



**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

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ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2021



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**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
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## **INDEPENDENT AUDITOR'S REPORT**

Members of the Board of Trustees  
Itasca Community Library  
Itasca, Illinois

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Itasca Community Library, Itasca, Illinois (the Library), as of and for the year ended April 30, 2021, and the related notes to 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, the major fund, and the aggregate remaining fund information of the Itasca Community Library, Itasca, Illinois, as of April 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.

## **Emphasis of Matter**

Management has omitted a management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the required supplementary information 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 basic financial statements that collectively comprise the Library's basic financial statements. The supplemental data and combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplemental data and combining and individual fund financial statements and schedules are the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Sikich LLP*

Naperville, Illinois  
December 17, 2021

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2021

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and investments	\$ 1,659,661
Receivables	
Property taxes	1,618,537
Intergovernmental	1,350
Due from other governments	27,310
Net pension asset	57,221
Capital assets being depreciated (net of accumulated depreciation)	<u>3,437,581</u>
 Total assets	 <u>6,801,660</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension items - IMRF	<u>53,541</u>
 Total deferred outflows of resources	 <u>53,541</u>
 Total assets and deferred outflows of resources	 <u>6,855,201</u>
<b>LIABILITIES</b>	
Accounts payable	30,688
Accrued payroll	29,199
Noncurrent liabilities	
Due in one year	3,136
Due after one year	<u>74,333</u>
 Total liabilities	 <u>137,356</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension items - IMRF	467,524
Deferred property taxes	<u>1,618,537</u>
 Total deferred inflows of resources	 <u>2,086,061</u>
 Total liabilities and deferred inflows of resources	 <u>2,223,417</u>
<b>NET POSITION</b>	
Net investment in capital assets	3,437,581
Restricted	
Specific purposes	290,102
Unrestricted	<u>904,101</u>
 <b>TOTAL NET POSITION</b>	 <u><u>\$ 4,631,784</u></u>

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2021

FUNCTIONS/PROGRAMS	Program Revenue				Net (Expense) Revenue and Change in Net Position
PRIMARY GOVERNMENT	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities					
Culture, recreation, and education	\$ 1,444,126	\$ 25,220	\$ 26,116	\$ -	\$ (1,392,790)
Interest and fiscal charges	-	-	-	-	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 1,444,126</b>	<b>\$ 25,220</b>	<b>\$ 26,116</b>	<b>\$ -</b>	<b>(1,392,790)</b>
					General revenue
					Property taxes 1,566,625
					Replacement taxes 36,778
					Gifts 2,632
					Investment income 7,124
					Miscellaneous 33,642
					Total 1,646,801
					CHANGE IN NET POSITION 254,011
					NET POSITION, MAY 1 4,377,773
					NET POSITION, APRIL 30 \$ 4,631,784

See accompanying notes to financial statements.



**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2021

	<b>General Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental</b>
<b>ASSETS</b>			
Cash and investments	\$ 1,435,893	\$ 223,768	\$ 1,659,661
Receivables			
Property taxes	1,618,537	-	1,618,537
Grants	1,350	-	1,350
Due from Village	27,310	-	27,310
<b>TOTAL ASSETS</b>	<b>\$ 3,083,090</b>	<b>\$ 223,768</b>	<b>\$ 3,306,858</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 30,688	\$ -	\$ 30,688
Accrued payroll	29,199	-	29,199
Total liabilities	59,887	-	59,887
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property taxes	1,618,537	-	1,618,537
Total liabilities and deferred inflows of resources	1,678,424	-	1,678,424
<b>FUND BALANCES</b>			
Restricted			
Specific purpose	290,102	-	290,102
Committed			
Capital projects	-	223,768	223,768
Unrestricted			
Assigned			
Subsequent budget	159,543	-	159,543
Unassigned	955,021	-	955,021
Total fund balances	1,404,666	223,768	1,628,434
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 3,083,090</b>	<b>\$ 223,768</b>	<b>\$ 3,306,858</b>

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

April 30, 2021

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 1,628,434
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	3,437,581
Differences between expected and actual experiences, assumption changes, and net difference between projected and actual earnings and contributions after the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	(413,983)
The net pension asset of the Illinois Municipal Retirement Fund is not due and payable in the current period and, therefore, is not reported in the governmental funds	57,221
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences	(202)
Total OPEB liability	<u>(77,267)</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 4,631,784</u></u></b>

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2021

	<b>General</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental</b>
<b>REVENUES</b>			
Property taxes	\$ 1,566,625	\$ -	\$ 1,566,625
Intergovernmental			
Replacement taxes	36,778	-	36,778
Impact fees	366	-	366
Grants	26,116	-	26,116
Charges for services	25,220	-	25,220
Gifts	2,632	-	2,632
Investment income	7,124	-	7,124
Miscellaneous	33,276	-	33,276
	<hr/>		
Total revenues	1,698,137	-	1,698,137
<hr/>			
<b>EXPENDITURES</b>			
Current			
Personnel	1,014,400	-	1,014,400
Contractual services	303,236	-	303,236
Supplies	87,775	-	87,775
Capital outlay	36,295	-	36,295
	<hr/>		
Total expenditures	1,441,706	-	1,441,706
<hr/>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	256,431	-	256,431
<hr/>			
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	223,768	223,768
Transfers (out)	(206,500)	(17,268)	(223,768)
	<hr/>		
Total other financing sources (uses)	(206,500)	206,500	-
<hr/>			
NET CHANGE IN FUND BALANCES	49,931	206,500	256,431
<hr/>			
FUND BALANCES, MAY 1	1,354,735	17,268	1,372,003
<hr/>			
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 1,404,666</b>	<b>\$ 223,768</b>	<b>\$ 1,628,434</b>
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See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL  
FUNDS TO THE STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2021

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	<b>\$ 256,431</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Depreciation in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds	(156,892)
The change in the total OPEB liability is reported as an expense on the statement of activities	(5,620)
The change in the Illinois Municipal Retirement Fund net pension liability is not a source or use of a financial resource	349,291
The change in the Illinois Municipal Retirement Fund net pension asset is not a source or use of a financial resource	57,221
The change in deferred inflows and deferred outflows for the Illinois Municipal Retirement Fund is reported only on the statement of activities	<u>(246,420)</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 254,011</u></u></b>

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS**

April 30, 2021

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Itasca Community Library, Itasca, Illinois (the Library) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Library's accounting policies are described below.

a. Reporting Entity

The Library is governed by a seven-member Library Board of Trustees that is separately elected. The Library Board of Trustees selects management staff and directs the affairs of the Library. As required by GAAP, these financial statements include all funds of the Library. Management has also considered all potential component units. Criteria for including a component unit in the Library's reporting entity principally consist of the potential component unit's financial interdependency and accountability to the Library. Based upon those criteria, there are no potential component units to be included in the reporting entity.

b. Fund Accounting

The accounts of the Library are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified as governmental funds.

The General Fund is used to account for all general activities of the Library not accounted for in some other fund.

The Special Reserve Fund is used to account for funds committed for future capital and other needs.

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Library. Governmental activities are normally supported by taxes, fees, and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue 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 standard revenue that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenue are reported instead as general revenue.

The Library reports the following major governmental fund:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenue are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period (60 days) or soon enough thereafter to be used to pay liabilities of the current period. The Library recognizes property taxes when they become both measurable and available in the year intended to finance operations. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation  
(Continued)

Those revenues susceptible to accrual are property taxes and interest revenue. Fine revenue is not susceptible to accrual because generally it is not measurable until received in cash.

The Library reports deferred revenue, unearned revenue, and unavailable revenue on its financial statements. Unavailable revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period, under the modified accrual basis of accounting. Deferred and unearned revenue arises when a revenue is measurable but not earned under the accrual basis of accounting. Unearned revenues also arise when resources are received by the Library before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Library has a legal claim to the resources, the liability or deferred inflows of resource for deferred, unearned, or unavailable revenue are removed from the financial statements and revenue is recognized.

e. Cash and Investments

The Library's cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments are stated at fair value.

The Library categorizes the fair value measurements within the fair value hierarchy established by GAAP. 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; and Level 3 inputs are significant unobservable inputs. The Library did not have any investments measured at fair value as of April 30, 2021.

f. Capital Assets

Capital assets, which include property, equipment, and computers are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the Library as assets having a useful life greater than one year with an initial, individual cost of more than \$10,000 for buildings and improvements and \$5,000 for other capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

f. Capital Assets (Continued)

The costs of normal maintenance and repairs that do not add to the value or service capacity of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	10-50
Equipment, furniture, and fixtures	7-20
Computers	5

g. Compensated Absences

The Library's employees earn vacation leave pay, which generally must be taken within the year granted. Ten paid holidays are granted to employees. Employees also earn personal leave pay, which must be taken in the calendar year granted. Accumulated unpaid vacation and holiday, are accrued when earned. Vested or accumulated vacation of governmental activities are recorded as an expense and liability as the benefits accrue to employees.

h. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.



**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

i. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Library. Committed fund balance is constrained by formal actions of the Library's Board of Trustees, which is considered the Library's highest level of decision-making authority. Formal actions include ordinances approved by the Library Board of Trustees. Assigned fund balance represents amounts constrained by the Library's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Library's Director through the Library's fund balance policy. Any residual fund balance of the General Fund is reported as unassigned. Deficit fund balances in any other governmental funds are also reported as unassigned.

The Library's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Library considers committed funds to be expended first followed by assigned and then unassigned funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. None of the Library's restricted net position is restricted as a result of enabling legislation adopted by the Library. Net investment in capital assets is the book value of the capital assets less the outstanding principal balance of long-term debt issued to construct or acquire the capital assets.

j. Long-Term Obligations

In the government-wide financial statements, long-term debt, and other long-term obligations are reported as liabilities in the governmental activities column.

k. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

k. Interfund Receivables/Payables (Continued)

If applicable, advances between funds, as reported in the fund financial statements, are offset by a fund balance nonspendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

l. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

m. Postponement of Implementation of Certain Authoritative Guidance

In accordance with the provisions of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, the Library has delayed the implementation of GASB Statement No. 87, *Leases*, to April 30, 2023.

**2. DEPOSITS AND INVESTMENTS**

Deposits and Investments

The Library's investment policy authorizes the Library to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, The Illinois Funds, and the Illinois Metropolitan Investment Fund. The Library's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. DEPOSITS AND INVESTMENTS (Continued)**

Deposits and Investments (Continued)

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Library to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Library and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance with the collateral held by an independent third party custodian appointed by the Library's Board of Trustees.

Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations and investing in shorter-term securities, money market funds, or similar investment pools. The Library Board of Trustees attempts to meet the liquidity needs of the Library by matching investments with maturity dates that anticipate the cash flow needs of the Library's operations. No maximum maturity date is established for potential library investments.

**2. DEPOSITS AND INVESTMENTS (Continued)**

Investments (Continued)

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Library limits its exposure to credit risk by limiting investments to the safest types of securities; pre-qualifying the financial institutions, intermediaries, and advisors with which the Library will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in possession of an outside party. The Library's investment policy does not specify how they limit their exposure to custodial credit risk.

Concentration of credit risk is the risk that the Library has a high percentage of its investments invested in one type of investment. The Library's investment policy requires diversification, to the best of its ability to avoid unreasonable risk based on investing in securities with varying maturities.

**3. RECEIVABLES - TAXES**

Property taxes for 2020 attach as an enforceable lien on January 1, 2020 on property values assessed as of the same date. Taxes are levied by December 31 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, 2021 and September 1, 2021. The County collects such taxes and remits them periodically. The 2020 levy has been reported as a receivable and deferred/unavailable revenue as of April 30, 2021.

The 2021 tax levy, which attached as an enforceable lien on property as of January 1, 2021, has not been recorded as a receivable as of April 30, 2021 as the tax has not yet been levied by the Library and will not be levied until December 2021 and, therefore, the levy is not measurable at April 30, 2021.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**4. CAPITAL ASSETS**

	Balances May 1	Additions	Retirements	Balances April 30
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
None	\$ -	\$ -	\$ -	\$ -
Total capital assets not being depreciated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital assets being depreciated				
Buildings and improvements	5,963,159	-	-	5,963,159
Equipment, furniture, and fixtures	213,255	-	-	213,255
Computers	25,802	-	-	25,802
Total capital assets being depreciated	<u>6,202,216</u>	<u>-</u>	<u>-</u>	<u>6,202,216</u>
Less accumulated depreciation for				
Buildings and improvements	2,418,270	145,308	-	2,563,578
Equipment, furniture, and fixtures	168,280	9,792	-	178,072
Computers	21,193	1,792	-	22,985
Total accumulated depreciation	<u>2,607,743</u>	<u>156,892</u>	<u>-</u>	<u>2,764,635</u>
Total capital assets being depreciated, net	<u>3,594,473</u>	<u>(156,892)</u>	<u>-</u>	<u>3,437,581</u>
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<u>\$ 3,594,473</u>	<u>\$ (156,892)</u>	<u>\$ -</u>	<u>\$ 3,437,581</u>

Certain reclassifications were made to beginning of the year balances.

Depreciation expense was charged to functions/programs of the governmental activities as follows:

<b>GOVERNMENTAL ACTIVITIES</b>	
Culture, recreation, and education	<u>\$ 156,892</u>

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. LONG-TERM DEBT**

a. Long-Term Liabilities - Governmental Activities

Changes in long-term liabilities reported in the governmental activities are as follows:

	Balances			Balances	
	May 1	Additions	Reductions	April 30	Current Portion
Compensated absences payable	\$ 202	\$ -	\$ -	\$ 202	\$ -
Net pension liability*	349,291	-	349,291	-	-
Total OPEB liability	71,647	5,620	-	77,267	3,136
<b>TOTAL</b>	<b>\$ 421,140</b>	<b>\$ 5,620</b>	<b>\$ 349,291</b>	<b>\$ 77,469</b>	<b>\$ 3,136</b>

\*The net pension liability is now reported as a net pension asset as of April 30, 2021.

**6. INTERFUND ACCOUNTS**

Individual interfund transfers during the fiscal year ended April 30, 2021 were as follows:

	Transfers In	Transfers Out
General Fund	\$ -	\$ 206,500
Special Reserve Fund	223,768	-
Debt Service Fund	-	17,268
<b>TOTAL</b>	<b>\$ 223,768</b>	<b>\$ 223,768</b>

The purpose of the amounts due from/to other funds are as follows:

- \$206,500 transferred from the General Fund to the Special Reserve Fund is for the funding of the new fund. This transfer will not be repaid.
- \$17,268 transferred from the Debt Service Fund to the Special Reserve Fund is for the funding of the new fund. This transfer will not be repaid.

**7. OTHER POSTEMPLOYMENT BENEFITS**

a. Plan Description

In addition to providing the pension benefits described, the Library provides other postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions, and employer contributions are governed by the Library and can be amended by the Library through its personnel manual. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Library's governmental activities.

b. Benefits Provided

The Library provides continued health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under the Library's retirement plan. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Library's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2021, the most recent valuation performed, Library membership consisted of:

Retirees and beneficiaries currently receiving benefits	1
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>10</u>
<b>TOTAL</b>	<u><u>11</u></u>
Participating employers	<u>1</u>

d. Total OPEB Liability

The Library's total OPEB liability of \$77,267 was measured as of April 30, 2021, determined by an actuarial valuation as of May 1, 2021 using the alternative measurement method.

**7. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2021 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liability was rolled forward by the actuary using updated procedures to April 30, 2021.

Actuarial cost method	Entry-age normal
Actuarial value of assets	n/a
Inflation	2.25%
Salary increases	2.50%
Discount rate	2.27%
Healthcare cost trend rates	7.70% Initial 5.00% Ultimate
Retirees share of benefit-related costs	100% Regular Plan

The discount rate was based on the index rate for tax-exempt general obligation municipal bonds rated AA or better at April 30, 2021. The discount rate at April 30, 2021 was 2.27%.

IMRF mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates. Police mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates. Spousal mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study. These rates are improved generationally using MP-2016 Improvement Rates. Disabled mortality follows the Sex Distinct Raw Rates as Developed in the RP-2014 Study for Disabled Pensioners. These Rates are Improved Generationally using MP-2016 Improvement Rates.

The actuarial assumptions used in the April 30, 2021 valuation are based on 33% participation assumed, with 50% electing spouse coverage.



**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**7. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2020	<u>\$ 71,647</u>
Changes for the period	
Service cost	1,820
Interest	1,794
Difference between expected and actual experience	1,188
Changes in benefit terms	-
Changes in assumptions	3,954
Benefit payments	<u>(3,136)</u>
Net changes	<u>5,620</u>
BALANCES AT APRIL 30, 2021	<u>\$ 77,267</u>

The discount rate was changed from 2.56% to 2.27% and health care trend rates were updated.

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Library calculated using the discount rate of 2.27% as well as what the Library total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.27%) or 1 percentage point higher (3.27%) than the current rate:

	1% Decrease (1.27%)	Current Discount Rate (2.27%)	1% Increase (3.27%)
Total OPEB liability	\$ 85,573	\$ 77,267	\$ 70,614

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**7. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

g. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the Library calculated using the healthcare rate of 5.00% to 7.70% as well as what the Library’s total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (4.00% to 6.70%) or 1 percentage point higher (6.00% to 8.70%) than the current rate:

	1% Decrease (4.00% to 6.70%)	Current Healthcare Rate (5.00% to 7.70%)	1% Increase (6.00% to 8.70%)
Total OPEB liability	\$ 70,522	\$ 77,267	\$ 85,540

h. OPEB Expense

For the year ended April 30, 2021, the Library recognized OPEB expense of \$8,756.

**8. DEFINED BENEFIT PENSION PLAN**

The Library contributes, through the Village, to the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. However, the Library’s participation in IMRF is equivalent to a cost sharing multiple-employer pension plan since only one actuarial valuation is performed for both the Village and the Library combined. All disclosures for an agent plan can be found in the Village’s comprehensive annual financial report.

Illinois Municipal Retirement Fund

*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.

**8. DEFINED BENEFIT PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Benefits Provided*

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

*Contributions*

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village and the Library are required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the fiscal year ended 2021 was 11.97% of covered payroll. For the year ended April 30, 2021, salaries totaling \$668,544 were paid that required employer contributions of \$80,024, which was equal to the Library's actual contributions.

*Net Pension Asset*

At April 30, 2021, the Library reported an asset of \$57,221 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2020, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Library's proportion of the net pension asset was based in the Library's actual contribution to the plan for the year ended December 31, 2020 relative to the contributions of the Village, actuarially determined. At April 30, 2021, the Library's proportion was 19.79% of the total contribution.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. DEFINED BENEFIT PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Actuarial Assumptions*

The Library's net pension liability was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2020
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Asset valuation method	Fair value

For non-disabled 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.

*Discount Rate*

The discount rate used to measure the IMRF total pension liability was 7.25%. 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 the Library's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. DEFINED BENEFIT PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended April 30, 2021, the Library recognized pension expense of \$(80,068). At April 30, 2021, the Library reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 11,419	\$ 9,350
Changes in assumption	12,322	30,313
Contributions made after measurement date	29,800	-
Net difference between projected and actual earnings on pension plan investments	-	427,861
	<hr/>	<hr/>
TOTAL	\$ 53,541	\$ 467,524
	<hr/>	<hr/>

The contributions of \$29,800 were made after the plan's measurement date and will be recognized in pension expense for the fiscal year ending April 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Fiscal Year Ending April 30,	
2022	\$ (142,606)
2023	(64,097)
2024	(168,326)
2025	(68,754)
2026	-
Thereafter	-
	<hr/>
TOTAL	\$ (443,783)
	<hr/>

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. DEFINED BENEFIT PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund (Continued)

*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 net pension liability (asset) of the Library calculated using the discount rate of 7.25% as well as what the Library's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 609,303	\$ (57,221)	\$ (582,343)

**9. RISK MANAGEMENT**

The Library is exposed to various risks of loss including, but not limited to, general liability, property casualty, illnesses of employees, workers' compensation, and public official liability. To limit exposure to these risks, the Library has purchased third party indemnity insurance to limit its exposure. Claims incurred have not exceeded purchased coverage during the current and three previous fiscal years. The Library participates in the Village insurance program with respect to employee health risks.

**10. RESTRICTED NET POSITION/FUND BALANCE**

The restricted net position and fund balances of \$290,102 consists of the following:

Liability insurance	\$ 32,405
Audit	4,442
IMRF	85,586
FICA	103,006
Workers' compensation	19,435
Unemployment compensation	19,814
Gift	25,414
	<hr/>
<b>TOTAL</b>	<b>\$ 290,102</b>

**REQUIRED SUPPLEMENTARY INFORMATION**

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND**

For the Year Ended April 30, 2021

	<b>Original and Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Property taxes	\$ 1,487,246	\$ 1,566,625
Intergovernmental		
Replacement taxes	20,000	36,778
Impact fees	-	366
Grants	-	26,116
Charges for services	15,000	25,220
Gifts	3,000	2,632
Investment income	7,500	7,124
Miscellaneous	8,000	33,276
	<u>1,540,746</u>	<u>1,698,137</u>
Total revenues		
<b>EXPENDITURES</b>		
Current		
Personnel	1,032,350	1,014,400
Contractual services	358,850	303,236
Supplies	95,424	87,775
Capital outlay	292,031	36,295
	<u>1,778,655</u>	<u>1,441,706</u>
Total expenditures		
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(237,909)</u>	<u>256,431</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers (out)	-	(206,500)
	<u>-</u>	<u>(206,500)</u>
Total other financing sources (uses)		
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (237,909)</u>	<u>49,931</u>
<b>FUND BALANCE, MAY 1</b>		<u>1,354,735</u>
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 1,404,666</u>

(See independent auditor's report.)



**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Six Fiscal Years

<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
Contractually required contribution	\$ 72,928	\$ 73,076	\$ 75,970	\$ 74,549	\$ 73,470	\$ 80,024
Contributions in relation to the contractually required contribution	72,928	73,076	75,970	74,549	73,470	80,024
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 618,718	\$ 608,527	\$ 625,302	\$ 569,208	\$ 652,659	\$ 668,544
Contributions as a percentage of covered payroll	11.79%	12.01%	12.15%	13.10%	11.26%	11.97%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of the fiscal years referenced above. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 23 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually, and postretirement benefit increases of 3.25% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

SCHEDULE OF THE LIBRARY'S PROPORTIONATE  
SHARE OF THE NET PENSION LIABILITY  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Six Calendar Years

<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
Employer's proportion of net pension liability	16.61%	17.28%	16.80%	16.80%	19.79%	19.79%
Employer's proportionate share of net pension liability (asset)	\$ 522,773	\$ 600,083	\$ 134,000	\$ 660,816	\$ 349,291	\$ (57,221)
Employer's covered payroll	595,248	610,151	590,489	575,105	671,819	661,194
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	87.82%	98.35%	22.69%	114.90%	51.99%	(8.65%)
Plan fiduciary net position as a percentage of the total pension liability	86.14%	85.70%	96.67%	84.96%	93.50%	101.03%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
OTHER POSTEMPLOYMENT BENEFIT PLAN**

Last Three Fiscal Years

<b>MEASUREMENT DATE APRIL 30,</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 1,551	\$ 1,633	\$ 1,820
Interest	2,148	2,235	1,794
Differences between expected and actual experience	-	-	1,188
Changes of benefit terms	-	-	-
Changes of assumptions	1,148	8,817	3,954
Benefit payments	-	-	(3,136)
Net change in total OPEB liability	4,847	12,685	5,620
Total OPEB liability - beginning	54,115	58,962	71,647
<b>TOTAL OPEB LIABILITY - ENDING</b>	<b>\$ 58,962</b>	<b>\$ 71,647</b>	<b>\$ 77,267</b>
Covered payroll	\$ 622,680	\$ 622,680	\$ 627,260
Employer's total OPEB liability as a percentage of covered payroll	9.47%	11.51%	12.32%

Notes to Required Supplementary Information

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

The change in assumptions in 2019, 2020, and 2021 relate to the discount rate.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information should be presented for as many years as is available.

(See independent auditor's report.)

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

April 30, 2021

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**BUDGETS**

Budgets are adopted on a basis consistent with GAAP. The budget is prepared for the General Fund by function and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year. The proposed budget is presented to the Library Board of Trustees for review. Budgetary control is at the fund level. The appropriation ordinance is passed and approved by the Library Board of Trustees and submitted to the Village Board of Trustees. The Library Board of Trustees may modify the appropriations through a supplemental appropriation submitted to the Village. During the year, no supplementary appropriations were necessary.

## **SUPPLEMENTAL DATA**

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

For the Year Ended April 30, 2021

	<b>Original and Final Budget</b>	<b>Actual</b>
<b>PERSONNEL</b>		
Salaries - regular	\$ 753,100	\$ 740,018
Payroll taxes/benefits		
FICA	59,300	54,233
IMRF	84,050	80,024
Group insurance	129,000	135,206
Vision insurance	700	154
Unemployment compensation	3,000	2,462
Workers' compensation	3,200	2,303
Total payroll taxes/benefits	279,250	274,382
Total personnel	1,032,350	1,014,400
<b>CONTRACTUAL SERVICES</b>		
Operating		
Heating	7,000	5,559
Water	4,800	3,128
Maintenance		
Building	50,000	56,404
Grounds	15,000	13,371
Contractual services	123,300	116,637
Contingency	19,000	3,441
Postage	5,000	4,791
Office supplies	6,700	6,000
Processing materials	3,000	2,048
Computer supplies	4,000	2,917
Dues, subscriptions, and meetings	9,600	5,152
Legal	12,000	10,466
Audit	10,850	7,300
Outreach service	19,000	11,826
Promotion	22,300	20,642
Janitorial	38,000	26,765
Total operating	349,550	296,447

(This schedule is continued on the following page.)

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)  
GENERAL FUND

For the Year Ended April 30, 2021

	<b>Original and Final Budget</b>	<b>Actual</b>
<b>CONTRACTUAL SERVICES (Continued)</b>		
Insurance		
Insurance - buildings and contents	\$ 9,300	\$ 6,789
Total insurance	9,300	6,789
Total contractual services	358,850	303,236
<b>SUPPLIES</b>		
Books, periodicals, and software		
Books		
Adult	60,200	55,440
Personal	-	248
Gifts	3,000	1,258
Periodicals - adult and youth	3,700	4,548
Newspaper	4,500	4,885
Media materials - tapes and discs	22,524	21,003
Standing orders	1,500	393
Total supplies	95,424	87,775
<b>CAPITAL OUTLAY</b>		
Equipment	2,031	324
Automation equipment	20,000	9,315
Building and improvements	270,000	26,656
Total capital outlay	292,031	36,295
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,778,655</b>	<b>\$ 1,441,706</b>

(See independent auditor's report.)

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



**NONMAJOR GOVERNMENTAL FUNDS**

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS**

April 30, 2021

	<b>Capital Projects Special Reserve</b>	<b>Debt Service Debt Service</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>			
Cash and investments	\$ 223,768	\$ -	\$ 223,768
<b>TOTAL ASSETS</b>	223,768	-	223,768
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
None	-	-	-
Total liabilities	-	-	-
<b>DEFERRED INFLOWS OF RESOURCES</b>			
None	-	-	-
Total deferred inflows of resources	-	-	-
Total liabilities and deferred inflows of resources	-	-	-
<b>FUND BALANCES</b>			
Committed			
Capital projects	223,768	-	223,768
Total fund balances	223,768	-	223,768
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 223,768</b>	<b>\$ -</b>	<b>\$ 223,768</b>

(See independent auditor's report.)

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2021

	<b>Capital Projects Special Reserve</b>	<b>Debt Service Debt Service</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>			
None	\$ -	\$ -	\$ -
Total revenues	-	-	-
<b>EXPENDITURES</b>			
None	-	-	-
Total expenditures	-	-	-
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	223,768	-	223,768
Transfers (out)	-	(17,268)	(17,268)
Total other financing sources (uses)	223,768	(17,268)	206,500
<b>NET CHANGE IN FUND BALANCES</b>	223,768	(17,268)	206,500
<b>FUND BALANCES, MAY 1</b>	-	17,268	17,268
<b>FUND BALANCES, APRIL 30</b>	\$ 223,768	\$ -	\$ 223,768

(See independent auditor's report.)