



**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

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ANNUAL FINANCIAL REPORT

**For the Year Ended April 30, 2022**



The background of the page features a large, abstract graphic composed of numerous thin, light gray lines forming a complex, geometric pattern of triangles and polygons. This pattern is set against a teal-colored rectangular area at the top and a white area below it, creating a modern and professional look.

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**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS  
TABLE OF CONTENTS**

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	<u>Page(s)</u>
INDEPENDENT AUDITOR'S REPORT .....	1-3
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position .....	4
Statement of Activities .....	5
Fund Financial Statements	
Governmental Funds	
Balance Sheet .....	6
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position .....	7
Statement of Revenues, Expenditures, and Changes in Fund Balances.....	8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	9
Notes to Financial Statements .....	10-27
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund .....	28
Illinois Municipal Retirement Fund	
Schedule of Employer Contributions .....	29
Schedule of the Library's Proportionate Share of the Net Pension Liability .....	30
Schedule of Changes in the Employer's Total OPEB Liability and Related Ratios	
Other Postemployment Benefit Plan .....	31
Notes to Required Supplementary Information .....	32

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS  
TABLE OF CONTENTS (Continued)**

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	<u>Page(s)</u>
<b>SUPPLEMENTAL DATA</b>	
Schedule of Expenditures - Budget and Actual - General Fund .....	33-34



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## INDEPENDENT AUDITOR'S REPORT

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

### Opinions

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, 2022, and the related notes to financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

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, 2022, 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.

### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Library and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management 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 and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Library's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually, or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Library's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## **Other Matters**

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.

### *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 is the responsibility of management and, 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.

### *Supplementary 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 is presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplemental data is 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 supplemental data is fairly stated in all material respects in relation to the basic financial statements as a whole.

***Sikich LLP***

Naperville, Illinois  
December 15, 2022

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2022

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	<b><u>Governmental Activities</u></b>
<b>ASSETS</b>	
Cash and investments	\$ 1,999,884
Receivables	
Property taxes	1,688,116
Due from other governments	53,328
Net pension asset	433,750
Capital assets being depreciated	
(net of accumulated depreciation)	<u>3,293,801</u>
Total assets	<u>7,468,879</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension items - IMRF	<u>93,940</u>
Total deferred outflows of resources	<u>93,940</u>
Total assets and deferred outflows of resources	<u>7,562,819</u>
<b>LIABILITIES</b>	
Accounts payable	14,634
Accrued payroll	29,769
Noncurrent liabilities	
Due in one year	12,341
Due after one year	<u>44,093</u>
Total liabilities	<u>100,837</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension items - IMRF	728,802
Deferred property taxes	<u>1,688,116</u>
Total deferred inflows of resources	<u>2,416,918</u>
Total liabilities and deferred inflows of resources	<u>2,517,755</u>
<b>NET POSITION</b>	
Net investment in capital assets	3,293,801
Restricted	
Specific purposes	328,319
Unrestricted	<u>1,422,944</u>
<b>TOTAL NET POSITION</b>	<u>\$ 5,045,064</u>

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2022

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FUNCTIONS/PROGRAMS <b>PRIMARY GOVERNMENT</b>	<b>Program Revenue</b>				<b>Net (Expense) Revenue and Change in Net Position</b>
	<b>Expenses</b>	<b>Operating Charges for Services</b>	<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>	
<b>Governmental activities</b>					
Culture, recreation, and education	\$ 1,381,601	\$ 59,723	\$ 12,757	-	\$ (1,309,121)
Interest and fiscal charges	-	-	-	-	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 1,381,601</b>	<b>\$ 59,723</b>	<b>\$ 12,757</b>	<b>-</b>	<b>(1,309,121)</b>
General revenue					
Property taxes					1,609,304
Replacement taxes					85,493
Gifts					5,356
Investment income					8,031
Miscellaneous					14,217
Total					<u>1,722,401</u>
CHANGE IN NET POSITION					413,280
NET POSITION, MAY 1					<u>4,631,784</u>
<b>NET POSITION, APRIL 30</b>	<b>\$</b>	<b>5,045,064</b>			

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**

**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**

April 30, 2022

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	<b>General Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental</b>
<b>ASSETS</b>			
Cash and investments	\$ 1,776,116	\$ 223,768	\$ 1,999,884
Receivables			
Property taxes	1,688,116	-	1,688,116
Due from Village	53,328	-	53,328
<b>TOTAL ASSETS</b>	<b>\$ 3,517,560</b>	<b>\$ 223,768</b>	<b>\$ 3,741,328</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 14,634	\$ -	\$ 14,634
Accrued payroll	29,769	-	29,769
Total liabilities	44,403	-	44,403
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property taxes	1,688,116	-	1,688,116
Total liabilities and deferred inflows of resources	1,732,519	-	1,732,519
<b>FUND BALANCES</b>			
Restricted			
Specific purpose	328,319	-	328,319
Committed			
Capital projects	-	223,768	223,768
Unrestricted			
Assigned			
Subsequent budget	68,263	-	68,263
Unassigned	1,388,459	-	1,388,459
Total fund balances	1,785,041	223,768	2,008,809
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 3,517,560</b>	<b>\$ 223,768</b>	<b>\$ 3,741,328</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, 2022

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 2,008,809
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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	3,293,801
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	(634,862)
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	433,750
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	(202)
Compensated absences	(56,232)
Total OPEB liability	<hr/>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 5,045,064</b>

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**

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

For the Year Ended April 30, 2022

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	<b>General</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental</b>
<b>REVENUES</b>			
Property taxes	\$ 1,609,304	\$ -	\$ 1,609,304
Intergovernmental			
Replacement taxes	85,493	-	85,493
Grants	12,757	-	12,757
Charges for services	59,723	-	59,723
Gifts	5,356	-	5,356
Investment income	8,031	-	8,031
Miscellaneous	14,217	-	14,217
 Total revenues	 1,794,881	 -	 1,794,881
<b>EXPENDITURES</b>			
Current			
Personnel	967,373	-	967,373
Contractual services	328,509	-	328,509
Supplies	83,330	-	83,330
Capital outlay	35,294	-	35,294
 Total expenditures	 1,414,506	 -	 1,414,506
 NET CHANGE IN FUND BALANCES	 380,375	 -	 380,375
 FUND BALANCES, MAY 1	 <u>1,404,666</u>	 <u>223,768</u>	 <u>1,628,434</u>
 <b>FUND BALANCES, APRIL 30</b>	 <u>\$ 1,785,041</u>	 <u>\$ 223,768</u>	 <u>\$ 2,008,809</u>

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, 2022

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	\$ 380,375
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities	18,200
Sale of capital assets are reported as a proceed in governmental funds but as a gain (loss) from sale on the statement of activities	(4,987)
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	(156,993)
The change in the total OPEB liability is reported as an expense on the statement of activities	21,035
The change in the Illinois Municipal Retirement Fund net pension asset is not a source of use of a financial resource	376,529
The change in deferred inflows and deferred outflows for the Illinois Municipal Retirement Fund is reported only on the statement of activities	<u>(220,879)</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u>\$ 413,280</u>

See accompanying notes to financial statements.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS**

April 30, 2022

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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.

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

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**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.

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

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**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 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, 2022.

**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:

Assets	Years
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.

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

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**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."

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

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**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.

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.

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

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**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 2021 attach as an enforceable lien on January 1, 2021 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, 2022 and September 1, 2022. The County collects such taxes and remits them periodically. The 2021 levy has been reported as a receivable and deferred/unavailable revenue as of April 30, 2022.

The 2022 tax levy, which attached as an enforceable lien on property as of January 1, 2022, has not been recorded as a receivable as of April 30, 2022 as the tax has not yet been levied by the Library and will not be levied until December 2022 and, therefore, the levy is not measurable at April 30, 2022.

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

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**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	-	-	-	-
Capital assets being depreciated				
Buildings and improvements	5,963,159	18,200	19,949	5,961,410
Equipment, furniture, and fixtures	213,255	-	-	213,255
Computers	25,802	-	-	25,802
Total capital assets being depreciated	6,202,216	18,200	19,949	6,200,467
Less accumulated depreciation for				
Buildings and improvements	2,563,578	145,409	14,962	2,694,025
Equipment, furniture, and fixtures	178,072	9,792	-	187,864
Computers	22,985	1,792	-	24,777
Total accumulated depreciation	2,764,635	156,993	14,962	2,906,666
Total capital assets being depreciated, net	3,437,581	(138,793)	4,987	3,293,801
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 3,437,581</b>	<b>\$ (138,793)</b>	<b>\$ 4,987</b>	<b>\$ 3,293,801</b>

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

<b>GOVERNMENTAL ACTIVITIES</b>				
Culture, recreation, and education				<b>\$ 156,993</b>

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

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**5. LONG-TERM DEBT**

a. Long-Term Liabilities - Governmental Activities

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

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
Compensated absences payable	\$ 202	\$ -	\$ -	\$ 202	\$ -
Total OPEB liability	<u>77,267</u>	<u>-</u>	<u>21,035</u>	<u>56,232</u>	<u>12,341</u>
<b>TOTAL</b>	<b>\$ 77,469</b>	<b>\$ -</b>	<b>\$ 21,035</b>	<b>\$ 56,434</b>	<b>\$ 12,341</b>

**6. 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.

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

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

c. Membership

At April 30, 2022, 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>
 TOTAL	 <u>11</u>
Participating employers	<u>1</u>

d. Total OPEB Liability

The Library's total OPEB liability of \$56,232 was measured as of April 30, 2022, determined by an actuarial valuation as of May 1, 2021 using the alternative measurement method.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2022 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, 2022.

Actuarial cost method	Entry-age normal
Actuarial value of assets	n/a
Inflation	2.25%
Salary increases	2.50%
Discount rate	3.21%
Healthcare cost trend rates	7.70% Initial 5.00% Ultimate
Retirees share of benefit-related costs	100% Regular Plan

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

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

e. Actuarial Assumptions and Other Inputs (Continued)

The discount rate was based on the index rate for tax-exempt general obligation municipal bonds rated AA or better at April 30, 2022. The discount rate at April 30, 2022 was 3.21%.

IMRF mortality follows the Sex Distinct Raw Rates as developed in the IMRF Experience Study Report dated December 14, 2020, with Blue Collar Adjustment. These rates are improved generationally using MP-2020 Improvement Rates. Police mortality follows the Sex Distinct Raw Rates as developed in the IMRF Experience Study Report dated December 14, 2020, with Blue Collar Adjustment. These rates are improved generationally using MP-2020 Improvement Rates. Spousal mortality follows the Sex Distinct Raw Rates as developed in the IMRF Experience Study Report dated December 14, 2020. These rates are improved generationally using MP-2020 Improvement Rates. Disabled mortality follows the Sex Distinct Raw Rates as Developed in the IMRF Experience Study Report dated December 14, 2020 for Disabled Pensioners. These Rates are Improved Generationally using MP-2020 Improvement Rates.

The actuarial assumptions used in the April 30, 2022 valuation are based on 33% participation assumed, with 50% electing spouse coverage.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2021	<u>\$ 77,267</u>
Changes for the period	
Service cost	619
Interest	1,614
Difference between expected and actual experience	-
Changes in benefit terms	-
Changes in assumptions	(10,927)
Benefit payments	<u>(12,341)</u>
Net changes	<u>(21,035)</u>
BALANCES AT APRIL 30, 2022	<u>\$ 56,232</u>

The discount rate was changed from 2.27% to 3.21%, mortality rates, retirement rates, termination rates, and disability rates were updated.

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

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

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 3.21% 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 (2.21%) or 1 percentage point higher (4.21%) than the current rate:

	Current	1% Decrease	Discount Rate	1% Increase
	(2.21%)	(3.21%)	(4.21%)	
Total OPEB liability	\$ 61,706	\$ 56,232	\$ 51,835	

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:

	Current	1% Decrease	Healthcare Rate	1% Increase
	(4.00% to 6.70%)	(5.00% to 7.70%)	(6.00% to 8.70%)	
Total OPEB liability	\$ 51,162	\$ 56,232	\$ 62,435	

h. OPEB Expense

For the year ended April 30, 2022, the Library recognized OPEB expense of \$(8,694).

**7. 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.

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

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

**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.

*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 2022 was 11.42% of covered payroll. For the year ended April 30, 2022, salaries totaling \$653,954 were paid that required employer contributions of \$80,135, which was equal to the Library's actual contributions.

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

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

**Illinois Municipal Retirement Fund (Continued)**

*Net Pension Asset*

At April 30, 2022, the Library reported an asset of \$433,750 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2021, 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, 2021 relative to the contributions of the Village, actuarially determined. At April 30, 2022, the Library's proportion was 19.79% of the total contribution.

*Actuarial Assumptions*

The Library's net pension liability was measured as of December 31, 2021 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, 2021
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.

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

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

Illinois Municipal Retirement Fund (Continued)

*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.

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

For the year ended April 30, 2022, the Library recognized pension expense of \$(75,515). At April 30, 2022, 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	\$ 72,528	\$ -
Changes in assumption	-	13,405
Contributions made after measurement date	21,412	-
Net difference between projected and actual earnings on pension plan investments	-	715,397
 TOTAL	 \$ 93,940	 \$ 728,802

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

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

Illinois Municipal Retirement Fund (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*  
(Continued)

The contributions of \$21,412 were made after the plan's measurement date and will be recognized in pension expense for the fiscal year ending April 30, 2023. 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 <u>April 30,</u>	
2023	\$ (128,397)
2024	(246,487)
2025	(175,071)
2026	(106,319)
2027	-
Thereafter	-
 TOTAL	 <u>\$ (656,274)</u>

*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)	\$ 268,646	\$ (433,750)	\$ (986,957)

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

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**8. 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.

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

The restricted net position and fund balances of \$328,319 consists of the following:

Liability insurance	\$ 27,843
Audit	8,397
IMRF	80,864
FICA	77,015
Building and equipment	64,684
Workers' compensation	21,977
Unemployment compensation	20,891
Gift	<u>26,648</u>
 TOTAL	 <u>\$ 328,319</u>

**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, 2022

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	<b>Original and Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Property taxes	\$ 1,618,532	\$ 1,609,304
Intergovernmental		
Replacement taxes	15,000	85,493
Grants	-	12,757
Charges for services	6,000	59,723
Gifts	3,800	5,356
Investment income	6,000	8,031
Miscellaneous	8,000	14,217
Total revenues	<u>1,657,332</u>	<u>1,794,881</u>
<b>EXPENDITURES</b>		
Current		
Personnel	1,105,500	967,373
Contractual services	371,170	328,509
Supplies	96,174	83,330
Capital outlay	244,031	35,294
Total expenditures	<u>1,816,875</u>	<u>1,414,506</u>
NET CHANGE IN FUND BALANCE	<u>\$ (159,543)</u>	<u>380,375</u>
FUND BALANCE, MAY 1		<u>1,404,666</u>
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 1,785,041</u>

(See independent auditor's report.)

**ITASCA COMMUNITY LIBRARY**  
**ITASCA, ILLINOIS**

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

Last Seven Fiscal Years

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<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>	<b>2022</b>
Contractually required contribution	\$ 72,928	\$ 73,076	\$ 75,970	\$ 74,549	\$ 73,470	\$ 80,024	\$ 74,652
Contributions in relation to the contractually required contribution	72,928	73,076	75,970	74,549	73,470	80,024	74,652
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>						
Covered payroll	\$ 618,718	\$ 608,527	\$ 625,302	\$ 569,208	\$ 652,659	\$ 668,544	\$ 653,954
Contributions as a percentage of covered payroll	11.79%	12.01%	12.15%	13.10%	11.26%	11.97%	11.42%

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 22 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 Seven Calendar Years

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<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
Employer's proportion of net pension liability	16.61%	17.28%	16.80%	16.80%	19.79%	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)	\$ (433,750)
Employer's covered payroll	595,248	610,151	590,489	575,105	671,819	661,194	675,755
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%)	(64.19%)
Plan fiduciary net position as a percentage of the total pension liability	86.14%	85.70%	96.67%	84.96%	93.50%	101.03%	107.47%

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 Four Fiscal Years

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<b>MEASUREMENT DATE APRIL 30,</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
<b>TOTAL PENSION LIABILITY</b>				
Service cost	\$ 1,551	\$ 1,633	\$ 1,820	\$ 619
Interest	2,148	2,235	1,794	1,614
Differences between expected and actual experience	-	-	1,188	-
Changes of benefit terms	-	-	-	-
Changes of assumptions	1,148	8,817	3,954	(10,927)
Benefit payments	-	-	(3,136)	(12,341)
Net change in total OPEB liability	4,847	12,685	5,620	(21,035)
Total OPEB liability - beginning	54,115	58,962	71,647	77,267
<b>TOTAL OPEB LIABILITY - ENDING</b>				
	<b>\$ 58,962</b>	<b>\$ 71,647</b>	<b>\$ 77,267</b>	<b>\$ 56,232</b>
Covered payroll	\$ 622,680	\$ 622,680	\$ 627,260	\$ 566,762
Employer's total OPEB liability as a percentage of covered payroll	9.47%	11.51%	12.32%	9.92%

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 2022 related to the discount rate, mortality rates, retirement rates, termination rates, and disability rates.

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.

**ITASCA COMMUNITY LIBRARY  
ITASCA, ILLINOIS**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

April 30, 2022

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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, 2022

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	<b>Original and Final Budget</b>	<b>Actual</b>
<b>PERSONNEL</b>		
Salaries - regular	\$ 794,500	\$ 709,401
Payroll taxes/benefits		
FICA	63,000	54,370
IMRF	96,300	74,652
Group insurance	145,300	126,339
Unemployment compensation	3,200	2,384
Workers' compensation	3,200	227
Total payroll taxes/benefits	311,000	257,972
Total personnel	1,105,500	967,373
<b>CONTRACTUAL SERVICES</b>		
Operating		
Heating	7,000	9,288
Water	4,800	3,407
Maintenance		
Building	60,000	49,525
Grounds	15,000	12,723
Contractual services	126,800	136,894
Contingency	19,000	4,326
Postage	5,000	3,498
Office supplies	6,700	5,145
Processing materials	3,000	2,547
Computer supplies	4,000	4,135
Dues, subscriptions, and meetings	7,050	2,458
Legal	12,000	7,842
Audit	11,620	7,120
Outreach service	19,000	12,804
Promotion	22,900	23,885
Janitorial	38,000	32,120
Total operating	361,870	317,717

(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, 2022

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	<b>Original and Final Budget</b>	<b>Actual</b>
<b>CONTRACTUAL SERVICES (Continued)</b>		
Insurance		
Insurance - buildings and contents	\$ 9,300	\$ 10,792
Total insurance	<hr/> 9,300	<hr/> 10,792
Total contractual services	<hr/> 371,170	<hr/> 328,509
<b>SUPPLIES</b>		
Books, periodicals, and software		
Books		
Adult	62,200	55,411
Personal	-	148
Gifts	3,000	2,022
Periodicals - adult and youth	3,700	2,153
Newspaper	4,500	3,406
Media materials - tapes and discs	21,774	19,808
Standing orders	<hr/> 1,000	<hr/> 382
Total supplies	<hr/> 96,174	<hr/> 83,330
<b>CAPITAL OUTLAY</b>		
Equipment	2,031	550
Automation equipment	27,000	16,747
Building and improvements	<hr/> 215,000	<hr/> 17,997
Total capital outlay	<hr/> 244,031	<hr/> 35,294
<b>TOTAL EXPENDITURES</b>	<hr/> <hr/> \$ 1,816,875	<hr/> <hr/> \$ 1,414,506

(See independent auditor's report.)