

**Crete Public Library District  
Annual Financial Report  
For the Year Ended June 30, 2017**

**Crete Public Library District  
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For the Year Ended June 30, 2017**

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## INDEPENDENT AUDITORS' REPORT

To The Board of Trustees  
Crete Public Library District  
Crete, Illinois

### **Report on the Financial Statements**

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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.

## **Opinion**

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 Crete Public Library District, as of June 30, 2017, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and certain pension disclosures, be presented to supplement the basic financial statements. Such information, although not 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.

The major fund budgetary comparison schedule listed on the table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. This Required Supplementary Information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ending June 30, 2017 and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Crete Public Library District's basic financial statements. The combining and individual fund financial schedules for the for the year ended June 30, 2017 listed in the table of contents 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 financial statements. The combining and individual fund financial schedules have 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 schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The statistical information 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.

*Kuntze & Associates, P.C.*

**Crete Public Library District  
Management's Discussion and Analysis  
June 30, 2017**

The Crete Public Library District (hereinafter referred to as the Library) Management's Discussion and Analysis is designed to: (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Library's financial activity, (3) identify changes in the Library's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued in June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Library's financial statements (beginning on page 8).

The Crete Public Library District has been in existence since 1985. Previously, it was a village library established in 1963. The form of governance of the Library and its pertinent legal basis are recited in the Illinois Public Library Act as amended. This is currently Chapter 75 of the Illinois Compiled Statutes.

**Financial Highlights**

1. According to the Illinois Public Library Act, all revenues not expended during a fiscal year became part of the Special Reserve Fund of the Library to be used for Capital Purposes.
2. At June 30, 2017, total assets and deferred outflows were \$6,804,192 and total liabilities and deferred inflows were \$1,091,212 compared to total assets of \$6,930,172 and total liabilities of \$1,062,353 at June 30, 2016. At June 30, 2017, net position \$5,712,979, while at June 30, 2016, total net assets were \$5,867,819. The portion of net investment in capital assets was \$2,238,841 and \$2,203,316 at June 30, 2017 and 2016, respectively.
3. Overall, total revenues for all funds in 2017 were \$1,749,699 and total expenses were \$1,840,492 as compared to 2016 total revenues of \$1,772,288 and total expenses of \$1,674,782. Overall, there was a net decrease of \$90,793 in total fund balances from \$2,381,624 in 2016 to \$2,381,624 in 2017.
4. Property tax and replacement tax collections received in fiscal year 2017 (2015 tax year) were \$1,700,486 compared to \$1,710,220 received in fiscal 2016 (2014 tax year).

## Overview of the Financial Statements

Management's Discussion and Analysis introduces the Library's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. The Library also includes in this report additional information to supplement the basic financial statements.

### Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Crete Public Library District finances in a manner similar to a private-sector business. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The government-wide financial statements can be found on pages 8 - 9 of this report.

The *Statement of Net Position* presents information on all the Crete Public Library District's assets and deferred outflows and liabilities and deferred inflows, 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 is improving or deteriorating.

<b>Statements of Net Assets</b>	<b>FY2014/15</b>	<b>FY2015/16</b>	<b>FY2016/17</b>
Total Assets and Deferred Outflows	\$6,545,149	\$6,930,172	\$6,804,192
Total Liabilities and Deferred Inflows	\$667,958	\$1,062,353	\$1,091,212
Total Net Position	\$5,877,191	\$5,867,819	\$5,712,979

Total assets have decreased as the Library finished its renovation project, while total liabilities have remained consistent.

The *Statement of Activities* presents information showing how the Library's net position changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., property taxes levied for general purposes).

<b>Statements of Activities</b>	<b>FY2014/15</b>	<b>FY2015/16</b>	<b>FY2016/17</b>
Property Taxes	\$1,707,513	\$1,706,587	\$1,723,188
Replacement Taxes	\$3,781	\$3,633	\$4,036
Interest Revenue	\$642	\$4,654	\$6,638
Miscellaneous Revenue	\$6,110	\$5,066	\$2,109
Charges for Services	\$22,157	\$24,811	\$26,804
Grants and Donations	\$28,280	\$28,476	\$9,626
Total Revenue	\$1,768,483	\$1,773,227	\$1,772,037
Library Services Expense	\$1,447,747	\$1,351,537	\$1,927,241
Interest Expense	n/a	n/a	n/a
Change in Net Pension Liability	\$110,198	\$431,061	n/a
Total Expense	\$1,557,945	\$1,782,598	\$1,927,241
Change in net position	\$210,538	(\$9,371)	(\$154,840)
Net Position, Beginning of Year	\$6,234,431	\$5,877,191	\$5,867,819
Prior Period Adjustment	(\$567,778)	n/a	n/a
Net Position, End of Year	\$5,877,191	\$5,867,819	\$5,712,979

The Library continues to be busy serving patrons during FY2016/17, with visits by nearly 83,500 patrons. We continue to offer a diverse selection of programming for all ages; the Library hosted 640 programs with attendance of nearly 6,000. The library circulated a total of nearly 150,000 books, DVDs, audios, and electronic materials; loaned out over 10,000 items to other libraries; and borrowed 14,560 items for Crete patrons. Weeding and developing the collection continues to be a building-wide priority, with an emphasis on providing current information and ample copies of popular materials. Reference librarians in Adult and Youth Services answered a total of 6,714 questions.

### **Fund Financial Statements**

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Library uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Library's most significant funds rather than the Library as a whole, and therefore provide additional information that won't be found in the statement of net assets or the statement of activities. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The basic governmental fund financial statements are presented on pages 10 – 12 of this report.



Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with the fund statements providing a distinctive view of the Library's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund and major special revenue funds. Budgetary comparison schedules for other special revenue funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Library's adopted annual appropriated budget.

### **Notes to the Financial Statements**

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13 – 27 of this report.

### **Capital Assets**

The Library continues to use its existing Capital Replacement Plan to help prioritize projects and repairs necessary to keep the building functioning optimally. Estimated costs will continue to rise with inflation and the Library will be mindful of its reserves while planning for maintenance and improvements to the building and grounds.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, found on pages 28 through 30, and supplemental schedules, found on pages 34 through 45. The supplementary information includes budget to actual comparisons and statistical analysis tables.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 34.

### **Contacting the Library's Management**

This financial report is designed to provide a general overview of the District's finances. If you have any questions about this report or require additional information, please contact Susan K. Dienes, Administrative Librarian, at Crete Public Library District, 1177 N. Main St., Crete, Illinois 60417.

**Crete Public Library District  
Statement of Net Position  
June 30, 2017**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash	\$ 3,172,485
Property Tax Receivable	893,987
Prepaid Expenses	6,837
Capital Assets	
Capital Assets Not Being Depreciated	133,932
Other Capital Assets, Net of Depreciation	2,104,908
Total Capital Assets	<u>2,238,840</u>
<b>TOTAL ASSETS</b>	<u>6,312,149</u>
<b>DEFERRED OUTFLOWS</b>	
IMRF Plan Year Adjustment	54,332
IMRF Deferred Outflows	<u>437,711</u>
<b>TOTAL DEFERRED OUTFLOWS</b>	<u>492,043</u>
<b>LIABILITIES</b>	
Due Within One Year	
Accounts Payable	28,325
Accrued Wages	15,880
Due In More Than One Year	
Net Pension Liability	<u>1,017,750</u>
<b>TOTAL LIABILITIES</b>	<u>1,061,955</u>
<b>DEFERRED INFLOWS</b>	
IMRF Deferred Inflows	<u>29,257</u>
<b>TOTAL DEFERRED INFLOWS</b>	<u>29,257</u>
<b>NET POSITION</b>	
Invested in Capital Assets	2,238,840
Restricted Amounts - Permanent	
Working Cash	605,076
Restricted Amounts - Temporary	
IMRF	19,570
Debt Service	708
FICA	28,287
Building and Sites	21,266
Unemployment	7,208
Worker's Compensation	9,588
Memorial	19,838
Unrestricted Amounts	<u>2,762,598</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 5,712,979</u></u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District  
Statement of Activities  
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes In Net Position Governmental Activities
		Charges For Services	Grants and Donations	
<b>GOVERNMENTAL ACTIVITIES</b>				
Library Services	\$ 1,927,241	\$ 26,804	\$ 9,626	\$ (1,890,811)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>\$ 1,927,241</u>	<u>\$ 26,804</u>	<u>\$ 9,626</u>	<u>\$ (1,890,811)</u>
<b>GENERAL REVENUES</b>				
Taxes				
Property taxes levied for general purposes				1,723,188
Replacement taxes for general purposes				4,036
Interest				6,638
Miscellaneous				2,109
<b>TOTAL GENERAL REVENUES</b>				<u>1,735,971</u>
<b>CHANGE IN NET POSITION</b>				(154,840)
<b>NET POSITION,</b>				
<b>BEGINNING OF YEAR</b>				<u>5,867,819</u>
<b>END OF YEAR</b>				<u>\$ 5,712,979</u>

See Accompanying Notes To The Financial Statements.

**Crete Public Library District  
Balance Sheet  
June 30, 2017**

	General	Special Reserve	Working Cash	Other Governmental Funds	Total
<b>ASSETS</b>					
Cash	\$ 1,151,620	\$ 1,168,903	\$ 605,076	\$ 246,886	\$ 3,172,485
Property Tax Receivable	797,249	0	0	96,738	893,987
Prepaid Expenditures	0	0	0	6,837	6,837
<b>TOTAL ASSETS</b>	<u>1,948,869</u>	<u>1,168,903</u>	<u>605,076</u>	<u>350,461</u>	<u>4,073,309</u>
<b>DEFERRED OUTFLOWS</b>					
	0	0	0	0	0
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<u>1,948,869</u>	<u>1,168,903</u>	<u>605,076</u>	<u>350,461</u>	<u>4,073,309</u>
<b>LIABILITIES</b>					
Accounts Payable	21,825	0	0	6,500	28,325
Deferred Property Taxes	1,550,176	0	0	188,097	1,738,273
Accrued Wages	15,880	0	0	0	15,880
<b>TOTAL LIABILITIES</b>	<u>1,587,881</u>	<u>0</u>	<u>0</u>	<u>194,597</u>	<u>1,782,478</u>
<b>DEFERRED INFLOWS</b>					
	0	0	0	0	0
<b>FUND BALANCES</b>					
Nonspendable	0	0	605,076	6,837	611,913
Restricted	0	0	0	105,460	105,460
Assigned	0	1,168,903	0	53,021	1,221,924
Unassigned	360,988	0	0	(9,454)	351,534
<b>TOTAL FUND BALANCES</b>	<u>360,988</u>	<u>1,168,903</u>	<u>605,076</u>	<u>155,864</u>	<u>2,290,831</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>	<u>\$ 1,948,869</u>	<u>\$ 1,168,903</u>	<u>\$ 605,076</u>	<u>\$ 350,461</u>	

Amounts reported in the Statement of Net Position are different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the fund financial statements.	2,238,840
IMRF Plan Year Adjustments are not recorded as Deferred Outflows in the fund financial statements.	54,332
IMRF Deferred Inflows are not reported as deferred inflows in the fund financial statements.	(29,257)
Deferred Property Taxes are not reported in the government-wide statements.	1,738,272
Net Pension Liability is not reported in the fund financial statements.	(1,017,750)
IMRF Deferred Inflows are not reported as deferred inflows in the fund financial statements.	437,711

**NET POSITION OF GOVERNMENTAL FUNDS** \$ 5,712,979

See Accompanying Notes To The Financial Statements.

**Crete Public Library District**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Year Ended June 30, 2017**

	General	Special Reserve	Working Cash	Other Governmental Funds	Total
<b>REVENUES</b>					
Property Taxes	\$ 1,570,097	\$ 0	\$ 0	\$ 130,389	\$ 1,700,486
Replacement Taxes	4,036	0	0	0	4,036
Fines and Fees	15,803	0	0	0	15,803
Copy Machine and Microform	11,001	0	0	0	11,001
Interest	6,638	0	0	0	6,638
Developer Fees	376	0	0	0	376
Donations	9,250	0	0	0	9,250
Miscellaneous	2,109	0	0	0	2,109
<b>TOTAL REVENUES</b>	<b>1,619,310</b>	<b>0</b>	<b>0</b>	<b>130,389</b>	<b>1,749,699</b>
<b>EXPENDITURES</b>					
General	1,353,985	0	0	0	1,353,985
Special Reserve	0	249,697	0	0	249,697
IMRF	0	0	0	108,006	108,006
FICA	0	0	0	67,541	67,541
Public Liability Insurance	0	0	0	12,766	12,766
Audit	0	0	0	6,500	6,500
Building and Sites	0	0	0	37,594	37,594
Unemployment Insurance	0	0	0	2,030	2,030
Workmen's Comp	0	0	0	2,373	2,373
<b>TOTAL EXPENDITURES</b>	<b>1,353,985</b>	<b>249,697</b>	<b>0</b>	<b>236,810</b>	<b>1,840,492</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>265,325</b>	<b>(249,697)</b>	<b>0</b>	<b>(106,421)</b>	<b>(90,793)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	0	180,000	0	70,000	250,000
Transfers Out	(250,000)	0	0	0	(250,000)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(250,000)</b>	<b>180,000</b>	<b>0</b>	<b>70,000</b>	<b>0</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>15,325</b>	<b>(69,697)</b>	<b>0</b>	<b>(36,421)</b>	<b>(90,793)</b>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<b>345,663</b>	<b>1,238,600</b>	<b>605,076</b>	<b>192,285</b>	<b>2,381,624</b>
<b>END OF YEAR</b>	<b>\$ 360,988</b>	<b>\$ 1,168,903</b>	<b>\$ 605,076</b>	<b>\$ 155,864</b>	<b>\$ 2,290,831</b>

See Accompanying Notes To The Financial Statements.

**Crete Public Library District**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2017**

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Net Change in Fund Balances - Total Governmental Funds (Statement of Revenues, Expenditures, and Changes in Fund Balances)	\$ (90,793)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of Capital Assets is not considered an expenditure in the fund financial statements.	(353,859)
Purchase of Capital Assets is considered an expenditure in the fund financial statements.	389,382
Property taxes that do not provide current financial resources are not reported as property tax revenue in the fund financial statements.	22,702
Pension-related accounts are not recorded to the fund financial statements as follows:	
Changes in IMRF Net Pension Liability	(25,631)
Changes in IMRF Plan Year Expenses	7,720
Changes in IMRF Deferred Outflows	(88,188)
Changes in IMRF Deferred Inflows	<u>(16,173)</u>
Change in Net Position of Governmental Activities (Statement of Activities)	<u>\$ (154,840)</u>

See Accompanying Notes To The Financial Statements.

**Crete Public Library District  
Notes To The Financial Statements  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Crete Public Library District (“the District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District’s accounting policies are described below.

A. Reporting Entity

The Library District follows the provisions of Governmental Accounting Standards Board Statement No. 39, “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14”. As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Library District has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Library District is not required to be included as a component unit of any other entity.

Governmental Accounting Standards Board Statement No. 61, “The Financial Reporting Entity”, is an amendment of GASB Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

B. Accounting Standards Implemented

As of July 1, 2012, the District has implemented GASB Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position”. The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government’s net position.

As of July 1, 2012, the District has implemented GASB Statement No. 65 “Items Previously Reported as Assets and Liabilities”. The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.



**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Accounting Standards Implemented (Continued)

As of July 1, 2014, the District has implemented GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" which is an amendment of GASB Statement No. 27. The objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

Upon implementation of GASB 68, the Library has also implemented GASB Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68.

C. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The District does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets and deferred outflows, liabilities and deferred inflows, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

Funds are organized as major funds or non-major funds with emphasis placed on major funds. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.

Governmental Funds

Governmental fund types are those through which most governmental functions of the District are financed. The District's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the District's governmental funds follows:

General Fund

The General Fund is the general operating fund of the Library District. It is used to account for and report all financial resources not accounted for or reported in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Funds included in this fund category are:

- Illinois Municipal Retirement Fund
- Special Reserve Fund
- FICA Fund
- Public Liability Insurance Fund
- Audit Fund
- Building and Sites Fund
- Unemployment Compensation Fund
- Workmen's Compensation Fund
- Memorial Fund

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, excluding those types of capital related outflows financed by proprietary funds.

Permanent Fund

The Working Cash Fund is used to account for financial resources held by the District to be used for temporary interfund loans to certain other funds.

MAJOR FUNDS

The District reports the following major governmental funds:

- The General Fund, which accounts for the District's primary operating activities.
- The Special Reserve Fund, which accounts for financial resources held by the District for use in special projects.
- The Working Cash Fund, which accounts for financial resources held by the District to be used for temporary interfund loans to certain other funds.

NON-MAJOR FUNDS

The District reports the following non-major governmental funds:

- Capital Projects Fund
- Illinois Municipal Retirement Fund
- Debt Service Fund
- FICA Fund
- Public Liability Insurance Fund
- Audit Fund
- Building and Sites Fund
- Unemployment Compensation Fund
- Workman's Compensation Fund
- Memorial Fund

D. Basis of Accounting

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

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting (Continued)

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the District's operations. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The District considers property taxes measurable when the entire levy has been collected. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The District reports deferred revenues on its Governmental Funds Balance Sheet. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

E. Measurement Focus

On the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets, deferred outflows, liabilities (whether current or non-current), and deferred inflows are included on the Statement of Net Position and the operating statements present increases and decreases in net position.

The measurement focus of all funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements, are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources, are included as liabilities in the government-wide financial statements, but are excluded from the fund financial statements. The related expenditures are recognized in the fund financial statements when the liabilities are liquidated. Historically, the expenditures have been recorded to the general fund.

F. Cash, Cash Equivalents and Investments

The District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the District and investment pools to be cash equivalents.

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash, Cash Equivalents and Investments (Continued)

For purposes of reporting cash flows, cash and cash equivalents are defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments that are readily convertible to known amounts of cash. Investments with an original maturity of three months or less are considered short-term for these purposes

Illinois Revised Statutes authorize the District to invest in securities guaranteed by the full faith and credit of the United States of America, interest-bearing savings accounts, certificates of deposit or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act, the State Treasurer's investment pool, and other permitted investments under paragraph 902, chapter 85 of the Statutes as amended by Public Act 86-426. Investments may only be made in banks that are insured by the Federal Deposit Insurance Corporation.

G. Budgets and Budgetary Information

Budgets are adopted on a cash basis. Annual appropriated budgets are adopted for the Corporate, Working Cash, IMRF, Special Reserve, FICA, Unemployment Compensation Insurance, Public Liability Insurance, Worker's Compensation, Audit Expense and Building Funds, but not for the Debt Service, Capital Projects, or Memorial Funds. All annual appropriations lapse at fiscal year end. Differences from budgeting on a cash basis to accrual basis are immaterial.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2016 are recorded as prepaid items.

I. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, the District has adopted a capitalization threshold of \$500 for capital asset additions. All capital assets are valued at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Building and Improvements	5 to 37.5 years
Books	5 years
Furniture and Equipment	5 years

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets (Continued)

FUND FINANCIAL STATEMENTS

In the fund financial statements, assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

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

J. Use of Estimates

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

K. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Equity is classified as net position and displayed in three components:

- Net Investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts– consists of amounts with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts – consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. The components of fund balance are:

- Non-spendable – consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.
- Restricted – consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either; a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Equity Classifications (Continued)

- Committed – consists of resources constrained (issuance of an ordinance) to specific purposes by a government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.
- Assigned – amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by (a) the Board of Trustees itself or (b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Trustees, which is authorized to assign amounts to a specific purpose.
- Unassigned – consists of the residual net resources of a fund that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

Fund	General	Special Reserve	Working Cash	Other Governmental Funds	Total
Non-spendable					
Public Liability Insurance	0	0	0	5,832	5,832
Workmen's Compensation	0	0	0	1,005	1,005
Working Cash	0	0	605,076	0	605,076
Restricted					
IMRF	0	0	0	19,570	19,570
Debt Service	0	0	0	708	708
FICA	0	0	0	28,287	28,287
Building and Sites	0	0	0	21,266	21,266
Unemployment	0	0	0	7,208	7,208
Workmen's Compensation	0	0	0	8,583	8,583
Memorial Fund	0	0	0	19,838	19,838
Assigned	0	1,168,903	0	53,021	1,221,924
Unassigned	360,988	0	0	(9,454)	351,534
	<u>\$ 360,988</u>	<u>\$ 1,168,903</u>	<u>\$ 605,076</u>	<u>\$ 155,864</u>	<u>\$ 2,290,831</u>

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. If different levels of unrestricted funds are available for spending, the District considers committed funds to be expended first followed by assigned and, lastly, unassigned funds.

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 2 – CASH AND INVESTMENTS

A. Deposits

At June 30, 2017, the carrying amount of the District's deposits was \$3,172,485, and the bank balance was \$3,201,447. Included in the District's deposits is a balance in the Illinois Funds. This pooled investment with other districts is similar in nature to a money market fund and consists primarily of certificates of deposit, U.S. Government securities, commercial paper, and corporate bonds.

B. Investments

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (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 of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

NOTE 3 - PROPERTY TAX REVENUE

Property taxes for 2017 are attached as an enforceable lien on property as of January 1, 2017. The District's 2016 property tax was levied for certain residents in Will County as of December 31, 2016 by passage of a tax levy ordinance. Taxes levied in one year become due and payable in two installments; the first installment is due June 1, 2017 and a second installment is due on September 1, 2017. On these dates, the bill becomes delinquent and penalties and interest may be assessed.

The County Assessors are responsible for assessment of all taxable real property within their County except for certain railroad property, which is assessed directly by the State. Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the governmental units their respective share of the collections.

NOTE 4 - DEFICIT FUND BALANCES

At June 30, 2017, the following funds had deficit balances:

Fund	Deficit
Public Liability Insurance	\$ (247)
Audit	(3,375)



**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

**NOTE 5 - CAPITAL ASSETS**

A summary of changes in capital assets for the year ended June 30, 2017 follows. Total depreciation expense for the year was \$353,859.

	Balance July 1, 2016	Additions	Deletions	Balance June 30, 2017
Assets Not Subject to Depreciation				
Land	\$ 133,932	\$ 0	\$ 0	\$ 133,932
	<u>133,932</u>	<u>0</u>	<u>0</u>	<u>133,932</u>
Assets Subject to Depreciation				
Building and Improvements	3,514,279	250,394	0	3,764,673
Books	757,032	121,199	(155,846)	722,385
Furniture and Equipment	583,616	17,789	0	601,405
	<u>4,854,927</u>	<u>389,382</u>	<u>(155,846)</u>	<u>5,088,463</u>
Total Capital Assets	<u>4,988,859</u>	<u>389,382</u>	<u>(155,846)</u>	<u>5,222,395</u>
Less Accumulated Depreciation				
Building and Improvements	(1,996,501)	(138,447)	0	(2,134,948)
Books	(371,588)	(147,940)	155,846	(363,682)
Furniture and Equipment	(417,453)	(67,472)	0	(484,925)
	<u>(2,785,542)</u>	<u>(353,859)</u>	<u>155,846</u>	<u>(2,983,555)</u>
Net Capital Assets	<u>\$ 2,203,317</u>	<u>\$ 35,523</u>	<u>\$ 0</u>	<u>\$ 2,238,840</u>

**NOTE 6 - EXPENDITURES OVER BUDGET**

The following funds had expenditures that exceed budgeted expenditures:

Fund	Budget	Actual
Special Reserve Fund	\$ 200,000	\$ 249,697
IMRF	90,000	108,006
FICA	60,000	67,541

The Debt Service, Capital Projects, and Memorial Funds did not have legally adopted budgets for the fiscal year.

**NOTE 7 - TRANSFERS**

The following transfers were made between funds during the year ended June 30, 2016:

Fund	Transfers In	Transfers Out
General	\$ 0	\$ 250,000
Special Reserve	180,000	
IMRF	50,000	
Public Liability Insurance	20,000	0
	<u>\$ 250,000</u>	<u>\$ 250,000</u>

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 8 – SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2017, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is October 6, 2017, the date the financial statements were available to be issued.

NOTE 9 – PENSION PLAN COMMITMENT

*Plan Description.* The employer'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 Library District plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. 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 financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

In accordance with GASB Statement No. 50, "Pension Disclosures – An Amendment of GASB Statements No. 25 and No. 27", the following information is provided.

*Funding Policy.* As set by statute, the Library District Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate from calendar year 2016 was 13.90 percent. The Library 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Annual Pension Cost.* For 2017, the Library district's required contribution for calendar year 2016 was \$100,285.

**Crete Public Library District**  
**Notes to the Financial Statements (Continued)**  
**For The Year Ended June 30, 2017**

NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

In accordance with GASB Statement No. 68, “Accounting and Financial Reporting for Pension – An amendment of GASB No. 27,” the following information is provided:

Actuarial Valuation Date	December 31, 2016
Measurement Date of the Net Pension Liability	December 31, 2016
Fiscal Year End	June 30, 2017

Membership

Number of	
- Retirees and Beneficiaries	12
- Inactive, Non-Retired Members	10
- Active Members	17
- Total	<u>39</u>

Covered Valuation Payroll	<u>\$ 721,477</u>
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Net Pension Liability

Total Pension Liability/(Asset)	\$ 3,130,268
Plan Fiduciary Net Position	<u>2,112,518</u>
Net Pension Liability/(Asset)	<u>\$ 1,017,750</u>

Plan Fiduciary Net Position as a Percentage  
of total Pension liability

67.49%

Net Pension Liability as a Percentage  
of Covered Valuation Payroll

141.06%

Development of the Single Discount Rate as of December 31, 2016

Long-Term Expected Rate of Investment Return 7.50%

Long-Term Municipal Bond Rate 3.78%

Last year December 31 in the 2017 to 2116 projection period 2116  
for which projected benefit payments are fully funded

Resulting Single Discount Rate based on the above development 7.50%

Single Discount Rate Calculated using December 31, 2015 Measurement Date 7.43%

Total Pension Expense/(Income)	<u>\$ 230,277</u>
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Deferred Outflows and Deferred Inflows of Resources by Source  
(to be recognized in Future Pension Expenses)

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>
1. Difference between expected and actual experience	\$ 279,356	\$ 8,494
2. Assumption Changes	56,685	20,763
3. Net Difference between projected and actual earnings on pension plan investments	101,670	0
3. Total	<u>\$ 437,711</u>	<u>\$ 29,257</u>

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources  
by Year to be Recognized in Future Pension Expenses

Year Ending December 31	Net Deferred Outflows of Resources
2017	\$ 145,076
2018	141,675
2019	113,392
2020	8,102
2021	209
Thereafter	0
Total	<u>\$ 408,454</u>

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS  
USED IN THE CALCULATION OF THE TOTAL PENSION LIABILITY

Methods and Assumptions Used to Determine Total Pension Liability and Contribution Rates:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.5%
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 2012). 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 2012). the IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
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Other Information: There were no benefit changes during the year.

**Crete Public Library District**  
**Notes to the Financial Statements (Continued)**  
**For The Year Ended June 30, 2017**

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NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
CURRENT PERIOD  
Calendar Year Ended December 31, 2016

A. Total pension liability		
1. Service cost	\$	81,030
2. Interest on the total pension liability		217,376
3. Changes of benefit terms		0
4. Difference between expected and actual experience of the total pension liability		52,947
5. Changes of assumptions		(25,903)
6. Benefit payments, including refunds of employee contributions		(160,636)
7. Net change in total pension liability		164,814
8. Total pension liability – beginning		2,965,454
9. Total pension liability – ending	\$	<u>3,130,268</u>
B. Plan fiduciary net position		
1. Contributions – employer	\$	100,285
2. Contributions – employee		32,467
3. Net investment income		134,505
4. Benefit payments, including refunds of employee contributions		(160,636)
5. Other (net transfer)		32,562
6. Net change in plan fiduciary net position		139,183
7. Plan fiduciary net position – beginning		1,973,335
8. Plan fiduciary net position – ending	\$	<u>2,112,518</u>
C. Net pension liability/(asset)	\$	<u>1,017,750</u>
D. Plan fiduciary net position as a percentage of the total pension liability		67.49%
E. Covered Valuation Payroll		721,477
F. Net pension liability as a percentage of covered valuation payroll		141.06%

**Crete Public Library District  
Notes to the Financial Statements (Continued)  
For The Year Ended June 30, 2017**

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NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

CALCULATION OF THE SINGLE DISCOUNT RATE

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The single discount rate (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the 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 (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57%; and the resulting single discount rate is 7.50%.

SENSITIVITY OF NET PENSION LIABILITY/(ASSET) TO THE  
SINGLE DISCOUNT RATE ASSUMPTION

	1% Decrease 6.50%	Current Single Discount Rate Assumption 7.50%	1% Increase 8.50%
Total Pension Liability	\$ 3,527,319	\$ 3,130,268	\$ 2,798,175
Plan Fiduciary Net Position	2,112,518	2,112,518	2,112,518
Net Pension Liability/(Asset)	<u>\$ 1,414,801</u>	<u>\$ 1,017,750</u>	<u>\$ 685,657</u>

**Crete Public Library District  
IMRF Pension Disclosures  
For The Year Ended June 30, 2017**

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In accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – An Amendment of GASB Statements No. 27", the financial statements of employers also include required supplementary information showing the 10-year fiscal history of:

- Sources of changes in the net pension liability;
- Information about the components of the net pension liability and related ratios, including the pension plan's fiduciary net position as a percentage of the total pension liability, and the net pension liability as a percent of covered-employee payroll, and
- Comparison of actual employer contributions to the actuarially determined contributions based on the plan's funding policy.

**MULTIYEAR SCHEDULE OF CONTRIBUTIONS  
Last 10 Plan Years**

Plan Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 82,453	\$ 87,891	\$ (5,438)	\$ 588,527	14.93%
2015	96,986	96,986	0	707,928	13.70%
2016	100,285 *	100,285	0	721,477	13.90%

\* Estimated based on contribution rate of 13.90% and covered valuation payroll of \$721,477.

**Crete Public Library District  
IMRF Pension Disclosures (Continued)  
For The Year Ended June 30, 2017**

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NOTES TO SCHEDULE OF CONTRIBUTIONS

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

Methods and Assumptions Used to Determine 2016 Contribution Rates:

<p>Actuarial Cost Method Amortization Method Remaining Amortization Period</p>	<p>Aggregate Entry-Age Normal Level Percentage of Payroll, Closed Non-Taxing bodies : 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 27-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 15 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 22 years for most employers (two employers were financed over 31 years).</p>
<p>Asset Valuation Method Wage Growth Price Inflation</p>	<p>5-Year smoothed market; 20% corridor 3.50% 2.75% - approximate; No explicit price inflation assumption is used in this valuation.</p>
<p>Salary Increases Investment Rate of Return Retirement Age</p>	<p>3.75% to 14.50% including inflation 7.50%</p>
<p>Mortality</p>	<p>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. For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). 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 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Morality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific morality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Morality Table with adjustments to match current IMRF experience.</p>

Other Information: There were no benefit changes during the year.



**Crete Public Library District  
IMRF Pension Disclosures (Continued)  
For The Year Ended June 30, 2017**

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios  
Last 10 Plan Years (When Available)

Plan Year Ending December 31,	2016	2015	2014
Total pension liability			
Service cost	81,030	67,532	70,005
Interest on the total pension liability	217,376	179,630	162,893
Changes of benefit terms	0	0	0
Difference between expected and actual experience of the total pension liability	52,947	397,478	(22,264)
Changes of assumptions	(25,903)	10,454	132,266
Benefit payments, including refunds of employee contributions	(160,636)	(127,565)	(95,374)
Net change in total pension liability	164,814	527,529	247,526
Total pension liability— beginning	2,965,454	2,437,925	2,190,399
Total pension liability – ending	<u>\$ 3,130,268</u>	<u>\$ 2,965,454</u>	<u>\$ 2,437,925</u>
Plan fiduciary net position			
Contributions – employer	\$ 100,285	\$ 96,986	\$ 87,891
Contributions – employee	32,467	31,857	28,231
Net investment income	134,505	9,388	106,745
Benefit payments, including refunds of employee contributions	(160,636)	(127,565)	(95,374)
Other (net transfer)	32,562	85,802	9,835
Net change in plan fiduciary net position	139,183	96,468	137,328
Plan fiduciary net position			
Beginning	1,973,335	1,876,867	1,739,539
Ending	<u>\$ 2,112,518</u>	<u>\$ 1,973,335</u>	<u>\$ 1,876,867</u>
Net pension liability/(asset)	<u>\$ 1,017,750</u>	<u>\$ 992,119</u>	<u>\$ 561,058</u>
Plan fiduciary net position as a percent of the total pension liability	67.49%	66.54%	76.99%
Covered Valuation Payroll	721,477	707,928	588,527
Net pension liability as a percent of covered valuation payroll	141.06%	140.14%	95.33%

**Crete Public Library District  
General Fund  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2017**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Property Taxes	\$ 1,654,236	\$ 1,654,236	\$1,570,097	\$ (84,139)
Replacement Taxes	0	0	4,036	4,036
Grants	13,000	13,000	0	(13,000)
Fines and Fees	11,000	11,000	15,803	4,803
Copy Machine and Microform	8,500	8,500	11,001	2,501
Interest	2,000	2,000	6,638	4,638
Donations	1,500	1,500	9,250	7,750
Miscellaneous	900	900	2,109	1,209
<b>TOTAL REVENUES</b>	<u>1,691,136</u>	<u>1,691,136</u>	<u>1,618,934</u>	<u>(72,202)</u>
<b>EXPENDITURES</b>				
Personnel - Salaries	950,000	950,000	860,865	89,135
Personnel - Health Insurance	80,000	80,000	75,888	4,112
Personnel - Staff/Board Development	18,000	18,000	14,277	3,723
Library Services - Collection Development	190,000	190,000	121,199	68,801
Library Services - Programming	46,000	46,000	15,913	30,087
Library Services - Supplies	46,000	46,000	18,734	27,266
Library Services - Printing	14,000	14,000	5,293	8,707
Automation Services - Support Services	60,000	60,000	52,898	7,102
Automation Services - Equipment & Supplies	50,000	50,000	34,660	15,340
Automation Services - Utilities	15,000	15,000	6,933	8,067
Building & Grounds - Maintenance Services	58,000	58,000	22,190	35,810
Building & Grounds - Furniture and Equipment	70,000	70,000	14,003	55,997
Building & Grounds - Supplies	20,000	20,000	8,703	11,297
Utilities - Electric	60,000	60,000	50,972	9,028
Utilities - Gas	30,000	30,000	10,235	19,765
Utilities - Telephone	4,000	4,000	2,354	1,646
Utilities - Other	2,000	2,000	1,754	246
Contractual Services - Legal	40,000	40,000	3,195	36,805
Contractual Services - Accounting	5,000	5,000	3,084	1,916
Contractual Services - Consulting	50,000	50,000	25,705	24,295
Contingency	6,000	6,000	5,130	870
<b>TOTAL EXPENDITURES</b>	<u>1,814,000</u>	<u>1,814,000</u>	<u>1,353,985</u>	<u>460,015</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>(122,864)</u>	<u>(122,864)</u>	<u>264,949</u>	<u>387,813</u>
<b>OTHER FINANCING USES</b>				
Transfers Out	0	0	(250,000)	(250,000)
<b>TOTAL OTHER FINANCING USES</b>	<u>0</u>	<u>0</u>	<u>(250,000)</u>	<u>(250,000)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (122,864)</u>	<u>\$ (122,864)</u>	<u>14,949</u>	<u>\$ 137,813</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>345,663</u>	
<b>END OF YEAR</b>			<u>\$ 360,612</u>	

Crete Public Library District  
Special Reserve Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>TOTAL REVENUES</b>	\$ 0	\$ 0	\$ 0	\$ 0
<b>EXPENDITURES</b>				
Special Reserve Expense	200,000	200,000	249,697	(49,697)
<b>TOTAL EXPENDITURES</b>	200,000	200,000	249,697	(49,697)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(200,000)	(200,000)	(249,697)	(49,697)
<b>OTHER FINANCING SOURCE</b>				
Transfers In	0	0	180,000	180,000
<b>TOTAL OTHER FINANCING SOURCE</b>	0	0	180,000	180,000
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (200,000)</u>	<u>\$ (200,000)</u>	(69,697)	<u>\$ 130,303</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>1,238,600</u>	
<b>END OF YEAR</b>			<u>\$1,168,903</u>	

**Crete Public Library District**  
**Working Cash Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
TOTAL REVENUES	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL EXPENDITURES	0	0	0	0
NET CHANGE IN FUND BALANCE	<u>\$ 0</u>	<u>\$ 0</u>	0	<u>\$ 0</u>
FUND BALANCE, BEGINNING OF YEAR			<u>605,076</u>	
END OF YEAR			<u>\$ 605,076</u>	

Crete Public Library District  
Non-Major Funds  
Combining Balance Sheet  
For the Year Ended June 30, 2017

	Special Revenue Funds										
	Capital Projects	Illinois Municipal Retirement	Debt Service	FICA	Public Liability Insurance	Audit	Building and Sites	Unemployment Compensation	Workmen's Compensation	Memorial Fund	Total
<b>ASSETS</b>											
Cash	\$ 53,021	\$ 68,257	\$ 708	\$ 57,499	\$ 6,093	\$ 4,128	\$ 21,266	\$ 7,356	\$ 8,720	\$ 19,838	\$ 246,886
Property Tax Receivable	0	51,553	0	30,932	12,888	1,061	0	152	152	0	96,738
Prepaid Expenditures	0	0	0	0	5,832	0	0	0	1,005	0	6,837
<b>TOTAL ASSETS</b>	<u>53,021</u>	<u>119,810</u>	<u>708</u>	<u>88,431</u>	<u>24,813</u>	<u>5,189</u>	<u>21,266</u>	<u>7,508</u>	<u>9,877</u>	<u>19,838</u>	<u>350,461</u>
<b>DEFERRED OUTFLOWS</b>	0	0	0	0	0	0	0	0	0	0	0
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<u>53,021</u>	<u>119,810</u>	<u>708</u>	<u>88,431</u>	<u>24,813</u>	<u>5,189</u>	<u>21,266</u>	<u>7,508</u>	<u>9,877</u>	<u>19,838</u>	<u>350,461</u>
<b>LIABILITIES</b>											
Accounts Payable	0	0	0	0	0	6,500	0	0	0	0	6,500
<b>TOTAL LIABILITIES</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,500</u>
<b>DEFERRED INFLOWS</b>											
Deferred Property Taxes	0	100,240	0	60,144	25,060	2,064	0	300	289	0	188,097
<b>TOTAL DEFERRED INFLOWS</b>	<u>0</u>	<u>100,240</u>	<u>0</u>	<u>60,144</u>	<u>25,060</u>	<u>2,064</u>	<u>0</u>	<u>300</u>	<u>289</u>	<u>0</u>	<u>188,097</u>
<b>FUND BALANCES</b>											
Nonspendable	0	0	0	0	5,832	0	0	0	1,005	0	6,837
Restricted	0	19,570	708	28,287	0	0	21,266	7,208	8,583	19,838	105,460
Assigned	53,021	0	0	0	0	0	0	0	0	0	53,021
Unassigned	0	0	0	0	(6,079)	(3,375)	0	0	0	0	(9,454)
<b>TOTAL FUND BALANCES</b>	<u>53,021</u>	<u>19,570</u>	<u>708</u>	<u>28,287</u>	<u>(247)</u>	<u>(3,375)</u>	<u>21,266</u>	<u>7,208</u>	<u>9,588</u>	<u>19,838</u>	<u>155,864</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES</b>	<u>\$ 53,021</u>	<u>\$ 119,810</u>	<u>\$ 708</u>	<u>\$ 88,431</u>	<u>\$ 24,813</u>	<u>\$ 5,189</u>	<u>\$ 21,266</u>	<u>\$ 7,508</u>	<u>\$ 9,877</u>	<u>\$ 19,838</u>	<u>\$ 350,461</u>

**Crete Public Library District**  
**Non-Major Funds**  
**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Year Ended June 30, 2017**

	Special Revenue Funds										
	Capital Projects	Illinois Municipal Retirement	Debt Service	FICA	Public Liability Insurance	Audit	Building and Sites	Unemployment Compensation	Workmen's Compensation	Memorial Fund	Total
<b>REVENUES</b>											
Property Taxes	\$ 0	\$ 74,508	\$ 0	\$ 49,576	\$ 5,158	\$ 573	\$ 0	\$ 287	\$ 287	\$ 0	\$ 130,389
<b>TOTAL REVENUES</b>	<u>0</u>	<u>74,508</u>	<u>0</u>	<u>49,576</u>	<u>5,158</u>	<u>573</u>	<u>0</u>	<u>287</u>	<u>287</u>	<u>0</u>	<u>130,389</u>
<b>EXPENDITURES</b>											
IMRF	0	108,006	0	0	0	0	0	0	0	0	108,006
FICA	0	0	0	67,541	0	0	0	0	0	0	67,541
Public Liability Insurance	0	0	0	0	12,766	0	0	0	0	0	12,766
Audit	0	0	0	0	0	6,500	0	0	0	0	6,500
Building and Sites	0	0	0	0	0	0	37,594	0	0	0	37,594
Unemployment Insurance	0	0	0	0	0	0	0	2,030	0	0	2,030
Workmen's Compensation	0	0	0	0	0	0	0	0	2,373	0	2,373
<b>TOTAL EXPENDITURES</b>	<u>0</u>	<u>108,006</u>	<u>0</u>	<u>67,541</u>	<u>12,766</u>	<u>6,500</u>	<u>37,594</u>	<u>2,030</u>	<u>2,373</u>	<u>0</u>	<u>236,810</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>0</u>	<u>(33,498)</u>	<u>0</u>	<u>(17,965)</u>	<u>(7,608)</u>	<u>(5,927)</u>	<u>(37,594)</u>	<u>(1,743)</u>	<u>(2,086)</u>	<u>0</u>	<u>(106,421)</u>
<b>OTHER FINANCING SOURCES</b>											
Transfers In	0	50,000	0	0	20,000	0	0	0	0	0	70,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>20,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>70,000</u>
<b>NET CHANGE IN FUND BALANCES (DEFICITS)</b>	<u>0</u>	<u>16,502</u>	<u>0</u>	<u>(17,965)</u>	<u>12,392</u>	<u>(5,927)</u>	<u>(37,594)</u>	<u>(1,743)</u>	<u>(2,086)</u>	<u>0</u>	<u>(36,421)</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>53,021</u>	<u>3,068</u>	<u>708</u>	<u>46,252</u>	<u>(12,639)</u>	<u>2,552</u>	<u>58,860</u>	<u>8,951</u>	<u>11,674</u>	<u>19,838</u>	<u>192,285</u>
<b>END OF YEAR</b>	<u>\$ 53,021</u>	<u>\$ 19,570</u>	<u>\$ 708</u>	<u>\$ 28,287</u>	<u>\$ (247)</u>	<u>\$ (3,375)</u>	<u>\$ 21,266</u>	<u>\$ 7,208</u>	<u>\$ 9,588</u>	<u>\$ 19,838</u>	<u>\$ 155,864</u>

**Crete Public Library District  
Capital Projects Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
No Legally Adopted Budget  
For the Year Ended June 30, 2017**

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TOTAL REVENUES	<u>\$ 0</u>
TOTAL EXPENDITURES	<u>0</u>
NET CHANGE IN FUND BALANCE	0
FUND BALANCE, BEGINNING OF YEAR	<u>53,021</u>
END OF YEAR	<u><u>\$ 53,021</u></u>

**Crete Public Library District**  
**Illinois Municipal Retirement Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>			<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>with Final</u>
				<u>Budget</u>
<b>REVENUES</b>				
Property Taxes	\$ 78,514	\$ 78,514	\$ 74,508	\$ (4,006)
<b>TOTAL REVENUES</b>	<u>78,514</u>	<u>78,514</u>	<u>74,508</u>	<u>(4,006)</u>
<b>EXPENDITURES</b>				
IMRF	<u>90,000</u>	<u>90,000</u>	<u>108,006</u>	<u>(18,006)</u>
<b>TOTAL EXPENDITURES</b>	<u>90,000</u>	<u>90,000</u>	<u>108,006</u>	<u>(18,006)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(11,486)</u>	<u>(11,486)</u>	<u>(33,498)</u>	<u>(22,012)</u>
<b>OTHER FINANCING SOURCE</b>				
Transfers In	<u>0</u>	<u>0</u>	<u>50,000</u>	<u>50,000</u>
<b>TOTAL OTHER FINANCING SOURCE</b>	<u>0</u>	<u>0</u>	<u>50,000</u>	<u>50,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (11,486)</u>	<u>\$ (11,486)</u>	<u>16,502</u>	<u>\$ 27,988</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>3,068</u>	
<b>END OF YEAR</b>			<u>\$ 19,570</u>	



**Crete Public Library District  
Debt Service Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
No Legally Adopted Budget  
For the Year Ended June 30, 2017**

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TOTAL REVENUES	<u>\$ 0</u>
TOTAL EXPENDITURES	<u>0</u>
NET CHANGE IN FUND BALANCE	0
FUND BALANCE, BEGINNING OF YEAR	<u>708</u>
END OF YEAR	<u><u>\$ 708</u></u>

Crete Public Library District  
 FICA Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget and Actual  
 For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 52,242	\$ 52,242	\$ 49,576	\$ (2,666)
<b>TOTAL REVENUES</b>	<u>52,242</u>	<u>52,242</u>	<u>49,576</u>	<u>(2,666)</u>
<b>EXPENDITURES</b>				
FICA	<u>60,000</u>	<u>60,000</u>	<u>67,541</u>	<u>(7,541)</u>
<b>TOTAL EXPENDITURES</b>	<u>60,000</u>	<u>60,000</u>	<u>67,541</u>	<u>(7,541)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (7,758)</u>	<u>\$ (7,758)</u>	<u>(17,965)</u>	<u>\$ (10,207)</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>46,252</u>	
<b>END OF YEAR</b>			<u>\$ 28,287</u>	

Crete Public Library District  
Public Liability Insurance Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Deficit  
Budget and Actual  
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>with Final</u>
				<u>Budget</u>
<b>REVENUES</b>				
Property Taxes	\$ 5,436	\$ 5,436	\$ 5,158	\$ (278)
<b>TOTAL REVENUES</b>	<u>5,436</u>	<u>5,436</u>	<u>5,158</u>	<u>(278)</u>
<b>EXPENDITURES</b>				
Liability Insurance	<u>15,000</u>	<u>15,000</u>	<u>12,766</u>	<u>2,234</u>
<b>TOTAL EXPENDITURES</b>	<u>15,000</u>	<u>15,000</u>	<u>12,766</u>	<u>2,234</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(9,564)</u>	<u>(9,564)</u>	<u>(7,608)</u>	<u>1,956</u>
<b>OTHER FINANCING SOURCE</b>				
Transfers In	<u>0</u>	<u>0</u>	<u>20,000</u>	<u>20,000</u>
<b>TOTAL OTHER FINANCING SOURCE</b>	<u>0</u>	<u>0</u>	<u>20,000</u>	<u>20,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (9,564)</u>	<u>\$ (9,564)</u>	<u>12,392</u>	<u>\$ 21,956</u>
<b>FUND DEFICIT, BEGINNING OF YEAR</b>			<u>(12,639)</u>	
<b>END OF YEAR</b>			<u>\$ (247)</u>	

Crete Public Library District  
 Audit Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)  
 Budget and Actual  
 For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Property Taxes	\$ 604	\$ 604	\$ 573	\$ (31)
<b>TOTAL REVENUES</b>	<u>604</u>	<u>604</u>	<u>573</u>	<u>(31)</u>
<b>EXPENDITURES</b>				
Audit Fees	<u>8,000</u>	<u>8,000</u>	<u>6,500</u>	<u>1,500</u>
<b>TOTAL EXPENDITURES</b>	<u>8,000</u>	<u>8,000</u>	<u>6,500</u>	<u>1,500</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (7,396)</u>	<u>\$ (7,396)</u>	<u>(5,927)</u>	<u>\$ 1,469</u>
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>			<u>2,552</u>	
<b>END OF YEAR</b>			<u>\$ (3,375)</u>	

**Crete Public Library District**  
**Building and Sites Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>TOTAL REVENUES</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>EXPENDITURES</b>				
Maintenance, Repairs and Alterations	<u>75,000</u>	<u>75,000</u>	<u>37,594</u>	<u>37,406</u>
<b>TOTAL EXPENDITURES</b>	<u>75,000</u>	<u>75,000</u>	<u>37,594</u>	<u>37,406</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (75,000)</u>	<u>\$ (75,000)</u>	<u>(37,594)</u>	<u>\$ 37,406</u>
<b>FUND BALANCE,</b>				
<b>BEGINNING OF YEAR</b>			<u>58,860</u>	
<b>END OF YEAR</b>			<u>\$ 21,266</u>	

**Crete Public Library District**  
**Unemployment Insurance Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Property Taxes	\$ 302	\$ 302	\$ 287	\$ (15)
<b>TOTAL REVENUES</b>	<u>302</u>	<u>302</u>	<u>287</u>	<u>(15)</u>
<b>EXPENDITURES</b>				
Insurance Premiums	<u>4,000</u>	<u>4,000</u>	<u>2,030</u>	<u>1,970</u>
<b>TOTAL EXPENDITURES</b>	<u>4,000</u>	<u>4,000</u>	<u>2,030</u>	<u>1,970</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (3,698)</u>	<u>\$ (3,698)</u>	<u>(1,743)</u>	<u>\$ 1,955</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>8,951</u>	
<b>END OF YEAR</b>			<u>\$ 7,208</u>	

**Crete Public Library District**  
**Workmen's Compensation Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Property Taxes	\$ 302	\$ 302	\$ 287	\$ (15)
<b>TOTAL REVENUES</b>	<u>302</u>	<u>302</u>	<u>287</u>	<u>(15)</u>
<b>EXPENDITURES</b>				
Workmen's Compensation	4,000	4,000	2,373	1,627
<b>TOTAL EXPENDITURES</b>	<u>4,000</u>	<u>4,000</u>	<u>2,373</u>	<u>1,627</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (3,698)</u>	<u>\$ (3,698)</u>	(2,086)	<u>\$ 1,612</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>11,674</u>	
<b>END OF YEAR</b>			<u>\$ 9,588</u>	

**Crete Public Library District  
Memorial Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
No Legally Adopted Budget  
For the Year Ended June 30, 2017**

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TOTAL REVENUES	<u>\$ 0</u>
TOTAL EXPENDITURES	<u>0</u>
NET CHANGE IN FUND BALANCE	0
FUND BALANCE, BEGINNING OF YEAR	<u>19,838</u>
END OF YEAR	<u>\$ 19,838</u>



**Crete Public Library District**  
**Assessed Valuations, Tax Rates, Allocations and Extensions**  
**Tax Years 2005 - 2016**

Tax Year	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
<b>ASSESSED VALUATIONS</b> (IN THOUSANDS)	\$ 294,822	\$ 289,157	\$ 296,906	\$ 313,607	\$ 347,276	\$ 387,414	\$ 417,994	\$ 447,350	\$ 445,396	\$ 427,236
<b>TAX EXTENSIONS</b>										
General	\$ 1,550,177	\$ 1,584,005	\$ 1,605,074	\$ 1,700,061	\$ 1,700,265	\$ 1,632,177	\$ 1,598,826	\$ 1,117,926	\$ 1,090,329	\$ 920,265
Illinois Municipal Retirement	100,240	75,181	60,272	50,177	50,008	29,831	29,260	190,571	150,098	76,902
Social Security	60,144	50,024	48,099	40,141	40,284	49,976	48,487	76,049	80,171	69,639
Public Liability Insurance	25,060	5,205	297	314	347	1,162	1,254	14,315	20,043	8,545
Audit Fund	2,064	578	297	314	347	1,162	1,254	14,315	20,043	7,263
Building and Sites	0	0	0	0	0	89,105	87,361	95,285	86,071	64,940
Debt Service	0	0	0	0	0	263,442	272,114	259,015	265,901	251,214
Workmen's Compensation	295	289	297	314	347	775	836	9,842	10,244	7,263
Unemployment Insurance	295	289	297	314	347	775	836	9,842	10,244	6,409
Working Cash	0	0	0	0	0	0	0	184,755	178,041	168,758
<b>TOTAL EXTENDED LEVY</b>	<b>\$ 1,738,275</b>	<b>\$ 1,715,571</b>	<b>\$ 1,714,633</b>	<b>\$ 1,791,635</b>	<b>\$ 1,791,945</b>	<b>\$ 2,068,405</b>	<b>\$ 2,040,228</b>	<b>\$ 1,971,915</b>	<b>\$ 1,911,185</b>	<b>\$ 1,581,198</b>
<b>TAX RATES</b>										
General	0.5258	0.5478	0.5406	0.5421	0.4896	0.4213	0.3825	0.2499	0.2448	0.2154
Illinois Municipal Retirement	0.0340	0.0260	0.0203	0.0160	0.0144	0.0077	0.0070	0.0426	0.0337	0.0180
Social Security	0.0204	0.0173	0.0162	0.0128	0.0116	0.0129	0.0116	0.0170	0.0180	0.0163
Public Liability Insurance	0.0085	0.0018	0.0001	0.0001	0.0001	0.0003	0.0003	0.0032	0.0045	0.0020
Audit Fund	0.0007	0.0002	0.0001	0.0001	0.0001	0.0003	0.0003	0.0032	0.0045	0.0017
Building and Sites	0.0000	0.0000	0.0000	0.0000	0.0000	0.0230	0.0209	0.0213	0.0191	0.0152
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0000	0.0680	0.0651	0.0579	0.0597	0.0588
Workmen's Compensation	0.0001	0.0001	0.0001	0.0001	0.0001	0.0002	0.0002	0.0022	0.0023	0.0017
Unemployment Insurance	0.0001	0.0001	0.0001	0.0001	0.0001	0.0002	0.0002	0.0022	0.0023	0.0015
Working Cash	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0413	0.0393	0.0395
<b>TOTAL TAX RATES</b>	<b>0.5896</b>	<b>0.5933</b>	<b>0.5775</b>	<b>0.5713</b>	<b>0.5160</b>	<b>0.5339</b>	<b>0.4881</b>	<b>0.4408</b>	<b>0.4282</b>	<b>0.3701</b>
<b>TAX COLLECTIONS</b>										
General	\$ 752,928	\$ 1,570,077	\$ 1,597,686	\$ 1,693,307	\$ 1,695,758	\$ 1,624,428	\$ 1,596,935	\$ 1,115,394	\$ 1,087,229	\$ 919,716
Illinois Municipal Retirement	48,687	74,520	59,995	49,978	49,875	29,689	29,225	190,139	149,672	76,801
Social Security	29,212	49,584	47,877	39,982	40,177	49,739	48,430	75,877	79,943	69,532
Public Liability Insurance	12,172	5,160	296	312	346	1,157	1,253	14,283	19,986	8,533
Audit Fund	1,002	573	296	312	346	1,157	1,253	14,283	19,986	7,269
Building and Sites	0	0	0	0	0	88,682	87,257	95,070	84,829	64,949
Debt Service	0	0	0	0	0	262,191	271,792	258,429	265,145	251,105
Workmen's Compensation	143	287	296	312	346	771	835	9,819	10,215	7,269
Unemployment Insurance	143	287	296	312	346	771	835	9,819	10,215	6,479
Working Cash	0	0	0	0	0	0	0	184,337	174,543	168,614
<b>TOTAL TAX COLLECTIONS</b>	<b>\$ 844,287</b>	<b>\$ 1,700,488</b>	<b>\$ 1,706,742</b>	<b>\$ 1,784,515</b>	<b>\$ 1,787,194</b>	<b>\$ 2,058,585</b>	<b>\$ 2,037,815</b>	<b>\$ 1,967,450</b>	<b>\$ 1,901,763</b>	<b>\$ 1,580,267</b>
<b>PERCENT COLLECTED</b>	<b>48.57%</b>	<b>99.12%</b>	<b>99.54%</b>	<b>99.60%</b>	<b>99.73%</b>	<b>99.53%</b>	<b>99.88%</b>	<b>99.77%</b>	<b>99.51%</b>	<b>99.94%</b>

**Crete Public Library District  
 Computation of Legal Debt Margin  
 For the Year Ended June 30, 2017**

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		<u>Legal Debt Margin</u>	
		<u>With</u>	<u>Without</u>
		<u>Referendum</u>	<u>Referendum</u>
<b>Assessed Valuation 2016</b>	<u>\$ 294,822,480</u>		
<b>Debt Limit</b>			
5.75% of Assessed Valuation		<u>\$ 16,952,293</u>	
2.875% of Assessed Valuation			<u>\$ 8,476,146</u>
		<u>\$ 16,952,293</u>	<u>\$ 8,476,146</u>