



**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2019



SIKICH.COM

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WILMETTE, ILLINOIS
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WILMETTE, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Wilmette Public Library District
Wilmette, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Wilmette Public Library District (the District) as of and for the year ended June 30, 2019, and the related notes to financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting for government-wide financial statements and cash basis of accounting for the governmental fund financial statements, as described in Note 1d; this includes determining that the modified cash basis and cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 modified cash basis financial position of the governmental activities, and the cash basis financial position of each major fund, and the aggregate remaining fund information of the Wilmette Public Library District, as of June 30, 2019, and the respective changes in modified cash/cash basis financial position for the year then ended in accordance with modified cash basis/cash basis of accounting described in Note 1d.

Basis of Accounting

We draw attention to Note 1d of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis and cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The management discussion and analysis and combining and individual fund financial statements and schedules and supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The management discussion and analysis and supplementary information have 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2018 (not presented herein) and have issued our report thereon dated November 14, 2018, which contained unmodified opinions on the respective modified cash basis financial position of the governmental activities, and the cash basis financial position of each major fund, and the aggregate remaining fund information. The comparative data for the year ended June 30, 2018 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 2018 financial statements. The individual fund financial statements have been subjected to the auditing procedures applied in the audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

Sikich LLP

Naperville, Illinois
November 15, 2019

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

Wilmette Public Library District
Management's Discussion and Analysis
For Fiscal Year Ended June 30, 2019

The discussion and analysis of the Wilmette Public Library District provides a general review of the financial activities for the year ended June 30, 2019. The information presented should be considered in conjunction with the financial statements as a whole.

Required Financial Statements

The basic financial statements are prepared using the modified-cash basis of accounting which more closely conforms to our monthly reports. These consist of three components:

- Government-wide financial statements;
- Fund financial statements;
- Notes to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide a synopsis of the District's finances.

The Statement of Net Positions presents information on all of the District's assets and liabilities arising from cash transactions adjusted for long term capital assets and depreciation expenses, with the difference reported as net positions. Over time, increases or decreases in net positions may serve as an 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 positions changed during the reported fiscal year.

Fund financial statements

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements show amounts expended to provide Library services. Funds remaining are also shown. Fund financial statements report the District's operations in more detail than the government-wide statements by providing information about the District's two major funds and the total of all other funds.

Notes to the basic financial statements

Notes to the financial statements provide additional information that is essential for a full understanding of the data in the basic financial statements. Required supplementary information consists of the Schedule of Revenues Collected, Expenditures Paid and Changes in Fund Balance - Appropriation and Actual of the General Fund and the Special Reserve Funds and more detailed data concerning the District's contributions and funding progress of the Illinois Municipal Retirement Fund.

Government-Wide Financial Analysis

Statement of Net Positions

Condensed Statement of Net Positions		
June 30, 2019	<i>Governmental Activities</i>	
	<u>2019</u>	<u>2018</u>
Current Assets		
Cash and Investments	\$15,420,271	\$15,448,365
Capital Assets, not depreciated	\$497,474	\$51,384
Capital Assets, net of depreciation	<u>\$7,842,598</u>	<u>\$8,204,334</u>
Total Assets	<u>\$23,760,343</u>	<u>\$23,704,083</u>
Liabilities		
None	\$0	\$0
Net positions:		
Net investment in capital assets	\$8,340,072	\$8,255,718
Restricted (Special Reserve and other funds)	\$6,793,944	\$6,489,748
Unrestricted	<u>\$8,626,327</u>	<u>\$8,958,617</u>
Total Net Positions	<u>\$23,760,343</u>	<u>\$23,704,083</u>

Changes in Net Positions

Change in Net Positions		
June 30, 2019	<i>Governmental Activities</i>	
	<u>2019</u>	<u>2018</u>
Revenues Collected:		
Charges for Services	\$247,519	\$252,302
Operating Grants	\$61,302	\$21,031
Property and Replacement Taxes	\$5,760,162	\$6,028,488
Investment Income	\$276,955	\$151,887
Donations	\$5,294	\$64,357
Miscellaneous	<u>\$35,695</u>	<u>\$39,193</u>
Total Revenues	<u>\$6,368,927</u>	<u>\$6,557,258</u>
Expenses Paid:		
Culture and Recreation	<u>\$6,330,667</u>	<u>\$5,859,515</u>
Total Expenses	<u>\$6,330,667</u>	<u>\$5,859,515</u>
Increase (decrease) in Net Positions	\$56,260	\$697,743

Financial Analysis

Revenues decreased slightly and Expenses increased by 8.0% in governmental activities during the fiscal year ending June 30, 2019 resulting in a increase in net positions of \$56,260.

The Wilmette Public Library District's assets exceeded liabilities by \$23,760,343 for the year ended June 30, 2019 and \$23,704,083 for the year ended June 30, 2018.

A large portion (33.0%) of the District's net positions reflects its investment in capital assets used in governmental activities. These assets cannot be liquidated for use in operations and therefore are unavailable.

A portion of the net positions is restricted for special projects. The District maintains sufficient unrestricted net positions to provide for normal Library operations in the near future. In addition, funds are available for expenses associated with periodic activities such as computer network upgrades and landscape and parking lots improvements.

General Fund Appropriation and Actual Comparison

The original appropriation was not amended during the year.

Condensed General Fund Revenues and Expenditures			
June 30, 2019			
	2019		2018
	<u>Appropriation</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Property and Replacement Taxes	\$5,040,351	\$5,316,123	\$5,577,916
Grant Income	\$68,859	\$33,859	\$21,031
Investment Income	\$90,000	\$163,475	\$91,284
Kenilworth Library Services			
Contract	\$190,123	\$198,452	\$185,516
Fines and Fees	\$62,050	\$49,067	\$66,786
Friends Donations	\$28,800	\$27,443	\$43,939
Miscellaneous	\$57,000	\$40,989	\$59,611
Total Revenues	<u>\$5,537,183</u>	<u>\$5,829,408</u>	<u>\$6,046,083</u>
Expenditures and Transfers			
Personnel Services	\$3,736,341	\$3,630,407	\$3,245,894
Patron Materials/Services	\$1,108,000	\$1,087,384	\$1,033,506
Operation	\$1,162,100	\$1,143,907	\$570,167
Contingency	-	-	-
Transfers	300,000	300,000	350,000
Total Expenditures	<u>\$6,306,441</u>	<u>\$6,161,698</u>	<u>\$5,199,567</u>
Excess (Deficiency) of Revenues			
Over Expenditures	(\$469,258)	(\$332,290)	\$846,516

Actual revenues in governmental activities exceeded budgeted revenues by \$292,225 primarily due to a slight increase in property and replacement taxes and in investment income. The District spent \$144,743 less than the appropriated amount due to savings in every category.

At the end of fiscal year 2019, the District's governmental funds reported a total balance of \$15,240,271 a decrease of \$28,094 over fiscal 2018.

Capital Assets

At the end of fiscal year 2019, Wilmette Public Library had total capital assets, net of depreciation, of \$8,340,072, invested in a large collection of library materials, computers and other electronics and the building which houses the Library operations.

Economic Factors on the District's Future

The Wilmette Public Library District is subject to the property tax caps in accordance with the state statutes. With the tax caps in place, the District is limited to the amount of increase they are able to obtain with the tax levy. In addition, the District is subject to tax rate objections and property tax assessment objections. These objections can erode the amount collected by the District with no recourse for collections. A potential decrease in the assessed valuation of property in the District may create a further decline in income.

Contact Information

This financial report is designed to provide the Wilmette Public Library District's citizens and taxpayers with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you need additional information, contact the District:

Anthony Auston, Director
Wilmette Public Library District
1242 Wilmette Avenue
Wilmette, IL 60091-2558

BASIC FINANCIAL STATEMENTS

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

June 30, 2019

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 15,420,271
Capital assets not being depreciated	497,474
Capital assets (net of accumulated depreciation)	<u>7,842,598</u>
Total assets	<u>23,760,343</u>
LIABILITIES	
None	<u>-</u>
NET POSITION	
Invested in capital assets	8,340,072
Restricted for	
Audit	6,259
Liability insurance	43,459
Endowment	37,578
Retirement (IMRF/SS)	368,596
Specific programs	183,147
Capital improvements (Special Reserve Fund)	6,154,905
Unrestricted	<u>8,626,327</u>
TOTAL NET POSITION	<u><u>\$ 23,760,343</u></u>

See accompanying notes to financial statements.

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended June 30, 2019

FUNCTIONS/PROGRAMS PRIMARY GOVERNMENT	Program Revenues				Net (Expense) Revenue and Change in Net Position
	Expenses	Charges for Services	Operating	Capital	
			Grants and Contributions	Grants and Contributions	
					Governmental Activities
Governmental Activities					
Culture and recreation	\$ 6,330,667	\$ 247,519	\$ 61,302	\$ -	\$ (6,021,846)
Total governmental activities	6,330,667	247,519	61,302	-	(6,021,846)
TOTAL PRIMARY GOVERNMENT	\$ 6,330,667	\$ 247,519	\$ 61,302	\$ -	(6,021,846)
General Revenues					
					5,709,567
					50,595
					276,955
					35,695
					5,294
					<u>6,078,106</u>
					CHANGE IN NET POSITION 56,260
					<u>NET POSITION, JULY 1 23,704,083</u>
					<u>NET POSITION, JUNE 30 \$ 23,760,343</u>

See accompanying notes to financial statements.

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS

June 30, 2019

	General	Special Reserve	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 8,809,474	\$ 6,154,905	\$ 455,892	\$ 15,420,271
TOTAL ASSETS	\$ 8,809,474	\$ 6,154,905	\$ 455,892	\$ 15,420,271
LIABILITIES AND FUND BALANCES				
LIABILITIES				
None	\$ -	\$ -	\$ -	\$ -
FUND BALANCES				
Nonspendable - endowment	-	-	37,578	37,578
Restricted				
Audit	-	-	6,259	6,259
Liability insurance	-	-	43,459	43,459
Retirement	-	-	368,596	368,596
Specific programs	183,147	-	-	183,147
Capital improvements	-	6,154,905	-	6,154,905
Unassigned				
General Fund	8,626,327	-	-	8,626,327
Total fund balances	8,809,474	6,154,905	455,892	15,420,271
TOTAL LIABILITIES AND FUND BALANCES	\$ 8,809,474	\$ 6,154,905	\$ 455,892	\$ 15,420,271

See accompanying notes to financial statements.

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**RECONCILIATION OF STATEMENT OF ASSETS, LIABILITIES, AND FUND
BALANCES - CASH BASIS - OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION - MODIFIED CASH BASIS**

June 30, 2019

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 15,420,271
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Amounts reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	<u>8,340,072</u>
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NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 23,760,343</u></u>
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See accompanying notes to financial statements.

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCES - CASH BASIS
GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2019

	General	Special Reserve	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES COLLECTED				
Property taxes	\$ 5,265,528	\$ -	\$ 444,039	\$ 5,709,567
Replacement taxes	50,595	-	-	50,595
Grant	33,859	-	-	33,859
Investment income	163,475	111,272	2,208	276,955
Kenilworth Library services contract	198,452	-	-	198,452
Fines and fees	49,067	-	-	49,067
Friends donations	27,443	-	-	27,443
Miscellaneous	40,989	-	-	40,989
 Total revenues collected	 5,829,408	 111,272	 446,247	 6,386,927
EXPENDITURES PAID				
Current				
Culture and recreation	5,861,698	-	510,974	6,372,672
Capital outlay	-	42,349	-	42,349
 Total expenditures paid	 5,861,698	 42,349	 510,974	 6,415,021
 EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	 (32,290)	 68,923	 (64,727)	 (28,094)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	300,000	-	300,000
Transfers (out)	(300,000)	-	-	(300,000)
 Total other financing sources (uses)	 (300,000)	 300,000	 -	 -
 NET CHANGE IN FUND BALANCES	 (332,290)	 368,923	 (64,727)	 (28,094)
 FUND BALANCES, JULY 1	 9,141,764	 5,785,982	 520,619	 15,448,365
 FUND BALANCES, JUNE 30	 \$ 8,809,474	 \$ 6,154,905	 \$ 455,892	 \$ 15,420,271

See accompanying notes to financial statements.

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

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

For the Year Ended June 30, 2019

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (28,094)
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	699,357
Loss on disposal of capital assets is reported in the governmental activities	(1,856)
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	<u>(613,147)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 56,260</u></u>

See accompanying notes to financial statements.

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Wilmette 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)) except for the basis of accounting described in Note 1d. 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 GAAP. 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 Friends of the Library, while a potential component unit, is not significant to the District and, therefore, has 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 category: governmental.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of restricted, committed or assigned funds (special revenue funds), the funds restricted, committed or assigned for the acquisition or construction of capital assets (capital projects funds) and management of funds held in trust that can be used for library services (permanent fund). The General Fund is used to account for all activities of the District not accounted for in some other fund. The District has no fiduciary funds.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, 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 is used to account for resources restricted 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 using the modified cash basis of accounting. The District reports capital assets and liabilities issued to acquire capital assets, not long-term operating liabilities. Revenues are recorded at the time of receipt by the District. Expenses are recorded when the funds are disbursed. Depreciation of capital assets has also been shown on the government-wide financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the cash basis of accounting. Revenues are recorded at the time of receipt by the District. Expenditures are recorded when the funds are disbursed.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased and all investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

f. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one year except for library materials. The District capitalizes all of its library materials. 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.

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	10-40
Furniture and equipment	3-20
Books and library materials	7

g. Fund Balance/Net Position

In the fund financial statements, governmental funds can report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the District. 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

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Fund Balance/Net Position (Continued)

approved by the Board of Trustees. Assigned fund balance represents 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 Director by the District Board of Trustees. Any residual General Fund fund balance is reported as unassigned. Any deficit fund balances in any other governmental funds are also reported as unassigned.

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

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net position has not been restricted by enabling legislation adopted by the District. Net investment in capital assets represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

2. DEPOSITS AND INVESTMENTS

The District categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The 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 statement of net position as cash and investments.

The District's investment policy allows the District to make deposits/invest in accordance with ILCS, namely in interest-bearing savings accounts, interest-bearing certificates of deposit, interest-bearing time deposits or any other investment constituting direct obligations of any institution as defined by the Illinois Banking Act and is insured by the Federal Depository Insurance Corporation (FDIC) and The Illinois Funds.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

It is the policy of the 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.

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 that deposits with financial institutions in excess of FDIC be collateralized with collateral held by an independent third party in the name of the District.

b. Investments

Concentration of credit risk is the risk that the District has too high a percentage of their investments invested in one type of investment. The District's investment policy does not require diversification of investment to avoid unreasonable risk.

In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds based on the time line for the funds use. Unless matched to a specific cash flow, the District will not directly invest in certificates of deposit with a maturity of greater than three years from the date of purchase.

As of June 30, 2019, 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	\$ 5,778,000	\$ 2,325,000	\$ 3,453,000	\$ -	\$ -
TOTAL	\$ 5,778,000	\$ 2,325,000	\$ 3,453,000	\$ -	\$ -

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

The District has the following recurring fair value measurements as of June 30, 2019: negotiable certificates of deposit of \$5.78 million are valued using quoted matrix pricing models (Level 2 inputs).

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 certificates of deposit.

The investment policy does not include any limitations on how much of any type of security can be held in the portfolio.

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's policy does not define procedures to reducing custodial credit risk.

3. CAPITAL ASSETS

Capital asset activity resulting from modified cash transactions for the year ended June 30, 2019 was as follows:

	Balances July 1	Increases	Decreases	Balances June 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 51,384	\$ -	\$ -	\$ 51,384
Construction in progress	-	446,090	-	446,090
Total capital assets not being depreciated	51,384	446,090	-	497,474
Capital assets being depreciated				
Buildings and improvements	13,223,074	-	-	13,223,074
Furniture and equipment	390,400	43,387	8,250	425,537
Library materials	4,940,045	209,880	232,657	4,917,268
Total capital assets being depreciated	18,553,519	253,267	240,907	18,565,879
Less accumulated depreciation for				
Buildings and building improvements	5,712,183	386,082	-	6,098,265
Furniture and equipment	359,984	12,179	6,394	365,769
Library materials	4,277,018	214,886	232,657	4,259,247
Total accumulated depreciation	10,349,185	613,147	239,051	10,723,281
Total capital assets being depreciated, net	8,204,334	(359,880)	1,856	7,842,598
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET				
	\$ 8,255,718	\$ 86,210	\$ 1,856	\$ 8,340,072

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES

Culture and recreation	<u>\$ 613,147</u>
------------------------	-------------------

4. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the government.

- The property tax lien date is January 1;
- The annual tax levy ordinance for 2018 was passed November 20, 2018;
- Property taxes are due to the County Collector in two installments, March 1 and September 1 or within 30 days of the County issuing the final property tax bills; and
- Property taxes for 2018 are normally received monthly beginning in March 2019 and generally ending by January 2020.

5. INDIVIDUAL FUND DISCLOSURES

During fiscal year 2019, the District made the following operating transfers:

Transferred To	Transferred From	Amount
Special Reserve Fund	General Fund	<u>\$ 300,000</u>
TOTAL		<u>\$ 300,000</u>

The interfund transaction between the General Fund and Special Reserve Fund was to fund current and future capital projects of the District.

6. RISK MANAGEMENT

The District is exposed to various risks of loss including, but not limited to, general liability, property casualty, workers' compensation, illnesses of employees and public officials' liability. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in the fiscal year or prior two fiscal years.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT FUND COMMITMENTS

Illinois Municipal Retirement Fund

The District's defined benefit pension plan (the 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 financial report that includes financial statements and supplementary information for the Plan as a whole but not by individual employer. That report may be obtained at www.imrf.org or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

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, 2018, IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	43
Inactive employees entitled to but not yet receiving benefits	18
Active employees	<u>51</u>
 TOTAL	 <u><u>112</u></u>

Benefits

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.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits (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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rates for the fiscal year ended June 30, 2019 was 10.28% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2018 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, 2018
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.39% to 14.25%
Interest rate	7.25%
Asset valuation method	Market value

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). 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-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

The discount rate used to measure the total pension liability at December 31, 2018 was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the 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 IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2018	\$ 12,670,488	\$ 12,611,838	\$ 58,650
Changes for the period			
Service cost	217,813	-	217,813
Interest	928,618	-	928,618
Difference between expected and actual experience	429,170	-	429,170
Changes in assumptions	320,570	-	320,570
Employer contributions	-	263,835	(263,835)
Employee contributions	-	104,237	(104,237)
Net investment income	-	(746,583)	746,583
Benefit payments and refunds	(795,646)	(795,646)	-
Administrative expense	-	-	-
Other (net transfer)	-	299,478	(299,478)
Net changes	1,100,525	(874,679)	1,975,204
BALANCES AT DECEMBER 31, 2018	\$ 13,771,013	\$ 11,737,159	\$ 2,033,854

Changes in assumptions related to salary rates, inflation rates and mortality were made since the prior measurement date.

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

For the year ended June 30, 2019, the District would recognize pension expense of \$1,541,978; however, this is not reported on the District's financial statements due to their modified cash basis of accounting as discussed in Note 1d.

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

At June 30, 2019, the District reported deferred outflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 399,144	\$ -
Changes in assumption	228,304	198,879
Net difference between projected and actual earnings on pension plan investments	810,584	-
Contributions made subsequent to the measurement date	108,904	-
TOTAL	<u>\$ 1,546,936</u>	<u>\$ 198,879</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

\$108,904 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	
2020	\$ 407,584
2021	291,425
2022	202,609
2023	<u>337,535</u>
TOTAL	<u>\$ 1,239,153</u>

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the District calculated using the discount rate of 7.25% 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 (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 3,459,590	\$ 2,033,854	\$ 827,499

The net pension liability, deferred outflows of resources and deferred inflows of resources are not reported on the District's financial statements on the modified cash basis of accounting as discussed in Note 1d.

8. OPERATING LEASES

The District is committed under various leases for copiers and postage equipment. The leases are considered for accounting purposes to be operating leases. Lease expenditures for the year ended June 30, 2019 amounted to \$1,512. Future minimum lease payments for this lease are as follows:

<u>Year Ending June 30,</u>	
2020	\$ 1,512
2021	1,512
TOTAL	\$ 3,024

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. JOINTLY GOVERNED ORGANIZATION

The District participates in Cooperative Computer Services (CCS). CCS is an intergovernmental entity formed by library members of the North Suburban Library System and exists to administer a jointly owned integrated library automation system. CCS's governing board is comprised of one member from each participating library. No participant has any obligation, entitlement or residual interest in CCS. In order to terminate membership in CCS, member libraries must provide one-year notice of termination. The District's expenditures to CCS for the year ended June 30, 2019 were \$71,120.

10. KENILWORTH CONTRACT

The Kenilworth Public Library District entered into a contract with the District and the Winnetka-Northfield Public Library District to pay for services provided to Kenilworth District residents. The amounts to be paid are based on an agreed-upon amount, adjusted for inflation, divided between the two libraries based on their proportion of circulation.

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the District provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. Additionally, the total OPEB liability, deferred outflows of resources and deferred inflows of resources are not reported on the District's financial statements on the modified cash basis of accounting as discussed in Note 1d.

The following are the summary results from the District's actuarial valuation performed as of June 30, 2018 (most recent data available).

Liabilities	\$	54,357
Deferred outflows of resources		319
Deferred inflows of resources		510
Total OPEB expense		5,002

WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Benefits Provided

The District provides OPEB and life insurance benefits to its retirees. To be eligible for benefits, the employee must qualify for retirement under the District's retirement plan. The retirees pay 100% of the average employer group cost.

c. Membership

At June 30, 2018 (most recent data available), membership consisted of:

Retirees and beneficiaries currently receiving benefits	-
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>26</u>
 TOTAL	 <u><u>26</u></u>
 Participating employers	 <u>1</u>

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

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL -
CASH BASIS - GENERAL FUND

For the Year Ended June 30, 2019
(with comparative actual)

	<u>2019</u>		<u>2018</u>
	<u>Original and Final Appropriations</u>	<u>Actual</u>	<u>Actual</u>
REVENUES COLLECTED			
Property taxes	\$ 4,995,351	\$ 5,265,528	\$ 5,531,148
Replacement taxes	45,000	50,595	46,768
Grant	68,859	33,859	21,031
Investment income	90,000	163,475	91,284
Kenilworth Library services contract	190,123	198,452	185,516
Fines and fees	62,050	49,067	66,786
Friends donations	28,800	27,443	43,939
Miscellaneous			
Gifts	22,000	5,294	20,418
Insurance dividend	-	487	-
Other	35,000	35,208	39,193
Total revenues collected	<u>5,537,183</u>	<u>5,829,408</u>	<u>6,046,083</u>
EXPENDITURES PAID			
Current			
Culture and recreation			
Personnel services	3,736,341	3,630,407	3,245,894
Patron materials/services	1,108,000	1,087,384	1,033,506
Operation	1,162,100	1,143,907	570,167
Total expenditures paid	<u>6,006,441</u>	<u>5,861,698</u>	<u>4,849,567</u>
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID			
	<u>(469,258)</u>	<u>(32,290)</u>	<u>1,196,516</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(300,000)</u>	<u>(300,000)</u>	<u>(350,000)</u>
Total other financing sources (uses)	<u>(300,000)</u>	<u>(300,000)</u>	<u>(350,000)</u>
NET CHANGE IN FUND BALANCE			
	<u>\$ (769,258)</u>	<u>(332,290)</u>	<u>846,516</u>
FUND BALANCE, JULY 1			
		<u>9,141,764</u>	<u>8,295,248</u>
FUND BALANCE, JUNE 30			
		<u>\$ 8,809,474</u>	<u>\$ 9,141,764</u>

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

NOTES TO SUPPLEMENTARY INFORMATION

June 30, 2019

BUDGETS

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 for all funds, except for the Endowment Fund.
2. Budget hearings are conducted.
3. The budget is legally enacted through passage of an ordinance.
4. The budget may be amended by the Board of Trustees. No supplemental appropriations were adopted by the Board of Trustees in the current fiscal year.
5. Budgets are adopted on the modified cash basis.
6. The level of control (level at which expenditures/expenses may not exceed appropriations) is the fund level. All appropriations lapse at year end.
7. The following funds had an excess of actual expenditures over budget for the year ended June 30, 2019:

<u>Fund</u>	<u>Excess</u>
Retirement	\$ 3,328

MAJOR GOVERNMENTAL FUNDS

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

SCHEDULE OF EXPENDITURES PAID - APPROPRIATION AND ACTUAL -
CASH BASIS - GENERAL FUND

For the Year Ended June 30, 2019
(with comparative actual)

	2019		Actual	2018 Actual
	Original Appropriation	Final Appropriation		
PERSONNEL SERVICES				
Salaries				
Librarian	\$ 1,503,528	\$ 1,503,528	\$ 1,354,561	\$ 1,238,898
Nonlibrarian	1,424,273	1,424,273	1,435,474	1,268,649
Custodial	190,740	190,740	200,099	176,399
Professional memberships	6,500	6,500	6,195	5,914
Registrations	8,000	8,000	6,042	5,408
Travel - mileage	20,000	20,000	6,625	15,112
Staff development	35,000	35,000	28,273	27,439
Insurance - employee	548,300	605,800	593,138	508,075
	<hr/>			
Total personnel services	3,736,341	3,793,841	3,630,407	3,245,894
	<hr/>			
PATRON MATERIALS/SERVICES				
Books and continuations	329,500	333,000	346,669	315,891
Audio visual materials	115,000	115,000	101,711	101,607
Periodicals	58,500	58,500	42,473	47,479
Electronic resources	339,000	364,000	374,982	329,242
Computer software	14,000	14,000	11,765	13,890
Electronic service providers	115,000	115,000	111,919	97,803
Programming	40,000	40,000	18,791	23,912
Friends purchases	28,800	36,800	36,582	39,674
Web design	7,000	7,000	1,314	9,111
Newsletter	41,200	41,200	28,636	34,655
Promotion	20,000	20,000	11,342	17,966
Grant expenses	-	1,200	1,200	2,276
	<hr/>			
Total patron materials/services	1,108,000	1,145,700	1,087,384	1,033,506
	<hr/>			
OPERATION				
Accounting	16,000	16,000	10,478	11,948
Professional fees	20,000	20,000	19,036	33,581
Library supplies	35,000	35,000	18,003	14,452
Office supplies	45,000	45,000	38,283	43,918
Copiers	28,000	31,000	30,724	29,020
Printing	11,000	11,000	2,118	8,118
Postage and shipping	6,000	6,600	6,509	4,807

(This schedule is continued on the following page.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

SCHEDULE OF EXPENDITURES PAID - APPROPRIATION AND ACTUAL -
CASH BASIS - GENERAL FUND (Continued)

For the Year Ended June 30, 2019
(with comparative actual)

	2019			2018
	Original Appropriation	Final Appropriation	Actual	Actual
OPERATION (Continued)				
Telephone	\$ 13,000	\$ 13,000	\$ 10,485	\$ 10,126
Equipment/furniture/computers	125,000	125,000	72,376	88,298
Equipment/computer maintenance	122,000	123,750	123,642	71,773
Insurance - property/casualty	25,000	25,000	11,000	16,552
Building improvements	20,000	20,000	12,151	355
Building supplies	24,000	27,000	26,432	19,076
Building maintenance	85,000	85,000	70,739	62,179
Building maintenance contracts	100,000	100,000	95,984	91,201
Grounds maintenance	45,000	45,000	18,378	30,288
Outdoor renovation project	-	-	538,691	-
Parking lot rental	12,000	12,800	12,740	11,400
Miscellaneous	9,100	9,100	8,696	6,023
Contingency	400,000	295,650	-	-
Utilities	21,000	21,000	17,442	17,052
Total operation	1,162,100	1,066,900	1,143,907	570,167
TOTAL EXPENDITURES PAID	\$ 6,006,441	\$ 6,006,441	\$ 5,861,698	\$ 4,849,567

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - CASH BASIS
SPECIAL RESERVE FUND**

For the Year Ended June 30, 2019
(with comparative actual)

	2019		2018
	Original and Final Appropriations	Actual	Actual
REVENUES COLLECTED			
Investment income	\$ -	\$ 111,272	\$ 60,226
Total revenues collected	-	111,272	60,226
EXPENDITURES PAID			
Current			
Capital outlay	6,000,000	42,349	122,141
Total expenditures paid	6,000,000	42,349	122,141
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	(6,000,000)	68,923	(61,915)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	300,000	350,000
Total other financing sources (uses)	-	300,000	350,000
NET CHANGE IN FUND BALANCE	\$ (6,000,000)	368,923	288,085
FUND BALANCE, JULY 1		5,785,982	5,497,897
FUND BALANCE, JUNE 30		\$ 6,154,905	\$ 5,785,982

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2019

	Special Revenue				Total
	Retirement	Audit	Liability Insurance	Permanent Endowment	
ASSETS					
Cash and investments	\$ 368,596	\$ 6,259	\$ 43,459	\$ 37,578	\$ 455,892
TOTAL ASSETS	\$ 368,596	\$ 6,259	\$ 43,459	\$ 37,578	\$ 455,892
LIABILITIES AND FUND BALANCES					
LIABILITIES					
None	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	-	-	-	-	-
FUND BALANCES					
Nonspendable - endowment	-	-	-	37,578	37,578
Restricted					
Audit	-	6,259	-	-	6,259
Liability insurance	-	-	43,459	-	43,459
Retirement	368,596	-	-	-	368,596
Total fund balances	368,596	6,259	43,459	37,578	455,892
TOTAL LIABILITIES AND FUND BALANCES	\$ 368,596	\$ 6,259	\$ 43,459	\$ 37,578	\$ 455,892

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCES - CASH BASIS
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2019

	<u>Special Revenue</u>				Total
	Retirement	Audit	Liability Insurance	Permanent Endowment	
REVENUES COLLECTED					
Property taxes	\$ 400,035	\$ 9,001	\$ 35,003	\$ -	\$ 444,039
Investment income	1,841	-	-	367	2,208
Total revenues collected	401,876	9,001	35,003	367	446,247
EXPENDITURES PAID					
Current					
Culture and recreation					
Fringe benefits					
IMRF	249,946	-	-	-	249,946
FICA	221,382	-	-	-	221,382
Liability insurance	-	-	13,101	-	13,101
Unemployment insurance	-	-	16,674	-	16,674
Audit	-	9,837	-	-	9,837
Miscellaneous	-	-	-	34	34
Total expenditures paid	471,328	9,837	29,775	34	510,974
NET CHANGE IN FUND BALANCES	(69,452)	(836)	5,228	333	(64,727)
FUND BALANCES, JULY 1	438,048	7,095	38,231	37,245	520,619
FUND BALANCES, JUNE 30	\$ 368,596	\$ 6,259	\$ 43,459	\$ 37,578	\$ 455,892

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL -
CASH BASIS - RETIREMENT FUND**

For the Year Ended June 30, 2019
(with comparative actual)

	2019		2018
	Original and Final Appropriation	Actual	Actual
REVENUES COLLECTED			
Property taxes	\$ 390,000	\$ 400,035	\$ 405,921
Investment income	-	1,841	339
Total revenues collected	390,000	401,876	406,260
EXPENDITURES PAID			
Current			
Culture and recreation			
Personnel services			
Fringe benefits			
IMRF	468,000	249,946	242,019
FICA	-	221,382	199,376
Total expenditures paid	468,000	471,328	441,395
NET CHANGE IN FUND BALANCE	\$ (78,000)	(69,452)	(35,135)
FUND BALANCE, JULY 1		438,048	473,183
FUND BALANCE, JUNE 30		\$ 368,596	\$ 438,048

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL -
CASH BASIS - AUDIT FUND**

For the Year Ended June 30, 2019
(with comparative actual)

	2019		2018
	Original and Final Appropriation	Actual	Actual
REVENUES COLLECTED			
Property taxes	\$ 8,775	\$ 9,001	\$ 9,133
Total revenues collected	8,775	9,001	9,133
EXPENDITURES PAID			
Current			
Culture and recreation			
Miscellaneous			
Audit	10,000	9,837	9,550
Total expenditures paid	10,000	9,837	9,550
NET CHANGE IN FUND BALANCE	\$ (1,225)	(836)	(417)
FUND BALANCE, JULY 1		7,095	7,512
FUND BALANCE, JUNE 30		\$ 6,259	\$ 7,095

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL -
CASH BASIS - LIABILITY INSURANCE FUND**

For the Year Ended June 30, 2019
(with comparative actual)

	2019		2018
	Original and Final Appropriation	Actual	Actual
REVENUES COLLECTED			
Property taxes	\$ 34,125	\$ 35,003	\$ 35,518
Total revenues collected	34,125	35,003	35,518
EXPENDITURES PAID			
Current			
Culture and recreation			
Fringe benefits			
Liability insurance	40,000	13,101	19,806
Unemployment insurance	-	16,674	17,759
Total expenditures paid	40,000	29,775	37,565
NET CHANGE IN FUND BALANCE	\$ (5,875)	5,228	(2,047)
FUND BALANCE, JULY 1		38,231	40,278
FUND BALANCE, JUNE 30		\$ 43,459	\$ 38,231

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID
AND CHANGES IN FUND BALANCE - CASH BASIS - ENDOWMENT FUND**

For the Year Ended June 30, 2019
(with comparative actual)

	2019	2018
	Actual	Actual
REVENUES COLLECTED		
Investment income	\$ 367	\$ 38
Total revenues collected	367	38
EXPENDITURES PAID		
Current		
Culture and recreation		
Miscellaneous	34	33
Total expenditures paid	34	33
NET CHANGE IN FUND BALANCE	333	5
FUND BALANCE, JULY 1	37,245	37,240
FUND BALANCE, JUNE 30	\$ 37,578	\$ 37,245

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

PROPERTY TAX ASSESSED VALUATIONS, RATES,
EXTENSIONS AND COLLECTIONS

Last Ten Levy Years

TAX LEVY YEAR	2018		2017		2016		2015		2014	
ASSESSED VALUATION	\$	1,900,968,654	\$	1,961,313,130	\$	1,922,332,036	\$	1,540,264,790	\$	1,583,111,678
	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
TAX EXTENSIONS										
General	0.2707	\$ 5,145,212	0.2791	\$ 5,473,629	0.2920	\$ 5,613,979	0.3612	\$ 5,563,200	0.3487	\$ 5,519,541
IMRF	0.0130	247,200	0.0126	247,200	0.0129	247,200	0.0128	197,760	0.0172	271,920
FICA	0.0081	154,500	0.0079	154,500	0.0086	164,800	0.0166	255,440	0.0115	181,280
Liability insurance	0.0018	35,149	0.0018	35,149	0.0019	36,050	0.0030	46,350	0.0029	46,350
Audit	0.0005	9,038	0.0050	9,038	0.0005	9,270	0.0006	8,549	0.0005	8,549
TOTAL TAX EXTENSIONS	0.2941	\$ 5,591,099	0.3064	\$ 5,919,516	0.3159	\$ 6,071,299	0.3942	\$ 6,071,299	0.3808	\$ 6,027,640
TOTAL TAX COLLECTIONS		<u>\$ 3,161,541</u>		<u>\$ 5,816,322</u>		<u>\$ 5,932,416</u>		<u>\$ 6,091,734</u>		<u>\$ 5,948,702</u>
PERCENT COLLECTED		<u>56.55%</u>		<u>98.26%</u>		<u>97.71%</u>		<u>100.34%</u>		<u>98.69%</u>

(This schedule is continued on the following page.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

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

Last Ten Levy Years

TAX LEVY YEAR	2013		2012		2011		2010		2009	
ASSESSED VALUATION	\$	1,559,393,904	\$	1,733,948,674	\$	1,868,468,004	\$	2,078,041,264	\$	2,326,682,126
	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
TAX EXTENSIONS										
General	0.3474	\$ 5,417,334	0.3068	\$ 5,139,550	0.2768	\$ 5,171,990	0.2430	\$ 5,049,730	0.2129	\$ 4,952,493
IMRF	0.0169	263,537	0.0138	239,259	0.0006	10,300	0.0124	258,273	0.0071	166,304
FICA	0.0122	190,246	0.0100	173,256	0.0215	402,215	0.0086	179,478	0.0072	168,446
Liability insurance	0.0037	57,697	0.0030	51,500	0.0025	46,350	0.0015	30,900	0.0018	41,200
Audit	0.0006	9,356	0.0005	8,858	0.0005	8,858	0.0002	5,150	0.0002	5,150
TOTAL TAX EXTENSIONS	0.3808	\$ 5,938,170	0.3341	\$ 5,612,423	0.3019	\$ 5,639,713	0.2657	\$ 5,523,531	0.2292	\$ 5,333,593
TOTAL TAX COLLECTIONS		<u>\$ 5,771,752</u>		<u>\$ 5,610,642</u>		<u>\$ 5,557,633</u>		<u>\$ 5,449,491</u>		<u>\$ 5,252,554</u>
PERCENT COLLECTED		<u>97.20%</u>		<u>99.97%</u>		<u>98.54%</u>		<u>98.66%</u>		<u>98.48%</u>

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

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

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

Last Four Fiscal Years

FISCAL YEAR ENDED JUNE 30,	2015	2016	2017	2018	2019
Actuarially determined contribution	\$ 244,487	\$ 248,140	\$ 242,530	\$ 242,018	\$ 249,946
Contributions in relation to the actuarially determined contribution	244,487	248,140	242,530	242,018	249,946
CONTRIBUTION DEFICIENCY (EXCESS)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 1,980,561	\$ 2,064,161	\$ 2,044,912	\$ 2,146,702	\$ 2,431,018
Contributions as a percentage of covered payroll	12.34%	12.02%	11.86%	11.27%	10.28%

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 entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 25 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 3.50% 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 available.

(See independent auditor's report.)

**WILMETTE PUBLIC LIBRARY DISTRICT
WILMETTE, ILLINOIS**

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

Last Four Calendar Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016	2017	2018
TOTAL PENSION LIABILITY					
Service cost	\$ 221,975	\$ 223,722	\$ 224,722	\$ 230,400	\$ 217,813
Interest	789,283	864,059	881,555	920,306	928,618
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	10,152	(198,907)	96,893	194,285	429,170
Changes of assumptions	653,312	12,088	(37,758)	(458,226)	320,570
Benefit payments, including refunds of member contributions	(645,909)	(649,641)	(653,929)	(743,635)	(795,646)
Net change in total pension liability	1,028,813	251,321	511,483	143,130	1,100,525
Total pension liability - beginning	10,735,741	11,764,554	12,015,875	12,527,358	12,670,488
TOTAL PENSION LIABILITY - ENDING	\$ 11,764,554	\$ 12,015,875	\$ 12,527,358	\$ 12,670,488	\$ 13,771,013
PLAN FIDUCIARY NET POSITION					
Contributions - employer	\$ 245,788	\$ 238,069	\$ 254,528	\$ 234,556	\$ 263,835
Contributions - member	100,484	90,708	109,923	92,996	104,237
Net investment income	630,484	53,037	730,139	2,002,380	(746,583)
Benefit payments, including refunds of member contributions	(645,909)	(649,641)	(653,929)	(743,635)	(795,646)
Other	(48,545)	94,607	112,377	(122,208)	299,478
Net change in plan fiduciary net position	282,302	(173,220)	553,038	1,464,089	(874,679)
Plan fiduciary net position - beginning	10,485,629	10,767,931	10,594,711	11,147,749	12,611,838
PLAN FIDUCIARY NET POSITION - ENDING	\$ 10,767,931	\$ 10,594,711	\$ 11,147,749	\$ 12,611,838	\$ 11,737,159
EMPLOYER'S NET PENSION LIABILITY					
Plan fiduciary net position as a percentage of the total pension liability	91.50%	88.20%	89.00%	99.50%	85.20%
Covered payroll	\$ 1,958,000	\$ 1,997,222	\$ 2,076,076	\$ 2,066,571	\$ 2,316,376
Employer's net pension liability as a percentage of covered payroll	50.90%	71.20%	66.50%	2.80%	87.80%

In 2018, changes in assumptions related to the discount rate were made since the prior measurement date.

In 2017, changes in assumptions related to salary rates, inflation rates and mortality 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 available.

(See independent auditor's report.)