

SKOKIE PUBLIC LIBRARY, ILLINOIS  
ANNUAL FINANCIAL REPORT

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FOR THE FISCAL YEAR ENDED  
APRIL 30, 2024

5215 Oakton Street  
Skokie, IL 60077  
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**SKOKIE PUBLIC LIBRARY, ILLINOIS**

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## **FINANCIAL SECTION**

This section includes:

- Independent Auditor's Report
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information

## **INDEPENDENT AUDITOR'S REPORT**

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



## **INDEPENDENT AUDITOR'S REPORT**

October 17, 2024

Members of the Board of Trustees  
Skokie Public Library  
Skokie, Illinois

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Skokie Public Library (the Library), Illinois, as of and for the year ended April 30, 2024, and the related notes to the 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, each major fund, and the aggregate remaining fund information of the Skokie Public Library, Illinois, as of April 30, 2024, 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. Our responsibilities under those 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 the 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 generally accepted auditing standards 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.

### **Auditor’s Responsibilities for the Audit of the Financial Statements - Continued**

In performing an audit in accordance with generally accepted auditing standards, 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.

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, the budgetary comparison schedules, and supplementary pension and other post-employment benefit (OPEB) schedules, as 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 financial statements that collectively comprise the Skokie Public Library, Illinois' basic financial statements. The other supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such 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 other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Lauterbach & Amen, LLP*

LAUTERBACH & AMEN, LLP

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

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Management's Discussion and Analysis

April 30, 2024

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Our discussion and analysis of the Skokie Public Library's financial performance provides an overview of the Library's financial activities for the fiscal year ended April 30, 2024.

### FINANCIAL HIGHLIGHTS

- The Library's net position increased \$1,537,216 or 5.0 percent, from a restated beginning balance of \$30,661,183 to \$32,198,399.
- During the year, government-wide revenues totaled \$15,354,762, while government-wide expenses totaled \$13,817,546, resulting in an increase to net position of \$1,537,216.
- Total fund balances for the governmental funds were \$17,163,220 at April 30, 2024 compared to a prior year balance of \$20,881,041, a decrease of \$3,717,821 or 17.8 percent.
- The Library hired an accounting consultant that found it prudent revise the capital asset detail in the current year changing their threshold resulting in a restatement. Additionally, beginning balances in capital assets and long-term debt were restated due to the implementations of GASB Statement No. 96; however, the net effect on the Statement of Activities was zero.

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances.

For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Library's operation in more detail than the government-wide statements by providing information about the Library's most significant funds.

#### Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Library's finances, in a matter similar to a private-sector business.

The Statement of Net Position reports information on all of the Library's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Library's property tax base, is needed to assess the overall health of the Library.

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

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements report functions of the Library that are principally supported by taxes and charges for services revenues (governmental activities). The governmental activities of the Library include the culture, education and recreation function.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Management's Discussion and Analysis

April 30, 2024

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### USING THIS ANNUAL REPORT - Continued

#### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Library, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Library only maintains governmental funds.

#### Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Library's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Library maintains four individual governmental fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund Debt Service Fund, and Site and Building Reserve Fund, which are considered major funds. Data from the Fine Arts Acquisition Fund is presented as a nonmajor fund.

The Library adopts an annual appropriated budget for the General Fund and the Series 2019 G.O. Bond Fund. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

#### Notes to the Financial Statements

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

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Library's I.M.R.F. employee pension obligations, other post-employment benefit obligations and budgetary comparison schedules for the General Fund.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Management's Discussion and Analysis

April 30, 2024

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Library, assets/deferred outflows exceeded liabilities/deferred inflows by \$32,198,399.

|                                  | Net Position  |            |
|----------------------------------|---------------|------------|
|                                  | 2024          | 2023       |
| Current and Other Assets         | \$ 25,356,597 | 28,631,092 |
| Capital Assets                   | 29,986,127    | 24,286,158 |
| Total Assets                     | 55,342,724    | 52,917,250 |
| Deferred Outflows                | 2,304,547     | 3,471,153  |
| Outflows                         | 57,647,271    | 56,388,403 |
| Long-Term Debt                   | 16,005,085    | 18,722,256 |
| Other Liabilities                | 2,541,462     | 1,976,410  |
| Total Liabilities                | 18,546,547    | 20,698,666 |
| Deferred Inflows                 | 6,902,325     | 6,854,487  |
| Inflows                          | 25,448,872    | 27,553,153 |
| Net Position                     |               |            |
| Net Investment in Capital Assets | 14,138,665    | 7,825,812  |
| Restricted                       | 1,624,852     | 1,635,426  |
| Unrestricted                     | 16,434,882    | 19,374,012 |
| Total Net Position               | 32,198,399    | 28,835,250 |

A portion of the Library's net position, \$14,138,665, or 44.0 percent, reflects its investment in capital assets (for example, land, construction in progress, buildings, building improvements, land improvements, furniture and equipment, and books and material), less any related debt used to acquire those assets that is still outstanding. The Library uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Library's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$1,624,852 or 5.0 percent, of the Library's net position represents resources that are subject to external restrictions on how they may be used, including \$1,256,953 restricted for Capital Projects and \$367,899 restricted for Debt Service. The remaining \$16,434,882, or 51.0 percent, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Management's Discussion and Analysis

April 30, 2024

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

|                                      | Changes in Net Position |                   |
|--------------------------------------|-------------------------|-------------------|
|                                      | 2024                    | 2023              |
| Revenues                             |                         |                   |
| Program Revenues                     |                         |                   |
| Charges for Services                 | \$ 52,926               | 32,502            |
| Operating Grants and Contributions   | 121,032                 | 125,015           |
| General Revenues                     |                         |                   |
| Property Taxes                       | 13,518,006              | 13,448,471        |
| Replacement Taxes                    | 883,380                 | 1,221,722         |
| Interest Income                      | 754,371                 | 365,889           |
| Miscellaneous                        | 25,047                  | 23,195            |
| Total Revenues                       | <u>15,354,762</u>       | <u>15,216,794</u> |
| Expenses                             |                         |                   |
| Culture, Education and Recreation    | 13,333,042              | 14,039,340        |
| Interest on Long-Term Debt           | 484,504                 | 515,335           |
| Total Expenses                       | <u>13,817,546</u>       | <u>14,554,675</u> |
| Change in Net Position               | 1,537,216               | 662,119           |
| Fund Balance - Beginning as Restated | <u>30,661,183</u>       | <u>28,173,131</u> |
| Net Position-Ending                  | <u>32,198,399</u>       | <u>28,835,250</u> |

Net position of the Library's governmental activities increased from a restated beginning balance of \$30,661,183 to \$32,198,399. The balance reported in 2023 was \$28,835,250.

Revenues of \$15,354,762 exceeded expenses of \$13,817,546, resulting in the increase to net position in the current year of \$1,537,216 or 5.0 percent. This increase is mainly due to a decrease in expenses of \$737,129 as a result of decreases to the IMRF net pension liability and the total OPEB liability from the previous year.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Management's Discussion and Analysis**

**April 30, 2024**

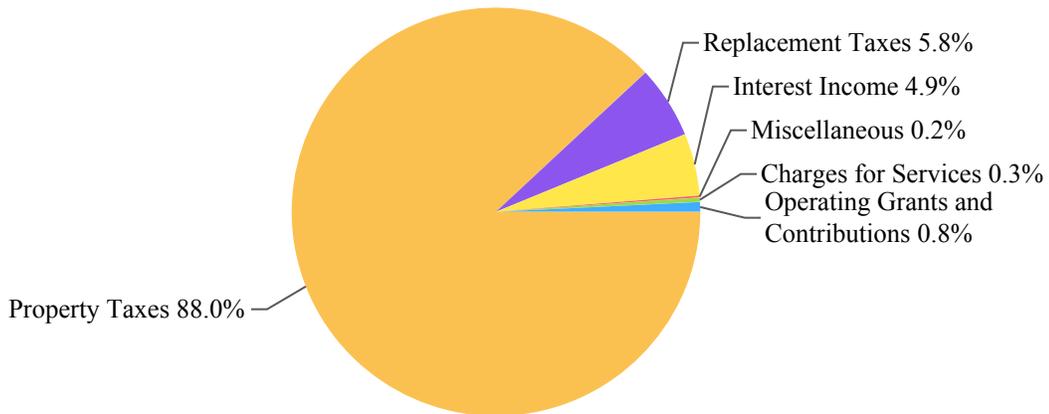
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**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

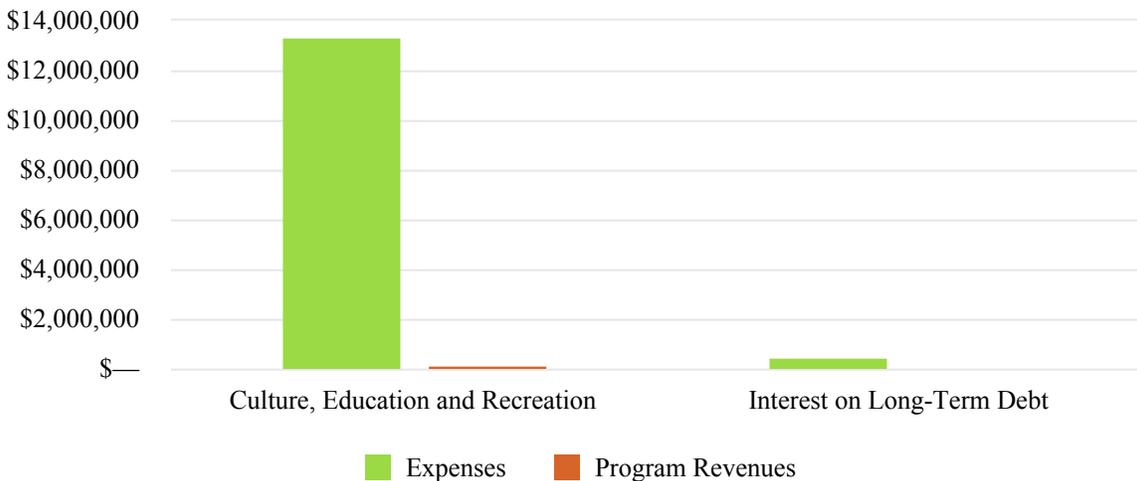
The following table graphically depicts the major revenue sources of the Library. It depicts very clearly the reliance of property taxes to fund governmental activities.

**Revenue by Source - Governmental Activities**



The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues. The user fees charged do not cover the expenses, which furthermore signifies the Library's reliance on general revenues such as property taxes to fund operations.

**Expenses and Program Revenues - Governmental Activities**



# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Management's Discussion and Analysis

April 30, 2024

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

#### Governmental funds

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

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$17,163,220 which is a decrease of 17.8 percent from last year's ending fund balance of \$20,881,041.

In the current year, governmental fund balances decreased by \$3,717,821. The General Fund reported a decrease to fund balance due to substantial capital project expenditures. The Series 2019 G.O. Bond Fund reported a decrease to fund balance due to timing of when collections were received and when debt payments were paid. The Site and Building Reserve Fund reported an increase to fund balance due to a net transfer in of \$1,772,977 from the General Fund for planned capital outlay expenditures.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

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

The General Fund actual revenues were higher than budgeted revenues. Actual revenues for the current year were \$13,699,978, compared to budgeted revenues of \$14,104,986. This resulted primarily from replacement taxes and interest income being \$483,380 and \$181,124 higher than the budgeted amounts of \$400,000 and \$90,000, respectively.

The General Fund actual expenditures were lower than budgeted expenditures. Actual expenditures totaled \$18,019,657, while budgeted expenditures totaled \$19,591,686. This was due primarily to capital outlay expenditures coming in less than what was budgeted as the projects continued into the next fiscal year.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Management's Discussion and Analysis

April 30, 2024

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### CAPITAL ASSETS

The Library's investment in capital assets for its governmental activities as of April 30, 2024 was \$29,986,127 (net of accumulated depreciation/amortization). This investment in capital assets includes construction in progress, buildings, building and improvements, land improvements, furniture and equipment, books and material, and subscription assets - software.

|                               | Capital Assets                   |                   |
|-------------------------------|----------------------------------|-------------------|
|                               | Net of Depreciation/Amortization |                   |
|                               | 2024                             | 2023              |
| Land                          | \$ 1,488,336                     | 1,488,336         |
| Construction in Progress      | 5,056,542                        | 349,962           |
| Building Improvements         | 17,812,157                       | 18,637,859        |
| Land Improvements             | 372,815                          | 435,500           |
| Furniture and Equipment       | 2,000,709                        | 2,263,830         |
| Books and Material            | 3,167,685                        | 2,936,604         |
| Subscription Asset - Software | 87,883                           | 29,179            |
| Totals                        | <u>29,986,127</u>                | <u>26,141,270</u> |

This year's additions to capital assets included:

|                               |                  |
|-------------------------------|------------------|
| Construction in Progress      | \$ 4,706,580     |
| Building Improvements         | 166,061          |
| Furniture and Equipment       | 43,141           |
| Books and Material            | 727,963          |
| Subscription Asset - Software | <u>145,432</u>   |
| Totals                        | <u>5,789,177</u> |

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

### DEBT ADMINISTRATION

At year-end, the Library had a balance of \$14,865,000 in General Obligation Bonds. This was a decrease of \$645,000 compared to the prior fiscal year. Additionally, the Library had a balance of \$88,019 in Subscriptions Payable. This was an increase of \$58,840 from the prior year, as restated.

Additional information on the Library's long-term debt can be found in Note 3 of this report.

# **SKOKIE PUBLIC LIBRARY, ILLINOIS**

## **Management's Discussion and Analysis**

**April 30, 2024**

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### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The Library's elected and appointed officials considered many factors when setting the fiscal year 2025 budget, including interest rates and inflation that will impact its various activities. Based on current projections of decreasing interest rates, the Library has adjusted projected revenues to reflect the decrease in returns. It has also increased expenditure lines accordingly to account for the current reality of inflation. The state of the economy is a major factor, as the Library is faced with a similar economic environment as many other local municipalities.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Library's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Skokie Public Library, 5215 Oakton Street, Skokie, Illinois 60077.

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Statement of Net Position**

**April 30, 2024**

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**See Following Page**

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Statement of Net Position**

**April 30, 2024**

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|   | <u>Governmental<br/>Activities</u> |
|---|------------------------------------|
| <b>ASSETS</b>                                   |                                    |
| Current Assets                                  |                                    |
| Cash and Investments                            | \$ 18,257,877                      |
| Receivables - Net of Allowances                 | 6,998,001                          |
| Due from Other Governments                      | <u>100,719</u>                     |
| Total Current Assets                            | <u>25,356,597</u>                  |
| Noncurrent Assets                               |                                    |
| Capital Assets                                  |                                    |
| Nondepreciable                                  | 6,544,878                          |
| Depreciable/Amortizable                         | 32,062,183                         |
| Accumulated Depreciation/Amortization           | <u>(8,620,934)</u>                 |
| Total Noncurrent Assets                         | <u>29,986,127</u>                  |
| Total Assets                                    | <u>55,342,724</u>                  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>           |                                    |
| Deferred Items - IMRF                           | 2,303,384                          |
| Deferred Items - RBP                            | <u>1,163</u>                       |
| Total Deferred Outflows of Resources            | <u>2,304,547</u>                   |
| Total Assets and Deferred Outflows of Resources | <u>57,647,271</u>                  |

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

|   | <u>Governmental<br/>Activities</u> |
|---|------------------------------------|
| <b>LIABILITIES</b>                                  |                                    |
| Current Liabilities                                 |                                    |
| Accounts Payable                                    | \$ 944,680                         |
| Accrued Payroll                                     | 181,456                            |
| Other Payables                                      | 350,719                            |
| Accrued Interest Payable                            | 217,104                            |
| Current Portion of Long-Term Debt                   | 847,503                            |
| Total Current Liabilities                           | <u>2,541,462</u>                   |
| Noncurrent Liabilities                              |                                    |
| Compensated Absences                                | 84,030                             |
| Net Pension Liability - IMRF                        | 510,245                            |
| Total OPEB Liability - RBP                          | 331,367                            |
| Intergovernmental Payable - Net                     | 15,079,443                         |
| Total Noncurrent Liabilities                        | <u>16,005,085</u>                  |
| Total Liabilities                                   | <u>18,546,547</u>                  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                                    |
| Property Taxes                                      | 6,716,522                          |
| Deferred Items - IMRF                               | 51,059                             |
| Deferred Items - RBP                                | 134,744                            |
| Total Deferred Inflows of Resources                 | <u>6,902,325</u>                   |
| Total Liabilities and Deferred Inflows of Resources | <u>25,448,872</u>                  |
| <b>NET POSITION</b>                                 |                                    |
| Net Investment in Capital Assets                    | 14,138,665                         |
| Restricted  |                                    |
| Capital Projects                                    | 1,256,953                          |
| Debt Service  | 367,899                            |
| Unrestricted  | <u>16,434,882</u>                  |
| Total Net Position                                  | <u><u>32,198,399</u></u>           |

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

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Statement of Activities**

**For the Fiscal Year Ended April 30, 2024**

|                                      | Expenses          | Program Revenues                     |                     |  | Net  |
|--------------------------------------|-------------------|--------------------------------------|---------------------|--|--|
|                                      |                   | Charges<br>for<br>Services           | Operating<br>Grants | Capital<br>Grants and<br>Contributions | (Expenses)<br>Revenues and<br>Changes in<br>Net Position |
| Functions                            |                   |                                      |                     |  |  |
| Culture, Education and Recreation    | \$ 13,333,042     | 52,926                               | 121,032             | —                                      | (13,159,084)   |
| Interest on Long-Term Debt           | 484,504           | —                                    | —                   | —                                      | (484,504)  |
| <b>Total Governmental Activities</b> | <b>13,817,546</b> | <b>52,926</b>                        | <b>121,032</b>      | <b>—</b>                               | <b>(13,643,588)</b>                                      |
|                                      |                   | General Revenues                     |                     |  |  |
|                                      |                   | Taxes                                |                     |  |  |
|                                      |                   | Property Taxes                       |                     |  | 13,518,006   |
|                                      |                   | Intergovernmental - Unrestricted     |                     |  |  |
|                                      |                   | Replacement Taxes                    |                     |  | 883,380  |
|                                      |                   | Interest                             |                     |  | 754,371  |
|                                      |                   | Miscellaneous                        |                     |  | 25,047   |
|                                      |                   |                                      |                     |  | <u>15,180,804</u>  |
|                                      |                   | Change in Net Position               |                     |  | 1,537,216  |
|                                      |                   | Net Position - Beginning as Restated |                     |  | <u>30,661,183</u>  |
|                                      |                   | Net Position - Ending                |                     |  | <u><u>32,198,399</u></u>                                 |

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

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Balance Sheet - Governmental Funds**

**April 30, 2024**

|   | General           | Debt<br>Service<br>Series 2019<br>G.O. Bond | Capital<br>Projects<br>Site and<br>Building<br>Reserve | Nonmajor<br>Fine Arts<br>Acquisition | Totals            |
|---|-------------------|---|--|--------------------------------------|-------------------|
| <b>ASSETS</b>   |                   |   |  |                                      |                   |
| Cash and Investments  | \$ 6,829,672      | 573,798                                     | 10,840,569   | 13,838                               | 18,257,877        |
| Receivables - Net of Allowances                                       |                   |   |  |                                      |                   |
| Taxes   | 6,251,738         | 593,937                                     | —  | —                                    | 6,845,675         |
| Other   | 152,326           | —   | —  | —                                    | 152,326           |
| Due from Other Governments  | 100,719           | —   | —  | —                                    | 100,719           |
| Total Assets  | <u>13,334,455</u> | <u>1,167,735</u>                            | <u>10,840,569</u>                                      | <u>13,838</u>                        | <u>25,356,597</u> |
| <b>LIABILITIES</b>  |                   |   |  |                                      |                   |
| Accounts Payable  | 944,680           | —   | —  | —                                    | 944,680           |
| Accrued Payroll   | 181,456           | —   | —  | —                                    | 181,456           |
| Other Payables  | 350,719           | —   | —  | —                                    | 350,719           |
| Total Liabilities   | <u>1,476,855</u>  | <u>—</u>                                    | <u>—</u>   | <u>—</u>                             | <u>1,476,855</u>  |
| <b>DEFERRED INFLOWS<br/>OF RESOURCES</b>                              |                   |   |  |                                      |                   |
| Property Taxes  | 6,133,790         | 582,732                                     | —  | —                                    | 6,716,522         |
| Total Liabilities and Deferred<br>Inflows of Resources                | <u>7,610,645</u>  | <u>582,732</u>                              | <u>—</u>   | <u>—</u>                             | <u>8,193,377</u>  |
| <b>FUND BALANCES</b>  |                   |   |  |                                      |                   |
| Restricted  | 1,256,953         | 585,003                                     | —  | —                                    | 1,841,956         |
| Assigned  | —                 | —   | 10,840,569   | 13,838                               | 10,854,407        |
| Unassigned  | 4,466,857         | —   | —  | —                                    | 4,466,857         |
| Total Fund Balances   | <u>5,723,810</u>  | <u>585,003</u>                              | <u>10,840,569</u>                                      | <u>13,838</u>                        | <u>17,163,220</u> |
| Total Liabilities, Deferred Inflows<br>of Resources and Fund Balances | <u>13,334,455</u> | <u>1,167,735</u>                            | <u>10,840,569</u>                                      | <u>13,838</u>                        | <u>25,356,597</u> |

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

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**

**April 30, 2024**

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|   |                          |
|---|--------------------------|
| <b>Total Fund Balances</b>  | <b>\$ 17,163,220</b>     |
| Amounts reported in the Statement of Net Position<br>are different because:   |                          |
| Capital assets are not financial resources and therefore,<br>are not reported in the funds.                         | 29,986,127               |
| Deferred outflows of resources related to the pension not reported in the funds.                                    |                          |
| Deferred Items - IMRF   | 2,252,325                |
| Deferred Items - RBP  | (133,581)                |
| Long-term liabilities are not due and payable in the current<br>period and therefore are not reported in the funds. |                          |
| Compensated Absences Payable  | (105,037)                |
| Net Pension Liability - IMRF  | (510,245)                |
| Total OPEB Liability - RBP  | (389,844)                |
| Intergovernmental Payable   | (15,759,443)             |
| Subscriptions Payable   | (88,019)                 |
| Accrued Interest Payable  | (217,104)                |
| <b>Net Position of Governmental Activities</b>  | <b><u>32,198,399</u></b> |

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

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Fiscal Year Ended April 30, 2024**

|  | General            | Debt<br>Service<br>Series 2019<br>G.O. Bond | Capital<br>Projects<br>Site and<br>Building<br>Reserve | Nonmajor<br>Fine Arts<br>Acquisition | Totals             |
|--|--------------------|---|--|--------------------------------------|--------------------|
| <b>Revenues</b>  |                    |   |  |                                      |                    |
| Taxes  | \$ 12,346,469      | 1,171,537                                   | —  | —                                    | 13,518,006         |
| Intergovernmental  | 883,380            | —   | —  | —                                    | 883,380            |
| Charges for Services   | 52,926             | —   | —  | —                                    | 52,926             |
| Grants and Donations   | 121,032            | —   | —  | —                                    | 121,032            |
| Interest   | 271,124            | —   | 483,245  | 2                                    | 754,371            |
| Miscellaneous  | 25,047             | —   | —  | —                                    | 25,047             |
| <b>Total Revenues</b>  | <b>13,699,978</b>  | <b>1,171,537</b>                            | <b>483,245</b>   | <b>2</b>                             | <b>15,354,762</b>  |
| <b>Expenditures</b>  |                    |   |  |                                      |                    |
| Culture, Education and Recreation                                    | 12,356,323         | —   | —  | 59                                   | 12,356,382         |
| Capital Outlay   | 5,576,196          | —   | —  | —                                    | 5,576,196          |
| <b>Debt Service</b>  |                    |   |  |                                      |                    |
| Principal Retirement   | 86,592             | 645,000                                     | —  | —                                    | 731,592            |
| Interest and Fiscal Charges  | 546                | 553,299                                     | —  | —                                    | 553,845            |
| <b>Total Expenditures</b>  | <b>18,019,657</b>  | <b>1,198,299</b>                            | <b>—</b>   | <b>59</b>                            | <b>19,218,015</b>  |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>(4,319,679)</b> | <b>(26,762)</b>                             | <b>483,245</b>   | <b>(57)</b>                          | <b>(3,863,253)</b> |
| <b>Other Financing Sources (Uses)</b>                                |                    |   |  |                                      |                    |
| Debt Issuance  | 145,432            | —   | —  | —                                    | 145,432            |
| Transfers In   | —                  | —   | 1,772,977  | —                                    | 1,772,977          |
| Transfers Out  | (1,772,977)        | —   | —  | —                                    | (1,772,977)        |
|  | <b>(1,627,545)</b> | <b>—</b>                                    | <b>1,772,977</b>                                       | <b>—</b>                             | <b>145,432</b>     |
| <b>Net Change in Fund Balance</b>                                    | <b>(5,947,224)</b> | <b>(26,762)</b>                             | <b>2,256,222</b>                                       | <b>(57)</b>                          | <b>(3,717,821)</b> |
| <b>Fund Balances - Beginning</b>                                     | <b>11,671,034</b>  | <b>611,765</b>                              | <b>8,584,347</b>                                       | <b>13,895</b>                        | <b>20,881,041</b>  |
| <b>Fund Balances - Ending</b>  | <b>5,723,810</b>   | <b>585,003</b>                              | <b>10,840,569</b>                                      | <b>13,838</b>                        | <b>17,163,220</b>  |

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

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the  
Governmental Funds to the Statement of Activities - Governmental Activities  
For the Fiscal Year Ended April 30, 2024**

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**Net Change in Fund Balances** \$ (3,717,821)

Amounts reported in the Statement of Activities  
are different because:

Governmental funds report capital outlays as expenditures. However, in the  
Statement of Activities the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

|   |             |
|---|-------------|
| Capital Outlays                                       | 5,789,177   |
| Depreciation/Amortization Expense                     | (1,928,122) |
| Disposal of Capital Assets - Cost                     | (1,101,748) |
| Disposal of Capital Assets - Accumulated Depreciation | 1,085,550   |

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

|                                 |             |
|---------------------------------|-------------|
| Change in Deferred Items - IMRF | (1,030,291) |
| Change in Deferred Items - RBP  | (133,581)   |

The issuance of long-term debt provides current financial resources to  
governmental funds, while the repayment of the principal on long-term  
debt consumes the current financial resources of the governmental funds.

|  |           |
|--|-----------|
| Change in Compensated Absences Payable   | (21,201)  |
| Change in Net Pension Liability - IMRF   | 1,779,267 |
| Change in Total OPEB Liability - RBP     | 160,485   |
| Retirement of Debt                       | 731,592   |
| Issuance of Debt                         | (145,432) |
| Amortization on Premium on Debt Issuance | 55,903    |
| Change to Accrued Interest Payable       | 13,438    |

**Changes in Net Position** 1,537,216

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Skokie Public Library (the Library), is located in Cook County, Illinois. The Library operates under a President-Trustee form of government and provides the following services as authorized by its charter. For financial reporting purposes the Library includes all funds, agencies, and boards that are responsible to the Library Board of Trustees. Responsibility to the Board of Trustees was determined on the basis of budget adoption, taxing authority, outstanding debt secured by receipts or general obligations of the Library and obligations of the Library to finance any debts that may occur.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles in the United States (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP in the United States for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Library's accounting policies established in GAAP in the United States and used by the Library are described below.

#### REPORTING ENTITY

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are no fiduciary component units that are required to be included in the financial statements of the Library and there are no discretely component units to include in the reporting entity.

#### BASIS OF PRESENTATION

##### Basic Financial Statements

The Library's basic financial statements include both government-wide (reporting the Library as a whole) and fund financial statements (reporting the Library's governmental funds). The Library's culture, education and recreation services are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is: (a) presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Library's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Library first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of the Library's functions. The Library's activities are supported by taxes and intergovernmental revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Fund Financial Statements

The financial transactions of the Library are reported in an individual fund in the fund financial statements. The fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, reserves, fund equity, revenues and expenditures/expenses. The Library's fund is reported in the: governmental category. The emphasis in fund financial statements is on the major fund and is summarized into a single column.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses) for the determination of major funds.

A fund is considered major if it is the primary operating fund of the Library or total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 10 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund type is used by the Library:

##### Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Library:

*General Fund* is the general operating fund of the Library. It accounts for all revenues and expenditures of the Library which are not accounted for in other funds. The General Fund is a major fund.

*Debt service funds* are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Library maintains one major debt service fund, the Series 2019 G.O. Bond Fund and is used to account for the retirement of the Library's bonded debt.

*Capital projects funds* are created to account for all resources used for the accumulation of funds for anticipated capital improvements. The Library maintains two capital projects funds. The Site and Building Reserve Fund, a major fund, is used to account for the accumulation of funds for anticipated capital improvements.

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

##### Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

The Library’s fund utilizes a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. This fund uses fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the “economic resources” measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

##### Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflows are incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Library recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability/deferred inflow is incurred, except for general obligation bond principal and interest which are recognized when due.

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

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

##### Cash and Investments

For the purpose of the Statement of Net Position, the Library's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Library categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Library's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

##### Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Internal service fund services provided and used are not eliminated in the process of consolidation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

##### Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances include property taxes.

##### Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 for building improvements and \$5,000 for all other assets, or more, are reported at historical cost or estimated historical cost. Capital is estimated at historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Library as a whole. When purchased, such assets are recorded as expenditures in the governmental fund and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

##### Capital Assets - Continued

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

|                                |              |
|--------------------------------|--------------|
| Buildings                      | 40 Years     |
| Buildings and Improvements     | 20 Years     |
| Land Improvements              | 20 Years     |
| Furniture and Equipment        | 5 - 10 Years |
| Books and Material             | 7 Years      |
| Subscription Assets - Software | 2 Years      |

##### Deferred Outflows/Inflows of Resources

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

##### Compensated Absences

The Library accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

##### Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

##### Net Position

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

Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

##### Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect the reported amounts 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.

### NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Budget amounts are as originally adopted by the Library Board of Trustees. All annual appropriations lapse at fiscal year end.

The budget is prepared for the General Fund and the Series 2019 G.O. Bond 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. This governing body holds public meetings and may add to, subtract from, or change appropriations. The budget may be amended by the governing body. State statutes and local ordinances require that the budget be approved before the beginning of the fiscal year.

Expenditures may not legally exceed budgeted appropriations at the fund level.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS

#### DEPOSITS AND INVESTMENTS

The Library maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments."

Permitted Deposits and Investments - Statutes authorize the Library to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

Illinois Funds is an investment pool managed by the Illinois public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

*Deposits.* At year-end, the carrying amount of the Library's deposits totaled \$8,953,801 and the bank balances totaled \$9,778,708. Additionally, at year-end the Library has \$9,304,076 invested in the Illinois Funds.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Library's investment policy addresses interest rate risk by maintaining sufficient liquidity to meet operating requirements. The Library's investment in the Illinois Funds has an average maturity of less than one year.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Library limits its exposure to credit risk by limiting investments to the safest types of securities; prequalifying 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. At year-end, the Library's investment in the Illinois Funds is rated AAAMmf by Fitch.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Library, an independent third party or the Federal Reserve Bank of Chicago. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy requires all security transactions that are exposed to custodial credit risk must fully collateralize each investment for the duration of the term. At year-end, the Library's investments in the Illinois Funds is not subject to custodial credit risk.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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

**DEPOSITS AND INVESTMENTS - Continued**

*Concentration of Credit Risk.* This is the risk of loss attributed to the magnitude of the Library’s investment in a single issuer. The Library’s investment policy requires diversification investments to the best of its ability based on the type of funds invested and the cash flow needs of those funds. Diversification can be by type of investment, number of institutions invested in, and length of maturity. At year-end, the Library does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**PROPERTY TAXES**

Property taxes for 2023 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1, and June 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 3% of the tax levy, to reflect actual collection experience.

**INTERFUND TRANSFERS**

Interfund transfers for the year consisted of the following:

| <u>Transfer In</u>        | <u>Transfer Out</u> | <u>Amount</u>       |
|---------------------------|---------------------|---------------------|
| Site and Building Reserve | General             | <u>\$ 1,772,977</u> |

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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

**CAPITAL ASSETS**

Capital asset activity for the year was as follows:

|   | Restated<br>Beginning<br>Balances | Increases        | Decreases        | Ending<br>Balances |
|---|-----------------------------------|------------------|------------------|--------------------|
| <b>Nondepreciable Capital Assets</b>                    |                                   |                  |                  |                    |
| Land  | \$ 1,488,336                      | —                | —                | 1,488,336          |
| Construction in Progress                                | 349,962                           | 4,706,580        | —                | 5,056,542          |
|   | <u>1,838,298</u>                  | <u>4,706,580</u> | <u>—</u>         | <u>6,544,878</u>   |
| <b>Depreciable/Amortizable Capital Assets</b>           |                                   |                  |                  |                    |
| Buildings   | 3,035,695                         | —                | —                | 3,035,695          |
| Building Improvements                                   | 19,835,262                        | 166,061          | —                | 20,001,323         |
| Land Improvements                                       | 1,052,269                         | —                | 23,140           | 1,029,129          |
| Furniture and Equipment                                 | 2,856,604                         | 43,141           | —                | 2,899,745          |
| Books and Material                                      | 5,272,325                         | 727,963          | 1,078,608        | 4,921,680          |
| Subscription Asset - Software                           | 29,179                            | 145,432          | —                | 174,611            |
|   | <u>32,081,334</u>                 | <u>1,082,597</u> | <u>1,101,748</u> | <u>32,062,183</u>  |
| <b>Less Accumulated Depreciation/Amortization</b>       |                                   |                  |                  |                    |
| Buildings   | 3,035,695                         | —                | —                | 3,035,695          |
| Building Improvements                                   | 1,197,403                         | 991,763          | —                | 2,189,166          |
| Land Improvements                                       | 616,769                           | 46,487           | 6,942            | 656,314            |
| Furniture and Equipment                                 | 592,774                           | 306,262          | —                | 899,036            |
| Books and Material                                      | 2,335,721                         | 496,882          | 1,078,608        | 1,753,995          |
| Subscription Asset - Software                           | —                                 | 86,728           | —                | 86,728             |
|   | <u>7,778,362</u>                  | <u>1,928,122</u> | <u>1,085,550</u> | <u>8,620,934</u>   |
| <b>Total Net Depreciable/Amortizable Capital Assets</b> | <u>24,302,972</u>                 | <u>(845,525)</u> | <u>16,198</u>    | <u>23,441,249</u>  |
| <b>Total Net Capital Assets</b>                         | <u>26,141,270</u>                 | <u>3,861,055</u> | <u>16,198</u>    | <u>29,986,127</u>  |

Depreciation/amortization expense of \$1,928,122 was charged to the culture, education and recreation function.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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

**LONG-TERM DEBT**

**Intergovernmental Payable - General Obligation Bonds**

The Village of Skokie issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village of Skokie. The Village of Skokie and the Library have an intergovernmental agreement for the Library's portion of the bonds. The portion of the Library's General obligation bonds currently outstanding are as follows:

| Issue   | Beginning<br>Balances | Issuances | Retirements | Ending<br>Balances |
|---|-----------------------|-----------|-------------|--------------------|
| Intergovernmental Payable - General Obligation Bonds of 2019 - Due in annual installments of \$585,000 to \$1,165,000 plus interest at 3.00% to 5.00% through December 1, 2039. | \$ 15,510,000         | —         | 645,000     | 14,865,000         |

**Subscriptions Payable**

The Library has the following subscriptions payable at year end:

| Subscriptions | Term Length | Start Date  | Payments | Interest Rate |
|---------------|-------------|-------------|----------|---------------|
| Innovative    | 2 years     | May 1, 2023 | \$74,663 | 1.87%         |
| Communico     | 2 years     | May 1, 2023 | \$15,000 | 1.87%         |

The future principal and interest subscription payments as of the year-end are as follows:

| Fiscal<br>Year | Principal | Interest |
|----------------|-----------|----------|
| 2025           | \$ 88,019 | 1,644    |

**Long-Term Liabilities Activity**

The General Fund makes payments on the compensated absences, the net pension liability, the total OPEB liability, and the subscriptions payable. The Series 2019 G.O. Bond Fund makes payments on the intergovernmental payable - general obligation bonds.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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

**LONG-TERM DEBT - Continued**

**Long-Term Liabilities Activity - Continued**

Changes in long-term liabilities during the fiscal year were as follows:

| Type of Debt                 | Restated<br>Beginning<br>Balances | Additions      | Deductions       | Ending<br>Balances | Amounts<br>Due within<br>One Year |
|------------------------------|-----------------------------------|----------------|------------------|--------------------|-----------------------------------|
| Compensated Absences         | \$ 83,836                         | 42,405         | 21,204           | 105,037            | 21,007                            |
| Net Pension Liability - IMRF | 2,289,512                         | —              | 1,779,267        | 510,245            | —                                 |
| Total OPEB Liability - RBP   | 550,329                           | —              | 160,485          | 389,844            | 58,477                            |
| Intergovernmental Payable    |                                   |                |                  |                    |                                   |
| General Obligation Bonds     | 15,510,000                        | —              | 645,000          | 14,865,000         | 680,000                           |
| Plus: Unamortized Premium    | 950,346                           | —              | 55,903           | 894,443            | —                                 |
| Subscriptions Payable        | 29,179                            | 145,432        | 86,592           | 88,019             | 88,019                            |
|                              | <u>19,413,202</u>                 | <u>187,837</u> | <u>2,748,451</u> | <u>16,852,588</u>  | <u>847,503</u>                    |

**Debt Service Requirements to Maturity**

The annual debt service requirements to maturity, including principal and interest, are as follows:

| Fiscal<br>Year | Intergovernmental Payable |                  |                   |
|----------------|---------------------------|------------------|-------------------|
|                | General Obligation Bonds  |                  |                   |
|                | Principal                 | Interest         | Total             |
| 2025           | \$ 680,000                | 521,050          | 1,201,050         |
| 2026           | 715,000                   | 487,050          | 1,202,050         |
| 2027           | 750,000                   | 451,300          | 1,201,300         |
| 2028           | 785,000                   | 413,800          | 1,198,800         |
| 2029           | 825,000                   | 374,550          | 1,199,550         |
| 2030           | 870,000                   | 333,300          | 1,203,300         |
| 2031           | 895,000                   | 307,200          | 1,202,200         |
| 2032           | 920,000                   | 280,350          | 1,200,350         |
| 2033           | 950,000                   | 252,750          | 1,202,750         |
| 2034           | 975,000                   | 224,250          | 1,199,250         |
| 2035           | 1,005,000                 | 195,000          | 1,200,000         |
| 2036           | 1,035,000                 | 164,850          | 1,199,850         |
| 2037           | 1,065,000                 | 133,800          | 1,198,800         |
| 2038           | 1,100,000                 | 101,850          | 1,201,850         |
| 2039           | 1,130,000                 | 68,850           | 1,198,850         |
| 2040           | 1,165,000                 | 34,950           | 1,199,950         |
| Total          | <u>14,865,000</u>         | <u>4,344,900</u> | <u>19,209,900</u> |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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

**FUND BALANCE CLASSIFICATIONS**

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

|                     | General                 | Debt<br>Service<br>Series 2019<br>G.O. Bond | Capital<br>Projects<br>Site and<br>Building<br>Reserve | Nonmajor<br>Fine Arts<br>Acquisition | Totals                   |
|---------------------|-------------------------|---|--|--------------------------------------|--------------------------|
| Fund Balances       |                         |   |  |                                      |                          |
| Restricted          |                         |   |  |                                      |                          |
| Capital Projects    | 1,256,953               | —   | —  | —                                    | 1,256,953                |
| Debt Service        | —                       | 585,003                                     | —  | —                                    | 585,003                  |
|                     | <u>1,256,953</u>        | <u>585,003</u>                              | <u>—</u>   | <u>—</u>                             | <u>1,841,956</u>         |
| Assigned            |                         |   |  |                                      |                          |
| Fine Arts           | —                       | —   | —  | 13,838                               | 13,838                   |
| Capital Projects    | —                       | —   | 10,840,569   | —                                    | 10,840,569               |
|                     | <u>—</u>                | <u>—</u>                                    | <u>10,840,569</u>                                      | <u>13,838</u>                        | <u>10,854,407</u>        |
| Unassigned          | <u>4,466,857</u>        | <u>—</u>                                    | <u>—</u>   | <u>—</u>                             | <u>4,466,857</u>         |
| Total Fund Balances | <u><u>5,723,810</u></u> | <u><u>585,003</u></u>                       | <u><u>10,840,569</u></u>                               | <u><u>13,838</u></u>                 | <u><u>17,163,220</u></u> |

In the governmental funds financial statements, the Library considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Library first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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

**FUND BALANCE CLASSIFICATIONS - Continued**

*Assigned Fund Balance.* Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Library's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

*Minimum Fund Balance Policy.* The Library's policy manual states that the Reserve Fund should maintain a minimum fund balance equal to no less than five months of operating expenditures at any time of the year.

**NET POSITION CLASSIFICATIONS**

Net investment in capital assets was comprised of the following as of April 30, 2024:

|  |                   |
|--|-------------------|
| Governmental Activities                          |                   |
| Capital Assets - Net of Accumulated Depreciation | \$ 29,986,127     |
| Less Capital Related Debt:                       |                   |
| General Obligation Bonds of 2019                 | (14,865,000)      |
| Subscriptions Payable                            | (88,019)          |
| Unamortized Premium                              | <u>(894,443)</u>  |
| Net Investment in Capital Assets                 | <u>14,138,665</u> |

**NET POSITION RESTATEMENT**

The Library hired an accounting consultant that found it prudent revise the capital asset detail in the current year changing their threshold resulting in a restatement. Additionally, beginning balances in capital assets and long-term debt were restated due to the implementations of GASB Statement No. 96; however, the net effect on the Statement of Activities was zero. The following is a summary of the net position as originally reported and as restated.

| <u>Net Position</u>     | <u>As Reported</u> | <u>As Restated</u> | <u>Increase</u> |
|-------------------------|--------------------|--------------------|-----------------|
| Governmental Activities | \$ 28,835,250      | 30,661,183         | 1,825,933       |

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 4 - OTHER INFORMATION

#### RISK MANAGEMENT

The Library is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Library's employees. The Library has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. The Library currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

#### Public Entity Risk Pool

The Library participates in LIRA (Libraries of Illinois Risk Agency), a public entity risk pool with the transfer of risk. The Library is responsible for an annual premium payment and the pool is responsible for administering the program. If funds are insufficient in the judgment of the pool, the pool may assess the members' additional equal payments. The Library's policy is to record any related expenditures in the year in which they are notified of any additional assessments. The Library is not aware of any additional assessments owed as of April 30, 2024.

#### CONTINGENT LIABILITIES

##### Litigation

The Library is not a defendant in any lawsuits.

##### Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Library expects such amounts, if any, to be immaterial.

#### EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

##### Illinois Municipal Retirement Fund (IMRF)

The Library contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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**NOTE 4 - OTHER INFORMATION - Continued**

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

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

**Plan Descriptions - Continued**

*Plan Administration.* All hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

*Benefits Provided.* IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

*Plan Membership.* As of December 31, 2023, the measurement date, the following employees were covered by the benefit terms:

Active Plan Members

107

A detailed breakdown of IMRF membership for the Village of Skokie and the Library combined is available in the Village's annual comprehensive financial report.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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**NOTE 4 - OTHER INFORMATION - Continued**

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

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

**Plan Descriptions - Continued**

*Contributions.* As set by statute, the Library's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2024, the Library's contribution was 4.48% of covered payroll.

*Net Pension Liability.* The Library's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

|                            |                     |
|----------------------------|---------------------|
| Actuarial Cost Method      | Entry Age<br>Normal |
| Asset Valuation Method     | Fair Value          |
| Actuarial Assumptions      |                     |
| Interest Rate              | 7.25%               |
| Salary Increases           | 2.85% to 13.75%     |
| Cost of Living Adjustments | 2.75%               |
| Inflation                  | 2.25%               |

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. 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-2021. 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-2021.

# SKOKIE PUBLIC LIBRARY, ILLINOIS

## Notes to the Financial Statements

April 30, 2024

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### NOTE 4 - OTHER INFORMATION - Continued

#### EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

##### Illinois Municipal Retirement Fund (IMRF) - Continued

##### Plan Description - Continued

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

| Asset Class               | Target | Long-Term<br>Expected Real<br>Rate of Return |
|---------------------------|--------|--|
| Fixed Income              | 24.50% | 4.75%  |
| Domestic Equities         | 34.50% | 5.00%  |
| International Equities    | 18.00% | 6.35%  |
| Real Estate               | 10.50% | 6.30%  |
| Blended                   | 11.50% | 6.05% - 8.65%                                |
| Cash and Cash Equivalents | 1.00%  | 3.80%  |

##### Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Library contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

**NOTE 4 - OTHER INFORMATION - Continued**

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

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

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Library calculated using the discount rate as well as what the Library's net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

|                               | 1% Decrease<br>(6.25%) | Current<br>Discount Rate<br>(7.25%) | 1% Increase<br>(8.25%) |
|-------------------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability/(Asset) | \$ 4,165,954           | 510,245                             | (2,435,129)            |

**Changes in the Net Pension Liability**

|   | Total<br>Pension<br>Liability<br>(A) | Plan Fiduciary<br>Net Position<br>(B) | Net Pension<br>Liability<br>(A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at December 31, 2022   | \$ 41,270,544                        | 38,981,032                            | 2,289,512                             |
| Changes for the Year:   |                                      |                                       |                                       |
| Service Cost  | 414,847                              | —                                     | 414,847                               |
| Interest  | 1,832,654                            | —                                     | 1,832,654                             |
| Changes of Benefit Terms  | —                                    | —                                     | —                                     |
| Difference Between Expected and Actual<br>Experience of the Total Pension Liability | 485,072                              | —                                     | 485,072                               |
| Changes of Assumptions  | (15,985)                             | —                                     | (15,985)                              |
| Contributions - Employer  | —                                    | 199,823                               | (199,823)                             |
| Contributions - Employees   | —                                    | 207,390                               | (207,390)                             |
| Net Investment Income   | —                                    | 3,342,698                             | (3,342,698)                           |
| Benefit Payments, Including Refunds<br>of Employee Contributions                    | (1,853,239)                          | (1,853,239)                           | —                                     |
| Other (Net Transfer)  | —                                    | 745,944                               | (745,944)                             |
| Net Changes   | 863,349                              | 2,642,616                             | (1,779,267)                           |
| Balances at December 31, 2023   | 42,133,893                           | 41,623,648                            | 510,245                               |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

**NOTE 4 - OTHER INFORMATION - Continued**

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

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

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

For the year ended April 30, 2024, the Library recognized pension revenue of \$457,194. At April 30, 2024, the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals        |
|---|--------------------------------------|-------------------------------------|---------------|
| Difference Between Expected and Actual Experience | \$ 539,574                           | (39,605)                            | 499,969       |
| Change in Assumptions                             | —                                    | (11,454)                            | (11,454)      |
| Net Difference Between Projected and Actual       |                                      |                                     |               |
| Earnings on Pension Plan Investments              | 1,684,375                            | —                                   | 1,684,375     |
| Total Expense to be Recognized in Future Periods  | 2,223,949                            | (51,059)                            | 2,172,890     |
| Contributions Subsequent to the Measurement Date  | 79,435                               | —                                   | 79,435        |
| <br>Total Deferred Amounts Related to IMRF        | <br>2,303,384                        | <br>(51,059)                        | <br>2,252,325 |

\$79,435 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Fiscal<br>Year | Net Deferred<br>Outflows/<br>(Inflows)<br>of Resources |
|----------------|--|
| 2025           | \$ 370,956   |
| 2026           | 765,930  |
| 2027           | 1,274,162  |
| 2028           | (238,158)  |
| 2029           | —  |
| Thereafter     | —  |
| Total          | 2,172,890  |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**General Information about the OPEB Plan**

*Plan Description.* The Library's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general employees of the Library. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* RBP provides healthcare to retired employees and their dependents. The retired employees and dependents pay 100% of the blended group premium cost.

*Plan Membership.* As of April 30, 2024, the measurement date, the following employees were covered by the benefit terms:

|  |                   |
|--|-------------------|
| Inactive Plan Members Currently Receiving Benefits               | 3                 |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | —                 |
| Active Plan Members  | <u>99</u>         |
| Total  | <u><u>102</u></u> |

**Total OPEB Liability**

The Library's total OPEB liability was measured as of April 30, 2024, and was determined by an actuarial valuation as of April 30, 2024.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the April 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

|  |  |
|--|--|
| Inflation                                | 2.25%  |
| Salary Increases                         | 2.50%  |
| Discount Rate                            | 4.07%  |
| Healthcare Cost Trend Rates              | For PPO, an initial rate of 6.80% in 2024 decreasing to an ultimate rate of 5.20% in 2034 and later years. For HAS, an initial rate of 7.50% in 2024 decreasing to an ultimate rate of 5.28% in 2034 and later years. For HMO, an initial rate of 7.60% decreasing to an ultimate rate of 5.29% in 2034 and later years. |
| Retirees' Share of Benefit-Related Costs | 100% of projected health insurance premiums for retirees   |

The discount rate was based on expected long-term rate of return on plan assets and the municipal bond rate.

Mortality rates are based on the PubG-2010(B) improved generationally using MP-2020 improvement rates, weighted per IMRF experience study report dated December 14, 2020.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Change in the Total OPEB Liability**

|   | <u>Total OPEB<br/>Liability</u> |
|---|---------------------------------|
| Balance at April 30, 2023                         | <u>\$ 550,329</u>               |
| Changes for the Year:                             |                                 |
| Service Cost                                      | 7,091                           |
| Interest  | 18,706                          |
| Difference Between Expected and Actual Experience | (146,669)                       |
| Changes of Assumptions or Other Inputs            | 1,267                           |
| Benefit Payments                                  | (40,880)                        |
| Net Changes                                       | <u>(160,485)</u>                |
| Balance at April 30, 2024                         | <u><u>389,844</u></u>           |

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The discount rate used to measure the total pension liability was 4.07%, while the prior valuation used 3.53%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

|                      | 1% Decrease<br>(3.07%) | Current<br>Discount Rate<br>(4.07%) | 1% Increase<br>(5.07%) |
|----------------------|------------------------|-------------------------------------|------------------------|
| Total OPEB Liability | \$ 411,711             | 389,844                             | 369,146                |

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

|                      | 1% Decrease<br>(Varies) | Healthcare<br>Cost Trend<br>Rates<br>(Varies) | 1% Increase<br>(Varies) |
|----------------------|-------------------------|---|-------------------------|
| Total OPEB Liability | \$ 359,574              | 389,844                                       | 424,748                 |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2024**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended April 30, 2024, the Library recognized OPEB expense of \$13,976. At April 30, 2024, the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals           |
|---|--------------------------------------|-------------------------------------|------------------|
| Difference Between Expected and Actual Experience                                   | \$ —                                 | (134,744)                           | (134,744)        |
| Change in Assumptions   | 1,163                                | —                                   | 1,163            |
| Net Difference Between Projected and Actual<br>Earnings on Pension Plan Investments | —                                    | —                                   | —                |
| Total Deferred Amounts Related to OPEB  | <u>1,163</u>                         | <u>(134,744)</u>                    | <u>(133,581)</u> |

There are no employer contributions made subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Fiscal<br>Year | Net Deferred<br>(Inflows)<br>of Resources |
|----------------|---|
| 2025           | \$ (11,821)                               |
| 2026           | (11,821)                                  |
| 2027           | (11,821)                                  |
| 2028           | (11,821)                                  |
| 2029           | (11,821)                                  |
| Thereafter     | <u>(74,476)</u>                           |
| Total          | <u><u>(133,581)</u></u>                   |

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability  
Retiree Benefit Plan
- Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
General Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
April 30, 2024**

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|-------------------------------------|--|-----------------------------------|-----------------|--|
| 4/30/2016   | \$ 529,405                          | \$ 551,901   | \$ 22,496                         | \$ 4,865,852    | 11.34%   |
| 4/30/2017   | 559,726                             | 576,461  | 16,735                            | 5,121,002       | 11.26%   |
| 4/30/2018   | 536,655                             | 540,394  | 3,739                             | 5,077,153       | 10.64%   |
| 4/30/2019   | 631,242                             | 632,780  | 1,538                             | 5,641,127       | 11.22%   |
| 4/30/2020   | 469,647                             | 478,303  | 8,656                             | 5,405,025       | 8.85%  |
| 4/30/2021   | 625,463                             | 625,463  | —                                 | 6,107,813       | 10.24%   |
| 4/30/2022   | 507,327                             | 507,327  | —                                 | 5,606,612       | 9.05%  |
| 4/30/2023   | 378,015                             | 378,015  | —                                 | 5,762,957       | 6.56%  |
| 4/30/2024   | 291,782                             | 291,782  | —                                 | 6,510,930       | 4.48%  |

Notes to the Required Supplementary Information:

|                               |  |
|-------------------------------|--|
| Actuarial Cost Method         | Aggregate Entry Age Normal   |
| Amortization Method           | Level % Pay (Closed)   |
| Remaining Amortization Period | 20 Years   |
| Asset Valuation Method        | 5-Year Smoothed Fair Value   |
| Inflation                     | 2.25%  |
| Salary Increases              | 2.75% to 13.75%, Including Inflation   |
| Investment Rate of Return     | 7.25%  |
| Retirement Age                | Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.   |
| Mortality                     | 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. |

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

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Schedule of Changes in the Employer's Net Pension Liability/(Asset)**

**April 30, 2024**

|   | <u>12/31/2015</u>          | <u>12/31/2016</u>        |
|---|----------------------------|--------------------------|
| Total Pension Liability   |                            |                          |
| Service Cost  | \$ 520,356                 | 526,250                  |
| Interest  | 2,232,065                  | 2,303,418                |
| Changes in Benefit Terms  | —                          | —                        |
| Difference Between Expected and Actual Experience                           | 64,498                     | 856,731                  |
| Change of Assumptions   | 73,760                     | (78,334)                 |
| Benefit Payments, Including Refunds of Member Contributions                 | <u>(1,468,629)</u>         | <u>(1,607,235)</u>       |
| Net Change in Total Pension Liability                                       | 1,422,050                  | 2,000,830                |
| Total Pension Liability - Beginning   | <u>30,235,003</u>          | <u>31,657,053</u>        |
| Total Pension Liability - Ending  | <u><u>31,657,053</u></u>   | <u><u>33,657,883</u></u> |
| Plan Fiduciary Net Position   |                            |                          |
| Contributions - Employer  | \$ 551,901                 | 576,461                  |
| Contributions - Members   | 220,813                    | 239,574                  |
| Net Investment Income   | 144,598                    | 1,937,848                |
| Benefit Payments, Including Refunds of Member Contributions                 | (1,468,629)                | (1,607,235)              |
| Other (Net Transfer)  | <u>(125,687)</u>           | <u>327,394</u>           |
| Net Change in Plan Fiduciary Net Position                                   | (677,004)                  | 1,474,042                |
| Plan Net Position - Beginning   | <u>29,267,552</u>          | <u>28,590,548</u>        |
| Plan Net Position - Ending  | <u><u>28,590,548</u></u>   | <u><u>30,064,590</u></u> |
| Employer's Net Pension Liability/(Asset)                                    | <u><u>\$ 3,066,505</u></u> | <u><u>3,593,293</u></u>  |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability  | 90.31%                     | 89.32%                   |
| Covered Payroll   | \$ 4,865,853               | 5,121,002                |
| Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll | 63.02%                     | 70.17%                   |

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2023.

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

| 12/31/2017  | 12/31/2018  | 12/31/2019  | 12/31/2020  | 12/31/2021  | 12/31/2022  | 12/31/2023  |
|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 542,330     | 537,872     | 572,445     | 593,572     | 550,943     | 489,243     | 414,847     |
| 2,465,159   | 2,612,279   | 2,557,546   | 2,954,534   | 2,965,662   | 3,480,690   | 1,832,654   |
| —           | —           | —           | —           | —           | —           | —           |
| (504,715)   | 444,278     | (6,640)     | 58,943      | (316,436)   | 555,132     | 485,072     |
| (1,064,809) | 985,943     | —           | (338,733)   | —           | —           | (15,985)    |
| (1,666,389) | (1,940,345) | (2,169,826) | (2,292,636) | (2,302,022) | (2,151,359) | (1,853,239) |
| (228,424)   | 2,640,027   | 953,525     | 975,680     | 898,147     | 2,373,706   | 863,349     |
| 33,657,883  | 33,429,459  | 36,069,486  | 37,023,011  | 37,998,691  | 38,896,838  | 41,270,544  |
| 33,429,459  | 36,069,486  | 37,023,011  | 37,998,691  | 38,896,838  | 41,270,544  | 42,133,893  |
| 540,394     | 632,780     | 439,181     | 606,711     | 575,317     | 404,296     | 199,823     |
| 228,520     | 265,218     | 246,903     | 267,687     | 259,727     | 247,827     | 207,390     |
| 5,335,271   | (2,036,485) | 6,238,733   | 5,803,635   | 7,498,296   | (5,716,699) | 3,342,698   |
| (1,666,389) | (1,940,345) | (2,169,826) | (2,292,636) | (2,302,022) | (2,151,359) | (1,853,239) |
| (608,380)   | 602,102     | 63,422      | 10,925      | (377,859)   | (88,503)    | 745,944     |
| 3,829,416   | (2,476,730) | 4,818,413   | 4,396,322   | 5,653,459   | (7,304,438) | 2,642,616   |
| 30,064,590  | 33,894,006  | 31,417,276  | 36,235,689  | 40,632,011  | 46,285,470  | 38,981,032  |
| 33,894,006  | 31,417,276  | 36,235,689  | 40,632,011  | 46,285,470  | 38,981,032  | 41,623,648  |
| (464,547)   | 4,652,210   | 787,322     | (2,633,320) | (7,388,632) | 2,289,512   | 510,245     |
| 101.39%     | 87.10%      | 97.87%      | 106.93%     | 119.00%     | 94.45%      | 98.79%      |
| 5,077,153   | 5,641,127   | 5,476,218   | 5,839,255   | 5,771,703   | 5,352,732   | 4,593,139   |
| (9.15%)     | 82.47%      | 14.38%      | (45.10%)    | (128.01%)   | 42.77%      | 11.11%      |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Retiree Benefits Plan**

**Schedule of Changes in the Employer's Total OPEB Liability**

**April 30, 2024**

|  | 4/30/2020    | 4/30/2021 | 4/30/2022 | 4/30/2023 | 4/30/2024 |
|--|--------------|-----------|-----------|-----------|-----------|
| Total OPEB Liability   |              |           |           |           |           |
| Service Cost   | \$ 13,302    | 15,007    | 10,893    | 7,228     | 7,091     |
| Interest   | 26,131       | 19,410    | 17,167    | 18,313    | 18,706    |
| Changes in Benefit Terms   | —            | —         | —         | —         | —         |
| Differences Between Expected and Actual Experience               | —            | —         | (28,802)  | —         | (146,669) |
| Change of Assumptions or Other Inputs                            | 89,022       | 19,735    | (131,347) | (23,426)  | 1,267     |
| Benefit Payments   | (49,690)     | (49,315)  | (62,840)  | (44,527)  | (40,880)  |
| Net Change in Total OPEB Liability                               | 78,765       | 4,837     | (194,929) | (42,412)  | (160,485) |
| Total OPEB Liability - Beginning                                 | 704,068      | 782,833   | 787,670   | 592,741   | 550,329   |
| Total OPEB Liability - Ending                                    | 782,833      | 787,670   | 592,741   | 550,329   | 389,844   |
| Covered-Employee Payroll   | \$ 4,602,827 | 5,227,029 | 4,693,711 | 5,230,942 | 6,974,853 |
| Total OPEB Liability as a Percentage of Covered-Employee Payroll | 17.01%       | 15.07%    | 12.63%    | 10.52%    | 5.59%     |

Notes:

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

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

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2020 through 2024.

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended April 30, 2024**

|  | Budgeted Amounts   |                    | Actual<br>Amounts       |
|--|--------------------|--------------------|-------------------------|
|  | Original           | Final              |                         |
| Revenues   |                    |                    |                         |
| Taxes  |                    |                    |                         |
| Property Taxes   | \$ 13,474,986      | 13,474,986         | 12,346,469              |
| Intergovernmental  |                    |                    |                         |
| Replacement Taxes  | 400,000            | 400,000            | 883,380                 |
| Charges for Services   |                    |                    |                         |
| Fees   | 25,000             | 25,000             | 33,848                  |
| Lost Items   | —                  | —                  | 19,078                  |
| Grants and Donations   |                    |                    |                         |
| State and Other Grants                                       | 100,000            | 100,000            | 110,040                 |
| Donations  | —                  | —                  | 10,992                  |
| Interest   | 90,000             | 90,000             | 271,124                 |
| Miscellaneous  | 15,000             | 15,000             | 25,047                  |
| Total Revenues   | <u>14,104,986</u>  | <u>14,104,986</u>  | <u>13,699,978</u>       |
| Expenditures   |                    |                    |                         |
| Culture, Education and Recreation                            |                    |                    |                         |
| Personnel Services   | 8,503,000          | 8,503,000          | 8,238,507               |
| Commodities  | 1,508,000          | 1,508,000          | 1,459,638               |
| Contractual Services   | 3,095,686          | 3,095,686          | 2,658,178               |
| Capital Outlay   | 6,485,000          | 6,485,000          | 5,576,196               |
| Debt Service   |                    |                    |                         |
| Principal Retirement   | —                  | —                  | 86,592                  |
| Interest and Fiscal Charges                                  | —                  | —                  | 546                     |
| Total Expenditures   | <u>19,591,686</u>  | <u>19,591,686</u>  | <u>18,019,657</u>       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(5,486,700)</u> | <u>(5,486,700)</u> | <u>(4,319,679)</u>      |
| Other Financing Sources (Uses)                               |                    |                    |                         |
| Debt Issuance  | —                  | —                  | 145,432                 |
| Transfers Out  | —                  | —                  | (1,772,977)             |
|  | <u>—</u>           | <u>—</u>           | <u>(1,627,545)</u>      |
| Net Change in Fund Balance                                   | <u>(5,486,700)</u> | <u>(5,486,700)</u> | <u>(5,947,224)</u>      |
| Fund Balance - Beginning                                     |                    |                    | <u>11,671,034</u>       |
| Fund Balance - Ending  |                    |                    | <u><u>5,723,810</u></u> |

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds

## **INDIVIDUAL FUND DESCRIPTIONS**

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### **GENERAL FUND**

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

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### **DEBT SERVICE FUND**

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

#### **Series 2019 G.O. Bond Fund**

The Series 2019 G.O. Bond Fund is used to account for the retirement of the Library's bonded debt.

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### **CAPITAL PROJECTS FUNDS**

Capital Projects Funds are used to account for all resources used for the acquisition of capital facilities by a governmental unit.

#### **Site and Building Reserve Fund**

The Site and Building Reserve Fund is used to account for the accumulation of funds for anticipated capital improvements.

#### **Fine Arts Acquisition Fund**

The Fine Arts Acquisition Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

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**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**General Fund**

**Scheduling of Expenditures - Budget and Actual**

**For the Fiscal Year Ended April 30, 2024**

|   | Budgeted Amounts |                  | Actual<br>Amounts |
|---|------------------|------------------|-------------------|
|   | Original         | Final            |                   |
| <b>Culture, Education and Recreation</b>        |                  |                  |                   |
| <b>Personnel Services</b>                       |                  |                  |                   |
| Salaries  | \$ 7,550,000     | 7,550,000        | 7,373,238         |
| Employer IMRF                                   | 335,000          | 335,000          | 279,257           |
| Employer FICA                                   | 572,000          | 572,000          | 532,347           |
| Section 125 Reimbursements                      | —                | —                | 11,915            |
| Health Services Account - Employer Contribution | 46,000           | 46,000           | 41,750            |
|   | <u>8,503,000</u> | <u>8,503,000</u> | <u>8,238,507</u>  |
| <b>Commodities</b>                              |                  |                  |                   |
| Physical Content                                | 770,000          | 770,000          | 727,963           |
| Leased Content                                  | 433,000          | 433,000          | 434,140           |
| Research  | 210,000          | 210,000          | 199,666           |
| Janitorial Supplies                             | 34,500           | 34,500           | 35,458            |
| Library Supplies                                | 60,500           | 60,500           | 62,411            |
|   | <u>1,508,000</u> | <u>1,508,000</u> | <u>1,459,638</u>  |
| <b>Contractual Services</b>                     |                  |                  |                   |
| Audit Fees                                      | 9,500            | 9,500            | 7,860             |
| Contingency                                     | 50,000           | 50,000           | 33,901            |
| Continued Education and Memberships             | 145,000          | 145,000          | 128,510           |
| Insurance - Health/Dental/Life                  | 950,000          | 950,000          | 903,829           |
| Insurance - General                             | 135,000          | 135,000          | 132,186           |
| Maintenance of Automobile Equipment             | 20,000           | 20,000           | 11,123            |
| Maintenance of Buildings and Grounds            | 347,000          | 347,000          | 413,031           |
| Maintenance of Equipment                        | 65,000           | 65,000           | 58,903            |
| Materials Processing                            | 72,000           | 72,000           | 76,511            |
| Other Grants/Program Sponsorships               | 300,000          | 300,000          | 55,989            |
| Furniture and Equipment                         | 45,000           | 45,000           | 27,333            |
| Postage   | 35,000           | 35,000           | 35,440            |
| Printing and Publicity                          | 111,600          | 111,600          | 113,604           |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**General Fund**

**Scheduling of Expenditures - Budget and Actual - Continued**

**For the Fiscal Year Ended April 30, 2024**

|   | Budgeted Amounts  |                   | Actual<br>Amounts |
|---|-------------------|-------------------|-------------------|
|   | Original          | Final             |                   |
| Culture, Education and Recreation - Continued |                   |                   |                   |
| Contractual Services - Continued              |                   |                   |                   |
| Professional Services                         | \$ 112,836        | 112,836           | 69,808            |
| Programming                                   | 132,750           | 132,750           | 126,629           |
| Reception and Meetings                        | 25,000            | 25,000            | 25,126            |
| Summer Reading Contribution                   | —                 | —                 | 5,820             |
| Technology/Network                            | 460,000           | 460,000           | 369,506           |
| Utilities                                     | 80,000            | 80,000            | 63,069            |
|   | <u>3,095,686</u>  | <u>3,095,686</u>  | <u>2,658,178</u>  |
| Total Culture, Education and Recreation       | <u>13,106,686</u> | <u>13,106,686</u> | <u>12,356,323</u> |
| Capital Outlay                                | <u>6,485,000</u>  | <u>6,485,000</u>  | <u>5,576,196</u>  |
| Debt Service                                  |                   |                   |                   |
| Principal Retirement                          | —                 | —                 | 86,592            |
| Interest and Fiscal Charges                   | —                 | —                 | 546               |
|   | <u>—</u>          | <u>—</u>          | <u>87,138</u>     |
| Total Expenditures                            | <u>19,591,686</u> | <u>19,591,686</u> | <u>18,019,657</u> |

**SKOKIE PUBLIC LIBRARY, ILLINOIS**

**Series 2019 G.O. Bond - Debt Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended April 30, 2024**

|                             | Budgeted Amounts   |                    | Actual<br>Amounts     |
|-----------------------------|--------------------|--------------------|-----------------------|
|                             | Original           | Final              |                       |
| Revenues                    |                    |                    |                       |
| Taxes                       |                    |                    |                       |
| Property Taxes              | \$ —               | —                  | 1,171,537             |
| Expenditures                |                    |                    |                       |
| Debt Service                |                    |                    |                       |
| Principal Retirement        | 645,000            | 645,000            | 645,000               |
| Interest and Fiscal Charges | 553,300            | 553,300            | 553,299               |
| Total Expenditures          | 1,198,300          | 1,198,300          | 1,198,299             |
| Net Change in Fund Balance  | <u>(1,198,300)</u> | <u>(1,198,300)</u> | (26,762)              |
| Fund Balance - Beginning    |                    |                    | <u>611,765</u>        |
| Fund Balance - Ending       |                    |                    | <u><u>585,003</u></u> |