

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended
June 30, 2017



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ST. CHARLES, ILLINOIS
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ST. CHARLES, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT



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Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
St. Charles Public Library District
St. Charles, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the St. Charles Public Library District (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We have also audited each nonmajor governmental fund presented in the accompanying combining and individual fund financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of June 30, 2017, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Also, in our opinion, each individual nonmajor governmental fund referred to above presents fairly, in all material respects, the financial position and the changes in financial position of each of the individual nonmajor funds of the District, as of and for the year ended June 30, 2017, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The combining and individual fund schedules and supplemental data are presented for purposes of additional analysis and are not a required part of the basic or nonmajor funds financial statements of the District. The combining and individual fund schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 financial statements themselves, and other additional procedures in accordance with auditing basic standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The supplemental data has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Sikich LLP

Naperville, Illinois
September 15, 2017

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

ST. CHARLES PUBLIC LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

As the management of the St. Charles Public Library District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the District's Financial Statements (beginning on page 3).

This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the District's financial activity, (3) identify changes in the District's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The focus of the Statement of Net Position presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. This statement combines and consolidates the governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District'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 the 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., earned but unused compensated absences).

The government-wide financial statements (see pages 3 & 4) describe functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District reflect the District's basic services, including materials (print and digital) collections, reference and reader services, programming, interlibrary loan and outreach services.

Fund Financial Statements

The focus of this section represents the District's major funds. 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 District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are in one category: 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, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government'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 this comparison between governmental funds and governmental activities.

The District maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Reserve Fund, both of which are considered to be "major" funds. Data from the other eight governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual budget for each of its governmental funds. A budgetary comparison statement has been provided elsewhere in this report to demonstrate compliance with the budget. The basic governmental fund financial statements are on pages 5 through 8 of this report.

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. The notes to the financial statements are on pages 9 through 23 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide benefits to its employees. Required supplementary information can be found on pages 24 through 27 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules are on pages 28 through 43 of this report.

GOVERNMENT-WIDE STATEMENTS

Net Position

The following table reflects the condensed Statement of Net Position.

Table 1
Statement of Net Position
Governmental Activities

	As of June 30, 2017	As of June 30, 2016
Current and Other Assets	\$ 20,651,796	\$ 19,556,926
Capital Assets	7,386,344	7,554,758
Deferred Outflows	1,218,860	1,418,131
Total Assets and Deferred Outflows	\$ 29,257,000	\$ 28,529,815
Long-Term Liabilities	\$ 3,302,085	\$ 3,165,628
Other Liabilities	251,873	229,709
Deferred Inflows	7,741,423	7,580,726
Total Liabilities and Deferred Inflows	\$ 11,295,381	\$ 10,976,063
Net Position		
Net Investment in Capital Assets	\$ 7,386,344	\$ 7,554,758
Restricted	1,889,124	1,602,594
Unrestricted	8,686,151	8,396,400
Total Net Position	\$ 17,961,619	\$ 17,553,752

The District's net position increased \$407,867 during 2017 - from \$17,553,752 to \$17,961,619.

For more detailed information, see the Statement of Net Position on page 3.

Activities

The following table summarizes the revenue and expenses of the District's activities for 2017 and 2016:

Table 2
Changes in Net Position
Governmental Activities
For the Fiscal Year Ended

	June 30, 2017	June 30, 2016
Revenues		
General Revenues		
Property Taxes	\$ 7,562,780	\$ 7,443,725
Replacement Taxes	32,005	29,209
Investment Income	134,774	55,753
Miscellaneous	15,198	7,422
Donations	8,225	1,702
Program Revenues		
Charges for Services	87,306	112,268
Operating Grants	25,346	48,633
Capital Grants	-	-
Total Revenues	\$ 7,865,634	\$ 7,698,712
Expenses		
General Government	\$ 7,457,767	\$ 7,295,026
Total Expenses	7,457,767	7,295,026
Changes in Net Position	407,867	403,686
Total Net Position, Beginning of Year	17,553,752	17,150,066
Total Net Position, End of Year	\$ 17,961,619	\$ 17,553,752

FINANCIAL OVERVIEW
ST. CHARLES PUBLIC LIBRARY DISTRICT

INCOME SOURCES

	<u>2016/2017</u>	<u>2015/2016</u>
Local Property Taxes	96.6%	97.1%
Fines, Service Fees, Photocopies	1.1%	1.45%
Interest	1.7%	.7%
Grants, Gifts, Miscellaneous	.6%	.75%
Total Income	\$7,865,634	\$7,698,712

EXPENDITURES BY CATEGORY

	<u>2016/2017</u>	<u>2015/2016</u>
Salaries and Benefits*	61.2%	52.4%
Materials, Electronic Resources	20.6%	19.9%
Capital Outlay	1.0%	1.5%
Maintenance, Utilities, Security	3.3%	2.1%
Administration**	7.2%	4.7%
Supplies, Equipment	.9%	1.1%
Automation	4.6%	3.2%
Public Programs, Printing	1.2%	1.5%
Total Expenditures	\$6,882,423	\$6,922,288

*In 2015/2016 this included Salaries, Health, FICA. In 2016/2017, it also includes IMRF.

**Includes Building insurance, audit, postage, professional & administrative fees, contractual services, contingency, etc.

This table reflects expenditures for all governmental funds on the modified accrual basis of accounting.

There are seven basic impacts on revenues and expenses as reflected below:

Impacts on Revenue & Expenses

Revenues

Overall, total revenue from all sources was up 1.7%. While experiencing large drop in revenue from Fines and Fees and Grant Income, our Investment Income made up the difference in that loss. A more detailed explanation follows. As usual, most income was from local property taxes. Compared to 2016, income from property taxes showed a small increase. Fines and Fees continue to drop due to automatic renewal.

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring).

Certain recurring revenues (City development fees, e-rate, dividends from unemployment compensation insurance pool, state per capita grant, etc.) may experience significant changes periodically while non-recurring or one-time grants are less predictable and often distort their impact on year-to-year comparisons. Once again, the Library received approximately 70% less than the expected from the state of Illinois' Per Capita Grant. The Library continues its tax-exempt status for the vacant (vacant land and house) lots except the residential lot that remains a rental.

Market impacts on investment income. The District's investment portfolio is managed using an average maturity similar to most other governments. Market conditions may cause investment income to fluctuate. For many years, most of the Library's funds were invested in the Illinois Funds. In FY2010, the Library moved its investments to a management company, PFM Asset Management LLC, which was determined to offer a more competitive and secure return. All Library investments continue to be in PFM's IIIT Money Market Fund and also in its nation-wide CD's. In 2016, investment income was up over 100% compared to 2015-2016 due to a change in investment strategy.

Expenses

Introduction of new programs. Within functional expense categories, individual programs may be added or deleted in order to meet the changing needs of the District.

Changes in authorized personnel. Changes in service demand may cause the District to increase or decrease staffing levels. Personnel costs are the District's most significant operating costs. This fiscal year the library experienced many changes within the management staff. As of August 2017, the District is staffed at the management level. We also went through various retirement of several librarians. There was also turnover in other support and clerical staff.

Salary increases (annual adjustments and merit). Traditionally, the Library Board has established a base pay increase effective on January 1 for all employees who perform satisfactorily, with an additional merit range for those who excel. Salary increases for eligible staff went into effect on January 1, 2017. As in 2016, the Library Board voted to offer merit increases. For 2017, there was a base increase of 2.0% for employees with satisfactory job performance, and, based upon Department Managers' recommendations, 2.5%, 3.0%, and 3.5% (total, not in addition to base increase) merit increases for employees who exhibit ongoing or sustained excellence in job performance.

Salary expenditures (not including other benefits) went down by 1.1% 2016. Due to the management turnover, the salary expenditures were not as high as expected. IMRF and Social Security rates remained essentially the same as last year as did health insurance premiums.

Inflation. While overall inflation has been extremely modest, some of the District's functions and services may experience unusual commodity specific increases.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the St. Charles Public Library District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of June 30, 2017, the governmental funds (as presented on the balance sheet on page 5) had a combined fund balance of \$12,729,702. This reflects an increase of \$983,211 from the prior year (\$11,746,491). In May 2011, the Board adopted a Fund Balance Policy in compliance with the GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition*. In 2012, the Library Board Finance Committee recommended and the Board approved setting a goal for the Special Reserve Fund of one-half the amount of the November 2010 referendum request, or \$15,000,000, for the future construction of an expanded and remodeled facility, or the upgrade and maintenance of the existing facility if there is no successful referendum. No supplemental appropriations were adopted.

Table 3
General Fund Budgetary Highlights
For the Fiscal Year Ended June 30, 2017

	Original and Final Appropriation	Actual
Revenues and Transfers In		
Intergovernmental	\$ 68,865	\$ 25,346
Taxes	6,545,407	6,532,106
Investment Income	32,050	134,774
Charges for Services	82,000	42,176
Other	101,800	63,278
Total Revenues and Transfers In	\$ 6,830,122	\$ 6,797,680
Expenditures and Transfers Out		
General Government	7,680,515	\$ 6,120,801
Capital Outlay	150,000	-
Transfers Out	50,000	696,681
Total Expenditures and Transfers Out	\$ 7,880,515	\$ 6,817,482
Change in Fund Balance	<u>\$ (1,050,393)</u>	<u>\$ (19,802)</u>

General fund expenditures for 2017 are again under budget. In 2014/2015, the Board and staff worked with the architectural firm Lohan Anderson of Chicago to optimize the space of the existing building through light remodeling and updating. In 2015/2016 the Director hired to do the building project resigned and this put the remodeling/expansion project on hold. Thus suspended the use of any funds for this project. In 2016/2017, a new Director was hired and will determine the process of moving forward. Transfers out were significantly over budget for this reason because the Special Reserve Fund is funded by the general fund balance at year-end.

Capital Assets

The following schedules reflect the District's capital asset balances:

**Table 4
Capital Assets**

	As of June 30, 2017	As of June 30, 2016
Governmental Activities		
Capital Assets Not Being Depreciated		
Land	\$ 3,687,602	\$ 3,687,602
Total Capital Assets Not Being Depreciated	3,687,602	3,677,602
Capital Assets Being Depreciated		
Building and Building Improvements	6,114,740	6,095,826
Furniture and Equipment	1,694,429	1,681,766
Total Capital Assets Being Depreciated	7,809,169	7,777,592
Less Accumulated Depreciation For		
Buildings and Building Improvements	3,181,670	3,035,990
Furniture and Equipment	928,757	874,446
Total Accumulated Depreciation	4,110,427	3,910,436
Total Capital Assets Being Depreciated, Net	3,698,742	3,867,156
Governmental Activities Capital Assets, Net	\$ 7,386,344	\$ 7,554,758

At year-end, the District's investment in capital assets (net of accumulated depreciation) for its governmental-type activities was \$7,386,344 (down 2.2% from \$7,554,758 in 2016). Depreciation expense was allocated to general governmental activities. See Note 3 on page 16 for further information regarding capital assets.

Long-Term Debt

Table 5
Long-Term Debt

	Balances July 1, 2016	Issuances	Retirements	Balances June 30, 2017	Current Portion
Net Pension Liability	\$ 3,082,334	\$ 45,230	\$ -	\$ 3,127,564	\$ -
Accrued Compensated Absences Payable	83,294	91,227	-	174,521	174,521
Total Long-Term Liabilities	\$ 3,165,628	\$ 136,457	\$ -	\$ 3,302,085	\$ 174,521

See Note 9 on page 18 for more information on the District's participation in IMRF and the related net pension liability that is required to be reported per GASB Statement No. 68.

See Note 5 on page 17 for similar information regarding long-term debt.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens with a general overview of the District's finances and to demonstrate accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Edith G. Craig, Director, St. Charles Public Library District, One South Sixth Avenue, St. Charles, Illinois, 60174.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

STATEMENT OF NET POSITION

June 30, 2017

	Governmental Activities
ASSETS	
Cash and investments	\$ 16,652,655
Receivables	
Property taxes	3,928,099
Interest	71,042
Capital assets not being depreciated	3,687,602
Capital assets (net of accumulated depreciation)	3,698,742
Total assets	28,038,140
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	1,218,860
Total deferred outflows of resources	1,218,860
LIABILITIES	
Accounts payable	152,976
Accrued payroll	98,897
Long-term liabilities	
Due within one year	174,521
Due in more than one year	3,127,564
Total liabilities	3,553,958
DEFERRED INFLOWS OF RESOURCES	
Pension items - IMRF	71,202
Deferred revenue - property taxes	7,670,221
Total deferred inflows of resources	7,741,423
Total liabilities and deferred inflows of resources	11,295,381
NET POSITION	
Net investment in capital assets	7,386,344
Restricted for nonexpendable	
Working cash	588,270
Restricted for expendable	
Specific purpose	760,576
Audit	2,407
Retirement benefits	248,932
Building and equipment	235,669
Insurance	53,270
Unrestricted	8,686,151
TOTAL NET POSITION	\$ 17,961,619

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2017

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
PRIMARY GOVERNMENT					
Governmental Activities					
General government	\$ 7,457,767	\$ 87,306	\$ 25,346	\$ -	\$ (7,345,115)
Total governmental activities	7,457,767	87,306	25,346	-	(7,345,115)
TOTAL PRIMARY GOVERNMENT	\$ 7,457,767	\$ 87,306	\$ 25,346	\$ -	(7,345,115)
			General Revenues		
			Taxes		
			Property		7,562,780
			Replacement		32,005
			Investment income		134,774
			Miscellaneous		15,198
			Donations		8,225
			Total		7,752,982
			CHANGE IN NET POSITION		407,867
			NET POSITION, JULY 1		17,553,752
			NET POSITION, JUNE 30		\$ 17,961,619

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2017

	General	Special Reserve	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 3,390,953	\$ 10,840,578	\$ 2,421,124	\$ 16,652,655
Receivables				
Property taxes	3,373,238	-	554,861	3,928,099
Interest	71,042	-	-	71,042
TOTAL ASSETS	\$ 6,835,233	\$ 10,840,578	\$ 2,975,985	\$ 20,651,796
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 152,976	\$ -	\$ -	\$ 152,976
Accrued payroll	95,495	-	3,402	98,897
Total liabilities	248,471	-	3,402	251,873
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	6,586,762	-	1,083,459	7,670,221
Total deferred inflows of resources	6,586,762	-	1,083,459	7,670,221
Total liabilities and deferred inflows of resources	6,835,233	-	1,086,861	7,922,094
FUND BALANCES				
Nonspendable				
Working cash	-	-	588,270	588,270
Restricted				
Specific purpose	-	-	760,576	760,576
Audit	-	-	2,407	2,407
Retirement benefits	-	-	248,932	248,932
Building and equipment	-	-	235,669	235,669
Insurance	-	-	53,270	53,270
Assigned				
Capital projects	-	10,840,578	-	10,840,578
Total fund balances	-	10,840,578	1,889,124	12,729,702
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 6,835,233	\$ 10,840,578	\$ 2,975,985	\$ 20,651,796

See accompanying notes to financial statements.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS

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

June 30, 2017

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 12,729,702
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	7,386,344
Net pension liability for the Illinois Municipal Retirement Fund is shown as a liability on the statement of net position	(3,127,564)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows of resources on the statement of net position	1,218,860
Assumption changes for the Illinois Municipal Retirement Fund are recognized as deferred inflows of resources in the statement of net position	(71,202)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences payable	<u>(174,521)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 17,961,619</u></u>

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	General	Special Reserve	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 6,532,106	\$ -	\$ 1,062,679	\$ 7,594,785
Intergovernmental	25,346	-	-	25,346
Fines and forfeits	42,176	-	-	42,176
Investment income	134,774	-	-	134,774
Miscellaneous	63,278	-	5,275	68,553
Total revenues	6,797,680	-	1,067,954	7,865,634
EXPENDITURES				
Current				
General government	6,120,801	-	689,947	6,810,748
Capital outlay	-	-	71,675	71,675
Total expenditures	6,120,801	-	761,622	6,882,423
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	676,879	-	306,332	983,211
OTHER FINANCING SOURCES (USES)				
Transfers in	-	696,681	-	696,681
Transfers (out)	(696,681)	-	-	(696,681)
Total other financing sources (uses)	(696,681)	696,681	-	-
NET CHANGE IN FUND BALANCES	(19,802)	696,681	306,332	983,211
FUND BALANCES, JULY 1	19,802	10,143,897	1,582,792	11,746,491
FUND BALANCES, JUNE 30	\$ -	\$ 10,840,578	\$ 1,889,124	\$ 12,729,702

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 983,211
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	31,577
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	(199,991)
The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities	(45,230)
The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities	(270,473)
The change in compensated absences is shown as an expense on the statement of activities	<u>(91,227)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 407,867</u></u>

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

The District is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected Board of Trustees. These financial statements present the District's reporting entity as required by generally accepted accounting principles. The District is considered to be a primary government since its board is separately elected and the District is fiscally independent.

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, the District does not have any component units. The Library District Foundation and the Friends of the Library, while potential component units, are not significant to the District and, therefore, have been excluded from its reporting entity.

b. Fund Accounting

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary. The District reports only governmental funds.

Governmental funds are used to account for all or most of a district's general activities, including the collection and disbursement of committed, restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of general capital assets (capital projects funds), the funds committed, restricted or assigned for servicing of general long-term debt (debt service funds) and the management of funds held in trust that can be used for library services (permanent funds). The General Fund is used to account for all activities of the District not accounted for in some other fund.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, if any, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

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

The Special Reserve Fund, a Capital Projects Fund, is used to account for resources assigned for capital improvements at the District.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports deferred/unavailable revenue and unearned revenue on its financial statements. Deferred/unavailable revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the deferred inflow for deferred or unavailable revenue or the liability for unearned revenue is removed from the financial statements and revenue is recognized.

e. Investments

Investments with maturity greater than one year at time of purchase, if any, are stated at fair value. Non-negotiable certificates of deposit, if any, are reported at cost.

The District 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; and Level 3 inputs are significant unobservable inputs. The District's investment advisor uses Level 2 inputs to determine the fair value of the negotiable certificates of deposit at June 30, 2017.

f. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost in excess of \$2,500 (except for building improvements which is a cost in excess of \$10,000) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets (Continued)

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

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

Assets	Years
Buildings and building improvements	10-50
Furniture and equipment	7-40

g. Compensated Absences

In accordance with GASB Interpretation No. 6, *Accounting for Certain Liabilities*, only vested or accumulated vacation leave including related Social Security and Medicare that is committed to be liquidated at June 30, 2017, is reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated vacation of governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees. Sick leave does not vest upon termination or retirement and, therefore, no liability has been recorded for this.

h. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds for bond issues after July 1, 2003. Bonds payable are reported net of the applicable bond premium or discount, as applicable. Bond issuance costs are reported as expenses in the current period.

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

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the District's Board of Trustees, which is considered the District's highest level of decision-making authority. Formal actions include ordinances approved by the District's Board of Trustees. Assigned fund balance represent amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the District's director through the approved fund balance policy of the District. Any residual fund balance in the General Fund is reported as unassigned.

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

The various special revenue funds supported by property taxes are restricted due to the restricted revenue streams of the fund balance. Other funds are restricted due to the nature of the contributions to the fund.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. None of the net position is restricted as a result of enabling legislation adopted by the District. Net investment in capital assets is the book value of capital assets less outstanding principal balances of debt that was issued to construct the capital assets.

j. Deferred Outflows/Inflows of Resources

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

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

l. Use of Estimates

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

2. DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the District's funds.

The District's investment policy authorizes the District to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Institutional Investors Trust. The District's deposits at June 30, 2017 include deposits/investments in commercial banks, Illinois Funds and the Illinois Institutional Investors Trust.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Investments in Illinois Funds are valued at Illinois Funds' share price, the price at which the investment could be sold. The Illinois Institutional Investors Trust is also a money market mutual fund valued at a \$1 share value.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

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

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District’s deposits may not be returned to it. To guard against credit risk for deposits with financial institutions, the District’s investment policy requires pledging of collateral with a fair value of at least 110% of all bank balances in excess of FDIC with collateral held by an independent third party in the name of the District. At June 30, 2017, the District had \$195,420 of uninsured and uncollateralized deposits.

b. Investments

As of June 30, 2017, the District had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater than 10
Negotiable certificates of deposit	\$ 11,954,000	\$ 11,954,000	\$ -	\$ -	\$ -
TOTAL	\$ 11,954,000	\$ 11,954,000	\$ -	\$ -	\$ -

In accordance with its investment policy, the District limits its exposure to interest rate risk by diversifying its investment portfolio to the best of its ability based on the nature of the funds invested and the cash flow needs of those funds. A variety of financial instruments and maturities, properly balanced, will help to ensure liquidity and reduce risk or interest rate volatility and loss of principal. Diversifying investments and maturities will avoid incurring unreasonable risks in the investment portfolio regarding specific security types, issuers or individual financial institutions. The District’s investment policy does not specifically limit the maximum maturity length of investments.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government and Illinois Funds. However, the District’s investment policy does not specifically limit the District to these types of investments. Illinois Funds and the Illinois Institutional Investors Trust are rated AAA by Standard and Poor’s.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the District's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the District's agent separate from where the investment was purchased. Illinois Funds and the Illinois Institutional Investors Trust are not subject to custodial credit risk.

The District's investment policy states that commercial paper shall not exceed 10% of the District's investment portfolio.

3. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017 was as follows:

	Balances July 1	Increases	Decreases	Balances June 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 3,687,602	\$ -	\$ -	\$ 3,687,602
Construction in progress	-	-	-	-
Total capital assets not being depreciated	<u>3,687,602</u>	-	-	<u>3,687,602</u>
Capital assets being depreciated				
Buildings and building improvements	6,095,826	18,914	-	6,114,740
Furniture and equipment	1,681,766	12,663	-	1,694,429
Total capital assets being depreciated	<u>7,777,592</u>	<u>31,577</u>	-	<u>7,809,169</u>
Less accumulated depreciation for				
Buildings and building improvements	3,035,990	145,680	-	3,181,670
Furniture and equipment	874,446	54,311	-	928,757
Total accumulated depreciation	<u>3,910,436</u>	<u>199,991</u>	-	<u>4,110,427</u>
Total capital assets being depreciated, net	<u>3,867,156</u>	<u>(168,414)</u>	-	<u>3,698,742</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 7,554,758</u>	<u>\$ (168,414)</u>	<u>\$ -</u>	<u>\$ 7,386,344</u>

Depreciation expense was charged to functions of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
General government	<u>\$ 199,991</u>

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. PROPERTY TAXES

The property tax lien date is January 1. Property taxes are due to the County Collector in two installments, June 1 and September 1. Property taxes for 2015 are normally received monthly beginning in June and generally ending by November 2015. The 2016 levy was adopted in November 2016 and is recorded as a receivable at June 30 less collections to date and recorded as deferred/unavailable revenue since it is intended to finance the subsequent fiscal year. The 2017 tax levy, which attached as an enforceable lien on property as of January 1, 2017, has not been recorded as a receivable as of June 30, 2017, as the tax has not yet been levied by the District and will not be levied until November 2017 and, therefore, the levy is not measurable at June 30, 2017.

5. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

During the fiscal year the following changes occurred in long-term debt:

Issue	Fund Debt Retired By	Balances July 1	Issuances	Retirements	Balances June 30	Current Portion
Net pension liability	General	\$ 3,082,334	\$ 45,230	\$ -	\$ 3,127,564	\$ -
Accrued compensated absences payable	General	83,294	91,227	-	174,521	174,521
TOTAL		\$ 3,165,628	\$ 136,457	\$ -	\$ 3,302,085	\$ 174,521

6. INTERFUND TRANSFERS

During fiscal year 2017, the District made the following operating transfers:

Transferred To	Transferred From	Amount
Special Reserve Fund	General Fund	\$ 696,681
TOTAL		\$ 696,681

The transfer from the General Fund to the Special Reserve Fund of \$696,681 was for future capital improvements. All transfers were approved by the District's Board of Trustees and will not be repaid in the future.

7. RISK MANAGEMENT

The District is exposed to various risks of loss including, but not limited to, employee health, general liability, property casualty, workers' compensation and public officials' liability. To limit exposure to these risks, the District participates in the System Libraries Insurance Cooperative (SLIC), a public entity risk pool with the transfer of risk. The District is liable for up to \$10,000 per occurrence deductible for each claim with SLIC liable for the remainder up to certain limits. The District's policy is to record any related expenditures in the year in which they are notified of any additional assessments. The District is not aware of any additional assessments owed as of June 30, 2017. The District also pays premiums to a third party insurance carrier for employee medical insurance. Settled claims have not exceeded insurance coverages in the fiscal year or prior two fiscal years.

8. JOINTLY GOVERNED ORGANIZATIONS

The District is a member of the Library Integrated Network Consortium (LINC) which was organized by nine libraries on November 26, 1991 in order to provide access to the information resources of participating member libraries. LINC's Board of Directors consists of one representative from each participating library. The Board of Directors is the governing body of LINC and is responsible for establishing all major policies and changes therein. The District does not exercise any direct oversight over LINC or have an equity interest in LINC. During the year ended June 30, 2017, the District paid \$95,190 for services performed by LINC.

9. RETIREMENT FUND COMMITMENTS

Illinois Municipal Retirement Fund

The District's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.imrf.org.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2016, IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	56
Inactive employees entitled to but not yet receiving benefits	32
Active employees	<u>54</u>
 TOTAL	 <u><u>142</u></u>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Contributions

Participating members are required to contribute 4.50% of their annual covered salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended December 31, 2015 and 2016 was 13.71% and 13.66%, respectively, of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2016 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2016
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market value

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The discount rate used to measure the total pension liability at December 31, 2016 was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. This discount rate at December 31, 2015 was 7.44%.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2016	\$ 13,926,535	\$ 10,844,201	\$ 3,082,334
Changes for the period			
Service cost	311,146	-	311,146
Interest	1,025,455	-	1,025,455
Difference between expected and actual experience	201,605	-	201,605
Changes in assumptions	(98,729)	-	(98,729)
Employer contributions	-	359,816	(359,816)
Employee contributions	-	118,102	(118,102)
Net investment income	-	741,684	(741,684)
Benefit payments and refunds	(598,229)	(598,229)	-
Administrative expense	-	-	-
Other (net transfer)	-	174,645	(174,645)
Net changes	841,248	796,018	45,230
BALANCES AT DECEMBER 31, 2016	\$ 14,767,783	\$ 11,640,219	\$ 3,127,564

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended June 30, 2017, the District recognized pension expense of \$695,176. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference between expected and actual experience	\$ 269,364	\$ -
Changes in assumption	171,777	71,202
Net difference between projected and actual earnings on pension plan investments	567,203	-
Employer contributions after the measurement date	<u>210,516</u>	<u>-</u>
 TOTAL	 <u>\$ 1,218,860</u>	 <u>\$ 71,202</u>

\$210,516 reported as deferred outflows of pensions result from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	
<u> </u>	
2018	\$ 459,530
2019	281,011
2020	181,868
2021	14,733
2022	-
Thereafter	<u>-</u>
 TOTAL	 <u>\$ 937,142</u>

ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the District calculated using the discount rate of 7.5% as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5%) or 1 percentage point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Net pension liability	\$ 4,891,895	\$ 3,127,564	\$ 1,653,910

10. OTHER POSTEMPLOYMENT BENEFITS

The District has evaluated its potential other postemployment benefits liability. The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. However, no former employees have chosen to stay in the District's health insurance plan. Therefore, there has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the District has no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of June 30, 2017.

REQUIRED SUPPLEMENTARY INFORMATION

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
Taxes	\$ 6,545,407	\$ 6,532,106
Intergovernmental	68,865	25,346
Fines and forfeits	82,000	42,176
Investment income	32,050	134,774
Miscellaneous	101,800	63,278
Total revenues	6,830,122	6,797,680
EXPENDITURES		
General government		
Library materials	1,893,150	1,418,961
Equipment	687,000	442,226
Administration	1,211,500	932,244
Personnel	3,800,000	3,313,273
Per capita grant	68,865	13,851
Contingency	20,000	246
Capital outlay	150,000	-
Total expenditures	7,830,515	6,120,801
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		
	(1,000,393)	676,879
OTHER FINANCING SOURCES (USES)		
Transfers (out)	(50,000)	(696,681)
Total other financing sources (uses)	(50,000)	(696,681)
NET CHANGE IN FUND BALANCE		
	\$ (1,050,393)	(19,802)
FUND BALANCE, JULY 1		
		19,802
FUND BALANCE, JUNE 30		
		\$ -

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2017

Budget/Appropriation

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Board of Trustees prepares a Combined Annual Budget and Appropriation Ordinance by fund, function and activity.
2. Budget hearings are conducted.
3. The appropriation is legally enacted through passage of an ordinance.
4. The appropriation may be amended by the Board of Trustees. No amendments were made during the year.
5. Appropriations are adopted on the modified accrual basis.
6. The level of control (level at which expenditures/expenses may not exceed appropriations) is the Fund. All appropriations lapse at year end.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

Last Three Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017
Actuarially determined contribution	\$ 368,978	\$ 394,330	\$ 379,473
Contributions in relation to the actuarially determined contribution	368,978	394,330	379,473
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 2,732,534	\$ 2,846,000	\$ 2,780,969
Contributions as a percentage of covered-employee payroll	13.5%	13.9%	13.6%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 27 years until remaining period reaches 15 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 3.75% to 14.50% compounded annually and postretirement benefit increases of 3.00% compounded annually.

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

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET
PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Three Calendar Years

MEASUREMENT DATE, DECEMBER 31,	2014	2015	2016
TOTAL PENSION LIABILITY			
Service cost	\$ 324,322	\$ 319,848	\$ 311,146
Interest	854,954	953,857	1,025,455
Changes of benefit terms	-	-	-
Differences between expected and actual experience	13,870	257,384	201,605
Changes of assumptions	652,500	31,333	(98,729)
Benefit payments, including refunds of member contributions	(449,496)	(524,490)	(598,229)
Net change in total pension liability	1,396,150	1,037,932	841,248
Total pension liability - beginning	11,492,453	12,888,603	13,926,535
TOTAL PENSION LIABILITY - ENDING	\$ 12,888,603	\$ 13,926,535	\$ 14,767,783
PLAN FIDUCIARY NET POSITION			
Contributions - employer	\$ 357,399	\$ 383,356	\$ 359,816
Contributions - member	122,470	128,070	118,102
Net investment income	606,271	53,330	741,684
Benefit payments, including refunds of member contributions	(449,496)	(524,490)	(598,229)
Other	112,167	131,447	174,645
Net change in plan fiduciary net position	748,811	171,713	796,018
Plan fiduciary net position - beginning	9,923,677	10,672,488	10,844,201
PLAN FIDUCIARY NET POSITION - ENDING	\$ 10,672,488	\$ 10,844,201	\$ 11,640,219
EMPLOYER'S NET PENSION LIABILITY	\$ 2,216,115	\$ 3,082,334	\$ 3,127,564
Plan fiduciary net position as a percentage of the total pension liability	82.80%	77.90%	78.80%
Covered-employee payroll	\$ 2,732,534	\$ 2,846,000	\$ 2,624,479
Employer's net pension liability as a percentage of covered-employee payroll	81.10%	108.30%	119.20%

Changes in assumptions related to the investment rate of return were made since the prior measurement date.

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

(See independent auditor's report.)

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

MAJOR GOVERNMENTAL FUNDS

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
TAXES		
Property taxes - current	\$ 6,515,407	\$ 6,500,101
Personal property replacement taxes	30,000	32,005
 Total taxes	 6,545,407	 6,532,106
INTERGOVERNMENTAL		
Per capita grant	68,865	-
Other grants	-	25,346
 Total intergovernmental	 68,865	 25,346
FINES AND FORFEITS		
Fines	82,000	42,176
 Total fines and forfeits	 82,000	 42,176
INVESTMENT INCOME		
	32,050	134,774
MISCELLANEOUS		
Photocopies	16,000	12,975
Nonresident fees	5,400	20,532
Lost materials	-	7,050
Miscellaneous	37,500	15,198
Rents	5,400	4,573
Donations	37,500	2,950
 Total miscellaneous	 101,800	 63,278
 TOTAL REVENUES	 \$ 6,830,122	 \$ 6,797,680

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
GENERAL GOVERNMENT		
Library materials		
Books	\$ 725,000	\$ 425,284
Electronic resources	265,000	580,137
Periodicals	40,000	33,259
Audiovisual	810,000	356,808
Microform	15,000	-
Materials repair	2,150	575
Materials refunds	10,000	2,539
Cataloging	26,000	20,359
	1,893,150	1,418,961
Equipment		
Library supplies	85,000	62,284
Postage	47,000	26,522
Printing	55,000	39,322
Automation	400,000	313,818
Equipment	100,000	280
	687,000	442,226
Administration		
Maintenance	40,000	8,890
Administrative fees	36,000	74,781
Utilities	144,000	118,557
Insurance		
Building	31,000	-
Employee medical	415,000	275,613
Professional development	58,500	50,125

(This schedule is continued on the following page.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
GENERAL GOVERNMENT (Continued)		
Administration (Continued)		
Contractual		
Maintenance services	\$ 65,000	\$ 64,202
Equipment maintenance	78,000	33,587
Miscellaneous services	45,000	91,612
Professional fees	244,000	163,758
Public programs	55,000	48,017
Other	-	3,102
Total administration	1,211,500	932,244
Personnel		
Salaries	3,800,000	3,313,273
Per capita grant	68,865	13,851
Contingency	20,000	246
Total general government	7,680,515	6,120,801
CAPITAL IMPROVEMENTS		
Various capital improvements	150,000	-
Total capital improvements	150,000	-
TOTAL EXPENDITURES	\$ 7,830,515	\$ 6,120,801

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
None	\$ -	\$ -
Total revenues	-	-
EXPENDITURES		
Capital outlay	5,324,480	-
Total expenditures	5,324,480	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,324,480)	-
OTHER FINANCING SOURCES (USES)		
Transfers in	-	696,681
Total other financing sources (uses)	-	696,681
NET CHANGE IN FUND BALANCE	\$ (5,324,480)	696,681
FUND BALANCE, JULY 1		10,143,897
FUND BALANCE, JUNE 30		\$ 10,840,578

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

June 30, 2017

	Special Revenue				
	Insurance	Audit	Illinois Municipal Retirement and Social Security	Gift and Special Trustee	Raymond Miller Memorial Trust
ASSETS					
Cash and investments	\$ 78,225	\$ 6,214	\$ 599,374	\$ 125,203	\$ 635,373
Property taxes receivable	25,784	3,995	367,857	-	-
TOTAL ASSETS	\$ 104,009	\$ 10,209	\$ 967,231	\$ 125,203	\$ 635,373
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 389	\$ -	\$ -	\$ -	\$ -
Total liabilities	389	-	-	-	-
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	50,350	7,802	718,299	-	-
Total deferred inflows of resources	50,350	7,802	718,299	-	-
Total liabilities and deferred inflows of resources	50,739	7,802	718,299	-	-
FUND BALANCES					
Nonspendable					
Working cash	-	-	-	-	-
Restricted					
Specific purpose	-	-	-	125,203	635,373
Audit	-	2,407	-	-	-
Retirement benefits	-	-	248,932	-	-
Building and equipment	-	-	-	-	-
Insurance	53,270	-	-	-	-
Total fund balances	53,270	2,407	248,932	125,203	635,373
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 104,009	\$ 10,209	\$ 967,231	\$ 125,203	\$ 635,373

Capital Projects		Permanent		
Building and Equipment	Working Cash Number One	Working Cash Number Two	Total	
\$ 388,465	\$ 131,129	\$ 457,141	\$ 2,421,124	
157,225	-	-	554,861	
\$ 545,690	\$ 131,129	\$ 457,141	\$ 2,975,985	
\$ 3,013	\$ -	\$ -	\$ 3,402	
3,013	-	-	3,402	
307,008	-	-	1,083,459	
307,008	-	-	1,083,459	
310,021	-	-	1,086,861	
-	131,129	457,141	588,270	
-	-	-	760,576	
-	-	-	2,407	
-	-	-	248,932	
235,669	-	-	235,669	
-	-	-	53,270	
235,669	131,129	457,141	1,889,124	
\$ 545,690	\$ 131,129	\$ 457,141	\$ 2,975,985	

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Special Revenue				
	Insurance	Audit	Illinois Municipal Retirement and Social Security	Gift and Special Trustee	Raymond Miller Memorial Trust
REVENUES					
Taxes	\$ 72,335	\$ 7,784	\$ 675,216	\$ -	\$ -
Miscellaneous	-	-	-	5,275	-
Total revenues	72,335	7,784	675,216	5,275	-
EXPENDITURES					
General government	55,238	11,161	623,548	-	-
Capital outlay	-	-	-	-	-
Total expenditures	55,238	11,161	623,548	-	-
NET CHANGE IN FUND BALANCES	17,097	(3,377)	51,668	5,275	-
FUND BALANCES, JULY 1	36,173	5,784	197,264	119,928	635,373
FUND BALANCES, JUNE 30	\$ 53,270	\$ 2,407	\$ 248,932	\$ 125,203	\$ 635,373

Capital Projects		Permanent		
Building and Equipment	Working Cash Number One	Working Cash Number Two	Total	
\$ 307,344	\$ -	\$ -	\$ 1,062,679	
-	-	-	5,275	
307,344	-	-	1,067,954	
-	-	-	689,947	
71,675	-	-	71,675	
71,675	-	-	761,622	
235,669	-	-	306,332	
-	131,129	457,141	1,582,792	
\$ 235,669	\$ 131,129	\$ 457,141	\$ 1,889,124	

See accompanying notes to financial statements.

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
Taxes		
Property taxes	\$ 72,505	\$ 72,335
Total revenues	72,505	72,335
EXPENDITURES		
General government		
Liability insurance, workers' compensation and unemployment compensation	74,000	55,238
Total expenditures	74,000	55,238
NET CHANGE IN FUND BALANCE	\$ (1,495)	17,097
FUND BALANCE, JULY 1		36,173
FUND BALANCE, JUNE 30		\$ 53,270

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
Taxes		
Property taxes	\$ 7,802	\$ 7,784
Total revenues	7,802	7,784
EXPENDITURES		
General government		
Audit	12,500	11,161
Total expenditures	12,500	11,161
NET CHANGE IN FUND BALANCE	\$ (4,698)	(3,377)
FUND BALANCE, JULY 1		5,784
FUND BALANCE, JUNE 30		\$ 2,407

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

ILLINOIS MUNICIPAL RETIREMENT AND SOCIAL SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
Taxes		
Property taxes	\$ 676,806	\$ 675,216
Total revenues	676,806	675,216
EXPENDITURES		
General government		
IMRF contributions and Social Security	862,000	623,548
Total expenditures	862,000	623,548
NET CHANGE IN FUND BALANCE	\$ (185,194)	51,668
FUND BALANCE, JULY 1		197,264
FUND BALANCE, JUNE 30		\$ 248,932

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

**GIFT AND SPECIAL TRUSTEE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
Miscellaneous		
Donations	\$ (119,800)	\$ 5,275
Total revenues	(119,800)	5,275
EXPENDITURES		
None	-	-
Total expenditures	-	-
NET CHANGE IN FUND BALANCE	\$ (119,800)	5,275
FUND BALANCE, JULY 1		119,928
FUND BALANCE, JUNE 30		\$ 125,203

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

**RAYMOND MILLER MEMORIAL TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
None	\$ -	\$ -
Total revenues	-	-
EXPENDITURES		
General government		
Library materials	635,363	-
Total expenditures	635,363	-
NET CHANGE IN FUND BALANCE	\$ (635,363)	-
FUND BALANCE, JULY 1		635,373
FUND BALANCE, JUNE 30		\$ 635,373

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

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

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
Taxes		
Property taxes	\$ 308,068	\$ 307,344
Total revenues	<u>308,068</u>	<u>307,344</u>
EXPENDITURES		
Capital outlay	<u>3,808,250</u>	<u>71,675</u>
Total expenditures	<u>3,808,250</u>	<u>71,675</u>
NET CHANGE IN FUND BALANCE	<u>\$ (3,500,182)</u>	235,669
FUND BALANCE, JULY 1		<u>-</u>
FUND BALANCE, JUNE 30		<u>\$ 235,669</u>

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

WORKING CASH FUND NUMBER ONE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
None	\$ -	\$ -
Total revenues	-	-
EXPENDITURES		
None	-	-
Total expenditures	-	-
NET CHANGE IN FUND BALANCE	\$ -	-
FUND BALANCE, JULY 1		131,129
FUND BALANCE, JUNE 30		\$ 131,129

(See independent auditor's report.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

**WORKING CASH FUND NUMBER TWO FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 2017

	Original and Final Appropriation	Actual
REVENUES		
None	\$ -	\$ -
Total revenues	-	-
EXPENDITURES		
None	-	-
Total expenditures	-	-
NET CHANGE IN FUND BALANCE	\$ -	-
FUND BALANCE, JULY 1		457,141
FUND BALANCE, JUNE 30		\$ 457,141

(See independent auditor's report.)

SUPPLEMENTAL DATA

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

PROPERTY TAX ASSESSED VALUATIONS, RATES, EXTENSIONS AND COLLECTIONS

Last Ten Tax Years

Tax Levy Year	2016		2015		2014		2013		2012	
ASSESSED VALUATION	\$	2,272,727,356	\$	2,195,935,555	\$	2,150,368,548	\$	2,193,257,138	\$	2,267,014,445
	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
TAX EXTENSIONS										
Corporate	0.2898	\$ 6,586,762	0.2967	\$ 6,515,525	0.3015	\$ 6,478,996	0.2822	\$ 6,190,371	0.2651	\$ 6,009,392
Insurance	0.0022	50,350	0.0033	72,507	0.0035	74,662	0.0033	73,225	0.0033	74,285
Audit	0.0003	7,802	0.0004	7,803	0.0004	8,001	0.0004	7,876	0.0002	5,095
Illinois Municipal Retirement Fund	0.0195	443,552	0.0176	386,750	0.0185	397,818	0.0178	390,145	0.0175	396,054
Social Security	0.0121	274,747	0.0132	290,068	0.0127	273,646	0.0122	268,200	0.0120	272,414
Maintenance	0.0135	307,008	0.0140	308,073	0.0120	262,461	0.0195	427,337	0.0198	448,546
TOTAL TAX EXTENSIONS	0.3374	\$ 7,670,221	0.3452	\$ 7,580,726	0.3486	\$ 7,495,584	0.3354	\$ 7,357,154	0.3179	\$ 7,205,786
TAX COLLECTIONS										
Year ended June 30, 2017		\$ 3,741,631		\$ 3,786,435		\$ -		\$ -		\$ -
Cumulative through June 30		-		3,776,345		7,443,725		7,320,089		7,164,921
TOTAL TAX COLLECTIONS		\$ 3,741,631		\$ 7,562,780		\$ 7,443,725		\$ 7,320,089		\$ 7,164,921
PERCENT COLLECTED		48.78%		99.76%		99.31%		99.50%		99.43%

(This schedule is continued on the following page.)

**ST. CHARLES PUBLIC LIBRARY DISTRICT
ST. CHARLES, ILLINOIS**

PROPERTY TAX ASSESSED VALUATIONS, RATES, EXTENSIONS AND COLLECTIONS (Continued)

Last Ten Tax Years

Tax Levy Year	2011		2010		2009		2008		2007	
ASSESSED VALUATION	\$	2,423,487,411	\$	2,576,729,953	\$	2,743,420,175	\$	2,767,599,522	\$	2,646,074,584
	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
TAX EXTENSIONS										
Corporate	0.2387	\$ 5,784,486	0.2300	\$ 5,925,332	0.2085	\$ 5,718,839	0.2046	\$ 5,658,902	0.2043	\$ 5,412,742
Insurance	0.0030	71,581	0.0015	38,627	0.0014	37,393	0.0013	37,083	0.0000	-
Audit	0.0002	4,933	0.0002	3,959	0.0001	3,656	0.0001	3,638	0.0000	-
Illinois Municipal Retirement Fund	0.0157	381,315	0.0109	278,379	0.0098	268,525	0.0096	266,102	0.0098	258,863
Social Security	0.0108	262,227	0.0075	193,183	0.0068	186,684	0.0067	184,713	0.0065	172,441
Maintenance	0.0191	461,635	0.0153	397,966	0.0149	408,994	0.0148	408,289	0.0150	396,196
TOTAL TAX EXTENSIONS	0.2875	\$ 6,966,177	0.2654	\$ 6,837,446	0.2415	\$ 6,624,091	0.2371	\$ 6,558,727	0.2356	\$ 6,240,242
TAX COLLECTIONS										
Year ended June 30, 2016	\$	-	\$	-	\$	-	\$	-	\$	-
Cumulative through June 30		<u>6,940,354</u>		<u>6,806,059</u>		<u>6,616,947</u>		<u>6,530,734</u>		<u>6,226,351</u>
TOTAL TAX COLLECTIONS	\$	<u>6,940,354</u>	\$	<u>6,806,059</u>	\$	<u>6,616,947</u>	\$	<u>6,530,734</u>	\$	<u>6,226,351</u>
PERCENT COLLECTED		<u>99.63%</u>		<u>99.54%</u>		<u>99.89%</u>		<u>99.57%</u>		<u>99.78%</u>

* Property tax rates are per \$100 of assessed valuation.

(See independent auditor's report.)