

**Gail Borden Public Library District  
(Located within the State of Illinois)**

**Annual Financial Report**

**For the Year Ended June 30, 2020**

**(with Independent Auditor's Report thereon)**

## Table of Contents

Independent Auditor’s Report .....	1-2
Management’s Discussion and Analysis .....	3-8
<u>Basic Financial Statements</u>	
Government-Wide Financial Statements:	
Statement of Net Position .....	9
Statement of Activities .....	10
Fund Financial Statements:	
Balance Sheets – Governmental Funds .....	11
Reconciliation of Total Governmental Fund Balance To Net Position of Governmental Activities .....	12
Statements of Revenues, Expenditures, and Changes In Fund Balances – Governmental Activities.....	13
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities .....	14
Notes to Financial Statements .....	15-29
<u>Required Supplementary Information</u>	
Budgetary Comparison Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund .....	30
Budgetary Comparison Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Bond and Interest Fund.....	31
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios – Illinois Municipal Retirement Fund.....	32
Multiyear Schedule of Contributions – Illinois Municipal Retirement Fund.....	33
Notes to Required Supplementary Information.....	34-35
<u>Supplementary Information</u>	
Balance Sheets – Other Governmental Funds .....	36

Statements of Revenues, Expenditures, and Changes in Fund Balances – Other Governmental Funds.....	37
Illinois Municipal Retirement Fund – Statement of Revenues, Expenditures (and Comparison with Budget), and Changes in Fund Balance .....	38
Social Security Fund – Statement of Revenues, Expenditures (and Comparison with Budget), and Changes in Fund Balance .....	39
Liability Insurance Fund – Statement of Revenues, Expenditures (and Comparison with Budget), and Changes in Fund Balance .....	40
Audit Fund – Statement of Revenues, Expenditures (and Comparison With Budget), and Changes in Fund Balance .....	41
Building and Equipment Fund – Statement of Revenues, Expenditures (and Comparison with Budget), and Changes in Fund Balance .....	42
Building Reserve Fund – Statement of Revenues, Expenditures (and Comparison with Budget), and Changes in Fund Balance .....	43
Gift Fund – Statement of Revenues, Expenditures (and Comparison with Budget), and Changes in Fund Balance .....	44
<u>Additional Supplementary Information</u>	
Assessed Valuation and Tax Rates .....	45
Property Tax Collections by Year .....	46

## Independent Auditor's Report

To the Board of Trustees of  
Gail Borden Public Library District  
Elgin, Illinois 60120

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Gail Borden Public Library District (the "District") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material 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 entity'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 entity'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, each major fund, and the aggregate remaining fund information of the Gail Borden Public Library District as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that required supplementary information, as listed in the table of contents, 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. The combining and individual nonmajor fund financial statements and additional supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information, as listed in the table of contents, is 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 nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The additional supplementary information on pages 45-46 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.

*Tighe Kress & Orr, PC*

Tighe, Kress, & Orr, P.C.  
Elgin, Illinois  
October 5, 2020

**Gail Borden Public Library District  
Management's Discussion and Analysis  
For the Year Ended June 30, 2020**

The management discussion and analysis of the Gail Borden Public Library District's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2020. Please review it in conjunction with the District's basic financial statements, which begin on page 9.

**Financial Highlights**

Total net position decreased \$2,023,073, which represents a 5.2 percent decrease from 2019. General revenues accounted for \$15,606,331 in revenues or 95.8 percent of all revenues. Program specific revenues in the form of charges for services and operating grants accounted for \$685,506 or 4.2 percent of all revenues. The District had \$18,314,910 in expenses related to governmental activities with \$685,506 in program revenues to cover the cost of those programs. The excess expenses were paid by general revenue.

**Government-wide Financial Statements** (found on pages 9 and 10 of this report) – The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in the net position may serve as a useful indicator of whether the financial position of the District's 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 time of related cash flows. Thus, revenues and expenditures are reported in this statement of some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish the function of the District that is principally supported by taxes.

**Fund Financial Statements** (found on pages 11 and 13 of this report) – A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local districts, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are 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 in flows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

**Gail Borden Public Library District  
Management's Discussion and Analysis  
For the Year Ended June 30, 2020**

These two statements report the District's net position and changes in them. You can think of the District's net position, the difference between assets and deferred outflows (what the District owns), and liabilities and deferred inflows (what the District owes) as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the District's jurisdiction, the availability of capital projects and continuing local government support to assess the overall health of the District.

### Reporting the District's Most Significant Funds

#### Fund Financial Statements

Our analysis of the District's major funds begins on page 6. The fund financial statements begin on page 11 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. However, the Board of Trustees establishes other funds to help control and manage money for particular purposes (ex. Capital projects fund). The District only has governmental funds.

#### Major Funds

- General
- Bond and interest

**Governmental Funds:** The District's services are reported in governmental funds, which focus on how money flows into and out of those funds, and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation following the fund financial statements.

**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 can be found on pages 15 to 29 of this report.

**Required supplementary information:** This report also presents budgetary comparison information for all major funds, and multiyear schedules for the net pension liability and related schedule of contributions, which can be found on pages 30-35 of this report.

**Supplementary information:** In addition to the basic financial statements and the accompanying notes, this report also presents combining and individual fund statements and schedules which can be found on pages 36 to 44 of this report.

**Gail Borden Public Library District  
Management's Discussion and Analysis  
For the Year Ended June 30, 2020**

Additional supplementary information: This report also presents a 10-year schedule of assessed valuations for the District, and the property tax collections for each of these years. This information can be found on pages 45 and 46 of this report.

**The District as a Whole**

The District's total net position decreased from a year ago, from 39.2 million to 36.8 million. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the District's governmental activities.

Table 1  
Statement of Net Position Fiscal years ended June 30, 2020 and 2019  
(in millions)

	<u>2020</u>	<u>2019</u>		<u>2020</u>	<u>2019</u>
Current and other assets	\$ 17.9	\$ 18.0	Net position:		
Long-term receivables	3.1	5.7	Net invested in capital		
Capital assets	<u>27.1</u>	<u>28.5</u>	assets	\$ 21.2	\$ 20.1
Total assets	<u>48.1</u>	<u>52.2</u>	Restricted	1.7	1.6
Deferred outflows of resources	<u>1.5</u>	<u>4.3</u>	Unrestricted	14.3	17.5
Total Assets and Deferred			Total Net Position	<u>\$ 37.2</u>	<u>\$ 39.2</u>
Outflows of Resources	<u>\$ 49.6</u>	<u>\$ 56.5</u>			
Other liabilities	\$ 3.6	\$ 3.2			
Long-term obligations	7.4	12.3			
Deferred inflow of resources	<u>1.4</u>	<u>1.8</u>			
Total Liabilities and					
Deferred Inflow of Resources	<u>\$ 12.4</u>	<u>\$ 17.3</u>			

Net position of the District's activities decreased 5.2 percent or \$2,023,073 primarily due to depreciation expense associated with fixed assets, the disposal of a large amount of book materials during the year, and a large bond principal payment. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, decreased \$3,174,567 during the year.

Table 2 compares the 2020 change in net position to the 2019 change in net position.



**Gail Borden Public Library District  
Management's Discussion and Analysis  
For the Year Ended June 30, 2020**

Table 2  
Changes in Net Position for 2020  
Compared with 2019 Activity  
(in thousands)

	<u>2020</u>	<u>2019</u>	<u>Change</u>
Program Revenues:			
Charges for services	\$ 313.4	\$ 414.7	\$ (101.3)
Capital grants	372.1	367.7	4.4
General Revenues:			
General revenues	<u>15,606.3</u>	<u>15,317.3</u>	<u>289.0</u>
Total Revenues	<u>16,291.8</u>	<u>16,099.7</u>	<u>192.1</u>
Program Expenses			
General government	18,260.8	17,471.1	789.7
Interest of long-term debt	<u>54.1</u>	<u>152.5</u>	<u>(98.4)</u>
Total Expenses	<u>18,314.9</u>	<u>17,623.6</u>	<u>691.3</u>
Increase (decrease) in Net Position	<u>\$ (2,023.1)</u>	<u>\$ (1,523.9)</u>	<u>\$ (499.2)</u>

**The District's Funds**

Table 3 presents the fund balances of the individual major funds and total non-major funds and an analysis of significant changes in the fund balances.

Table 3  
Changes in Year End Fund Balance  
(in thousands)

	<u>2020</u>	<u>2019</u>	<u>Change</u>
General	\$ 5,753.2	\$ 5,979.1	\$ (225.9)
Bonds and interest	1,412.3	1,357.1	55.2
Nonmajor funds	<u>1,789.8</u>	<u>2,308.0</u>	<u>(518.2)</u>
Total Governmental balances	<u>\$ 8,955.3</u>	<u>\$ 9,644.2</u>	<u>\$ (688.9)</u>

**Gail Borden Public Library District  
Management's Discussion and Analysis  
For the Year Ended June 30, 2020**

Table 4  
Total Governmental Fund Revenues  
(in thousands)

<u>Revenue Source</u>	<u>2019</u>	<u>2020</u>	<u>Percent of total</u>	<u>Increase (decrease) over 2019</u>	<u>Percentage Change over 2019</u>
Intergovernmental	\$ 14,733.7	\$ 15,139.8	94.4%	406.1	2.8%
Charges for services	414.7	313.4	2.0%	-101.3	-24.4%
Investment earnings	155.8	127.1	0.8%	-28.7	-18.4%
Grants and donations	367.7	372.1	2.3%	4.4	1.2%
Other	170.1	77.9	0.5%	-92.2	-54.2%
Total	<u>\$ 15,842.0</u>	<u>\$ 16,030.3</u>	<u>100.0%</u>	<u>188.3</u>	

**Capital Assets**

The District's capital assets for its governmental activities as of June 30, 2020, amounts to \$27,058,501 (net of accumulated depreciation). The investment in capital assets includes land, buildings, equipment, computers, and book and library materials. The total decrease in District's capital assets for the current fiscal year was 5.0%. The decrease was due to the District disposing of more capital assets than they acquired this year.

For more detail on capital assets please refer to note 4 to the financial statements.

**Long-Term Debt**

The District has several general obligation bond and debt certificates with due dates ranging from 2020 through 2027. The District made principal payments of \$2,505,000 on current portions of bonds and debt certificates due during the year. Interest expense was \$206,487 for the year ended June 30, 2020. For more detail on long term debt please refer to notes 5 and 6 to the financial statements.

**Gail Borden Public Library District  
Management's Discussion and Analysis  
For the Year Ended June 30, 2020**

**Budgetary Highlights**

Following is a comparison of the actual and budgeted items for the General Fund.

Table 5  
Final Budget versus Actual Results  
General Fund  
(in thousands)

	Final Budget	Actual	Variance
<b>Revenues</b>			
Intergovernmental	\$ 10,622.0	\$ 10,511.9	\$ (110.1)
Charges for services	360.0	313.4	(46.6)
Investment earnings	104.0	85.8	(18.2)
Grants and donations	281.0	220.7	(60.3)
All other	200.0	77.8	(122.2)
Total General Government	\$ 11,567.0	\$ 11,209.6	\$ (357.4)
<b>Expenses</b>	14,533.0	11,435.7	3,097.3

The variance in revenues compared to the budget resulted from levying less than budgeted for property taxes and donations being lower than budgeted for the year ended June 30, 2020. The variance in expenditures resulted from the containment of costs, specifically in areas of personnel services, contingency and capital outlay.

**Request for Information**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to Gail Borden Public Library District, 270 North Grove, Elgin, Illinois 60120.

## **Basic Financial Statements**

**Gail Borden Public Library District  
Statement of Net Position  
June 30, 2020**

<b>Assets and Deferred Outflow of Resources</b>	
<b>Current Assets:</b>	
Cash and cash equivalents	\$ 6,560,255
Property tax receivable	8,509,567
Other receivables	232,064
Prepaid expenses	20,732
Current portion of long-term receivables	<u>2,595,000</u>
Total Current Assets	<u>17,917,618</u>
<b>Non-Current Assets:</b>	
Long-term receivables-amount to be provided for payment of general obligation bonds	3,129,179
Land, buildings and equipment net of accumulated depreciation of \$16,775,042	<u>27,058,501</u>
Total Non-Current Assets	<u>30,187,680</u>
Total Assets	<u>48,105,298</u>
<b>Deferred Outflows of Resources</b>	1,537,623
Total Assets and Deferred Outflow of Resources	<u>\$ 49,642,921</u>
<b>Liabilities, Deferred Inflow of Resources, and Net Position</b>	
<b>Current Liabilities:</b>	
Accounts payable	\$ 320,656
Accrued expenses, including accrued interest of \$6,600	220,760
Checks in excess	36,825
Compensated absences	435,139
Current portion of long-term debt	<u>2,595,000</u>
Total Current Liabilities	<u>3,608,380</u>
<b>Non-Current Liabilities:</b>	
General obligation bonds payable, net of current portion of long-term debt, including bond premium of \$160,821	2,344,179
Debt Certificates payable, net of current portion of long-term debt	785,000
Net pension liability	<u>4,339,481</u>
Total Non-Current Liabilities	<u>7,468,660</u>
Total Liabilities	<u>11,077,040</u>
<b>Deferred Inflow of Resources</b>	1,393,405
Total Liabilities and Deferred Inflow of Resources	<u>\$ 12,470,445</u>
<b>Net Position:</b>	
Net invested in capital assets	\$ 21,173,501
Restricted for:	
Debt service	1,412,345
District's audit cost	3,287
Insurance premium	33,520
Other purpose	20,732
Retirement fund obligations	143,697
Social security tax obligations	71,520
Unrestricted:	<u>14,313,874</u>
Total Net Position	<u>\$ 37,172,476</u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements

**Gail Borden Public Library District  
Statement of Activities  
For the Year Ended June 30, 2020**

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net Revenue and Changes in Net Position
<b>Primary Governments:</b>					
General government activities	\$ 18,260,751	\$ 313,363	\$ 372,143	\$ -	\$ (17,575,245)
Interest on long-term debt	54,159	-	-	-	(54,159)
<b>Total Primary Government</b>	<b>\$ 18,314,910</b>	<b>\$ 313,363</b>	<b>\$ 372,143</b>	<b>\$ -</b>	<b>\$ (17,629,404)</b>
 <b>General Revenues:</b>					
Property taxes					15,231,287
Replacement taxes					170,049
Interest income					127,070
Developer fees					65,913
Miscellaneous					12,012
<b>Total General Revenues</b>					<b>15,606,331</b>
Change in Net Position					(2,023,073)
Net Position-Beginning					39,195,549
Net Position-Ending					<b>\$ 37,172,476</b>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements

**Gail Borden Public Library District  
Balance Sheets - Governmental Funds  
June 30, 2020**

	<u>General</u>	<u>Bond and</u>	<u>Other</u>	<u>Total</u>
	<u>Fund</u>	<u>Interest</u>	<u>Government</u>	<u>Government</u>
<b>Assets</b>		<b>Fund</b>	<b>Funds</b>	<b>Funds</b>
Cash and cash equivalents	\$ 4,198,963	\$ 859,428	\$ 1,501,864	\$ 6,560,255
Property tax receivable	5,898,158	1,477,702	1,133,707	8,509,567
Other receivable	224,899	-	7,165	232,064
Prepaid expenses	20,732	-	-	20,732
Total Assets	<u>\$ 10,342,752</u>	<u>\$ 2,337,130</u>	<u>\$ 2,642,736</u>	<u>\$ 15,322,618</u>
 <b>Liabilities</b>				
Checks in excess	\$ -	\$ -	\$ 36,825	\$ 36,825
Accounts payable	264,958	-	55,698	320,656
Accrued expenses	603,686	-	45,613	649,299
Deferred revenue	3,720,948	924,785	714,781	5,360,514
Total Liabilities	<u>4,589,592</u>	<u>924,785</u>	<u>852,917</u>	<u>6,367,294</u>
 <b>Fund Balances</b>				
Nonspendable:	20,732	-	-	20,732
Restricted for:				
Debt service	-	1,412,345	-	1,412,345
District's audit cost	-	-	3,287	3,287
Equipment repairs and acquisitions	-	-	92,967	92,967
Insurance premium	-	-	33,520	33,520
Retirement fund obligations	-	-	143,697	143,697
Social security tax obligations	-	-	71,520	71,520
Committed:	-	-	-	-
Assigned to:				
Physical plan expansion	-	-	1,390,499	1,390,499
Unassigned:	5,732,428	-	54,329	5,786,757
Total Fund Balances	<u>5,753,160</u>	<u>1,412,345</u>	<u>1,789,819</u>	<u>8,955,324</u>
Total Liabilities and Fund Balances	<u>\$ 10,342,752</u>	<u>\$ 2,337,130</u>	<u>\$ 2,642,736</u>	<u>\$ 15,322,618</u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements

**Gail Borden Public Library District  
Reconciliation of Total Governmental Fund Balance  
To Net Position of Governmental Activities  
For the Year Ended June 30, 2020**

Total Governmental Fund Balance	\$	8,955,324
Amounts reported in governmental activities in the Statement of Net Position are different because:		
Capital assets at historical cost, net accumulated depreciation, used in governmental activities are not financial resources and therefore are not reported in the governmental funds statement.		27,058,501
Long term receivables are not available to pay for current period expenditures and therefore are deferred in the governmental funds statement.		3,129,179
Deferred revenue is not reflected in Statement of Net Position.		5,360,514
Interest payable used in governmental activities are not payable from current resources and therefore are not accrued in the governmental funds statement.		(6,600)
Long-term liabilities including bonds payable and debt certificates are not due and payable in the current period and therefore are not reported in the governmental funds statement.		(3,129,179)
Net pension liability is not included on the governmental fund statements.		(4,339,481)
Deferred outflows of resources for pension are not recognized on governmental fund statements.		1,537,623
Deferred inflow of resources for pension are not recognized on governmental fund statements.		(1,393,405)
Net Position	\$	37,172,476

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements



**Gail Borden Public Library District**  
**Statements of Revenues, Expenditures, and Changes in Fund Balances - Governmental Activities**  
**For the Year Ended June 30, 2020**

	General Fund	Bond & Interest Fund	Other Government Funds	Total Government Funds
<b>Revenues:</b>				
Property taxes	\$ 10,347,686	\$ 2,632,495	\$ 1,989,571	\$ 14,969,752
Replacement taxes	164,216	-	5,833	170,049
Charge for services	313,363	-	-	313,363
Investment earnings	85,792	-	41,278	127,070
Grants and donations	220,746	-	151,397	372,143
Other	77,925	-	-	77,925
Total Revenue	<u>11,209,728</u>	<u>2,632,495</u>	<u>2,188,079</u>	<u>16,030,302</u>
<b>Expenditures:</b>				
Current:				
General government	11,241,244	-	1,624,031	12,865,275
Capital Outlay:	194,431	-	1,082,292	1,276,723
Debt Service:				
Principal	-	2,395,000	-	2,395,000
Interest	-	182,246	-	182,246
Total Expenditures	<u>11,435,675</u>	<u>2,577,246</u>	<u>2,706,323</u>	<u>16,719,244</u>
Net change in fund balances	(225,947)	55,249	(518,244)	(688,942)
Fund Balances-Beginning	5,979,107	1,357,096	2,308,063	9,644,266
Fund Balances-Ending	<u>\$ 5,753,160</u>	<u>\$ 1,412,345</u>	<u>\$ 1,789,819</u>	<u>\$ 8,955,324</u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements

**Gail Borden Public Library District**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balance of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2020**

Net Change in Governmental Fund Balance	\$	(688,942)
Amounts reported in governmental activities in the Statement of Net Position are different because:		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the costs of those assets is allocated over their useful lives as depreciation expense:</p>		
This is the amount of depreciation expense that is not recorded in the fund statements but included in the government wide statements.		(1,052,934)
This is the amount that fixed asset disposals exceeded additions.		(420,477)
Property tax revenue on a full accrual basis that is deferred on the modified accrual basis in the Statement of Revenues and Expenditures.		261,535
Interest accrued on general obligation bonds is not an expenditure in the governmental funds statement.		4,007
Transfer of long-term receivables related to payment on bonds is not an expenditure in the government fund report.		(2,569,080)
Amortization of bond premiums is not revenue in the governmental funds statement.		124,080
Principal payments on bonds is an expenditure in the government fund report.		2,395,000
Principal payments on debt certificates are an expenditure in the government fund report.		50,000
GASB 68 pension expense is not recorded on governmental fund statements.		(809,130)
GASB 68 employer contributions are not recorded on governmental fund statements.		682,868
Change in Net Position of Governmental Activities	\$	<u><u>(2,023,073)</u></u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 1 – Statement of Significant Accounting Policies**

Gail Borden Public Library District (the “District”) is located in Elgin, Illinois. The District was incorporated under the provisions of the constitution and general statute of the State of Illinois. The District was organized to provide cultural services to its local residents.

The significant accounting policies followed by the District are presented to assist the reader in evaluating the financial statements.

**Principles Determining Scope of Reporting Entity:**

The financial statements of the District consist only of the governmental funds of the District. The District has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or are dependent on the District. Control or dependence is determined on the basis of taxing authority and appointment of respective governing boards.

**Fund Accounting:**

The accounts of the District are organized on the basis of funds, each of which is considered a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. The District only uses governmental funds. Government resources are allocated to and accounted for in individual funds based upon the purpose for which spending activities are controlled. In the financial statements the funds of the District are grouped in into various fund types as follows:

Governmental Funds – General Fund – The general fund is the operating fund of the District. It is used to account for all financial resources relating to the normal daily operations of the District.

Governmental Funds – Bond and Interest Fund – This fund is used to reflect the repayment of principal and interest on the general obligation bonds issued to build the new library building.

Governmental Funds – Building Reserve Fund – This fund is used to accumulate resources to expand the Library’s physical plant.

Governmental Funds – Illinois Municipal Retirement Fund – This fund is used for paying the District’s portion of the Illinois Municipal Retirement Fund obligation.

Governmental Funds – Social Security Fund – This fund is used for paying the District’s portion of Social Security tax for employees of the District.

Governmental Funds – Audit Fund – This fund is used to pay for the performance of the District’s annual certified audit.

Governmental Funds – Liability Insurance Fund – This fund is used to pay insurance premiums for liability and workmen’s compensation insurance coverage for the District.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 1 – Statement of Significant Accounting Policies (continued)**

**Fund Accounting (continued):**

Governmental Funds – Building and Equipment Fund – This fund is used for the purchase of sites and buildings, for the construction and equipment of library buildings, for the rental of buildings required for library purposes and for maintenance, repairs and alterations of library buildings and equipment.

Governmental Funds – Gift Fund – This fund is used to pay for special non-operating expenses of the District.

**Government-wide 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 non-fiduciary activities of the primary government.

The Statement of Activities demonstrates the degree to which the direct expenses 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 contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not included among program revenues are reported instead as general revenues. Major individual governmental funds are reported as separate columns in the fund financial statements.

**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, regardless of the timing of related cash flows. Grants and similar items are recognized as unrestricted revenue as soon as all eligibility requirements imposed by the provider have been met.

Government 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. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants and entitlements and interest associated with the current fiscal period are all considered being susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 1 – Statement of Significant Accounting Policies (continued)**

**Governmental Funds:**

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

**Revenue Recognition – Property Taxes:**

Property taxes are levied by the District in both Kane and Cook Counties and become a lien on January 1. These levies are made in the fall of the year and the taxes are payable as follows:

**Kane County:**

One half of the property taxes assessed are due and payable on June 1, and the remaining half is due and payable on September 1.

**Cook County:**

A preliminary billing (based on the prior year) is due and payable on March 1 of each year and the balance of the taxes are due and payable on August 1 of each year.

Property tax revenues are recognized when they become available. Receipts within 60 days of year-end are considered available. The balance of the property tax receivable which will be collected subsequent to 60 days after year-end is reflected in the accompanying financial statements as deferred revenue. Levies from 2019 are included in revenue.

**Compensated Absences:**

The District provides their full-time employees with paid vacation days each year. The vested portion of unpaid vacation days is reflected as a liability in the accompanying financial statements.

**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 amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Cash and Cash Equivalents:**

Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with an original maturity of three months or less when acquired.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 1 – Statement of Significant Accounting Policies (continued)**

**Investments:**

The District limits the exposure to credit risk by primarily investing in U.S. agency obligations and the money market funds. Investments in the governmental funds are stated at cost or amortized cost, which approximate market.

**Inventories and Prepaid Items:**

Governmental fund inventory items are charged to the expenditure account when purchased. Year end inventory was not significant. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide financial statements.

**Capital Assets:**

Capital assets, which include land, buildings, improvements, vehicles and equipment, are reported in the government-wide fund statements. Capital assets are defined by the District as assets with an individual cost of more than \$5,000. These assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair market value at the date of donation. Capital assets are depreciated using the straight-line method with useful lives of 7-40 years. Fixed asset additions net of disposals were (\$420,477) for the year ended June 30, 2020, these are reflected as expenditures in the Governmental Funds. Depreciation expense as reflected in the statement of activities for the year ended June 30, 2020 was \$1,052,934.

**Fund Balance:**

Beginning with fiscal year 2011, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. When both restricted and unrestricted funds are both available, restricted resources will be used first. The following classifications describe the relative strength of the spending constraints:

Nonspendable fund balance - amounts that are not in a nonspendable form (such as inventory) or are required to be maintained intact.

Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance - amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.

Assigned fund balance - amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Directors or by an official or body to which the Board delegates the authority.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 1 – Statement of Significant Accounting Policies (continued)**

Unassigned fund balance - amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Board of Directors establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption or amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Directors through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

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.

**Implementation of GASB 88 and 90:**

For the year ended June 30, 2020, the District implemented the provisions of GASB No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*; and GASB No. 90, *Majority Equity Interest – an amendment of GASB Statements No. 14 and No. 61*. GASB Statement No. 88 improves information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. There has been no effect to current or prior periods with this implementation. GASB Statement No. 90 improves the consistency and comparability of reporting a governments' majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. There has been no effect to current or prior periods with this implementation.

**Note 2 – Pension Plan**

**IMRF Plan Description:**

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund.

A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 2 – Pension Plan (continued)**

**Benefits Provided:**

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

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

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

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

**Employees Covered by Benefit Terms:**

As of December 31, 2019, the following employees were covered by the benefit terms:

Retirees and beneficiaries	94
Inactive, non-retired members	57
Active members	<u>116</u>
Total	<u><u>267</u></u>

**Net Pension Liability:**

The District’s net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.



**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 2 – Pension Plan (continued)**

**Contributions:**

As set by statute, the District’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District’s annual contribution rate for calendar year 2019 was 12.55%. For the fiscal year ended June 30, 2020 the district contributed \$763,286 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Actuarial Assumptions:**

The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.50%
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The 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 2014). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied from non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Other Information:	
Notes	There were no benefit changes during the year

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2019 Illinois Municipal Retirement Fund annual valuation report.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 2 – Pension Plan (continued)**

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

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	37%	5.75%
International Equity	18%	6.50%
Fixed Income	28%	3.25%
Real Estate	9%	5.20%
Alternative Investments	7%	3.60-7.60%
Cash Equivalents	1%	1.85%
Total	100%	

**Single Discount Rate:**

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits), and
2. Tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75% (based on the daily rate closest to but not later than the measurement date of the "20-Year Municipal GO AA Index"), and the resulting single discount rate is 7.25%.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 2 – Pension Plan (continued)**

**Changes in Net Pension Liability:**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Balances at December 31, 2018</b>	\$ 29,630,935	\$ 23,056,936	\$ 6,573,999
<b>Changes for the year:</b>			
Service Cost	582,807	-	582,807
Interest on the Total Pension Liability	2,121,578	-	2,121,578
Changes of Benefit Terms	-	-	-
 Differences Between Expected and Actual Experience of the Total Pension Liability	 483,752	 -	 483,752
Changes of Assumptions	-	-	-
Contributions – Employer	-	682,868	(682,868)
Contributions – Employees	-	288,927	(288,927)
Net Investment Income	-	4,297,571	(4,297,571)
 Benefit Payments, including Refunds of Employee Contributions	 (1,318,386)	 (1,318,386)	 -
Other (Net Transfer)	-	153,289	(153,289)
Net Changes	<u>1,869,751</u>	<u>4,104,269</u>	<u>(2,234,518)</u>
<b>Balances at December 31, 2019</b>	<b><u>\$ 31,500,686</u></b>	<b><u>\$ 27,161,205</u></b>	<b><u>\$ 4,339,481</u></b>

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate:**

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Pension Liability	\$ 35,554,792	\$ 31,500,686	\$ 28,185,703
Plan Fiduciary Net Position	<u>27,161,205</u>	<u>27,161,205</u>	<u>27,161,205</u>
Net Pension Liability/(Asset)	<u>\$ 8,393,587</u>	<u>\$ 4,339,481</u>	<u>\$ 1,024,498</u>

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 2 – Pension Plan (continued)**

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

For the year ended June 30, 2020, the District recognized pension expense of \$809,130. At June 30, 2020, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>		<u>Net Deferred Outflows of Resources</u>
Difference between expected and actual experience	\$ 664,802	\$	2,195	\$	662,607
Assumption changes	461,176		331,297		129,879
Net difference between projected and actual earnings on pension plan investments	-		1,059,913		(1,059,913)
Contributions made after December 31, 2019	411,645		-		411,645
Total	<u>\$ 1,537,623</u>	\$	<u>1,393,405</u>	\$	<u>144,218</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows of Resources</u>
2020	\$ 360,731
2021	(57,782)
2022	333,483
2023	(492,214)
2024	-
Thereafter	-
Total	<u>\$ 144,218</u>

**Note 3 – Deposits and Investments**

**Bank Deposits**

Deposits of the governmental funds of the District at June 30, 2020 consist of the following, less petty cash amount of \$6,933 and checks in excess of \$36,825:

	<u>Carrying Amount</u>		<u>Bank Balances</u>
Checking accounts	\$ 656,174	\$	813,112
Savings accounts	3,979,614		3,979,614
State Treasurer's investment pool	517,589		517,589
	<u>\$ 5,153,377</u>	\$	<u>5,310,315</u>

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 3 – Deposits and Investments (continued)**

All deposits are insured by the Federal Deposit Insurance Corporation (FDIC). In addition, the bank maintains collateral in their name for the credit of Gail Borden Library for the amounts in excess of FDIC limits.

**Investment Funds**

Investment Fund deposits with financial institutions had carrying amounts of \$1,363,120 at June 30, 2020. Carrying amounts are recorded at fair market value.

		<u>Fair Value</u>		<u>Bank Balance</u>
Level 1	\$	1,363,120	\$	1,363,120
Level 2		-		-
Level 3		-		-
Investment in Illinois Funds		-		-
	\$	<u>1,363,120</u>	\$	<u>1,363,120</u>

In accordance with FASB ASC 820, the District classifies its investments into three levels. Level 1, which refers to securities traded in an active market. Level 2, which refers to securities not traded on an active market, but for which observable market inputs are readily available. Level 2 can also refer to Level 1 securities where there is a contractual restriction. Level 3, which refers to securities not traded in an active market and for which no significant observable market inputs are available. As required by FASB ASC 820 at June 30, 2020, the District’s portfolio investments were classified based on fair values.

**Policies for Investments**

It is the policy of the District to invest its funds in a manner which will provide the highest 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 (preservation of capital and protection of investment principal), liquidity and yield.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank’s failure, the District’s deposits may not be returned to it. The District’s investment policy requires pledging of collateral held by a third party in the District’s name. At year end the District was in compliance with this policy.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 4 – Land, Building and Equipment**

The following summarizes fixed asset purchases and disposals for the year ended June 30, 2020:

	Governmental Activities			Balance June 30, 2020
	Balance July 1, 2019	Additions	Deletions	
<b>Non-depreciable:</b>				
Land	\$ 1,767,516	\$ -	\$ -	\$ 1,767,516
Construction in progress	22,774	45,547	-	68,321
<b>Depreciable:</b>				
Buildings and improvements	38,268,733	-	-	38,268,733
Equipment	1,512,884	68,704	-	1,581,588
Computers	1,849,896	23,430	(20,000)	1,853,326
Books and library materials	852,217	159,763	(717,921)	294,059
Accumulated depreciation	(15,742,108)	(1,052,934)	20,000	(16,775,042)
<b>Total Fixed Assets</b>	<b>\$ 28,531,912</b>	<b>\$ (755,490)</b>	<b>\$ (717,921)</b>	<b>\$ 27,058,501</b>

Depreciation expense for the year ended June 30, 2020 totaled \$1,052,934.

**Note 5 – Bonds Payable**

During the year ended June 30, 2001, a tax referendum was passed by the voters of the District. This referendum enabled the District to issue general obligation bonds to finance a new library building on property the library had purchased immediately north of the existing library building.

Below are the original bond amounts of all outstanding bonds as of June 30, 2020:

Series 2012	\$ 2,755,000	Refunding Series 2002
Series 2014	1,845,000	Refunding Series 2005A
Series 2015	10,295,000	Refunding Series 2005
<b>Total</b>	<b>\$ 14,895,000</b>	

In April of 2012, the District refinanced the 2002 Series bond. The amount of the refinance totaled \$2,755,000. Of that amount, \$2,669,767 was put into escrow to repay the bonds when they are due. Bond costs and underwriter discount totaled \$85,233. There was an estimated economic gain of \$593,000 due to lower interest cost.

In May of 2014, the District refinanced the 2005A Series bond. The amount of the refinance totaled \$2,031,881. Of that amount, \$1,983,279 was put into escrow to repay the bonds when they are due. Bond costs and underwriter discount totaled \$48,602. There was an estimated economic gain of \$72,055 due to lower interest cost.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 5 – Bonds Payable (continued)**

In September of 2015, the District refinanced the 2005 Series bond. The amount of the refinance totaled \$10,942,498. Of that amount, \$10,830,702 was put into escrow to repay the bonds when they are due. Bond costs and underwriter discount totaled \$111,796. There was an estimated economic gain of \$783,461 due to lower interest costs.

A summary of the bonds outstanding at June 30, 2020 are as follows:

Year	Series 2012		Series 2014A		Series 2015A	
	Principal	Interest	Principal	Interest	Principal	Interest
12/15/2020	\$ 145,000	\$ 16,285	\$ -	\$ 28,200	\$ 2,340,000	\$ 23,400
6/15/2021	-	14,509	-	28,200	-	-
12/15/2021	1,095,000	14,509	1,410,000	28,200	-	-
Total	\$ <u>1,240,000</u>	\$ <u>45,303</u>	\$ <u>1,410,000</u>	\$ <u>84,600</u>	\$ <u>2,340,000</u>	\$ <u>23,400</u>

These bonds will be repaid from property tax revenue as levied by the District on an annual basis.

The total principal bond liability at June 30, 2019 was \$7,385,000. Principal payments of \$2,395,000 were made throughout the June 30, 2020 fiscal year. The total principal bond liability at June 30, 2020 is \$4,990,000. The 2014a and 2015a bonds incurred a premium totaling \$781,680 that is to be amortized over the life of the loans. For the year ended June 30, 2020 the accumulated amortization in relation to the bond premiums is \$124,080. The unamortized balance in the amount of \$160,821 will be shown as a reduction in the bonds principal balances for the year ended June 30, 2020.

**Note 6 – Debt Certificates**

During the year ended June 30, 2017, the District issued debt certificates totaling \$1,210,000 which were used to fund a building purchase for a new branch of the library. The Series 2017A debt certificate has a net interest rate of 2.5301 percent and started being repaid in 2019 with a final due date in 2027. The Series 2017B debt certificate had a net interest rate of 3.3512 percent with yearly repayments starting in 2017 with a final due date in 2019.

**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 6 – Debt Certificates (continued)**

A summary of the debt outstanding at June 30, 2020 for both certificates is as follows:

Series 2017A			
Date	Principal	Interest	Total
12/15/2020	\$ 110,000	\$ 11,322	\$ 121,322
6/15/2021	-	9,930	9,930
12/15/2021	115,000	9,930	124,930
6/15/2022	-	8,476	8,476
12/15/2022	120,000	8,476	128,476
6/15/2023	-	6,958	6,958
12/15/2023	125,000	6,958	131,958
6/15/2024	-	5,376	5,376
12/15/2024	125,000	5,376	130,376
6/15/2025	-	3,795	3,795
12/15/2025	130,000	3,795	133,795
6/15/2026	-	2,151	2,151
12/15/2026	135,000	2,151	137,151
6/15/2027	-	443	443
12/15/2027	35,000	443	35,443
	\$ 895,000	\$ 85,580	\$ 980,580

Principal payments on debt certificates totaled \$110,000 with interest of \$24,240 paid during the year.

**Note 7 – Legal Compliance and Accountability**

Illinois Library Districts have no debt limit for bonds. The debt limit obligations, other than bonds are 2.875% of the District's equalized assessed valuation.

**Legal Debt Margin**

Assessed Valuation – 2019 Tax Levy	<u>\$ 3,337,875,565</u>
Statutory Limit – 2.875% of Assessed Valuation (70 ILCS 705/12)	95,963,922
Debt Certificates	<u>(895,000)</u>
Legal Debt Margin	<u>\$ 95,068,922</u>

The District is within the Legal Debt Margin issued by the state.



**Gail Borden Public Library District  
Notes to the Financial Statements  
For the Year Ended June 30, 2020**

**Note 8 – Risk Management**

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**Note 9 – Expenditures Over Budget**

For the year ending June 30, 2020, the District’s general fund had individual line expenditures over budget. The total expenditures were under budget.

**Note 10 – Non-Current Liabilities**

The changes in non-current liabilities for the year are as follows:

	Fund Debt Retired by	Balance, July 1, 2019	Additions	Reductions	Balance June 30, 2020	Due Within One Year
Compensated Absences	General	\$ 321,106	\$ 435,139	\$ (321,106)	\$ 435,139	\$ 435,139
Net pension liability	General	6,573,999	1,869,751	(4,104,269)	4,339,481	-
Long-term debt	General	8,105,099	-	(2,380,920)	5,724,179	2,595,000
<b>Total</b>		<b>\$ 15,000,204</b>	<b>\$ 2,304,890</b>	<b>\$ (6,806,295)</b>	<b>\$ 10,498,799</b>	<b>\$ 3,030,139</b>

**Note 11 – Future Minimum Lease Receivable**

The District currently leases space to two unrelated parties. The first party signed a five-year lease during the year which expires in September of 2024. Under this lease the District receives \$500 per month for the first year, with annual monthly rate increases of 5%. The second party signed a five-year lease which expires in 2023. Under this lease the District receives \$3,000 per month for the first year, with annual monthly rate increases of 3%. The future minimum lease payments receivable are shown below:

2021	\$ 38,861
2022	40,022
2023	16,880
<b>Total</b>	<b>\$ 95,763</b>

**Note 12 – Subsequent Event**

The District evaluated its June 30, 2020 financial statements for subsequent events through the date the financial statements were issued. As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which are likely to negatively impact revenue. Other financial impact could occur, though such potential impact is unknown at this time.

**Note 13 – Date of Management’s Review**

Subsequent events have been evaluated through the date of this report. It was concluded that there are no subsequent events required to disclose.

**Required Supplementary Information**

**Gail Borden Public Library District**  
**Budgetary Comparison Schedule of Revenues,**  
**Expenditures, and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2020**

	Actual	Original and Final Budget	Positive/ (Negative)
<b>Revenues:</b>			
Property taxes	\$ 10,347,686	\$ 10,447,000	\$ (99,314)
Replacement taxes	164,216	175,000	(10,784)
Charges for services	313,363	360,000	(46,637)
Investment earnings	85,792	104,000	(18,208)
Grants and donations	220,746	281,000	(60,254)
Other	77,925	200,000	(122,075)
Total Revenues	11,209,728	11,567,000	(357,272)
<b>Expenditures:</b>			
Current:			
General government			
Personnel services	8,254,574	10,055,000	1,800,426
Contractual services	1,666,138	2,217,400	551,262
Supplies	190,721	260,600	69,879
Materials	995,571	1,360,000	364,429
Capital outlay	194,431	500,000	305,569
Loan expenditures	134,240	140,000	5,760
Total Expenditures	11,435,675	14,533,000	3,097,325
Excess (deficiency) of revenues over (under) expenditures	(225,947)	(2,966,000)	2,740,053
<b>Other Financing Sources (Uses):</b>			
Transfers in	-	-	-
Transfers out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	(225,947) \$	(2,966,000) \$	2,740,053
Fund balance, July 1, 2019	5,979,107		
Fund balance, June 30, 2020	\$ 5,753,160		

The Accompanying Note to the Required Supplementary Information is an Integral Part of These Statements

**Gail Borden Public Library District**  
**Budgetary Comparison Schedule of Revenues,**  
**Expenditures, and Changes in Fund Balance - Budget and Actual**  
**Bond and Interest Fund**  
**For the Year Ended June 30, 2020**

	Actual	Original and Final Budget	Positive/ (Negative)
<b>Revenues:</b>			
Property taxes	\$ 2,632,495	\$ 2,632,495	\$ -
Total Revenues	2,632,495	2,632,495	-
<b>Expenditures:</b>			
Bond principal paid and bond interest	2,577,246	2,577,246	-
Total Expenditures	2,577,246	2,577,246	-
Excess (deficiency) of revenues over (under) expenditures:	55,249	55,249	-
<b>Other Financing Sources (Uses):</b>			
Transfers in	-	-	-
Transfers out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
	55,249	\$ 55,249	\$ -
Fund Balance, July 1, 2019	1,357,096		
Fund Balance, June 30, 2020	\$ 1,412,345		

The Accompanying Note to the Required Supplementary Information is an Integral Part of These Statements

**Gail Borden Public Library District**  
**Multiyear Schedule of Changes in Net Pension Liability and Related Ratios -**  
**Illinois Municipal Retirement Fund**  
**For the Year Ended June 30, 2020**

Last 10 Calendar Years  
(schedule to be built prospectively from 2014)

Calendar year ending December 31,	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Total Pension Liability</b>										
Service cost	\$ 582,807	\$ 541,415	\$ 585,418	\$ 578,232	\$ 557,375	\$ 570,692	-	-	-	-
Interest on the total pension liability	2,121,578	2,000,875	1,960,870	1,834,506	1,705,090	1,518,801	-	-	-	-
Benefit changes	-	-	-	-	-	-	-	-	-	-
Difference between expected and actual experience	483,752	454,947	(5,894)	326,049	408,747	235,000	-	-	-	-
Assumption changes	-	840,278	(831,054)	(162,662)	61,488	1,017,275	-	-	-	-
Benefit payments and refunds	(1,318,386)	(1,228,414)	(1,079,459)	(1,038,594)	(850,852)	(723,134)	-	-	-	-
Net Change in Total Pension Liability	1,869,751	2,609,101	629,881	1,537,531	1,881,848	2,618,634	-	-	-	-
Total Pension Liability - Beginning	29,630,935	27,021,834	26,391,953	24,854,422	22,972,574	20,353,940	-	-	-	-
Total Pension Liability - Ending (a)	\$ 31,500,686	\$ 29,630,935	\$ 27,021,834	\$ 26,391,953	\$ 24,854,422	\$ 22,972,574	-	-	-	-
<b>Plan Fiduciary Net Position</b>										
Employer contributions	\$ 682,868	\$ 734,651	\$ 701,799	\$ 712,744	\$ 686,298	\$ 762,108	-	-	-	-
Employee contributions	288,927	250,259	242,379	240,250	237,746	223,039	-	-	-	-
Pension plan net investment income	4,297,571	(1,285,265)	3,659,358	1,352,987	96,508	1,090,896	-	-	-	-
Benefit payments and refunds	(1,318,386)	(1,228,414)	(1,079,459)	(1,038,594)	(850,852)	(723,134)	-	-	-	-
Other	153,289	373,042	(297,796)	145,726	138,474	159,652	-	-	-	-
Net Change in Plan Fiduciary Net Position	4,104,269	(1,155,727)	3,226,281	1,413,113	308,174	1,512,561	-	-	-	-
Plan Fiduciary Net Position - Beginning	23,056,936	24,212,663	20,986,382	19,573,269	19,265,095	17,752,534	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 27,161,205	\$ 23,056,936	\$ 24,212,663	\$ 20,986,382	\$ 19,573,269	\$ 19,265,095	-	-	-	-
Net Pension Liability/(Asset) - Ending (a) - (b)	4,339,481	6,573,999	2,809,171	5,405,571	5,281,153	3,707,479	-	-	-	-
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	86.22%	77.81%	89.60%	79.52%	78.75%	83.86%	-	-	-	-
Covered Valuation Payroll	\$ 5,912,278	\$ 5,561,324	\$ 5,353,153	\$ 5,338,913	\$ 5,283,274	\$ 4,879,301	-	-	-	-
Net Pension Liability as a Percentage of Covered Valuation Payroll	73.40%	118.21%	52.48%	101.25%	99.96%	75.98%	-	-	-	-

The Accompanying Notes to the Required Supplementary Information are an Integral Part of These Statements

**Gail Borden Public Library District  
Multiyear Schedule of Contributions -  
Illinois Municipal Retirement Fund  
For the Year Ended June 30, 2020**

Last 10 Fiscal Years  
(schedule to be built prospectively from 2014)

Fiscal Year Ending June 30,	Actuarially Determined Contribution	Actual Contributions	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	\$ 743,122	\$ 743,122	-	\$ 5,121,208	14.51%
2016	701,708	701,708	-	5,329,918	13.17%
2017	715,085	715,085	-	5,414,317	13.21%
2018	713,014	713,014	-	5,417,896	13.16%
2019	705,535	705,535	-	5,701,283	12.38%
2020	763,286 *	763,286	-	6,082,481	12.55%

\* Estimated based on contribution rate of 12.55% and covered valuation payroll of \$6,082,481.

**Gail Borden Public Library District  
Notes to the Required Supplementary Information  
For the Year Ended June 30, 2020**

**Note 1 – Summary of Significant Accounting Policies**

**Budgetary Process**

The District follows these procedures in establishing the budget data reflected in the required supplementary information.

1. The Board of Trustees appoints the Director to prepare the operating budget and a schedule of estimated revenues.
2. The proposed budget is reviewed by the Trustees and approved.

Budgeted figures are computed on the modified accrual basis of accounting.

There were no revisions to the original budget.

**Note 2 – Pension Plan**

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2019 Contribution Rates:

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level Percentage of Payroll, Closed

Remaining Amortization Period: Non-Taxing bodies: 10-year rolling period.  
Taxing bodies (Regular, SLEP, ECO groups): 24-year closed period  
Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.  
SLEP supplemental liabilities attributable to Public act 94-712 were financed over 19 years for most employers (three employers were financed over 28 years and four others were financed over 29 years).

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage growth: 3.25%

Price Inflation: 2.50%

Salary increases: 3.35% to 14.25% including inflation

Investment Rate of Return: 7.50%

**Gail Borden Public Library District  
Notes to the Required Supplementary Information  
For the Year Ended June 30, 2020**

**Note 2 – Pension Plan (continued)**

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.

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

Other information:

Notes: There were no benefit changes during the year.



## **Supplementary Information**

**Gail Borden Public Library District**  
**Balance Sheets - Other Governmental Funds**  
**June 30, 2020**

	Special Revenue Funds						Total Other Governmental Funds	
	Audit Fund	Building and Equipment Fund	Building Reserve Fund	IMRF Fund	Social Security Fund	Liability Insurance Fund		Gift Fund
<b>Assets</b>								
Cash and cash equivalents	\$	\$ 63,369	\$ 1,384,166	\$ -	\$ -	\$ -	\$ 54,329	\$ 1,501,864
Property tax receivable	10,904	228,033	-	450,114	336,085	108,571	-	1,133,707
Other receivables	-	-	6,333	832	-	-	-	7,165
<b>Total Assets</b>	<b>\$ 10,904</b>	<b>\$ 291,402</b>	<b>\$ 1,390,499</b>	<b>\$ 450,946</b>	<b>\$ 336,085</b>	<b>\$ 108,571</b>	<b>\$ 54,329</b>	<b>\$ 2,642,736</b>
<b>Liabilities</b>								
<b>Liabilities:</b>								
Checks in excess	\$ 768	\$ -	\$ -	\$ 23,408	\$ 6,962	\$ 5,687	\$ -	\$ 36,825
Accounts payable	-	54,755	-	-	-	943	-	55,698
Accrued expenses	-	-	-	-	45,613	-	-	45,613
Deferred revenue	6,849	143,680	-	283,841	211,990	68,421	-	714,781
<b>Total Liabilities</b>	<b>7,617</b>	<b>198,435</b>	<b>-</b>	<b>307,249</b>	<b>264,565</b>	<b>75,051</b>	<b>-</b>	<b>852,917</b>
<b>Fund Balances</b>								
Nonspendable:	-	-	-	-	-	-	-	-
Restricted for:								
District's audit cost	3,287	-	-	-	-	-	-	3,287
Equipment repairs and acquisitions	-	92,967	-	-	-	-	-	92,967
Insurance premiums	-	-	-	-	-	33,520	-	33,520
Retirement fund obligations	-	-	-	143,697	-	-	-	143,697
Social security tax obligations	-	-	-	-	71,520	-	-	71,520
Committed:	-	-	-	-	-	-	-	-
Assigned to:	-	-	-	-	-	-	-	-
Physical plan expansion	-	-	1,390,499	-	-	-	-	1,390,499
Unassigned	-	-	-	-	-	-	54,329	54,329
<b>Total Fund Balance</b>	<b>3,287</b>	<b>92,967</b>	<b>1,390,499</b>	<b>143,697</b>	<b>71,520</b>	<b>33,520</b>	<b>54,329</b>	<b>1,789,819</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 10,904</b>	<b>\$ 291,402</b>	<b>\$ 1,390,499</b>	<b>\$ 450,946</b>	<b>\$ 336,085</b>	<b>\$ 108,571</b>	<b>\$ 54,329</b>	<b>\$ 2,642,736</b>

**Gail Borden Public Library District  
Statements of Revenues, Expenditures, and Changes  
in Fund Balances - Other Governmental Funds  
For the Year Ended June 30, 2020**

	Special Revenue Funds						Total Other Governmental Funds	
	Audit Fund	Building & Equipment Fund	Building Reserve Fund	IMRF Fund	Social Security Fund	Liability Insurance Fund		Gift Fund
<b>Revenues:</b>								
Property taxes	\$ 18,150	\$ 427,513	\$ -	\$ 775,111	\$ 581,263	\$ 187,534	\$ -	\$ 1,989,571
Replacement taxes	-	-	-	5,833	-	-	-	5,833
Investment earnings	-	-	41,278	-	-	-	-	41,278
Grants and donations	-	-	-	-	-	-	151,397	151,397
<b>Total Revenues</b>	<u>18,150</u>	<u>427,513</u>	<u>41,278</u>	<u>780,944</u>	<u>581,263</u>	<u>187,534</u>	<u>151,397</u>	<u>2,188,079</u>
<b>Expenditures:</b>								
Current:								
General government	16,849	-	-	763,286	550,281	175,954	117,661	1,624,031
Capital outlay	-	480,772	601,520	-	-	-	-	1,082,292
<b>Total Expenditures</b>	<u>16,849</u>	<u>480,772</u>	<u>601,520</u>	<u>763,286</u>	<u>550,281</u>	<u>175,954</u>	<u>117,661</u>	<u>2,706,323</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,301</u>	<u>(53,259)</u>	<u>(560,242)</u>	<u>17,658</u>	<u>30,982</u>	<u>11,580</u>	<u>33,736</u>	<u>(518,244)</u>
Net Change in Fund Balance	1,301	(53,259)	(560,242)	17,658	30,982	11,580	33,736	(518,244)
Fund Balance-Beginning	<u>1,986</u>	<u>146,226</u>	<u>1,950,741</u>	<u>126,039</u>	<u>40,538</u>	<u>21,940</u>	<u>20,593</u>	<u>2,308,063</u>
<b>Fund Balance-Ending</b>	<u>\$ 3,287</u>	<u>\$ 92,967</u>	<u>\$ 1,390,499</u>	<u>\$ 143,697</u>	<u>\$ 71,520</u>	<u>\$ 33,520</u>	<u>\$ 54,329</u>	<u>\$ 1,789,819</u>

**Gail Borden Public Library District  
 Illinois Municipal Retirement Fund  
 Statement of Revenues, Expenditures (and Comparison  
 with Budget), and Changes in Fund Balance  
 For the Year Ended June 30, 2020**

	Actual	Original and Final Budget	Positive/ (Negative)
<b>Revenues:</b>			
Property taxes	\$ 775,111	\$ 800,000	\$ (24,889)
State income taxes (personal property replacement taxes)	5,833	6,000	(167)
Total Revenues	780,944	806,000	(25,056)
<b>Expenditures:</b>			
District's contribution to retirement fund	763,286	930,000	166,714
Total Expenditures	763,286	930,000	166,714
Excess (deficiency) of revenues over (under) expenditures	17,658	(124,000)	141,658
Net Change in Fund Balance	17,658	\$ <u>(124,000)</u>	\$ <u>141,658</u>
Fund Balance, July 1, 2019	126,039		
Fund Balance, June 30, 2020	\$ 143,697		

**Gail Borden Public Library District**  
**Social Security Fund**  
**Statement of Revenues, Expenditures (and Comparison**  
**with Budget), and Changes in Fund Balance**  
**For the Year Ended June 30, 2020**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Positive/ (Negative)</u>
<b>Revenues:</b>			
Property taxes	\$ 581,263	\$ 610,000	\$ (28,737)
Total Revenues	<u>581,263</u>	<u>610,000</u>	<u>(28,737)</u>
<b>Expenditures:</b>			
District's contribution to social security fund	<u>550,281</u>	<u>670,000</u>	<u>119,719</u>
Total Expenditures	<u>550,281</u>	<u>670,000</u>	<u>119,719</u>
Excess (deficiency) of revenues over (under) expenditures	<u>30,982</u>	<u>(60,000)</u>	<u>90,982</u>
Net Change in Fund Balance	30,982	\$ <u>(60,000)</u>	\$ <u>90,982</u>
Fund Balance, July 1, 2019	<u>40,538</u>		
Fund Balance, June 30, 2020	<u>\$ 71,520</u>		

**Gail Borden Public Library District  
Liability Insurance Fund  
Statement of Revenues, Expenditures (and Comparison  
with Budget), and Changes in Fund Balance  
For the Year Ended June 30, 2020**

	Actual	Original and Final Budget	Positive/ (Negative)
<b>Revenues:</b>			
Property taxes	\$ 187,534	\$ 195,000	\$ (7,466)
Total Revenues	187,534	195,000	(7,466)
<b>Expenditures:</b>			
Liability insurance:			
Insurance and Risk Management	175,954	228,200	52,246
Total Expenditures	175,954	228,200	52,246
Excess (deficiency) of revenues over (under) expenditures	11,580	(33,200)	44,780
Net Change in Fund Balance	11,580	\$ (33,200)	\$ 44,780
Fund Balance, July 1, 2019	21,940		
Fund Balance, June 30, 2020	\$ 33,520		

**Gail Borden Public Library District**  
**Audit Fund**  
**Statement of Revenues, Expenditures (and Comparison**  
**with Budget), and Changes in Fund Balance**  
**For the Year Ended June 30, 2020**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Positive/ (Negative)</u>
<b>Revenues:</b>			
Property taxes	\$ 18,150	\$ 18,000	\$ 150
Total Revenues	<u>18,150</u>	<u>18,000</u>	<u>150</u>
<b>Expenditures:</b>			
Audit fees	<u>16,849</u>	<u>21,000</u>	<u>4,151</u>
Total Expenditures	<u>16,849</u>	<u>21,000</u>	<u>4,151</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,301</u>	<u>(3,000)</u>	<u>4,301</u>
Net Change in Fund Balance	1,301	\$ <u>(3,000)</u>	\$ <u>4,301</u>
Fund Balance, July 1, 2019	<u>1,986</u>		
Fund Balance, June 30, 2020	<u>\$ 3,287</u>		

**Gail Borden Public Library District  
Building and Equipment Fund  
Statement of Revenues, Expenditures (and Comparison  
with Budget), and Changes in Fund Balance  
For the Year Ended June 30, 2020**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Positive/ Negative</u>
<b>Revenues:</b>			
Property taxes	\$ 427,513	\$ 430,000	\$ (2,487)
Total Revenues	<u>427,513</u>	<u>430,000</u>	<u>(2,487)</u>
<b>Expenditures:</b>			
Capital outlay	<u>480,772</u>	<u>572,700</u>	<u>91,928</u>
Total Expenditures	<u>480,772</u>	<u>572,700</u>	<u>91,928</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(53,259)</u>	<u>(142,700)</u>	<u>89,441</u>
<b>Other Financing Sources (Uses):</b>			
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(53,259)	\$ <u>(142,700)</u>	\$ <u>89,441</u>
Fund Balance, July 1, 2019	<u>146,226</u>		
Fund Balance, June 30, 2020	\$ <u>92,967</u>		



**Gail Borden Public Library District  
Building Reserve Fund  
Statement of Revenues, Expenditures (and Comparison  
with Budget), and Changes in Fund Balance  
For the Year Ended June 30, 2020**

	Actual	Original and Final Budget	Positive/ (Negative)
<b>Revenues:</b>			
Investment earnings	\$ 41,278	\$ 40,000	\$ 1,278
Total Revenues	41,278	40,000	1,278
<b>Expenditures:</b>			
Capital improvements	601,520	1,978,500	1,376,980
Investment fees	-	5,000	5,000
Total Expenditures	601,520	1,983,500	1,381,980
Net Change in Fund Balance	(560,242)	\$ (1,943,500)	\$ (1,375,702)
Fund Balance, July 1, 2019	1,950,741		
Fund Balance, June 30, 2020	\$ 1,390,499		

**Gail Borden Public Library District  
Gift Fund  
Statement of Revenues, Expenditures (and Comparison  
with Budget), and Changes in Fund Balance  
For the Year Ended June 30, 2020**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Positive/ (Negative)</u>
<b>Revenues:</b>			
Gifts received	\$ 151,397	\$ 750,000	\$ (598,603)
Miscellaneous income	-	500	(500)
Total Revenues	<u>151,397</u>	<u>750,500</u>	<u>(599,103)</u>
<b>Expenditures:</b>			
Gift fund expenditures	<u>117,661</u>	<u>770,000</u>	<u>652,339</u>
Total Expenditures	<u>117,661</u>	<u>770,000</u>	<u>652,339</u>
Excess (deficiency) of revenues over (under) expenditures	<u>33,736</u>	<u>(19,500)</u>	<u>53,236</u>
Net Change in Fund Balance	33,736	\$ <u><u>(19,500)</u></u>	\$ <u><u>53,236</u></u>
Fund Balance, July 1, 2019	<u>20,593</u>		
Fund Balance, June 30, 2020	\$ <u><u>54,329</u></u>		

**Additional Supplementary Information**

**Gail Borden Public Library District  
Assessed Valuation and Tax Rates  
For the Year Ended June 30, 2019**

<u>Tax Year Levy</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>Assessed Valuation</u>	\$ 3,337,875,565	\$ 3,149,381,763	\$ 3,034,940,283	\$ 2,774,795,578	\$ 2,607,337,100

<u>Tax Rates by Fund</u>	Combined (Blended) Cook and Kane County Tax Rates				
Corporate (General)	0.3199	0.3284	0.3276	0.3557	0.3973
Illinois Municipal Retirement	0.0244	0.0241	0.0259	0.0241	0.0268
Social Security	0.0182	0.0182	0.0187	0.0166	0.0176
Audit	0.0006	0.0005	0.0006	0.0005	0.0006
Building and Equipment	0.0124	0.0145	0.0167	0.0187	0.0195
Liability Insurance	0.0059	0.0059	0.0059	0.0045	0.005
Bond and Interest	0.0803	0.0849	0.0885	0.0969	0.1088
	<u>0.4617</u>	<u>0.4765</u>	<u>0.4839</u>	<u>0.5170</u>	<u>0.5756</u>

<u>Tax Year Levy</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<u>Assessed Valuation</u>	\$ 2,468,566,605	\$ 2,626,815,784	\$ 2,891,916,111	\$ 3,246,462,602	\$ 3,581,824,783

<u>Tax Rates by Fund</u>	Combined (Blended) Cook and Kane County Tax Rates				
Corporate (General)	0.3785	0.3012	0.2991	0.2661	0.2346
Illinois Municipal Retirement	0.0299	0.0261	0.0257	0.0194	0.0184
Social Security	0.0216	0.0144	0.0139	0.0120	0.0103
Audit	0.0006	0.0005	0.0005	0.0004	0.0004
Building and Equipment	0.0193	0.0159	0.0182	0.0174	0.0150
Liability Insurance	0.0068	0.0051	0.0050	0.0038	0.0034
Bond and Interest	0.1022	0.0910	0.0865	0.0767	0.0656
	<u>0.5589</u>	<u>0.4543</u>	<u>0.4489</u>	<u>0.3958</u>	<u>0.3477</u>

**Gail Borden Public Library District  
Property Tax Collections by Year  
For the Year Ended June 30, 2019**

	Combined (Blended) Cook and Kane				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Extensions	\$ 15,410,954	\$ 15,003,920	\$ 14,682,947	\$ 14,347,700	\$ 14,207,740
Collected through June 30, 2020	\$ 6,815,433	\$ 14,886,032	\$ 14,598,668	\$ 14,288,887	\$ 14,149,745
Percentage collected	44.22%	99.21%	99.43%	99.59%	99.59%

	Combined (Blended) Cook and Kane				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Total Extensions	\$ 14,411,274	\$ 13,138,028	\$ 13,738,430	\$ 12,948,712	\$ 12,727,123
Collected through June 30, 2015	\$ 14,323,604	\$ 13,022,419	\$ 13,512,362	\$ 12,874,686	\$ 12,650,844
Percentage collected	99.39%	99.12%	98.35%	99.43%	99.40%