-
Restricted	437,755	212,672	254,468
Committed	197,939	197,981	699,727
Unassigned	-	143	954
Total All Other Governmental Funds	650,989	410,796	955,149
Total Governmental Funds	2,640,754	2,430,516	2,937,339

* Modified Accrual Basis of Accounting

Data Source: Library Records

2015	2016	2017	2018	2019	2020	2021
221,285	171,863	33,114	43,485	46,036	27,985	43,618
3,300	4,279	227,083	231,912	246,540	256,718	255,452
2,237,518	2,677,069	1,249,699	1,231,918	1,243,019	1,954,570	1,877,873
2,462,103	2,853,211	1,509,896	1,507,315	1,535,595	2,239,273	2,176,943
263	-	-	-	-	-	-
218,412	249,734	308,468	268,732	226,183	181,273	158,383
527,742	292,469	2,128,607	2,719,957	3,345,087	3,385,367	4,043,539
(1)	-	-	-	-	-	-
746,416	542,203	2,437,075	2,988,689	3,571,270	3,566,640	4,201,922
3,208,519	3,395,414	3,946,971	4,496,004	5,106,865	5,805,913	6,378,865

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
June 30, 2021 (Unaudited)**

	2012	2013	2014
Revenues			
Taxes	\$ 2,809,203	2,876,272	2,985,992
Intergovernmental	2,841	76,922	71,255
Charges for Services	66,266	17,266	25,995
Fines, Fees and Licenses	74,270	74,943	68,821
Interest	21,929	794	18,088
Miscellaneous	-	5,635	15,541
Total Revenues	<u>2,974,509</u>	<u>3,051,832</u>	<u>3,185,692</u>
Expenditures			
Current			
Culture and Recreation	2,528,512	2,901,434	2,613,877
Capital Outlay	188,206	330,447	64,992
Total Expenditures	<u>2,716,718</u>	<u>3,231,881</u>	<u>2,678,869</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>257,791</u>	<u>(180,049)</u>	<u>506,823</u>
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>257,791</u>	<u>(180,049)</u>	<u>506,823</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

2015	2016	2017	2018	2019	2020	2021
3,054,831	3,152,222	3,215,360	3,235,888	3,352,517	3,444,833	3,487,069
86,673	93,086	287,169	58,211	99,463	97,658	217,929
23,900	28,219	26,276	25,173	24,332	34,380	69,306
66,583	66,855	64,616	48,700	33,988	13,919	5,631
19,741	25,262	24,265	29,773	175,674	199,580	1,013
19,796	66,810	29,659	21,184	21,535	75,817	28,450
3,271,524	3,432,454	3,647,345	3,418,929	3,707,509	3,866,187	3,809,398
2,795,812	2,983,122	2,900,109	2,804,442	2,999,198	3,054,833	3,076,215
204,532	262,437	195,679	65,454	97,450	112,306	160,231
3,000,344	3,245,559	3,095,788	2,869,896	3,096,648	3,167,139	3,236,446
271,180	186,895	551,557	549,033	610,861	699,048	572,952
-	-	-	-	-	-	771,172
-	-	-	-	-	-	(771,172)
-	-	-	-	-	-	-
271,180	186,895	551,557	549,033	610,861	699,048	572,952
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, 2021 (Unaudited)**

Fiscal Year	Tax Levy Year	Residential Property	Farm	Commercial Property
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
2019	2017	1,264,825,960	10,302,298	264,523,485
2020	2018	1,433,608,015	9,823,090	321,238,021
2021	2019	1,504,156,287	9,454,714	348,587,514

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
\$ 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
235,006,255	328,164	-	1,774,986,162	0.1798
332,515,424	385,018	-	2,097,569,568	0.1737
364,848,117	401,421	-	2,227,448,053	0.1709

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

	2012	2013	2014
Library Direct Rates			
General	0.1456	0.1582	0.1811
Overlapping Rates			
Kane County	0.3730	0.3990	0.4336
Kane Forest Preserve	0.2201	0.2609	0.2710
Dundee Township	0.1688	0.1854	0.2143
Dundee Twp Road Dist	0.0774	0.0838	0.0958
East Dundee Village	0.5077	0.5321	0.5859
Dundee School District 300	4.4615	4.7987	5.6752
Elgin College 509	0.4407	0.4454	0.5215
Dundee Twp Park District	0.4251	0.4553	0.5145
East Dundee Fire District	0.7523	0.6865	1.0376
Total Overlapping Rates	7.4266	7.8471	9.3494
Total Rates	7.5722	8.0053	9.5305

Data Source: Office of the County Clerk

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

2015	2016	2017	2018	2019	2020	2021
0.2061	0.2171	0.2095	0.1941	0.1798	0.1737	0.1709
0.4623	0.4684	0.4479	0.4025	0.3877	0.3739	0.3618
0.3039	0.3126	0.2944	0.1658	0.1607	0.1549	0.1477
0.2166	0.2266	0.2149	0.0783	0.0754	0.0728	0.0719
0.1095	0.1158	0.1112	0.0986	0.0950	0.0917	0.0899
0.6525	0.6930	0.6540	0.6593	0.6351	0.6148	0.6065
6.3182	6.7211	6.5437	5.8763	5.6964	5.4778	5.3822
0.5707	0.6076	0.5609	0.4999	0.5075	0.4865	0.4439
0.6269	0.6600	0.6332	0.5643	0.5445	0.5178	0.4750
1.1363	1.1223	1.1077	0.9870	1.0544	1.0892	1.0204
10.3970	10.9274	10.5679	9.3321	9.1566	8.8793	8.5991
10.6031	11.1445	10.7774	9.5262	9.3364	9.0530	8.7701

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
June 30, 2021 (Unaudited)**

Taxpayer	2021			2012		
	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	\$ 18,381,047	1	0.83%			
Canterfield Apartment Owner LLC	17,526,070	2	0.79%			
PP Tango IL LLC	13,531,325	3	0.61%			
In Retail Algonquin Commons LLC	11,747,641	4	0.53%	\$ 27,509,160	2	1.44%
Continental 380 Fund LLC	11,373,864	5	0.51%			
TLF Northwest Business Park VII LLC	10,260,686	6	0.46%			
Adventus US Realty #1 LP	9,984,138	7	0.45%			
Marquette EJP Algonquin LLC	9,701,126	8	0.44%			
CICF II - IL1B02 LLC, Carey E. Herrlinger	8,506,720	9	0.38%			
DCT 305-325 Corporate Drive LLC, Prologis	8,030,503	10	0.36%			
Spring Hill Mall LLC				24,317,710	1	1.28%
John B. Sanfilippo & Son				17,008,493	3	0.89%
Regency Canterfield LLC				12,485,493	4	0.66%
BREOF BNK2 MIDWEST LLC				6,935,493	5	0.36%
Woodmans Food Market Inc				6,935,493	6	0.36%
Parsons Elgin				5,725,260	7	0.30%
Menard Inc				4,522,209	8	0.24%
Steadfast Foxview LP				4,850,653	9	0.25%
MP Holdings LLC				4,946,519	10	0.26%
	<u>119,043,120</u>		<u>5.34%</u>	<u>115,236,483</u>		<u>6.05%</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, 2021 (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
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%
2019	2017	3,309,107	3,305,446	99.89%	-	3,305,446	99.89%
2020	2018	3,398,496	3,393,306	99.85%	-	3,393,306	99.85%
2021	2019	3,494,834	3,487,069	99.78%	-	3,487,069	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, 2021 (Unaudited)**

Fiscal Year	Governmental Activites General Obligation Bonds	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2012	\$ -	\$ -	0.00%	\$ -
2013	-	-	0.00%	-
2014	-	-	0.00%	-
2015	-	-	0.00%	-
2016	-	-	0.00%	-
2017	-	-	0.00%	-
2018	-	-	0.00%	-
2019	-	-	0.00%	-
2020	-	-	0.00%	-
2021	-	-	0.00%	-

Data Source: Library Records

(1) See the Schedule of Demographic and Economic Statistics for personal income and 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, 2021 (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)
2012	\$ -	\$ -	\$ -	0.00%	\$ -
2013	-	-	-	0.00%	-
2014	-	-	-	0.00%	-
2015	-	-	-	0.00%	-
2016	-	-	-	0.00%	-
2017	-	-	-	0.00%	-
2018	-	-	-	0.00%	-
2019	-	-	-	0.00%	-
2020	-	-	-	0.00%	-
2021	-	-	-	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, 2021 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to Library (1)	Library's Share of Debt
Library	\$ -	100.00%	\$ -
Overlapping Debt None available	-	0.00%	-
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, 2021 (Unaudited)**

	2012	2013	2014	2015
Legal Debt Limit	\$ 54,761,753	51,724,538	46,769,288	42,105,014
Total Net Debt Applicable to Limit	-	-	-	-
Legal Debt Margin	54,761,753	51,724,538	46,769,288	42,105,014
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%

Data Source: Audited Financial Statements

2016	2017	2018	2019	2020	2021
40,960,628	43,309,436	47,388,176	51,030,852	60,305,125	64,039,132
-	-	-	-	-	-
40,960,628	43,309,436	47,388,176	51,030,852	60,305,125	64,039,132
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed Value	<u>\$ 2,227,448,053</u>
Bonded Debt Limit - 2.875% of Assessed Value	64,039,132
Amount of Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>64,039,132</u>

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate	
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%	<>
2019	69,338	2,321,852,268	33,486	4.00%	<>
2020	69,338	2,497,554,760	36,020	13.30%	<>
2021	69,338	2,591,230,398	37,371	6.10%	<>

Data Source:
U.S. Census Bureau

*** Community Unit School District No. 300 Comprehensive Annual Financial Report, unemployment rate from <https://data.bls.gov/map/MapToolServlet>

<> Unemployment Rate from <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, 2021 (Unaudited)**

Employer	2021			2011*		
	Employees	Rank	Percentage of Total Library Employment	Employees	Rank	Percentage of Total Library Employment
Community Unit School District 300	2,596	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
Otto Engineering, Inc	800	4	N/A	440	4	N/A
Colony, Inc	450	5	N/A	300	6	N/A
Bulk Lift International	325	6	N/A			
Walmart Supercenter	197	7	N/A			
Woodman's Food Market	239	8	N/A			
Box Partners, LLC	230	9	N/A			
Revcor, Inc	118	10	N/A	400	5	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
Trim-Rite, Inc				200	10	N/A
	<u>8,355</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.
FRVPLD database <http://www.atozdatabases.com/search>

*2011 is the most recent information available

N/A - not available

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Full-Time Equivalent Government Employees by Function - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Culture and Recreation	28	31	31	38	38	35	39	40	40	40

Data Source: Library Records

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

	2012	2013	2014
Population	69,338	69,338	69,338
Circulation			
Total Circulation	514,812	567,130	522,766
Per Capita	7.42	8.18	7.54
Patron Visits			
Total Patron Visits	253,077	289,541	272,891
Per Capita	3.65	4.18	3.94
Patron Service Units			
Total Patron Service Units	57,699	63,523	64,792
Per Capita	0.83	0.92	0.93
Patron Service Hours/Units	3,588	3,588	3,588
Cost per Patron Service Unit	\$721	\$764	\$848
Library Material Holdings			
Total Material Holdings	145,692	163,398	162,470
Per Capita	2.10	2.36	2.34

Data Source: Library Departments

2015	2016	2017	2018	2019	2020	2021
69,338	69,338	69,338	69,338	69,338	69,338	69,338
595,368	569,196	528,296	527,510	632,447	440,611	343,226
8.59	8.21	7.62	7.61	9.12	6.35	4.95
283,486	289,843	276,989	235,334	231,027	138,833	69,040
4.09	4.18	3.99	3.39	3.33	2.00	1.00
78,166	79,701	72,446	71,190	81,328	83,306	88,966
1.13	1.15	1.04	1.03	1.17	1.20	1.42
3,588	3,588	3,588	3,475	3,459	2,443	2,815
\$940	\$988	\$948	\$814	\$874	\$1,255	\$1,108
171,341	175,915	175,148	147,483	182,819	205,469	217,632
2.47	2.54	2.53	2.13	2.64	2.96	3.14

FOX RIVER VALLEY PUBLIC LIBRARY DISTRICT, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
June 30, 2021 (Unaudited)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Culture and Recreation										
Number of Libraries	2	2	2	2	2	2	2	2	2	2

Data Source: Various Library Departments