

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NORTH RIVERSIDE, ILLINOIS

ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2018

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
North Riverside Public Library District
North Riverside, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of **NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT** (the "District"), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District'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 mistreatment, 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 from 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 judgement, 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 District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting polices used and the reasonableness of the 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.

Members American Institute and Illinois Society of Certified Public Accountants

19070 S. Everett Blvd. ■ Suite 208
Mokena, Illinois 60448
p 708.478.2900 ■ f 708.478.2901

2 Mid Am Plaza, Rt. 83 & 22nd St. ■ Suite 800
Oakbrook Terrace, Illinois 60181
p 630.627.1114 ■ f 630.627.3039

www.og-llc.com ■ info@og-llc.com

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2018, and the respective changes in financial position for the year then ended in accordance with accounting principles general accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the accompanying financial information listed as required supplemental information in the table of contents be presented to the 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 supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

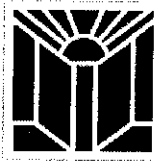
Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying financial information listed as other supplemental information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

This information is the responsibility of management and was derived from and relates 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.



O'NEILL & GASPARDO, LLC
Mokena, Illinois
October 23, 2018



NORTH RIVERSIDE PUBLIC LIBRARY

NORTH RIVERSIDE, IL

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the North Riverside Public Library District (the "District") we offer readers of the District's financial statements this narrative overview and analysis of the District's financial performance during the fiscal year ended June 30, 2018. We encourage readers to read this information in conjunction with the District's financial statements.

Financial Highlights

The District's total net position at June 30, 2018 was \$3,750,425, an increase of \$108,561 from June 30, 2017.

The District's governmental activities had revenues of \$1,039,803 in the year ended June 30, 2018 as compared to revenues of \$802,851 in the prior year. The District's governmental activities had expenses of \$931,242 in the year ended June 30, 2018 as compared to expenses of \$1,009,244 in the prior year. This represented a 29.5% increase in revenues and 7.7% decrease in expenses. The District replaced carpeting in the lower level meeting room for \$9,981 that was previously damaged by flooding during the fiscal year ended June 30, 2018.

Overview of the Financial Statements

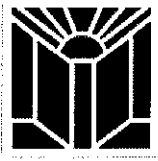
Management's discussion and analysis serves as an introduction to the District's financial statements. The basic financial statements include the Governmental Funds Balance Sheet and Statement of Net Position, Governmental Funds Revenues, Expenditures and Changes in Fund Balances and Statement of Activities, and Notes to Financial Statements. The District qualifies as a special-purpose government engaged in only one governmental type activity allowing it to combine the fund and government-wide financial statements. This is done through the use of an adjustment column, on the face of the statements, which reconciles the fund-based statements to the government-wide statements.

Government-wide Financial Statements

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

The Statement of Net Position includes all of the District's assets, liabilities and deferred inflows with the difference reported as net position. Increases and decreases in net position serve as a useful indicator of change in net position and whether the financial position of the District as a whole is improving or deteriorating. Non-financial factors, such as changes in the District's property tax base and condition of the District's buildings and equipment, should be considered regarding the overall health of the District.

The Statement of Activities reports how the District's net position changed during the current fiscal year. All revenues and expenses are included regardless of when cash is received or paid.



NORTH RIVERSIDE PUBLIC LIBRARY

NORTH RIVERSIDE, IL

Fund Financial Statements

A fund is a group of accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's most significant funds rather than the District as a whole. Major funds are reported separately while all other funds are combined into a single aggregated presentation.

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and the balance of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the short-term.

Both the Governmental Funds Balance Sheet and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to assist in understanding the difference between the government-wide and fund financial statements.

In addition to the basic financial statements, notes to the financial statements provide further information to the reader and should be considered an integral part of the financial statements.

Budgetary comparison schedules are also provided as required supplemental information, which is useful in comparing how District expenditures were made in comparison to budgeted amounts.

Financial Analysis

Net position may serve, over time, as a useful indicator of a District's financial position. The District's assets exceeded liabilities and deferred inflows of resources by \$3,750,425 at the end of the fiscal year. Of the net position balance, \$2,254,798 is invested in capital assets, \$804,301 is restricted and \$691,326 is unrestricted net assets.



**NORTH RIVERSIDE
PUBLIC LIBRARY**

NORTH RIVERSIDE, IL

Condensed Statement of Net Position

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Assets		
Current assets:		
Cash and investments	\$ 1,535,851	\$ 1,398,536
Property tax receivable	478,849	502,107
Total current assets	<u>2,014,700</u>	<u>1,900,643</u>
Capital assets	<u>2,284,798</u>	<u>2,364,996</u>
Total assets	<u>\$ 4,299,498</u>	<u>\$ 4,265,639</u>
Liabilities		
Current liabilities:		
Accounts payable and accrued expenses	\$ 40,224	\$ 61,669
Debt Certificates, current	<u>30,000</u>	<u>30,000</u>
Total current liabilities	70,224	91,669
Debt Certificates, non-current	<u>-</u>	<u>30,000</u>
Total liabilities	70,224	121,669
Deferred inflows of resources:		
Property taxes	<u>478,849</u>	<u>502,106</u>
Total deferred inflows of resources	478,849	502,106
Net Position		
Net investment in capital assets	2,254,798	2,304,996
Restricted	804,301	813,560
Unrestricted	<u>691,326</u>	<u>523,308</u>
Total net position	<u>3,750,425</u>	<u>3,641,864</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 4,299,498</u>	<u>\$ 4,265,639</u>

Forty-seven percent of the District's assets at June 30, 2018 were current and consisted of cash, investments and property tax receivables. The remainder was capital (tangible) assets. One hundred percent of liabilities were current. Net investment in capital assets of \$2,254,798 was sixty percent of total net position and restricted net position of \$804,301 was twenty-one percent of total net position. The remaining net position was unrestricted net assets of \$691,326.



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The following summarizes the revenue and expenses of the District's governmental activities for fiscal year ended June 30, 2018. Governmental activities increased the District's net position by \$108,561.

Condensed Statement of Activities

	<u>July 1, 2017 to June 30, 2018</u>	<u>July 1, 2016 to June 30, 2017</u>
Revenues		
General Revenues:		
Property taxes	\$ 984,844	\$ 672,314
Operating grants	4,999	-
Fines, fees and donations	17,666	68,193
Gifts and memorials	27	-
Investment income	1,469	699
Net increase in fair value of investments	30,798	61,645
Total revenues	<u>1,039,803</u>	<u>802,851</u>
Expenses		
Cultural	894,315	962,925
Capital outlay	34,665	42,469
Interest on long-term debt	2,262	3,850
Total expenses	<u>931,242</u>	<u>1,009,244</u>
Change in net position	108,561	(206,393)
Net position, beginning of year	<u>3,641,864</u>	<u>3,848,257</u>
Net position, beginning of year	<u>\$ 3,750,425</u>	<u>\$ 3,641,864</u>

The statement of activities shows the nature and source of the changes in net position. This year's revenue is higher because the District recognized a larger portion of the 2015 tax levy with the first installment for fiscal year ending June 30, 2016 which caused the second installment collected for fiscal year ending June 30, 2017 to be significantly less. The 2016 and 2017 tax levy collections for the first and second installment were more comparable. The decrease in operating expenses is due to the District no longer being open on Sundays.

Budget

The District did not amend their budget during the fiscal year. The actual funds received for the general fund were \$935,528 which was \$70,308 higher than budgeted. Actual expenditures for the general fund of \$788,681 were \$121,149 lower than budgeted, due mainly to conservative spending practices.



NORTH RIVERSIDE PUBLIC LIBRARY

NORTH RIVERSIDE, IL

Financial Analysis of District's Funds

	<u>General</u>	<u>Building</u>	<u>Capital Projects</u>	<u>Other Funds</u>	<u>Total</u>
Total revenues	\$ 935,528	\$ 46,036	\$ -	\$ 58,239	\$ 1,039,803
Total expenditures	<u>788,681</u>	<u>25,072</u>	<u>-</u>	<u>67,498</u>	<u>881,251</u>
Excess (deficiency) of revenues over (under) expenditures	146,847	20,964	-	(9,259)	158,552
Transfers	<u>(150,771)</u>	<u>150,771</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	(3,924)	171,735	-	(9,259)	158,552
Fund balance at June 30, 2017	<u>1,291,701</u>	<u>(115,771)</u>	<u>15,000</u>	<u>146,353</u>	<u>1,337,283</u>
Fund balance at June 30, 2018	<u>\$ 1,287,777</u>	<u>\$ 55,964</u>	<u>\$ 15,000</u>	<u>\$ 137,094</u>	<u>\$ 1,495,835</u>

The Building Fund balance was committed by the Board. The Other Fund balances are restricted or committed for specific purposes. The Capital Project Fund was created by the Board of Trustees to set aside funds for future repairs and maintenance for the District's building. \$698,500 of the General Fund balance is restricted for the purchase of publications and District programs and \$589,277 is unrestricted, and can be used for any purpose.

At the January 16, 2018 board meeting, the Board of Trustees approved a transfer of \$150,771 from the General Fund to the Building Fund to eliminate the Building Fund deficit.

Capital Assets

The District's investment in capital assets, net of accumulated depreciation was \$2,284,798 as of June 30, 2018. This was a decrease of \$80,198 from June 30, 2017 and was due to depreciation expense exceeding fixed asset additions. The following summarizes capital assets.

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Land	\$ 330,127	\$ 330,127
Building and grounds	3,078,181	3,078,181
Furniture and equipment	343,974	356,423
Library collection	314,957	308,171
Total capital assets	<u>4,067,239</u>	<u>4,072,902</u>
Less: accumulated depreciation	<u>1,782,441</u>	<u>1,707,906</u>
Net capital assets	<u>\$ 2,284,798</u>	<u>\$ 2,364,996</u>

Additional information regarding capital assets may be found in the accompanying notes to the financial statements.



NORTH RIVERSIDE PUBLIC LIBRARY

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Debt

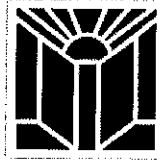
In June 2007, the District issued general obligation debt certificates for \$525,000 to remodel the lower level of the District's building. This loan is scheduled to be paid off in May 2019. At June 30, 2018, the loan balance was \$30,000.

Additional information regarding debt can be found in the accompanying notes to the financial statements.

Economic Factors Bearing on the District's Future

At the time these financial statements were prepared, the District was aware of the following circumstances that could significantly affect its financial health in the future.

- The District's service area is the same as the boundaries for the Village of North Riverside; as such the District's ability to generate tax receipts is directly linked to the Equalized Assessed Valuation (EAV) of the property within the Village of North Riverside. The EAV increased from \$238,465,630 to \$269,302,767 due to Cook County's triennial property reassessment in 2017. It is likely to decrease somewhat in the following year due to property tax appeals.
- Library systems in Illinois are funded by the State of Illinois. Despite the State's financial constraints, it is hoped that system funds will arrive in a more timely fashion. Resource sharing and delivery of materials continue to be the highest priorities for service. RAILS (Reaching Across Illinois Library System) adopted new membership standards that include ongoing continuing education requirements. RAILS increased continuing education opportunities for its members and offers most at very low or no cost. Many training sessions are offered online which saves staff time and does not require mileage reimbursement. If system funding is decreased, this could have an effect on future continuing education opportunities.
- Public Library District Per Capita Grants are funded through the State. FY 2017 grants were awarded at a reduced level as they were in FY 2016, however FY 2018 grants were fully funded.
- The SWAN (System Wide Automated Network) consortium provides software and support services for bibliographic and circulation functions of more than 90 libraries. Fees for these vital services were frozen for fiscal years 2016-2018. A new fee structure is being developed and will be implemented in FY 2018. The amount of increase is unknown at this time.
- The District continues to offer a variety of e-resource products. Statistics are monitored frequently to determine if use justifies cost.
- Although premium rates increased significantly last year, the District's health insurance pool with other libraries will maintain 2018's premium rates at the same level as 2017.
- It is unknown what impact any State pension reforms or changes to the minimum wage may be forthcoming.
- The District's liability insurance pool conducts annual risk assessment evaluations. The evaluations have alerted the District to the need to make some building improvements.



**NORTH RIVERSIDE
PUBLIC LIBRARY**

NORTH RIVERSIDE, IL

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director, North Riverside Public Library District, 2400 S. Des Plaines Ave., North Riverside, Illinois 60546.

End of Management Discussion and Analysis

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

GOVERNMENTAL FUNDS BALANCE SHEET AND STATEMENT OF NET POSITION

June 30, 2018

	General	Building	Capital Projects	Other Funds	Total	Adjustments	Statement of Net Position
Assets:							
Cash and investments	\$ 1,316,139	\$ 58,971	\$ 15,000	\$ 145,741	\$ 1,535,851	\$ -	\$ 1,535,851
Property tax receivables	428,378	21,872	-	28,599	478,849	-	478,849
Land (not depreciated)	-	-	-	-	-	330,127	330,127
Other capital assets, net of depreciation	-	-	-	-	-	1,954,671	1,954,671
Total assets	\$ 1,744,517	\$ 80,843	\$ 15,000	\$ 174,340	\$ 2,014,700	\$ 2,284,798	\$ 4,299,498
Liabilities:							
Accounts payable	\$ 19,910	\$ 3,007	\$ -	\$ 8,647	\$ 31,564	\$ -	\$ 31,564
Accrued payroll	8,452	-	-	-	8,452	-	8,452
Accrued interest	-	-	-	-	-	208	208
Debt certificates, current	-	-	-	-	-	30,000	30,000
Total liabilities	28,362	3,007	-	8,647	40,016	30,208	70,224
Deferred inflows of resources:							
Unearned property tax revenue	428,378	21,872	-	28,599	478,849	-	478,849
Total deferred inflows of resources	428,378	21,872	-	28,599	478,849	-	478,849
Fund balances/net position:							
Fund balances:							
Restricted	698,500	-	-	105,801	804,301	(804,301)	-
Committed	-	55,964	15,000	31,293	102,257	(102,257)	-
Unassigned	589,277	-	-	-	589,277	(589,277)	-
Total fund balances	1,287,777	55,964	15,000	137,094	1,495,835	(1,495,835)	-
Total liabilities, deferred inflows of resources and fund balances	\$ 1,744,517	\$ 80,843	\$ 15,000	\$ 174,340	\$ 2,014,700	\$ -	\$ 549,073
Net position:							
Net investment in capital assets						2,254,798	2,254,798
Restricted						804,301	804,301
Unrestricted						691,326	691,326
Total net position						\$ 3,750,425	\$ 3,750,425

See accompanying notes and auditor's report.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

June 30, 2018

Fund balances - governmental funds	\$ 1,495,835
Capital assets are not current financial resources and therefore are not reported on the Governmental Funds Balance Sheet.	2,284,798
Liabilities are not due and payable in the current period and therefore are not reported on the Governmental Funds Balance Sheet:	
Accrued interest	(208)
Debt certificates payable	<u>(30,000)</u>
Net position of governmental activities	<u>\$ 3,750,425</u>

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

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

Year Ended June 30, 2018

	General	Building	Capital Projects	Other Funds	Total	Adjustments	Statement of Activities
Revenues:							
Property taxes	\$ 881,752	\$ 44,853	\$ -	\$ 58,239	\$ 984,844	\$ -	\$ 984,844
Operating grants	4,999	-	-	-	4,999	-	4,999
Fines and fees	17,666	-	-	-	17,666	-	17,666
Gifts, memorials and donations	27	-	-	-	27	-	27
Investment income	286	1,183	-	-	1,469	-	1,469
Net increase in fair value of investments	30,798	-	-	-	30,798	-	30,798
Total revenues	935,528	46,036	-	58,239	1,039,803	-	1,039,803
Expenditures/expenses:							
Current:							
Cultural	721,547	25,072	-	67,498	814,117	80,198	894,315
Debt service:							
Principal	30,000	-	-	-	30,000	(30,000)	-
Interest	2,469	-	-	-	2,469	(207)	2,262
Capital outlay	34,665	-	-	-	34,665	-	34,665
Total expenditures/expenses	788,681	25,072	-	67,498	881,251	49,991	931,242
Excess (deficiency) of revenues over (under) expenditures/expenses	146,847	20,964	-	(9,259)	158,552	(49,991)	108,561
Other financing sources:							
Transfers	(150,771)	150,771	-	-	-	-	-
Net change in fund balances/net position	(3,924)	171,735	-	(9,259)	158,552	(49,991)	108,561
Fund balances/net position:							
Beginning of year	1,291,701	(115,771)	15,000	146,353	1,337,283	2,304,581	3,641,864
End of year	\$ 1,287,777	\$ 55,964	\$ 15,000	\$ 137,094	\$ 1,495,835	\$ 2,254,590	\$ 3,750,425

See accompanying notes and auditor's report.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

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

Year Ended June 30, 2018

Net change in fund balances - governmental funds		\$ 158,552
<p>Governmental funds report capital outlays as expenditures. However, on the Statement of Activities, the cost of these assets is depreciated over their estimated useful lives.</p>		
Expenditures for capital assets in the current year	\$ 73,195	
Current year depreciation	<u>(153,393)</u>	(80,198)
<p>Repayment of debt principal is an expenditure in governmental funds, but reduces liabilities on the Statement of Net Position.</p>		
		30,000
<p>Some expenses reported on the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Change in accrued interest from the prior year	<u>207</u>	
Total adjustments		<u>207</u>
Change in net position of governmental activities		<u>\$ 108,561</u>

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT (the "District") is located in North Riverside, Illinois. The District was organized under state law to provide cultural and library services to local residents.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to governments. 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 District's accounting policies are described below.

A. Reporting Entity

Accounting principles generally accepted in the United States of America require that the financial reporting entity include the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature of significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based upon these criteria, there are no agencies or entities whose financial data should be combined with and included in the financial statements of the District. Also, the District is not considered a component unit of any other government entity.

B. Basis of Presentation

The fund and government-wide financial statements are combined, with a reconciliation shown between them. Therefore, the Governmental Funds Balance Sheet and Statement of Net Position are combined, and the Governmental Funds Revenues, Expenditures and Changes in Fund Balances and Statement of Activities are combined. The government-wide statements are designed to report the District's financial position and results of operations as a whole. The fund financial statements are designed to demonstrate legal compliance and to aid financial management by segregating transactions by fund. Program revenues include operating grants, fines and fees.

Major individual governmental funds are reported as separate columns on the fund financial statements and all other funds are combined under a single column. The major funds are the general fund, building fund and capital projects fund. Following is a brief description of the major funds used by the District.

General Fund – The general fund is the general operating fund of the District and accounts for all revenues and expenditures not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. In addition, general operating expenditures and the capital improvement costs that are not paid through other funds are paid from this fund.

Building Fund – The building fund accounts for financial resources used to pay for building maintenance and building improvements.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Capital Projects Fund – The capital projects fund accounts for special resources to be used for the acquisition or construction of capital facilities and equipment.

C. Basis of Accounting

The government-wide statements (Statement of Net Position and Statement of Activities) are prepared using the economic resources measurement focus and the accrual basis of accounting. Under this method of accounting, revenues are recognized when earned and expenses are recorded when liabilities are incurred without regard to receipt or disbursement of cash. Property taxes are recognized as revenue in the year in which they are intended to finance. Interfund balances between funds have been eliminated in the government-wide statements.

Governmental funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in fund equity. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to pay current period liabilities. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter (defined as within 60 days after the fiscal year-end) to be used to pay liabilities of the current period. Material revenues susceptible to accrual include property taxes and operating grant revenue. Expenditures are recognized when the related fund liability is incurred.

D. Investments

Investments held in an Illinois Funds Money Market account and are carried at cost, which approximates market. Investments held in annuities are carried at fair market value.

E. Capital Assets

The accounting treatment for property, plant and equipment (capital assets) depends on whether the assets are reported on the government-wide or fund financial statements.

On the government-wide financial statements capital assets are valued at historical cost, or the estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at the estimated fair value at the date of donation. Depreciation of all exhaustible capital assets is recorded as a cultural expense on the Statement of Activities, with accumulated depreciation reflected on the Statement of Net Position. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

The range of estimated useful lives by type of asset is as follows:

Building and grounds	15 – 40 years
Furniture and equipment	5 – 39 years
Library collection (books and audio-visual)	5 years

The minimum capitalization threshold is any item with a total cost greater than \$2,000, except for purchases of books and audio visual, which are always capitalized.

On the fund financial statements, capital assets are accounted for as expenditures of the governmental fund upon acquisition.

F. Compensated Absences

It is the District's policy that employees cannot carry forward unused vacation time into the next fiscal year. Any vacation time not taken during the year is forfeited and not paid. In addition, it is the District's policy that unused sick leave benefits are not paid to employees upon termination of employment. Based on the above, no accrual for compensated absences is recorded as June 30, 2018.

G. Deferred Outflows/Inflows of Resources

The District reports deferred outflows of resources on its Statement of Net Position. Deferred outflows of resources represent a consumption of net position that applies to future fiscal years, so will not be recognized as an outflow of resources (expenditure or expense) until then. The District had no deferred outflows as of June 30, 2018.

The District also reports deferred inflows of resources on its Governmental Funds Balance Sheet and Statement of Net Position. Deferred inflows of resources represent an acquisition of net position that applies to future fiscal years, so will not be recognized as an inflow of resources (revenue or reduction of expenditure or expense) until then. The District only has one item that qualifies for reporting in this category, levied property taxes intended to finance the next fiscal year, which will be recognized as revenue in the next fiscal year.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

H. Property Taxes

The District annually establishes a legal right to revenue from property tax assessments upon enactment of a levy ordinance by its Board. Property taxes are recognized as a receivable at the time they are levied. Property tax revenues are recognized in the fiscal year they are intended to finance. In addition, revenue under the modified accrual basis (fund financial statements) is not recognized unless it is also available (collected within 60 days after fiscal year end). Property tax collections and property taxes receivable not recognized as revenue are reported as deferred inflows of resources. Property tax revenues on the fund financial statements are allocated to each fund in accordance with the applicable fund levy amounts.

The second installment of the 2016 levy and the first installment of the 2017 levy were intended to finance the fiscal year ended June 30, 2018. Therefore, the property taxes collected within 60 days of June 30, 2018 for this levy have been recorded as revenue, along with collections of prior levies. The second installment of the 2017 levy is intended to finance the fiscal year ending June 30, 2019. Therefore, the property taxes receivable of this levy as of June 30, 2018 has been recorded as a deferred inflow of resources.

The District recorded an allowance for uncollectible property taxes of 0.72% of the 2017 levy (\$7,180). All uncollected taxes relating to prior years' levies have been written off.

Significant dates for the 2018 levy are as follows:

Lien date	January 1, 2017
Levy date	November 20, 2017
First installment due	March 1, 2018
Second installment due	August 1, 2018

Property taxes are billed and collected by the Cook County, Illinois Treasurer. Property tax bills are typically mailed at least 30 days prior to due dates. Substantially all of the collected taxes for the 2017 tax levy will be received by the District between March 2018 and December 2018.

I. Elimination and Reclassifications

In the process of aggregating data for the government-wide Statement of Activities, some amounts reported as interfund activity and interfund receivables and payables on the fund financial statements may be eliminated or reclassified.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

J. Fund Balance

Equity is classified as fund balance on the fund financial statements and displayed in five components:

- Nonspendable includes amounts not in spendable form, such as prepaid expenses or Interfund balances or amounts required to be maintained intact legally or contractually.
- Restricted includes amounts constrained for a specific purpose by external parties.
- Committed includes amounts constrained for a specific purpose by a government using its highest level of decision making authority (the Board of Trustees for the District). This formal action must occur prior to the end of the reporting period, but the amount of the committed balance may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Trustees that originally created the commitment.
- Assigned includes general fund amounts constrained for a specific purpose by the Board of Trustees or by an official who has been delegated authority to assign amounts. The Board of Trustees has not delegated this authority as of June 30, 2018. Additionally, all remaining positive spendable amounts in government funds other than the general fund, that are neither restricted nor committed, are considered assigned. Assignments may take place after the end of the reporting period.
- Unassigned includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

In circumstances where an expenditure relates to amounts available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed, assigned and unassigned fund balances.

K. Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District uses restricted resources when an expense is incurred before using unrestricted resources.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

L. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. CASH AND INVESTMENTS

Reconciled cash and investments were as follows at June 30, 2018:

First American Bank - Maxrate public funds account	\$ 624,291
Chase Bank - Money market account	7,725
Harris Bank - Checking account	400
Annuities	812,699
Illinois Funds (investment pool - does not require categorization)	90,736
Total cash and investments	<u>\$ 1,535,851</u>

The District's investment policy (the "policy") authorizes the District to invest in obligations of the U.S. government and its agencies, interest-bearing savings account, certain short-term obligations of U.S. corporations, money market mutual funds, certificates of deposit, Illinois Public Treasurer's Investment Pool (Illinois Funds), and other securities authorized by the Illinois Public Funds Investment Act.

The District's deposits and investments are subject to the following risks:

- Custodial credit risk is the risk that the District will not be able to recover its deposits with financial institutions in the event of the failure of the financial institutions. The District's policy limits this risk by only allowing deposits in Federally Insured or Licensed Institutions Permitted to Hold Public Funds, provided that such investments shall not exceed federal insurance limits. The District's policy limits this risk by only allowing investments in securities guaranteed by the United States government or in FDIC insured institutions.
- Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations, resulting in investment losses by the District. Uninsured investments shall be collateralized by securities or mortgages in an amount equal to at least fair market value of the uninsured amount.
- Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's policy does not limit the term of investments to specific maturities.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 2. CASH AND INVESTMENTS – Continued

- Concentration of credit risk is the risk of loss attributed to funds being concentrated in a limited number of investments. The District's policy does not restrict the amount of investments in any one issue. More than 5% of the District's investments are in annuities. This investment comprises 53% of the District's total cash and investments at June 30, 2018.

Illinois Funds

Illinois Funds is an investment pool managed by the State of Illinois, Office of Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but operates in a manner consistent with Rule 2(a)7 of the Investment Company Act of 1940. Illinois Funds is rated AAAM by Standard & Poor's. Investments in Illinois Funds are valued at Illinois Funds' share price, which is the price the investment could be sold. Illinois Funds issues a publicly available financial report that includes financial statements and supplementary information. That report may be obtained on-line at www.treasurer.il.gov.

The District's deposits with financial institutions were categorized as follows at June 30, 2018:

Insured by federal depository insurance	\$ 258,125
Collateralized by securities held by the pledging financial institution's trust department or agent in the District's name	378,902
Collateralized by securities held by the pledging financial institution's trust department or agent, but not in the District's name	-
Uncollateralized	-
Total deposits with financial institutions	<u>\$ 637,027</u>

The following table presents the reported values and purchase dates of the District's investment in annuities (using the specific identification method) for the governmental funds as of June 30, 2018:

	<u>Annuity #1</u>	<u>Annuity #2</u>	<u>Annuity #3</u>	<u>Annuity #4</u>	<u>Total</u>
Purchase date	8/14/2014	9/10/2014	8/28/2015	6/6/2017	
Maturity date	8/14/2042	9/10/2042	8/28/2043	6/6/2045	
Fair market value	\$ 227,500	\$ 107,112	\$ 425,287	\$ 52,800	\$ 812,699
Cash surrender value	150,836	70,043	319,610	42,008	582,497
Difference	<u>\$ 76,664</u>	<u>\$ 37,069</u>	<u>\$ 105,677</u>	<u>\$ 10,792</u>	<u>\$ 230,202</u>

The maturity date is the earlier of the annuity maturity date or death of the annuitant. The cash surrender value is the value of the annuity if the District requests the balance prior to the annuity maturity date. In addition, after twelve years, the District is allowed to request a principal portion of the annuity without penalties being assessed. It is the District's intent to hold the annuities until maturity date or the death of the annuitant.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 2. CASH AND INVESTMENTS – Continued

70% of annuities #1 and #2 are indexed against the S&P 500. The remaining 30% has a 1% minimum return rate guarantee.

Annuity #3 is indexed with 24% against the Hang Seng, 24% against the Eurostoxx 50 and 24% against the S&P 500. The remaining 28% has a 1% minimum return rate guarantee.

85% of annuity #4 is indexed against the Merrill Lynch RPM with a minimum rate of return guarantee of 0.25%.

The indexes for the four annuities can be changed or adjusted on an annual basis by the District. The four annuities are guaranteed by the financial institution to never lose principle.

Investment Type	Credit Rating	Fair Value	Investment Maturities			
			Less than one year	One to five years	Six to ten years	More than ten years
Annuities	N/A	\$ 812,699	\$ -	\$ -	\$ -	\$ 812,699
Total		\$ 812,699	\$ -	\$ -	\$ -	\$ 812,699

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit on the Statement of Net Position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The investments' fair value measurements are as follows at June 30, 2018:

Investment Type	Level 1 inputs	Level 2 inputs	Level 3 inputs
Annuities	\$ -	\$ 812,699	\$ -
	\$ -	\$ 812,699	\$ -

NOTE 3. RISK OF LOSS

The District is exposed to various risks of loss through property ownership, employee injury, liability of employees, actions of elected officials and other risks. The District purchased commercial insurance policies to overcome these risks. There was no significant decrease in coverage from the prior year, and claims have not exceeded coverage in the last three years.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 4. CAPITAL ASSETS

Following is a summary of changes in the capital assets for the year ended June 30, 2018:

	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets, not depreciable:				
Land	\$ 330,127	\$ -	\$ -	\$ 330,127
Total capital assets, not depreciable	330,127	-	-	330,127
Capital assets, depreciable:				
Building and grounds	3,078,181	-	-	3,078,181
Furniture and equipment	356,423	14,127	(26,576)	343,974
Library collection	308,171	59,068	(52,282)	314,957
Total capital assets, depreciable	3,742,775	73,195	(78,858)	3,737,112
Less accumulated depreciation for:				
Building	(1,283,903)	(77,503)	-	(1,361,406)
Furniture and equipment	(275,620)	(13,575)	26,576	(262,619)
Library collection	(148,383)	(62,315)	52,282	(158,416)
Total accumulated depreciation	(1,707,906)	(153,393)	78,858	(1,782,441)
Capital assets, net	<u>\$ 2,364,996</u>	<u>\$ (80,198)</u>	<u>\$ -</u>	<u>\$ 2,284,798</u>

NOTE 5. LONG-TERM LIABILITY

Long-term liability activity for the year ended June 30, 2018 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Notes payable:					
2007 debt certificates	\$ 60,000	\$ -	\$ (30,000)	\$ 30,000	\$ 30,000
Total	<u>\$ 60,000</u>	<u>\$ -</u>	<u>\$ (30,000)</u>	<u>\$ 30,000</u>	<u>\$ 30,000</u>

General obligation debt certificates series (limited tax), 2007 of \$525,000 were issued in June 2007. These certificates bear a fixed interest rate of 4.15%. They require semi-annual interest payments on May 1st and November 1st and annual principal payments on May 1st. Principal payments began in May 2008 and end in May 2019. Principal payments range from \$30,000 to \$50,000. These payments are being made from the General Fund. The balance at June 30, 2018 was \$30,000.

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 5. LONG-TERM LIABILITY - Continued

The combined aggregated amounts of maturities for all borrowings at June 30, 2018 were as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
June 30, 2019	\$ 30,000	\$ 1,245	\$ 31,245
	\$ 30,000	\$ 1,245	\$ 31,245

A computation of the legal debt margin of the District as of June 30, 2018 is as follows:

Equalized assessed valuation 2017	\$ 269,302,767
Legal debt limit - 2.875%	\$ 7,742,455
Amount of debt applicable to limit	(30,000)
Estimated legal debt margin	<u>\$ 7,712,455</u>

NOTE 6. FUND BALANCE CLASSIFICATIONS

The following is a schedule of fund balance classifications for the government funds at June 30, 2018:

	<u>General</u>	<u>Building</u>	<u>Capital Projects</u>	<u>Other Funds</u>
Fund balance:				
Restricted due to enabling legislation (tax levy):				
Liability insurance	\$ -	\$ -	\$ -	\$ 80,642
Audit	-	-	-	6,757
Unemployment insurance	-	-	-	855
Pension	-	-	-	16,738
Social Security	-	-	-	809
Restricted for purchase of publications or programs	698,500	-	-	-
Committed by Board of Trustees:				
Building	-	55,964	-	-
Capital projects	-	-	15,000	-
Liability insurance	-	-	-	15,000
Audit	-	-	-	6,000
Unemployment insurance	-	-	-	2,500
Social Security	-	-	-	7,793
Unassigned	589,277	-	-	-
Total fund balances	<u>\$ 1,287,777</u>	<u>\$ 55,964</u>	<u>\$ 15,000</u>	<u>\$ 137,094</u>

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2018

NOTE 7. RESTRICTED NET POSITION

The following is a schedule of restricted net position on the Statement of Net Position at June 30, 2018. These balances are restricted by tax levies or by the contributor.

Restricted by contributor for:	
Purchase of publications or programs	\$ 698,500
Restricted by tax levies for:	
Liability insurance	80,642
Audit	6,757
Unemployment insurance	855
Pension	16,738
Social Security	809
Total restricted by tax levies	<u>105,801</u>
Total restricted net position	<u>\$ 804,301</u>

NOTE 8. DEFERRED COMPENSATION

The District has a 457 deferred compensation plan. Employees may make voluntary contributions to the plan within the limits allowed by Internal Revenue Service Code Section 457.

NOTE 9. OTHER FUND DISCLOSURES

Accounting principles generally accepted in the United State of America require disclosure of certain information concerning individual funds. A funds transfer of \$150,771 was made from the General Fund to the Building Fund. This transfer was approved by the Board of Trustees to reduce the deficit in the Building Fund.

NOTE 10. SUBSEQUENT EVENTS

The District has evaluated events subsequent to June 30, 2018 for possible adjustment or disclosure to the accompanying financial statements. This evaluation was done through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued.

In May 2018 the Board of Trustees approved to join the Illinois Municipal Retirement Fund (IMRF), effective October 1, 2018, eligible employees contribute 4.5% of their wages to IMRF and the District contributes 8.99% of each employee's wage to IMRF (employer contributions).

***REQUIRED
SUPPLEMENTAL INFORMATION***

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

**GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
Year Ended June 30, 2018**

	<u>Original / Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
Revenues:			
Property taxes	\$ 840,000	\$ 881,752	\$ 41,752
Other revenues:			
Operating grants	5,500	4,999	(501)
Fines and fees	17,000	17,666	666
Gifts, memorials and donations	2,500	27	(2,473)
Investment income	220	286	66
Net increase in fair value of investments	-	30,798	30,798
Total other revenues	<u>25,220</u>	<u>53,776</u>	<u>28,556</u>
Total revenues	865,220	935,528	70,308
Expenditures:			
Cultural:			
Salaries	496,000	436,884	(59,116)
Audio visual materials	16,440	15,024	(1,416)
Books	59,000	49,181	(9,819)
Periodicals	3,600	7,256	3,656
Other media	18,000	11,999	(6,001)
Library programs	14,000	11,577	(2,423)
Office supplies	20,000	11,384	(8,616)
Printing	10,000	8,720	(1,280)
Postage	2,000	1,049	(951)
Legal fees	6,000	5,413	(587)
Public information	3,000	1,019	(1,981)
Health insurance	31,000	19,879	(11,121)
Library promotion and miscellaneous service fees	18,000	5,039	(12,961)
Utilities	36,700	35,434	(1,266)
Telephone	12,500	12,595	95
Contingency	10,000	3,954	(6,046)
Petty cash	600	-	(600)
Accounting	26,500	25,050	(1,450)
Service contracts	45,000	58,423	13,423
Professional education and training - trustees	500	80	(420)
Professional education and training - staff	<u>2,500</u>	<u>1,587</u>	<u>(913)</u>
Total cultural expenditures	831,340	721,547	(109,793)

Continued on next page

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT**GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
Year Ended June 30, 2018***Continued from previous page*

	<u>Original / Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
Debt service:			
Principal	32,490	30,000	(2,490)
Interest	-	2,469	2,469
Total debt service	<u>32,490</u>	<u>32,469</u>	<u>(21)</u>
Capital outlay:			
Information technology	38,000	29,604	(8,396)
Strategic initiatives	<u>8,000</u>	<u>5,061</u>	<u>(2,939)</u>
Total capital outlay	<u>46,000</u>	<u>34,665</u>	<u>(11,335)</u>
Total expenditures	<u>909,830</u>	<u>788,681</u>	<u>(121,149)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (44,610)</u>	146,847	<u>\$ 191,457</u>
Other financing sources (uses):			
Transfers		<u>(150,771)</u>	
Net change in fund balance		(3,924)	
Fund balance, beginning		<u>1,291,701</u>	
Fund balance, ending		<u>\$ 1,287,777</u>	

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT**BUILDING FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
Year Ended June 30, 2018**

	<u>Original / Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
Revenues:			
Property taxes	\$ 50,000	\$ 44,853	\$ (5,147)
Investment income	-	1,183	1,183
Total revenues	50,000	46,036	(3,964)
Expenditures:			
Cultural:			
Building supplies and maintenance	12,000	3,047	(8,953)
Building repairs	14,000	4,866	(9,134)
Casual labor and fees	3,710	2,430	(1,280)
Building improvements	35,000	14,729	(20,271)
Total cultural expenditures	64,710	25,072	(39,638)
Total expenditures	64,710	25,072	(39,638)
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (14,710)</u>	20,964	<u>\$ 35,674</u>
Other financing sources:			
Transfers		150,771	
Net change in fund balance		171,735	
Fund balance, beginning		<u>(115,771)</u>	
Fund balance, ending		<u>\$ 55,964</u>	

WORTH PUBLIC LIBRARY DISTRICT

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

June 30, 2018

NOTE 1. BUDGETS

Budgets for funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The following procedures are used to establish the budgets:

- (a) The District's Director submits a proposed operating budget to the Board of Trustees for approval.
- (b) The Board of Trustees makes any adjustments to the budget deemed necessary and approves the proposed budget and appropriation ordinance.
- (c) Notice is published in a newspaper that the tentative Annual Budget and Appropriation Ordinance of the District is available for inspection and then is subsequently presented at a public hearing.
- (d) The District's Board of Trustees adopts the Annual Budget and Appropriation Ordinance after the public hearing.

Expenditures may not legally exceed the budgeted appropriations at the fund level. The budget may be amended by the District's Board of Trustees. There were no amendments to the budget for the year ended June 30, 2018.

NOTE 2. EXCESS OF ACTUAL EXPENDITURES OVER BUDGET

Expenditures did not exceed the appropriations for the year ended June 30, 2018 for the General Fund or the Building Fund.

***OTHER
SUPPLEMENTAL INFORMATION***

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

**OTHER FUNDS
COMBINING BALANCE SHEET**
June 30, 2018

SPECIAL REVENUE FUNDS

	Liability Insurance	Audit	Unemploy. Insurance	Pension	Social Security	Total
Assets:						
Cash and investments	\$ 95,642	\$ 12,757	\$ 3,535	\$ 25,205	\$ 8,602	\$ 145,741
Property tax receivables	2,070	3,364	776	5,953	16,436	28,599
Total assets	\$ 97,712	\$ 16,121	\$ 4,311	\$ 31,158	\$ 25,038	\$ 174,340
Liabilities:						
Accounts payable	\$ -	\$ -	\$ 180	\$ 8,467	\$ -	\$ 8,647
Total liabilities	-	-	180	8,467	-	8,647
Deferred inflows of resources:						
Unearned property tax revenue	2,070	3,364	776	5,953	16,436	28,599
Total deferred inflows of resources	2,070	3,364	776	5,953	16,436	28,599
Fund balances:						
Restricted	80,642	6,757	855	16,738	809	105,801
Committed	15,000	6,000	2,500	-	7,793	31,293
Total fund balances	95,642	12,757	3,355	16,738	8,602	137,094
Total liabilities, deferred inflows of resources and fund balances	\$ 97,712	\$ 16,121	\$ 4,311	\$ 31,158	\$ 25,038	\$ 174,340

NORTH RIVERSIDE PUBLIC LIBRARY DISTRICT

OTHER FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended June 30, 2018

SPECIAL REVENUE FUNDS

	Liability Insurance	Audit	Unemploy. Insurance	Pension	Social Security	Total
Revenues:						
Property taxes	\$ 6,618	\$ 6,481	\$ 1,396	\$ 10,758	\$ 32,986	\$ 58,239
Total revenues	6,618	6,481	1,396	10,758	32,986	58,239
Expenditures:						
Liability insurance	15,029	-	-	-	-	15,029
Audit fees	-	7,515	-	-	-	7,515
Unemployment insurance	-	-	1,232	-	-	1,232
Pension	-	-	-	11,545	-	11,545
Social security	-	-	-	-	32,177	32,177
Total expenditures	15,029	7,515	1,232	11,545	32,177	67,498
Net change in fund balances	(8,411)	(1,034)	164	(787)	809	(9,259)
Fund balances:						
Beginning of year	104,053	13,791	3,191	17,525	7,793	146,353
End of year	\$ 95,642	\$ 12,757	\$ 3,355	\$ 16,738	\$ 8,602	\$ 137,094