

LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS  
ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
JUNE 30, 2022

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

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## **FINANCIAL SECTION**

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**

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



## **INDEPENDENT AUDITORS' REPORT**

November 2, 2022

Members of the Board of Trustees  
Lisle Library District  
Lisle, Illinois

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lisle Library District, Illinois, as of and for the year ended June 30, 2022, 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 Lisle Library District, Illinois, as of June 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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.

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, the GASB-required pension and other post-employment benefit (OPEB) reporting, 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 Lisle Library District, Illinois' basic financial statements. The other supplementary information and supplemental schedules are 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, other supplementary information and supplemental schedules are 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**

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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Our discussion and analysis of the Lisle Library District's financial performance provides an overview of the Library's financial activities for the fiscal year ended June 30, 2022. Please read it in conjunction with the Library's basic financial statements, which can be found in the basic financial statements section of this report.

**FINANCIAL HIGHLIGHTS**

- The net position increased by \$932,800 for the year ended June 30, 2022 compared to a restated net position of \$11,585,034 on June 30, 2021.
- During the year, government-wide revenues totaled \$4,199,389, while government-wide expenses totaled \$3,266,589, resulting in an increase to net position of \$932,800.
- Beginning net position was restated due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

**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 public library.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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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 funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Special Reserve Fund, both of which are considered major funds. Data from the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Library adopts an annual appropriated budget for all of the governmental funds. 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.

**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 liabilities by \$12,517,834.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

	Net Position	
	2022	2021
Current and Other Assets	\$ 16,106,752	14,770,057
Capital Assets	4,418,792	2,776,231
Total Assets	<u>20,525,544</u>	<u>17,546,288</u>
Deferred Outflows	280,240	230,144
Total Assets and Deferred Outflows	<u>20,805,784</u>	<u>17,776,432</u>
Long-Term Debt Outstanding	1,522,859	40,166
Other Liabilities	655,118	204,766
Total Liabilities	<u>2,177,977</u>	<u>244,932</u>
Deferred Inflows	6,109,973	5,295,832
Total Liabilities and Deferred Inflows	<u>8,287,950</u>	<u>5,540,764</u>
Net Position		
Net Investment in Capital Assets	3,423,792	2,776,231
Restricted	316,989	331,430
Unrestricted	<u>8,777,053</u>	<u>9,128,007</u>
Total Net Position	<u><u>12,517,834</u></u>	<u><u>12,235,668</u></u>

A large portion of the Library's net position, \$3,423,792, reflects its investment in capital assets (for example, land, construction in progress, buildings and improvements, equipment and furnishings), 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.

An additional portion, \$316,989, of the Library's net position represents resources that are subject to external restrictions on how they may be used. The remaining \$8,777,053 represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

	Changes in Net Position	
	2022	2021
<b>Revenues</b>		
Program Revenues		
Charges for Services	\$ 23,905	9,369
Operating Grants/Contributions	42,043	35,630
General Revenues		
Property Taxes	4,022,647	3,981,235
Personal Property Replacement	53,649	24,613
Interest Income (Loss)	(1,454)	33,825
Miscellaneous	58,599	37,181
Total Revenues	<u>4,199,389</u>	<u>4,121,853</u>
<b>Expenses</b>		
Public Library	3,258,051	3,773,930
Interest and Fiscal Charges	8,538	—
Total Expenses	<u>3,266,589</u>	<u>3,773,930</u>
Change in Net Position	932,800	347,923
Net Position - Beginning as Restated	<u>11,585,034</u>	<u>11,887,745</u>
Net Position - Ending	<u>12,517,834</u>	<u>12,235,668</u>

Net position of the Library's governmental activities increased from a restated \$11,585,034 to \$12,517,834.

Revenues of \$4,199,389 exceeded expenses of \$3,258,051, resulting in an increase to net position in the current year of \$932,800.

**Governmental Activities**

In the current year, governmental net position increased \$932,800 or 8.1 percent. Expenses decreased by \$507,341 in the current year (\$3,266,589 in 2022 compared to \$3,773,930 in 2021) mainly as a result in the increase in the net pension asset and related items for IMRF. This decrease in expenses was offset by the overall increase in revenues of \$77,536, mainly due to increases in property taxes of \$41,412, in personal property replacement taxes of \$29,036, and in miscellaneous revenues of \$21,418.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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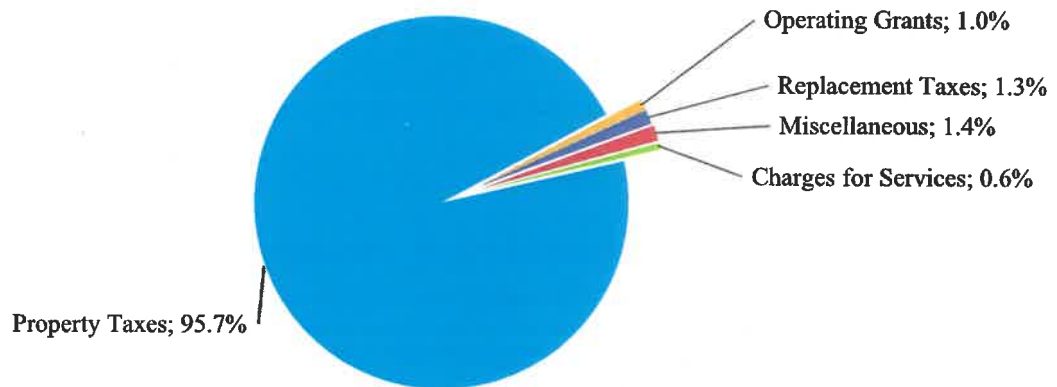
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**GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

**Governmental Activities - 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.

**Revenues by Source - Governmental Activities**



The Library primarily relies on general revenues such as property taxes and personal property replacement taxes. In 2020, the Library abolished overdue fines which has affected desk revenue. The Library has implemented other means to replenish desk revenue by adding services with fees such as license sticker renewals.

**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 \$8,430,363 which is 6.4 percent lower than last year's ending fund balance of \$9,010,988.

The General Fund reported a decrease of \$1,575,061 and included a transfer to the Special Reserve Fund of \$2,800,000. The Special Reserve Fund reported an increase of \$1,008,877, including the transfer from the General Fund of \$2,800,000. In the current year, total governmental fund balances decreased by \$580,625.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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**GENERAL FUND BUDGETARY HIGHLIGHTS**

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

The General Fund actual revenues were lower than budgeted revenues. Actual revenues for the current year were \$3,909,683, compared to budgeted revenues of \$3,924,385. This resulted mainly from lower than expected interest income of \$95,723, offset by higher than expected replacement taxes of \$40,291 and miscellaneous of \$22,039.

The General Fund actual expenditures were lower than budgeted expenditures. Actual expenditures totaled \$3,726,446 while budgeted expenditures totaled \$4,035,020. This resulted primarily from lower than anticipated spending in all expenditure categories, except for restricted which was higher than budgeted by \$37,197.

**CAPITAL ASSETS**

The Library's net investment in capital assets for its governmental activities as of June 30, 2022 was \$4,418,792 (net of accumulated depreciation). This net investment in capital assets includes land, construction in progress, buildings and improvements, library materials, and equipment and furnishings.

	Capital Assets - Net of Depreciation	
	2022	2021
Land	\$ 535,528	535,528
Construction in Progress	2,009,318	141,387
Library Materials	828,255	926,691
Buildings and Improvements	959,682	1,059,421
Equipment and Furnishings	86,009	113,204
Total	<u>4,418,792</u>	<u>2,776,231</u>

This year's additions to capital assets included:

Construction in Progress	\$ 1,867,931
Library Materials	<u>330,524</u>
	<u>2,198,455</u>

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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**Debt Administration**

At year-end, the Library had total outstanding debt of \$995,000 as compared to \$— the previous year, an increase of 100.0 percent. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2022	2021
Debt Certificates	\$ 995,000	—

The District maintains an Aa1 rating from Moody's for general obligation debt. This rating has not changed in the past five years. State statutes limit the amount of general obligation governmental entity may issue to 2.875 percent of its total assessed valuation. The current debt limit for the District is \$38,413,153.

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

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

The Library's elected officials and staff considered many factors when setting the fiscal-year 2023 budget. Those factors include tax rates, patron services, resources, and capital improvement projects. The Library is faced with similar economic challenges as other local municipalities, including inflation and unemployment rates. The Library is committed to providing high quality library services to its constituents, while remaining a fiscally responsible unit of government.

After many years of thoughtful planning and responsible saving, the Library has budgeted for a 7.7M renovation. The renovation shall be primarily funded using the Library's operational and special reserves. This funding strategy was intentional, so not to burden District taxpayers.

The renovation will focus on accessibility, functionality, and conveniences for our patrons. Project inclusions: family restrooms, rightsizing the Youth Services Department, creating a Teen space, adding more study rooms, installing a drive-up service window, creating an outdoor reading/programming space, enhancing RFID technology, optimizing sightlines/security, and improving IT infrastructure.

The Library hired a financial advisory firm to assist with the financial planning of this project. Per the project plan, the Library plans to align levy increases with the CPI to continue to provide quality services, resources, and programs moving forward. The Library continues to rely on its investment and public finance firm to properly document and track project payments, assist with budgeting, and ensure that the Library optimizes returns on investment during the next fiscal year.



**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Management's Discussion and Analysis  
June 30, 2022**

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**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Library's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Director, Tatiana Weinstein at the Lisle Library District, 777 Front Street, Lisle, IL 60532 | [tatiana@lislelibrary.org](mailto:tatiana@lislelibrary.org) | 630-971-1675.

## **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

Governmental Funds

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.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Statement of Net Position  
June 30, 2022**

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**See Following Page**

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Statement of Net Position  
June 30, 2022**

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	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 10,864,246
Receivables - Net of Allowances	
Property Taxes	1,944,767
Prepays	314,415
Total Current Assets	<u>13,123,428</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	2,544,846
Depreciable	6,751,346
Accumulated Depreciation	<u>(4,877,400)</u>
Total Capital Assets	4,418,792
Other Assets	
Net Pension Asset - IMRF	<u>2,983,324</u>
Total Noncurrent Assets	<u>7,402,116</u>
Total Assets	20,525,544
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	280,240
Total Assets and Deferred Outflows of Resources	<u>20,805,784</u>

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

	Governmental Activities
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 537,534
Accrued Payroll	57,682
Accrued Interest	16,415
Current Portion of Long-Term Debt	43,487
Total Current Liabilities	<u>655,118</u>
Noncurrent Liabilities	
Compensated Absences Payable	33,949
Total OPEB Liability - RBP	528,910
Debt Certificates Payable	960,000
Total Noncurrent Liabilities	<u>1,522,859</u>
Total Liabilities	<u>2,177,977</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	4,097,849
Deferred Items - IMRF	2,012,124
Total Deferred Inflows of Resources	<u>6,109,973</u>
Total Liabilities and Deferred Inflows of Resources	<u>8,287,950</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	3,423,792
Restricted	
Property Tax Levies	
IMRF	184,960
Social Security	132,029
Unrestricted	<u>8,777,053</u>
Total Net Position	<u>12,517,834</u>

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Statement of Activities  
For the Fiscal Year Ended June 30, 2022**

	Expenses	Program Revenues			Net
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	(Expenses)/ Revenues and Changes in Net Position
Governmental Activities					
Public Library	\$ 3,258,051	23,905	42,043	—	(3,192,103)
Interest and Fiscal Charges	8,538	—	—	—	(8,538)
<b>Total Governmental Activities</b>	<b>3,266,589</b>	<b>23,905</b>	<b>42,043</b>	<b>—</b>	<b>(3,200,641)</b>
		General Revenues			
		Taxes			
		Property Taxes			4,022,647
		Intergovernmental - Unrestricted			
		Replacement Taxes			53,649
		Interest (Loss)			(1,454)
		Miscellaneous			58,599
					<u>4,133,441</u>
		Change in Net Position			932,800
		Net Position - Beginning as Restated			<u>11,585,034</u>
		Net Position - Ending			<u><u>12,517,834</u></u>

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Balance Sheet  
June 30, 2022**

	General	Capital Projects Special Reserve	Nonmajor	Totals
<b>ASSETS</b>				
Cash and Investments	\$ 5,203,269	5,205,027	455,950	10,864,246
Receivables - Net of Allowances				
Property Taxes	1,825,557	—	119,210	1,944,767
Prepays	136,988	177,427	—	314,415
<b>Total Assets</b>	<b>7,165,814</b>	<b>5,382,454</b>	<b>575,160</b>	<b>13,123,428</b>
<b>LIABILITIES</b>				
Accounts Payable	52,884	477,668	6,982	537,534
Accrued Payroll	57,682	—	—	57,682
<b>Total Liabilities</b>	<b>110,566</b>	<b>477,668</b>	<b>6,982</b>	<b>595,216</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property Taxes	3,846,660	—	251,189	4,097,849
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>3,957,226</b>	<b>477,668</b>	<b>258,171</b>	<b>4,693,065</b>
<b>FUND BALANCES</b>				
Nonspendable	136,988	177,427	—	314,415
Restricted	—	—	316,989	316,989
Committed	—	4,727,359	—	4,727,359
Unassigned	3,071,600	—	—	3,071,600
<b>Total Fund Balances</b>	<b>3,208,588</b>	<b>4,904,786</b>	<b>316,989</b>	<b>8,430,363</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>7,165,814</b>	<b>5,382,454</b>	<b>575,160</b>	<b>13,123,428</b>

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Reconciliation of Total Fund Balance to the Statement of Net Position  
June 30, 2022**

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<b>Total Fund Balances</b>	<b>\$ 8,430,363</b>
Amounts reported in the Statement of Net Position are different because:	
Capital assets are not financial resources and therefore, are not reported in the funds.	4,418,792
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds. Net Pension Asset - IMRF	2,983,324
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(1,731,884)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable Total OPEB Liability Debt Certificates Payable Accrued Interest Payable	(42,436) (528,910) (995,000) (16,415)
<b>Net Position of Governmental Activities</b>	<b><u>12,517,834</u></b>

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



**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2022**

	General	Capital Projects Special Reserve	Nonmajor	Totals
<b>Revenues</b>				
Property Taxes	\$ 3,770,568	—	252,079	4,022,647
TIF Revenues	31,560	—	—	31,560
Replacement Taxes	50,291	—	3,358	53,649
Charges for Services	23,905	—	—	23,905
Grants and Donations	42,043	—	—	42,043
Interest Income (Loss)	(35,723)	31,327	2,942	(1,454)
Miscellaneous	27,039	—	—	27,039
<b>Total Revenues</b>	<b>3,909,683</b>	<b>31,327</b>	<b>258,379</b>	<b>4,199,389</b>
<b>Expenditures</b>				
Public Library	3,076,633	—	272,820	3,349,453
Capital Outlay	610,988	1,822,450	—	2,433,438
Debt Service				
Interest and Fiscal Charges	38,825	—	—	38,825
<b>Total Expenditures</b>	<b>3,726,446</b>	<b>1,822,450</b>	<b>272,820</b>	<b>5,821,716</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>183,237</b>	<b>(1,791,123)</b>	<b>(14,441)</b>	<b>(1,622,327)</b>
<b>Other Financing Sources (Uses)</b>				
Debt Issuance	995,000	—	—	995,000
Premium on Debt Issuance	46,702	—	—	46,702
Transfers In	—	2,800,000	—	2,800,000
Transfers Out	(2,800,000)	—	—	(2,800,000)
	(1,758,298)	2,800,000	—	1,041,702
<b>Net Change in Fund Balances</b>	<b>(1,575,061)</b>	<b>1,008,877</b>	<b>(14,441)</b>	<b>(580,625)</b>
<b>Fund Balances - Beginning</b>	<b>4,783,649</b>	<b>3,895,909</b>	<b>331,430</b>	<b>9,010,988</b>
<b>Fund Balances - Ending</b>	<b>3,208,588</b>	<b>4,904,786</b>	<b>316,989</b>	<b>8,430,363</b>

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the  
Statement of Activities  
For the Fiscal Year Ended June 30, 2022**

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<b>Net Change in Fund Balances</b>	<b>\$ (580,625)</b>
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	2,198,455
Depreciation Expense	(555,894)
Disposals - Cost	(398,452)
Disposals - Accumulated Depreciation	398,452
An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.	
Change in Net Pension Asset - IMRF	1,447,560
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(694,776)
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	7,771
Change in Total OPEB Liability - RBP	121,724
Debt Issuance	(995,000)
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
	<u>(16,415)</u>
<b>Changes in Net Position</b>	<b><u><u>932,800</u></u></b>

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Lisle Library District (Library), Lisle, Illinois provides services primarily to citizens of the District of Lisle, Illinois, including lending or renting materials to adults and children to meet their informational, recreations, and educational needs. 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 Library is governed by a publicly elected seven-member board of trustees. The board of trustees selects management staff and directs the affairs of the Library. In determining the financial reporting entity, the Library complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Library. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

**BASIS OF PRESENTATION**

**Government-Wide and Fund Financial Statements**

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.

The financial transactions of the Library are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures. The Library accounts for all of its activities in governmental funds, with the emphasis in the fund financial statements being on the major funds.

Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures of either fund category) for the determination of major funds. The following fund types are 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 is used to account for all financial resources, except for those required to be accounted for in another fund. The Library reports the General Fund as a major fund.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**BASIS OF PRESENTATION - Continued**

**Government-Wide and Fund Financial Statements - Continued**

**Governmental Funds - Continued**

*Special revenues funds* are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Library maintains two special revenue funds and are reported as nonmajor.

*Capital projects funds* are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Library reports the Special Reserve Fund as a major fund.

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

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

**Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

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 is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

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

**Basis of Accounting - Continued**

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.

**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.

**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.

**Prepays**

Prepays are valued at cost, which approximates market. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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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**

Capital assets purchased or acquired with an original cost of \$2,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Library as a whole. When purchased, such assets are recorded as expenditures in the governmental 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.

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

Buildings and Improvements	20 - 40 Years
Library Materials	5 Years
Equipment and Furnishings	5 - 20 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's policy allows employees of the Library District can accumulate up to 75 hours of vacation time that is payable upon termination. This liability is accounted for as a governmental activity on the government-wide Statement of Net Position. 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.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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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."

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**BUDGETARY INFORMATION**

Budgets and appropriations for all funds are prepared on the same basis and use the same accounting practices as are used in the fund financial statements. For each fund, total fund expenditures disbursed may not legally exceed the appropriated amounts. The budget lapses at the end of each fiscal year. The Library follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Appropriation Ordinance is prepared in tentative form by the Treasurer and is made available for public inspection at least 30 days prior to final Board action. By the fourth Tuesday in September, a public hearing is held on the tentative Appropriation Ordinance to obtain taxpayer comments and pass the Ordinance in final form.
- The Board of Trustees may:
  - Adopt a supplemental Appropriation Ordinance for revenues which become available, or are estimated to become available, subsequent to the adoption of the annual Appropriation Ordinance.
  - After six months of the fiscal year, by two-thirds vote, transfer any appropriation item it anticipates being unexpended to any other appropriation item.
- The Library Board may accumulate and set apart, as reserve funds, for the purchase, construction, rental and/or repair of Library buildings and equipment, the unexpended balances of the proceeds annually received from taxes, not to exceed the statutory limits, provided the Library Board in its annual Appropriation specifies that a specific fund is to be or is being accumulated for this purpose.
- The Library District does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system, in accordance with various legal requirements which govern the Library District.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

**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, the Illinois Metropolitan Investment Fund, and the Illinois Funds.

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

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

**Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the Library's deposits totaled \$6,405,768 and the bank balances totaled \$6,534,916.

*Investments.* At year-end, the Library had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)	
		Less Than 1	1-5
U.S. Agencies	\$ 368,984	368,984	—
Municipal Bonds	1,823,513	1,823,513	—
Illinois Metropolitan Investment Fund	965,139	965,139	—
Illinois Funds	900,842	900,842	—
Mutual Funds	400,000	400,000	—
	<u>4,458,478</u>	<u>4,458,478</u>	<u>—</u>



**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**DEPOSITS AND INVESTMENTS - Continued**

**Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk - Continued**

The Library has the following recurring fair value measurements as of June 30, 2022:

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level				
Debt Securities				
U.S. Agencies	\$ 368,984	—	368,984	—
Municipal Bonds	1,823,513	—	1,823,513	—
Equity Securities				
Mutual Funds	400,000	400,000	—	—
Total Investments by Fair Value Level	2,592,497	400,000	2,192,497	—
Investments Measured at the Net Asset Value (NAV)				
Illinois Metropolitan Investment Fund	965,139			
Illinois Funds	900,842			
Total Investments at the (NAV)	1,865,981			
Total Investments Measured at Fair Value	4,458,478			

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

*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 states the investment portfolio shall remain sufficiently liquid to enable the Library to meet all operating requirements that may be reasonably anticipated in any fund.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Library's investment policy states investments may be made in any type of security allowed for by Illinois statutes regarding the investment of public funds. Section 30, Act 235 of the Illinois Compiled Statutes (ICLS), Public Funds Investment Act authorizes investment of public funds. At year-end, the Library's investment in the Illinois Funds is rated AAAs by Standard & Poor's, the investments in IMET rated AAAs by Standard & Poor's and the Convenience Fund is not rated. The ratings for the U.S. treasury and municipal bonds are not available.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**DEPOSITS AND INVESTMENTS - Continued**

**Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration of Credit Risk - Continued**

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy states that funds on deposit in excess of insured limits (i.e., FDIC) have collateral pledged at not less than 100% of the uninsured value. Pledged collateral will be held in safekeeping by a third party. At year-end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance. For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's investment policy does not specifically address custodial credit risk for investments. At year-end, the Library's investment in the Illinois Funds and IMET are not subject to custodial credit risk.

*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 states funds should be diversified to the best of the Library's ability by limiting investments to avoid overconcentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities) , limiting investment in securities that have higher credit risks, investing in securities with varying maturities, and continuously investing a portion of the portfolio in readily available funds such as local government investment pools and money market funds to ensure that appropriate liquidity is maintained in order to meet ongoing obligations. In addition to the securities and fair values listed above, the Library also has \$400,000 invested in mutual funds. 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 2021 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 DuPage County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

**INTERFUND TRANSFERS**

Transfers are used to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfer In	Transfer Out	Amount
Special Reserve	General	<u>\$ 2,800,000</u>

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**CAPITAL ASSETS**

Capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 535,528	—	—	535,528
Construction in Progress	141,387	1,867,931	—	2,009,318
	<u>676,915</u>	<u>1,867,931</u>	<u>—</u>	<u>2,544,846</u>
<b>Depreciable Capital Assets</b>				
Buildings and Improvements	4,278,474	—	—	4,278,474
Library Materials	2,013,497	330,524	398,452	1,945,569
Equipment and Furnishings	527,303	—	—	527,303
	<u>6,819,274</u>	<u>330,524</u>	<u>398,452</u>	<u>6,751,346</u>
<b>Less Accumulated Depreciation</b>				
Buildings and Improvements	3,219,053	99,739	—	3,318,792
Library Materials	1,086,806	428,960	398,452	1,117,314
Equipment and Furnishings	414,099	27,195	—	441,294
	<u>4,719,958</u>	<u>555,894</u>	<u>398,452</u>	<u>4,877,400</u>
<b>Total Net Depreciable Capital Assets</b>	<u>2,099,316</u>	<u>(225,370)</u>	<u>—</u>	<u>1,873,946</u>
<b>Total Net Capital Assets</b>	<u>2,776,231</u>	<u>1,642,561</u>	<u>—</u>	<u>4,418,792</u>

Depreciation expense of \$555,894 was charged to the public library function.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**LONG-TERM DEBT**

**Debt Certificates**

The Library issues debt certificates to provide funds for the acquisition and construction of major capital facilities. Debt certificates currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax Debt Certificate of 2021 - Due in annual installments of \$35,000 to \$65,000 plus interest at 2.00% to 3.00% through January 1, 2042.	\$ —	995,000	—	995,000

**Long-Term Liability Activity**

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

Type of Debt	Beginning Balances as Restated	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 50,207	2,270	10,041	42,436	8,487
Total OPEB Liability	650,634	—	121,724	528,910	—
Debt Certificates	—	995,000	—	995,000	35,000
	<u>700,841</u>	<u>997,270</u>	<u>131,765</u>	<u>1,566,346</u>	<u>43,487</u>

The compensated absences, the total OPEB liability, and the debt certificates are generally liquidated by the General Fund.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**LONG-TERM DEBT - Continued**

**Debt Service Requirements to Maturity**

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

Fiscal Year	Debt Certificates	
	Principal	Interest
2023	\$ 35,000	29,665
2024	40,000	25,800
2025	40,000	25,000
2026	40,000	24,200
2027	45,000	23,400
2028	45,000	22,500
2029	45,000	21,600
2030	45,000	20,700
2031	45,000	19,800
2032	50,000	18,450
2033	50,000	16,950
2034	50,000	15,450
2035	50,000	13,950
2036	55,000	12,450
2037	55,000	10,800
2038	55,000	9,150
2039	60,000	7,500
2040	60,000	5,700
2041	65,000	3,900
2042	65,000	975
	<u>995,000</u>	<u>327,940</u>

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**LONG-TERM DEBT - Continued**

**Legal Debt Margin**

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

Assessed Valuation - 2021	<u>\$ 1,336,109,673</u>
Legal Debt Limit - 2.875% of Assessed Value	38,413,153
Amount of Debt Applicable to Limit	
Debt Certificates	<u>995,000</u>
Legal Debt Margin	<u><u>37,418,153</u></u>

**NET POSITION CLASSIFICATION**

Net investment in capital assets was comprised of the following as of June 30, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 4,418,792
Less Capital Related Debt:	
General Obligation Limited Tax Debt Certificate of 2021	<u>(995,000)</u>
Net Investment in Capital Assets	<u><u>3,423,792</u></u>

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**FUND BALANCE CLASSIFICATIONS**

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

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

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

*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 Library's Board; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

*Assigned Fund Balance.* Consists of amounts that are constrained by the Library's Boards' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Library's Board itself or b) a body or official to which the Library's Board has delegated the authority to assign amounts to be used for specific purposes. The Library's highest level of decision-making authority is the Library's Board, 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 General Fund should maintain a minimum fund balance equal to six months of budgeted operating expenditures. All other funds should maintain a minimum of three months of budgeted expenditures.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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

**FUND BALANCE CLASSIFICATIONS - Continued**

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

	General	Capital Projects Special Reserve	Nonmajor	Totals
Fund Balances				
Nonspendable				
Prepays	\$ 136,988	177,427	—	314,415
Restricted				
IMRF	—	—	184,960	184,960
Social Security	—	—	132,029	132,029
	—	—	316,989	316,989
Committed				
Capital Projects	—	4,727,359	—	4,727,359
Unassigned	3,071,600	—	—	3,071,600
Total Fund Balances	3,208,588	4,904,786	316,989	8,430,363

**NET POSITION RESTATEMENT**

Beginning net position was restated due to the implementation of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	(Decrease)
Governmental Activities	\$ 12,235,668	11,585,034	(650,634)

**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; injuries to employees; and natural disasters. The Library carries commercial insurance for all risks of loss including worker's compensation and employee health insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past three fiscal years.



**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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**NOTE 4 - OTHER INFORMATION - Continued**

**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.

**Plan Descriptions**

*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).

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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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**

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

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

*Plan Membership.* As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	63
Inactive Plan Members Entitled to but not yet Receiving Benefits	38
Active Plan Members	<u>37</u>
Total	<u><u>138</u></u>

*Contributions.* As set by statute, the Library's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended June 30, 2022, the Library's contribution was 6.07% of covered payroll.

*Net Pension (Asset).* The Library's net pension (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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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**

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	3.25%
Inflation	2.25%

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

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

**NOTE 4 - OTHER INFORMATION - Continued**

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

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

**Plan Descriptions - Continued**

*Actuarial Assumptions - Continued*

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	(0.85%)
Domestic Equities	37.00%	2.85%
International Equities	18.00%	3.85%
Real Estate	9.00%	4.05%
Blended	7.00%	0.70% - 4.80%
Cash and Cash Equivalents	1.00%	(1.45%)

**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.

**Discount Rate Sensitivity**

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension (Asset)	\$ (1,509,789)	(2,983,324)	(4,165,875)

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

**NOTE 4 - OTHER INFORMATION - Continued**

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

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

**Changes in the Net Pension (Asset)**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2020	\$ 12,651,348	14,187,112	(1,535,764)
Changes for the Year:			
Service Cost	193,144	—	193,144
Interest on the Total Pension Liability	895,886	—	895,886
Difference Between Expected and Actual Experience of the Total Pension Liability	239,194	—	239,194
Changes of Assumptions	—	—	—
Contributions - Employer	—	139,559	(139,559)
Contributions - Employees	—	88,063	(88,063)
Net Investment Income	—	2,461,766	(2,461,766)
Benefit Payments, Including Refunds of Employee Contributions	(781,751)	(781,751)	—
Other (Net Transfer)	—	86,396	(86,396)
Net Changes	546,473	1,994,033	(1,447,560)
Balances at December 31, 2021	13,197,821	16,181,145	(2,983,324)

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

For the year ended June 30, 2022, the Library recognized pension revenue of \$635,315. At June 30, 2022, the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

**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 - Continued**

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 233,366	(113)	233,253
Change in Assumptions	—	(51,536)	(51,536)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(1,960,475)	(1,960,475)
Total Expense to be Recognized in Future Periods	233,366	(2,012,124)	(1,778,758)
 Pension Contributions Made Subsequent to the Measurement Date	 46,874	 —	 46,874
 Total Deferred Amounts Related to IMRF	 280,240	 (2,012,124)	 (1,731,884)

\$46,874 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2023	\$ (321,202)
2024	(684,012)
2025	(483,512)
2026	(290,032)
2027	—
Thereafter	—
Total	<u>(1,778,758)</u>

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**General Information about the OPEB Plan**

*Plan Description.* The Library's defined benefit OPEB plan, Lisle Library District's Retiree Benefit 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 Library. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Library Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* RBP provides healthcare, dental, vision, and life benefits for retirees and their dependents. Retirees and spousal/dependent may continue these benefits through COBRA provisions until the Medicare age. Coverage is secondary to Medicare once retiree is eligible.

*Plan Membership.* As of June 30, 2022, 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>36</u>
Total	<u><u>39</u></u>

**Total OPEB Liability**

The Library's total OPEB liability was measured as of June 30, 2022, and was determined by an actuarial valuation as of June 30, 2022.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2022 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	3.54%
Healthcare Cost Trend Rates	7.0% for 2022, decreasing to an ultimate rate of 5.0% for 2032 and later years.
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Total OPEB Liability - Continued**

*Actuarial Assumptions and Other Inputs - Continued.* The discount rate was based on a combination of the Expected Long-Term Rate of Return on Plan Assets and the Municipal Bond Rate..

Mortality rates were based on PubG-2010(B) Improved Generationally using MP-2020 Improvement Rates, weighted per IMRF Experience Study Report dated December 14, 2020; Age 83 for Males, Age87 for Females.

**Change in the Total OPEB Liability**

	<u>Total OPEB Liability</u>
Balance at June 30, 2021	\$ 650,634
Changes for the Year:	
Service Cost	4,268
Interest on the Total OPEB Liability	13,723
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	—
Changes of Assumptions or Other Inputs	(109,094)
Benefit Payments	(30,621)
Net Changes	<u>(121,724)</u>
Balance at June 30, 2022	<u>528,910</u>

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

The discount rate used to measure the total pension liability was 3.54%. 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 (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB Liability	\$ 602,051	528,910	469,259



**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Notes to the Financial Statements  
June 30, 2022**

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability, calculated using a Healthcare Trend Rate of varied rates, 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:

		Healthcare Cost Trend Rates		
	1% Decrease (Varies)	decreasing to (Varies)	1% Increase (Varies)	
Total OPEB Liability	\$ 468,194	528,910	602,185	

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

Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB. For the year ended June 30, 2022, the Library recognized OPEB revenue of \$91,103.

## **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 Benefits Plan

Budgetary Comparison Schedules  
General Fund

Notes to the Required Supplementary Information

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
June 30, 2022**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 233,754	\$ 446,445	\$ 212,691	\$ 1,687,754	26.45%
2016	217,559	417,559	200,000	1,789,131	23.34%
2017	207,454	407,454	200,000	1,844,038	22.10%
2018	193,950	393,950	200,000	1,897,760	20.76%
2019	158,227	208,227	50,000	1,973,978	10.55%
2020	154,606	204,606	50,000	1,997,521	10.24%
2021	155,052	155,052	—	1,949,407	7.95%
2022	117,469	117,469	—	1,933,780	6.07%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

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

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Illinois Municipal Retirement Fund  
Schedule of Changes in the Employer's Net Pension Liability/(Asset)  
June 30, 2022**

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 205,949
Interest	682,924
Changes in Benefit Terms	(179,567)
Differences Between Expected and Actual Experience	442,348
Change of Assumptions	—
Benefit Payments, Including Refunds of Member Contributions	<u>(428,634)</u>
Net Change in Total Pension Liability	723,020
Total Pension Liability - Beginning	<u>9,216,992</u>
Total Pension Liability - Ending	<u><u>9,940,012</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 446,445
Contributions - Members	80,073
Net Investment Income	538,607
Benefit Payments, Including Refunds of Member Contributions	(428,634)
Other (Net Transfer)	<u>23,514</u>
Net Change in Plan Fiduciary Net Position	660,005
Plan Net Position - Beginning	<u>8,780,675</u>
Plan Net Position - Ending	<u><u>9,440,680</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 499,332</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	94.98%
Covered Payroll	\$ 1,687,754
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	29.59%

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

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
192,393	198,379	201,154	195,943	213,339	200,268	193,144
731,221	769,533	795,236	823,454	844,588	867,136	895,886
131,639	(15,995)	444,594	42,065	(8,051)	—	—
11,769	(12,132)	(370,460)	312,125	—	244,782	239,194
—	—	—	—	—	(162,620)	—
(573,186)	(517,799)	(706,518)	(676,856)	(747,496)	(717,169)	(781,751)
493,836	421,986	364,006	696,731	302,380	432,397	546,473
9,940,012	10,433,848	10,855,834	11,219,840	11,916,571	12,218,951	12,651,348
10,433,848	10,855,834	11,219,840	11,916,571	12,218,951	12,651,348	13,197,821
417,559	407,454	393,950	181,804	233,656	174,420	139,559
80,511	84,258	85,399	87,687	89,769	89,192	88,063
47,016	658,956	1,838,864	(752,990)	2,139,555	1,873,272	2,461,766
(573,186)	(517,799)	(706,518)	(676,856)	(747,496)	(717,169)	(781,751)
139,110	46,551	(73,706)	238,133	113,113	91,923	86,396
111,010	679,420	1,537,989	(922,222)	1,828,597	1,511,638	1,994,033
9,440,680	9,551,690	10,231,110	11,769,099	10,846,877	12,675,474	14,187,112
9,551,690	10,231,110	11,769,099	10,846,877	12,675,474	14,187,112	16,181,145
882,158	624,724	(549,259)	1,069,694	(456,523)	(1,535,764)	(2,983,324)
91.55%	94.25%	104.90%	91.02%	103.74%	112.14%	122.60%
1,789,131	1,844,038	1,897,760	1,948,600	1,994,862	1,982,046	1,935,635
49.31%	33.88%	(28.94%)	54.90%	(22.88%)	(77.48%)	(154.13%)

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Retiree Benefit Plan  
Schedule of Changes in the Employer's Total OPEB Liability  
June 30, 2022**

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	<u>06/30/22</u>
Total OPEB Liability	
Service Cost	\$ 4,268
Interest	13,723
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions or Other Inputs	(109,094)
Benefit Payments	<u>(30,621)</u>
Net Change in Total OPEB Liability	(121,724)
Total OPEB Liability - Beginning	<u>650,634</u>
Total OPEB Liability - Ending	<u><u>528,910</u></u>
Covered-Employee Payroll	\$ 1,948,335
Total OPEB Liability as a Percentage of Covered-Employee Payroll	27.15%

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.

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Property Taxes	\$ 3,775,885	3,775,885	3,770,568
TIF Revenues	30,000	30,000	31,560
Replacement Taxes	10,000	10,000	50,291
Charges for Services	8,500	8,500	23,905
Grants and Donations	35,000	35,000	42,043
Interest Income (Loss)	60,000	60,000	(35,723)
Miscellaneous	5,000	5,000	27,039
<b>Total Revenues</b>	<b>3,924,385</b>	<b>3,924,385</b>	<b>3,909,683</b>
<b>Expenditures</b>			
<b>Public Library</b>			
Employee Costs	2,572,000	2,572,000	2,395,940
Building Costs	257,610	257,610	218,961
Operating Costs	174,800	174,800	156,751
Insurance	49,435	49,435	47,363
Contractual Services	165,600	165,600	132,541
Personnel Development	16,525	16,525	7,095
Programs	36,000	36,000	31,903
Restricted	35,000	35,000	72,197
Contingency	25,000	25,000	13,882
Capital Outlay	703,050	703,050	610,988
<b>Debt Service</b>			
Interest and Fiscal Charges	—	—	38,825
<b>Total Expenditures</b>	<b>4,035,020</b>	<b>4,035,020</b>	<b>3,726,446</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(110,635)</b>	<b>(110,635)</b>	<b>183,237</b>
<b>Other Financing Sources (Uses)</b>			
Debt Issuance	1,000,000	1,000,000	995,000
Premium on Debt Issuance	—	—	46,702
Transfers Out	(2,800,000)	(2,800,000)	(2,800,000)
	<b>(1,800,000)</b>	<b>(1,800,000)</b>	<b>(1,758,298)</b>
<b>Net Change in Fund Balance</b>	<b>(1,910,635)</b>	<b>(1,910,635)</b>	<b>(1,575,061)</b>
<b>Fund Balance - Beginning</b>			<b>4,783,649</b>
<b>Fund Balance - Ending</b>			<b>3,208,588</b>

## **OTHER SUPPLEMENTARY INFORMATION**

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

Such statements and schedules include:

Budgetary Comparison Schedules - Major Governmental Fund

Combining Statements - Nonmajor Governmental Funds

Budgetary Comparison Schedules - Nonmajor 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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### **SPECIAL REVENUE FUNDS**

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

#### **Illinois Municipal Retirement Fund**

The Illinois Municipal Retirement Fund is used to account for expenditures related to IMRF.

#### **Social Security Fund**

The Social Security Fund is used to account for expenditures related to social security.

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### **CAPITAL PROJECTS FUND**

Capital projects funds are used to account for all resources used for the acquisition of capital facilities and equipment.

#### **Special Reserve Fund**

The Special Reserve Fund is used to account for all resources used for the acquisition of capital assets by the Library, including general and infrastructure capital assets.

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**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Special Reserve - Capital Projects Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Interest Income	\$ 31,500	31,500	31,327
Expenditures			
Capital Outlay	5,865,000	5,865,000	1,822,450
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,833,500)	(5,833,500)	(1,791,123)
Other Financing Sources			
Transfers In	2,800,000	2,800,000	2,800,000
Net Change in Fund Balance	<u>(3,033,500)</u>	<u>(3,033,500)</u>	1,008,877
Fund Balance - Beginning			<u>3,895,909</u>
Fund Balance - Ending			<u><u>4,904,786</u></u>

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2022**

	Special Revenue		
	Illinois Municipal Retirement	Social Security	Totals
<b>ASSETS</b>			
Cash and Investments	\$ 229,666	226,284	455,950
Receivables - Net of Allowances			
Property Taxes	38,046	81,164	119,210
Total Assets	267,712	307,448	575,160
<b>LIABILITIES</b>			
Accounts Payable	2,585	4,397	6,982
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	80,167	171,022	251,189
Total Liabilities and Deferred Inflows of Resources	82,752	175,419	258,171
<b>FUND BALANCES</b>			
Restricted	184,960	132,029	316,989
Total Liabilities, Deferred Inflows of Resources and Fund Balances	267,712	307,448	575,160

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2022**

	Special Revenue		
	Illinois		
	Municipal Retirement	Social Security	Totals
Revenues			
Property Taxes	\$ 81,829	170,250	252,079
Replacement Taxes	2,902	456	3,358
Interest Income	1,570	1,372	2,942
Total Revenues	86,301	172,078	258,379
Expenditures			
Public Library			
Employee Costs	116,348	156,472	272,820
Net Change in Fund Balances	(30,047)	15,606	(14,441)
Fund Balances - Beginning	215,007	116,423	331,430
Fund Balances - Ending	184,960	132,029	316,989

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Illinois Municipal Retirement - Special Revenue Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ 80,800	80,800	81,829
Replacement Taxes	500	500	2,902
Interest Income	2,500	2,500	1,570
Total Revenues	83,800	83,800	86,301
Expenditures			
Public Library			
Employee Costs	130,000	130,000	116,348
Net Change in Fund Balance	(46,200)	(46,200)	(30,047)
Fund Balance - Beginning			215,007
Fund Balance - Ending			184,960

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Social Security - Special Revenue Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2022**

	Budget		Actual
	Original	Final	
Revenues			
Property Taxes	\$ 169,680	169,680	170,250
Replacement Taxes	90	90	456
Interest Income	2,000	2,000	1,372
Total Revenues	<u>171,770</u>	<u>171,770</u>	<u>172,078</u>
Expenditures			
Public Library			
Employee Costs	<u>178,000</u>	<u>178,000</u>	<u>156,472</u>
Net Change in Fund Balance	<u>(6,230)</u>	<u>(6,230)</u>	15,606
Fund Balance - Beginning			<u>116,423</u>
Fund Balance - Ending			<u><u>132,029</u></u>

## **SUPPLEMENTAL SCHEDULES**

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**General Governmental Revenues by Source - Last Ten Fiscal Years  
June 30, 2022**

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**See Following Page**



**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**General Governmental Revenues by Source - Last Ten Fiscal Years  
June 30, 2022**

	2013	2014	2015
Revenues			
Property Taxes	\$ 4,399,293	4,497,718	4,620,777
TIF Revenue	—	41,779	44,926
Replacement Taxes	17,457	18,297	19,341
Charges for Services	56,530	61,736	55,238
Grants and Donations	58,523	35,630	35,700
Interest	86,032	84,720	66,382
Miscellaneous	2,444	9,342	15,496
<b>Total Revenues</b>	<b>4,620,279</b>	<b>4,749,222</b>	<b>4,857,860</b>

Data Source: Library Records

2016	2017	2018	2019	2020	2021	2022
4,728,861	4,868,951	4,868,674	4,355,579	4,138,681	3,981,235	4,022,647
45,899	45,454	42,866	50,982	34,509	32,563	31,560
17,621	19,763	16,387	17,728	19,405	24,613	53,649
57,937	54,836	47,645	42,639	19,417	9,369	23,905
21,972	520	22,419	36,763	35,630	35,630	42,043
66,889	68,001	104,938	249,427	214,443	33,825	(1,454)
4,477	580	4,103	—	—	4,618	27,039
4,943,656	5,058,105	5,107,032	4,753,118	4,462,085	4,121,853	4,199,389

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**General Governmental Expenditures by Function - Last Ten Fiscal Years  
June 30, 2022**

	2013	2014	2015
Expenditures			
Employee Costs	\$ 2,717,216	2,970,511	2,941,909
Building Costs	203,852	182,594	207,265
Operating Costs	155,719	197,077	192,354
Contractual Services	155,327	194,929	183,069
Restricted	29,085	27,293	35,630
Contingency	11,978	8,023	779
Capital Outlay	1,047,641	1,084,963	594,266
Debt Service			
Interest and Fiscal Charges	—	—	—
Total Expenditures	<u>4,320,818</u>	<u>4,665,390</u>	<u>4,155,272</u>

Data Source: Library Records

2016	2017	2018	2019	2020	2021	2022
2,921,243	2,993,256	3,000,285	2,750,189	2,788,329	2,732,690	2,668,760
220,308	267,694	256,337	238,812	228,250	228,473	218,961
176,770	191,721	177,576	94,216	112,404	144,738	156,751
162,699	178,534	133,927	174,265	198,079	215,620	218,902
35,629	21,972	22,131	85,358	85,630	35,647	72,197
11,238	—	1,926	16,260	17,850	—	13,882
615,573	633,858	651,027	855,297	913,210	833,860	2,433,438
—	—	—	—	—	—	38,825
4,143,460	4,287,035	4,243,209	4,214,397	4,343,752	4,191,028	5,821,716

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Schedule of Assessed Valuations, Tax Rates, Tax Extensions and Tax Collections  
Last Ten Tax Levy Years  
June 30, 2022**

	2012	2013	2014
Assessed Valuations	\$ 1,117,148,231	1,067,561,614	1,073,019,852
Tax Rates			
General	0.3583	0.4005	0.3874
Audit	0.0007	0.0003	—
Building Maintenance	0.0074	0.0038	0.0084
IMRF	0.0229	0.0190	0.0312
Social Security	0.0123	0.0095	0.0163
Liability Insurance	0.0002	0.0001	—
Tort Judgement	0.0004	0.0004	—
Workers' Compensation	0.0008	0.0002	—
Unemployment	0.0005	0.0001	—
Total Tax Rates	0.4035	0.4339	0.4433
Tax Extensions			
General	4,002,742	4,275,584	4,156,879
Audit	7,820	3,203	—
Building Maintenance	82,669	40,567	90,134
IMRF	255,827	202,837	334,782
Social Security	137,409	101,418	174,902
Liability Insurance	2,234	1,068	—
Tort Judgement	4,469	4,270	—
Workers' Compensation	8,937	2,135	—
Unemployment	5,586	1,068	—
Total Tax Extensions	4,507,693	4,632,150	4,756,697
Collections	4,497,696	4,620,456	4,728,758
Percent Collected	99.78%	99.75%	99.41%

Data Source: Office of the County Clerk

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

2015	2016	2017	2018	2019	2020	2021
1,105,409,779	1,178,835,794	1,207,428,945	1,243,518,289	1,267,612,883	1,321,712,761	1,336,109,673
0.3963	0.3689	0.3242	0.3190	0.2927	0.2857	0.2879
—	—	—	—	—	—	—
0.0110	0.0116	0.0126	—	—	—	—
0.0202	0.0187	0.0130	0.0041	0.0092	0.0062	0.0060
0.0115	0.0148	0.0113	0.0102	0.0126	0.0129	0.0128
—	—	—	—	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	—	—
0.4390	0.4140	0.3611	0.3333	0.3145	0.3048	0.3067
4,380,739	4,348,725	3,914,485	3,966,823	3,710,303	3,776,133	3,846,659
—	—	—	—	—	—	—
121,595	136,745	152,136	—	—	—	—
223,293	220,442	156,966	50,984	116,620	81,946	80,167
127,122	174,468	136,439	126,839	159,719	170,501	171,022
—	—	—	—	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	—	—
—	—	—	—	—	—	—
4,852,749	4,880,380	4,360,026	4,144,646	3,986,642	4,028,580	4,097,848
4,846,648	4,868,913	4,353,359	4,138,681	3,981,235	4,022,196	2,153,081
99.87%	99.77%	99.85%	99.86%	99.86%	99.84%	52.54%

**LISLE LIBRARY DISTRICT  
LISLE, ILLINOIS**

**Long-Term Debt Requirements  
General Obligation Limited Tax Debt Certificate of 2021  
June 30, 2022**

Date of Issue	September 15, 2021
Date of Maturity	January 1, 2042
Authorized Issue	\$995,000
Denomination of Bonds	\$5,000
Interest Rate	2.00% - 3.00%
Interest Dates	July 1 and January 1
Principal Maturity Date	January 1
Payable at	Amalgamated Bank of Chicago, IL

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jul. 1	Amount	Jan. 1	Amount
2023	\$ 35,000	29,665	64,665	2022	16,415	2023	13,250
2024	40,000	25,800	65,800	2023	12,900	2024	12,900
2025	40,000	25,000	65,000	2024	12,500	2025	12,500
2026	40,000	24,200	64,200	2025	12,100	2026	12,100
2027	45,000	23,400	68,400	2026	11,700	2027	11,700
2028	45,000	22,500	67,500	2027	11,250	2028	11,250
2029	45,000	21,600	66,600	2028	10,800	2029	10,800
2030	45,000	20,700	65,700	2029	10,350	2030	10,350
2031	45,000	19,800	64,800	2030	9,900	2031	9,900
2032	50,000	18,450	68,450	2031	9,225	2032	9,225
2033	50,000	16,950	66,950	2032	8,475	2033	8,475
2034	50,000	15,450	65,450	2033	7,725	2034	7,725
2035	50,000	13,950	63,950	2034	6,975	2035	6,975
2036	55,000	12,450	67,450	2035	6,225	2036	6,225
2037	55,000	10,800	65,800	2036	5,400	2037	5,400
2038	55,000	9,150	64,150	2037	4,575	2038	4,575
2039	60,000	7,500	67,500	2038	3,750	2039	3,750
2040	60,000	5,700	65,700	2039	2,850	2040	2,850
2041	65,000	3,900	68,900	2040	1,950	2041	1,950
2042	65,000	975	65,975	2041	975	2042	—
	<u>995,000</u>	<u>327,940</u>	<u>1,322,940</u>		<u>166,040</u>		<u>161,900</u>