

**STICKNEY-FOREST VIEW PUBLIC LIBRARY
DISTRICT, ILLINOIS**

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

Prepared By:

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Stickney-Forest View Public Library District, Illinois

Annual Financial Report
Year Ended June 30, 2021

Table of Contents

Independent Auditors' Report	1 - 2
Required Supplementary Information:	
Management's Discussion and Analysis	3 - 8
Basic Financial Statements:	
Government - Wide Financial Statements:	
Statement of Net Position	9
Statement of Activities	10
Fund Financial Statements:	
Balance Sheet – Governmental Funds	11
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	12
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficit) – Governmental Funds	13
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities	14
Notes to the Basic Financial Statements	15 - 33
Required Supplementary Information:	
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios – Illinois Municipal Retirement Fund	34
Schedule of Employer Contributions – Illinois Municipal Retirement Fund	35
Schedule of Changes in the Employer's Net OPEB Liability and Related Ratios	36
Other Post Employment Benefit Plan -Schedule of Employer Contributions	37
Budgetary Comparison Schedules:	
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) – Budget and Actual – General Fund	38
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) – Budget and Actual – Debt Service Fund	39
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Working Cash Fund	40

Stickney-Forest View Public Library District, Illinois

Annual Financial Report
Year Ended June 30, 2021

Table of Contents

Notes to the Required Supplementary Information	41-42
Other Supplementary Information:	
Schedule of Expenditures – Budget and Actual – General Fund	43
Combining and Individual Fund Financial Statements and Schedules – Non-Major Governmental Funds:	
Combining Balance Sheet	44
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	45
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) – Budget and Actual:	
Special Reserve Fund	46
Illinois Municipal Retirement Fund	47
Building and Maintenance Fund	48



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Board of Trustees
Stickney-Forest View Public Library District
Stickney, IL

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Stickney-Forest View Public Library District, Illinois, as of and for the year ended June 30, 2021, and the related notes to the basic 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.

Auditors' 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 Stickney-Forest View Public Library District, as of June 30, 2021, and the respective changes in financial position thereof 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 the management's discussion and analysis, pension related schedules and budgetary comparison 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 schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

November 3, 2021
Mokena, IL


Heame & Associates, P.C.
Certified Public Accountants

Stickney-Forest View Public Library District, Illinois

Management's Discussion and Analysis

June 30, 2021

As the management of the Stickney-Forest View Public Library District (“the District”), we offer readers of the District’s financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the District’s Financial Statements.

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

Background

The Stickney-Forest View Public Library District is a Local Public District which evolved from Stickney Library (founded in 1934) and became a unified Library District in 1954 in accordance with the laws of the State of Illinois in order to serve the citizens of the Village of Stickney and Forest View. Central Stickney was annexed in 2009, increasing the service area.

The Villages of Stickney, Forest View, and Central Stickney are in Cook County.

The mission of the District is to continue an evolution towards becoming a thriving community hub which facilitates enlightenment, entertainment, and access to information while always embracing the need of our diverse community.

Financial Highlights

Net position at June 30, 2021 was \$2,224,190, an increase of \$327,000 from the prior year.

Total general revenues increased by \$80,921, (5.80%) from the prior year.

The District paid \$143,713 in debt principal and \$21,785 in debt interest.

The assessed Valuation of the District increased by \$94,874,172 (38.47%) which will bring it to \$341,449,503 for the 2020 Tax Levy Year.

Overview of the Financial Statements

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (pages 9-10) provide information about the activities of the District as a whole and present a long-term view of the District’s finances. Fund financial statements (pages 11-14) tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report operations in more detail than government-wide statements by providing information about the District’s most financially significant funds.

Government-wide Financial Statements: One of the most important questions asked about the District’s finances is “Is the District as a whole better off or worse as a result of the year’s activities?” The Statement of Net Position and the Statement of Activities report information about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year’s revenues and expenses are taken into account regardless of when the cash is received or paid.

Stickney-Forest View Public Library District, Illinois

Management's Discussion and Analysis

June 30, 2021

These two statements report the District's net position and changes in them. You can think of the District's net position, as the difference between the assets the District owns and the liabilities 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 the district is improving or deteriorating financially. You will need to consider other non-financial 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.

Fund Financial Statements: The major funds reported in this report are the General Fund, Liability Insurance Fund, Illinois Municipal Retirement Fund, and Library Building and Site Fund. All other funds are considered nonmajor and are grouped together in the Nonmajor Governmental Funds category.

Some funds are required to be established by state law, however, the Board of Trustees establishes many other funds to help control and manage money received for particular purposes. The district has several Governmental Funds.

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. The 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 the governmental funds in reconciliation on the fund statements.

Notes to the Basic Financial Statements: The Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes begin on page 15 in this report.

Other Information: In addition to the basic financial statements and the accompanying notes, this report also presents combining and individual fund statements and tables in the Other Supplementary Information of the report.

Stickney-Forest View Public Library District, Illinois

Management's Discussion and Analysis
June 30, 2021

District-Wide Financial Analysis

The assets of the District are classified as current and other assets and capital assets. Current Assets are available to provide resources for the near-term operations of the District.

The largest portion of the District's net position, 100.79%, reflects the net investment in capital assets, which is capital assets, less any related debt used to acquire those assets that are still outstanding.

Condensed Statement of Net Position
Year Ended June 30,

	<u>2021</u>	<u>2020</u>
Current and Other Assets	\$ 1,641,353	\$ 1,456,379
Capital Assets (net of accum depr)	<u>3,062,993</u>	<u>3,157,944</u>
Total Assets	<u>4,704,346</u>	<u>4,614,323</u>
Deferred Outflows of Resources		
Pension Related	<u>147,879</u>	<u>87,467</u>
Current and Other Liabilities	165,150	29,524
Long-Term Liabilities	<u>746,148</u>	<u>1,217,568</u>
Total Liabilities	<u>911,298</u>	<u>1,247,092</u>
Deferred Inflows of Resources		
Pension Related	416,609	290,954
Unavailable Property Taxes	<u>1,300,128</u>	<u>1,266,554</u>
Total Deferred Inflows of Resources	<u>1,716,737</u>	<u>1,557,508</u>
Net Position		
Net Investment in Capital Assets	2,241,816	2,207,943
Restricted	319,449	318,518
Unrestricted	<u>(337,075)</u>	<u>(629,271)</u>
Total Net Position	<u>\$ 2,224,190</u>	<u>\$ 1,897,190</u>

Stickney-Forest View Public Library District, Illinois

Management's Discussion and Analysis
June 30, 2021

Condensed Statement of Activities
Year Ended June 30,

	<u>2021</u>	<u>2020</u>
Program Revenues:		
Charges for Services	\$ 2,967	\$ 9,912
Operating Grants & Contributions	<u>48,029</u>	<u>43,855</u>
Total Program Revenues	<u>50,996</u>	<u>53,767</u>
General Revenues:		
Property Taxes	1,211,117	1,178,911
Replacement Taxes	242,120	190,887
Interest Income	19,440	14,091
Miscellaneous Income	<u>2,775</u>	<u>10,642</u>
Total General Revenues	<u>1,475,452</u>	<u>1,394,531</u>
Expenses		
Culture & Recreation	1,177,662	1,380,237
Interest on Long-Term Debt	<u>21,786</u>	<u>20,561</u>
Total Expenses	<u>1,199,448</u>	<u>1,400,798</u>
Change in Net Position	327,000	47,500
Net Position, Beginning of Year	<u>1,897,190</u>	<u>1,849,690</u>
Net Position, End of Year	<u>\$ 2,224,190</u>	<u>\$ 1,897,190</u>

Revenue is divided into two major components, program revenue and general revenue. Program revenue is defined as charges for services and operating grants and contributions. General revenues include property taxes, replacement taxes and unrestricted income.

Expenses for Culture and Recreation decreased by \$201,350, or 14.37%. This was primarily due to the \$158,041 pension benefit for the fiscal year.

Budgetary Highlights

As seen in the following table, the revenue was less than budgeted amounts due primarily to a property tax income being less than anticipated. Expenditures were less than budgeted amounts.

	<u>Budget</u>	<u>Actual</u>
Revenues:		
General Fund	\$ 1,480,710	\$ 1,282,313
Other Funds	<u>-</u>	<u>244,135</u>
Total Revenues	<u>\$ 1,480,710</u>	<u>\$ 1,526,448</u>
Expenditures:		
General Fund	\$ 1,485,309	\$ 1,125,286
Other Funds	<u>261,950</u>	<u>242,992</u>
Total Expenditures	<u>\$ 1,747,259</u>	<u>\$ 1,368,278</u>

Stickney-Forest View Public Library District, Illinois

Management's Discussion and Analysis

June 30, 2021

Capital Assets

Capital Assets of the governmental activities at year-end were as follows:

	<u>2021</u>	<u>2020</u>
Land	\$ 233,500	\$ 233,500
Building & Improvements	4,394,757	4,394,757
Furniture and Equipment	234,258	194,992
Accumulated Depreciation	<u>(1,799,522)</u>	<u>(1,665,305)</u>
Total Net Capital Assets	<u>\$ 3,062,993</u>	<u>\$ 3,157,944</u>

The District added new equipment in the amount of \$39,266. Depreciation expense was \$134,217 for the 2021 fiscal year. The District has chosen under GASB S-34, paragraph 27 to not capitalize and depreciate its books and periodicals as (1) they do not individually meet the District's capitalization policy, (2) the collection is held for public exhibition, education, or research in furtherance of public service, (3) the collection is protected, kept unencumbered, cared for, and preserved, and finally the collection is subject to an organizational policy that requires the proceeds from sales of collection items to be used to acquire other items for collections. More detail on capital assets can be found in Note 5 in the Notes to the Basic Financial Statements.

Long-term Debt

	<u>Balance</u>			<u>Balance</u>	<u>Due Within</u>
	<u>July 1, 2020</u>	<u>Issuances</u>	<u>Retirements</u>	<u>June 30, 2021</u>	<u>One Year</u>
Bond Payable	\$ 895,000	\$ -	\$ 120,000	\$ 775,000	\$ 120,000
Bond Premium	24,377	-	3,875	20,502	-
Capital Lease	30,624	39,266	23,713	46,177	22,721
Net Pension Liability	233,609	-	224,017	9,592	-
Net OPEB Liability	<u>33,958</u>	<u>3,640</u>	<u>-</u>	<u>37,598</u>	<u>-</u>
Total Long-Term Obligations	<u>\$ 1,217,568</u>	<u>\$ 42,906</u>	<u>\$ 371,605</u>	<u>\$ 888,869</u>	<u>\$ 142,721</u>

During the year, the district retired \$120,000 of the bond in the current year and \$23,713 of the debt outstanding for the capital leases. Additional information on long-term debt can be found in Note 6 in the Notes to the Basic Financial Statements.

Future Events

Management is not aware of any currently known facts, decisions, or conditions that would have a significant impact on the District's financial position (net position) or results of operations (revenues, expenses, and other changes in net position) in the next fiscal year, except for the COVID-19 pandemic which may have a significant impact.

Stickney-Forest View Public Library District, Illinois

Management's Discussion and Analysis

June 30, 2021

Request for Information

The financial report is designed to provide a general overview of the District's finances for all those interested in the government's finances. Questions concerning any of the information provided in this report or requests for additional information may be sent to the Executive Director at Stickney-Forest View Public Library District, 6800 West 43rd Street, Stickney, IL 60402.

BASIC FINANCIAL STATEMENTS

Stickney-Forest View Public Library District, Illinois
Statement of Net Position
June 30, 2021

	Governmental Activities
Assets	
Cash	\$ 667,065
Investments	283,035
Property Taxes Receivable	660,198
Interest Receivables	2,947
Grant Receivables	15,358
Prepaid Expenses	12,750
Capital Assets not Being Depreciated	233,500
Capital Assets Being Depreciated, net	2,829,493
Total Assets	4,704,346
Deferred Outflows of Resources	
Pension Related	140,064
OPEB Related	7,815
Total Deferred Outflows of Resources	147,879
Liabilities	
Accounts Payable	6,929
Accrued Payroll	13,996
Accrued Interest	1,504
Long-term obligations, due within one year:	142,721
Long-term obligations, due in more than one year:	746,148
Total Liabilities	911,298
Deferred Inflows of Resources	
Deferred Property Taxes	1,300,128
Pension Related	415,849
OPEB Related	760
Total Deferred Inflows of Resources	1,716,737
Net Position	
Net Investment in Capital Assets	2,241,816
Restricted for:	
Working Cash	319,449
Unrestricted	(337,075)
Total Net Position	\$ 2,224,190

See Notes to the Basic Financial Statements

Stickney-Forest View Public Library District, Illinois

Statement of Activities

Year Ended June 30, 2021

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense), Revenue and Change in Net Position</u>
		<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities:				
Culture and Recreation	\$ 1,177,663	\$ 2,967	\$ 48,029	\$ (1,126,667)
Interest on Long-term Debt	21,785	-	-	(21,785)
Total Governmental Activities	<u>\$ 1,199,448</u>	<u>\$ 2,967</u>	<u>\$ 48,029</u>	<u>(1,148,452)</u>
General Revenues:				
Taxes:				
Property				1,211,117
Personal Property Replacement				242,120
Investment				19,440
Miscellaneous Revenue				2,775
Total General Revenues				<u>1,475,452</u>
Change in Net Position				327,000
Net Position, Beginning of Year				<u>1,897,190</u>
Net Position, End of Year				<u>\$ 2,224,190</u>

See Notes to the Basic Financial Statements

Stickney-Forest View Public Library District, Illinois
Balance Sheet
Governmental Funds
June 30, 2021

	<u>General</u>	<u>Debt Service</u>	<u>Working Cash</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Cash and Investments	\$ 401,450	\$ 65,032	\$ 318,519	\$ 165,099	\$ 950,100
Property Taxes Receivable	537,099	73,662	-	49,437	660,198
Interest Receivable	1,254	199	930	564	2,947
Grants Receivable	15,358	-	-	-	15,358
Due from Other Funds	41,779	-	-	-	41,779
Prepaid Expenses	12,750	-	-	-	12,750
Total Assets	<u>\$ 1,009,690</u>	<u>\$ 138,893</u>	<u>\$ 319,449</u>	<u>\$ 215,100</u>	<u>\$ 1,683,132</u>
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities:					
Accounts Payable	\$ 6,929	\$ -	\$ -	\$ -	\$ 6,929
Accrued Payroll	13,996	-	-	-	13,996
Due to Other Funds	-	-	-	41,779	41,779
Total Liabilities	<u>20,925</u>	<u>-</u>	<u>-</u>	<u>41,779</u>	<u>62,704</u>
Deferred Inflows of Resources:					
Unavailable Property Taxes	<u>1,057,711</u>	<u>145,063</u>	<u>-</u>	<u>97,354</u>	<u>1,300,128</u>
Total Deferred Inflows of Resources	<u>1,057,711</u>	<u>145,063</u>	<u>-</u>	<u>97,354</u>	<u>1,300,128</u>
Fund Balances:					
Nonspendable					
Prepaid Expenses	12,750	-	-	-	12,750
Working Cash	-	-	319,449	-	319,449
Committed					
Special Reserve	-	-	-	163,211	163,211
Unassigned	(81,696)	(6,170)	-	(87,244)	(175,110)
Total Fund Balances (Deficit)	<u>(68,946)</u>	<u>(6,170)</u>	<u>319,449</u>	<u>75,967</u>	<u>320,300</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,009,690</u>	<u>\$ 138,893</u>	<u>\$ 319,449</u>	<u>\$ 215,100</u>	<u>\$ 1,683,132</u>

See Notes to the Basic Financial Statements

Stickney-Forest View Public Library District, Illinois
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2021

Total Fund Balances - Governmental Funds	\$	320,300
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds

Capital Assets		4,862,515
Accumulated Depreciation		(1,799,522)

Some amounts reported in the Statement of Net Position do not require the use of current financial resources and therefore are not reported in the governmental funds.

These amounts consist of:

Deferred Outflows of Resources Related to Pensions		140,064
Deferred Inflows of Resources Related to Pensions		(415,849)
Net Pension Liability		(9,592)
Deferred Outflows of Resources Related to OPEB		7,815
Deferred Inflows of Resources Related to OPEB		(760)
Net OPEB Liability		(37,598)
Bond Payable		(775,000)
Capital Lease Payable		(46,177)
Premium on Bond Payable		(20,502)
Accrued Interest		(1,504)

Net Position of Governmental Activities	\$	2,224,190
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Stickney-Forest View Public Library District, Illinois
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficit)
Governmental Funds
Year Ended June 30, 2021

	<u>General</u>	<u>Debt Service</u>	<u>Working Cash</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Property Taxes	\$ 977,205	\$ 141,000	\$ -	\$ 92,912	\$ 1,211,117
Replacement Taxes	242,120	-	-	-	242,120
State and Local Grants	48,029	-	-	-	48,029
Fines and Fees	2,967	-	-	-	2,967
Donations	1,626	-	-	-	1,626
Interest	9,217	1,198	5,552	3,473	19,440
Miscellaneous	1,149	-	-	-	1,149
Total Revenues	<u>1,282,313</u>	<u>142,198</u>	<u>5,552</u>	<u>96,385</u>	<u>1,526,448</u>
Expenditures					
Current:					
Culture and Recreation	1,100,538	-	-	102,242	1,202,780
Debt Service					
Principal	23,713	120,000	-	-	143,713
Interest and Other Charges	1,035	20,750	-	-	21,785
Total Expenditures	<u>1,125,286</u>	<u>140,750</u>	<u>-</u>	<u>102,242</u>	<u>1,368,278</u>
Net Change in Fund Balance	157,027	1,448	5,552	(5,857)	158,170
Fund Balance (Deficit), Beginning of Year,	<u>(225,973)</u>	<u>(7,618)</u>	<u>313,897</u>	<u>81,824</u>	<u>162,130</u>
Fund Balance (Deficit), End of Year	<u>\$ (68,946)</u>	<u>\$ (6,170)</u>	<u>\$ 319,449</u>	<u>\$ 75,967</u>	<u>\$ 320,300</u>

See Notes to the Basic Financial Statements

Stickney-Forest View Public Library District, Illinois
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
Year Ended June 30, 2021

Net change in fund balance	\$	158,170
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which depreciation expense exceeded capital outlays in the current period.</p>		
Depreciation Expense		(134,217)
<p>Repayment of mortgage principal and capital leases are an expenditure in the governmental funds, but the repayment reduced long-term liabilities in the Statement of Net Position.</p>		
Repayment on mortgage principal		120,000
Repayment on capital lease		23,713
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported in the governmental funds:</p>		
Change in net pension liability and related deferred inflows and outflows		158,041
Change in net OPEB liability and related deferred inflows and outflows		(2,907)
Change in Bond Premium		3,875
Change in Accrued Interest		325
		325
Change in net position of governmental activities.	\$	327,000

See Notes to the Basic Financial Statements

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies

Stickney-Forest View Public Library District, Illinois is located in Cook County and is operated under a Board of Trustees and Librarian form of management. The financial statements of the District are prepared in accordance with generally accepted accounting principles (GAAP) in the United States of America. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements.

Reporting Entity

As defined by accounting principles generally accepted in the United States of America established by the GASB, the financial reporting entity consists of the primary government, as well as its component units (if applicable), which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as: (1) appointment of a voting majority of the component unit's board and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or (2) fiscal dependency on the primary government. There are no component units included in the District's reporting entity. Also, the District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

Basis of Presentation

The District's basic financial statements consist of both the government-wide financial statements, including a Statement of Net Position and a Statement of Activities, and the fund financial statements which provide a more detailed level of financial information.

Government -Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The effect of material interfund activity has been eliminated from these statements. Governmental activities supported by taxes and inter-governmental revenues are reported. The District does not have any business-type activities. The District does not allocate indirect costs.

The Statement of Net Position presents the financial condition of the governmental activities of the District at year end. The Statement of Net Position includes all current assets and current liabilities and all capital assets, net of accumulated depreciation, and long-term debt associated with the operation of the District. The Statement of Activities presents a comparison between direct expenditures and program revenues for each program or function of the District's governmental activities.

Direct expenditures are those that are specifically associated with a service, program or department and therefore, clearly identifiable to a particular function. Program revenues include both charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the District.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements

June 30, 2021

1. Summary of Significant Accounting Policies (continued)

The comparison of direct expenditures with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District. Separate financial statements are provided for Governmental Funds. Major individual governmental funds are reported as separate columns in the Funds Financial Statements.

Fund Financial Statements

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds.

A major fund is defined as the District's General Fund as well as any other fund where the assets, liabilities, revenues or expenditures of that fund are at least ten percent of the corresponding total for all governmental funds since the District has no enterprise funds. The District's management may select as a major fund, any other fund not meeting the above criteria if they believe the fund is of particular importance to the user of the financial statements. The District's General Fund is a major fund. Each major fund is presented in a separate column. The remaining special revenue funds listed in the table of contents are nonmajor funds.

Since capital assets are concerned only with the measurement of financial position as of the date of the end of the reporting period, these assets are not reported in fund financial statements. They are included in the government-wide financial statements.

Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Governmental Funds

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use, and balances of the District's expendable financial resources and the related liabilities arising from cash transactions are accounted for through governmental funds. The District reports the following major Governmental fund:

General Fund – The General Fund is the general operating fund. The General Fund accounts for all financial resources except those required to be accounted for in another fund.

Debt Service Fund – The Debt Service Fund is used to account for the payment of principal and interest on the District's General Obligation Bonds.

Working Cash Fund – The Working Cash Fund is a permanent fund that is used to account for money provided by a tax levy for working capital.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements

June 30, 2021

1. Summary of Significant Accounting Policies (continued)

The District also reports the following nonmajor Governmental funds:

Special Reserve Fund – The Special Reserve Fund is used to account for funds dedicated for future capital and other needs.

Illinois Municipal Retirement Fund – The IMRF Fund is a special revenue fund and accounts for the District's share of retirement benefit costs for employees.

Building Maintenance Fund – Established to account for building maintenance projects.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or non-current) are included on the Statement of Net Position and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

Governmental Fund Financial Statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner on which these funds are budgeted. This presentation is deemed most appropriate to (a) demonstrate legal and covenant compliance and (b) demonstrate the source and use of liquid resources. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental columns, (due mainly to the inclusion of capital asset and long-term debt activity in the government-wide presentation) a reconciliation is presented on the page following each statement, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Governmental fund revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal period. Governmental fund expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, termination benefits, pension costs, and claims and judgments, are recorded only when payment is due.

Budgeting (Appropriation)

The District prepared its budget for all governmental fund types in conformity with practices prescribed or permitted by the applicable statutes of the State of Illinois.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies (continued)

Investments

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

Prepaid Expenses

Prepaid expenses include payments made to vendors for services that will benefit the District subsequent of the date of this report.

Interfund Payables/Receivable

During the fiscal year, transactions occur between individual funds for goods and services. Short-term interfund loans are classified as “interfund payables/receivables.” Interfund Payables and Receivables are labeled as “due to other funds” and “due from other funds” on the balance sheet.

Capital Assets

Capital Assets, including land, building & building improvements, and furniture & equipment in excess of \$5,000, are reported in the government-wide financial statements. They are recorded at actual or estimated historical cost. Donated assets are recorded at estimated fair market. Normal maintenance and repairs are not capitalized. Capital assets are depreciated in the government-wide financial statements using the straight-line method over the following useful lives:

Buildings and building improvements	15-50 years
Furniture & Equipment	5-20 years

Compensated Absences

Vested or accumulated vacation of governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees. All vacation time must be used within the year it is earned and cannot accumulate or rollover into the next fiscal year without special circumstances and the approval of the Library Director.

Net Position

For government-wide reporting, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: net investment in capital assets, restricted and unrestricted.

- *Net Investment in Capital Assets* consists of capital assets, net of accumulated depreciation/amortization as reduced by outstanding balances of bonds, notes and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- *Restricted* net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements

June 30, 2021

1. Summary of Significant Accounting Policies (continued)

assets used either by external parties or by law through constitutional provision or enabling legislation.

- *Unrestricted* net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

It is the policy of the District to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Equity

The District's fund balances are required to be reported using five separate classifications as listed below. The district may not utilize each classification in a given fiscal year.

Non-Spendable – amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact. This classification may include inventories, prepaid amounts, assets held for sale, and long-term receivables.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, or laws or regulations or other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the Board of Trustees of the Library District (the highest level of decision-making authority for the Library District). Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Trustees.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Under the Library District's adopted policy, only the District may assign amounts for specific purposes.

Unassigned – all other spendable amounts; positive amounts are reported only in the general fund.

The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget.

The fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the board of trustees through adoption or amendment of the budget as intended for a specific purpose.

When fund balance resources are available for a specific purpose in more than one classification, it is the Library District's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies (continued)

Deferred Outflows/Inflows

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

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the U.S. requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and report those estimates.

2. Legal Compliance and Accountability

Excess of Actual Expenditures over Budget in Individual Funds

The following funds incurred actual expenditures in excess of budgeted expenditures:

<u>Funds</u>	<u>Budget</u>	<u>Actual</u>	<u>Excess of Actual to Budget</u>
Building & Maintenance	\$ 25,000	\$ 37,260	\$ 12,260

Deficit Fund Balances

The following funds end the current fiscal year with a deficit fund balance:

<u>Funds</u>	<u>Deficit Fund Balance</u>
General	\$ 68,946
Debt Service	6,170
IMRF	77,717
Building and Maintenance	9,527

3. Deposits and Investments

Deposits

Cash deposits consist of checking accounts that are carried at cost. The District maintains petty cash on hand of \$250. At year-end, the carrying amount of the District's bank deposits was \$666,815 and the bank balance was \$687,309.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

3. Deposits and Investments (continued)

Investments

The investments which the District may purchase are limited by Illinois law to the following: (1) securities which are fully guaranteed by the U.S. Government as to principal and interest; (2) certain U.S. Government Agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations which are insured by a Federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds and (8) money market mutual funds and certain other instruments. As of June 30, 2021, the District had \$283,035 in U. S Treasury Bills.

Fair Value Measurement

The District categorizes its fair value measurements with the fair value hierarchy established by Generally Accepted Accounting Principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The levels are as follows:

Level 1: Inputs are quoted prices in active markets for an identical asset or liability that a government can access at the measurement date.

Level 2: Inputs are quoted prices in inactive markets to similar assets or liabilities, or inputs that are observable or can be corroborated by observable market data.

Level 3: Inputs are significant unobservable inputs.

As of June 30, 2021, the District's investments are measured using the market valuation method and the following valuation inputs:

	<u>6/30/2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
US Treasuries	\$ 283,035	\$ 283,035	\$ -	\$ -
Total	<u>\$ 283,035</u>	<u>\$ 283,035</u>	<u>\$ -</u>	<u>\$ -</u>

The District has investments in Treasury Bills which mature within 90 days of the fiscal year end. The cash equivalent balance is \$172,508 at June 30, 2021. Maturities for investments made by the Township are as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1 Year</u>	<u>1-5 Years</u>	<u>6-10 Years</u>	<u>More Than 10 Years</u>
Treasury Bills	\$ 455,543	\$ 172,508	\$ 283,035	\$ -	\$ -
Total	<u>\$ 455,543</u>	<u>\$ 172,508</u>	<u>\$ 283,035</u>	<u>\$ -</u>	<u>\$ -</u>

Interest Rate Risk. Interest rate risk is the risk that change in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District limits its exposure to interest rate risk to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements

June 30, 2021

3. Deposits and Investments (continued)

Credit Risk – Credit Risk is the risk that the issuer of a debt security will not pay its par value upon maturity. To limit the District’s exposure to credit risk, the District primarily invests in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government. The District’s investment policy does not specifically limit the District to these types of investments.

Custodial Credit Risk - Custodial Credit Risk is the risk that in the event of a bank failure, the District will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. In order to limit the District’s exposure to custodial credit risk, the District’s investment policy requires all security transactions that are exposed to credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the District’s agent separate from where the investment is purchased.

Concentration of Credit Risk – Concentration of Credit Risk is the risk that the District has too high a percentage of their investments in one type of investment. The District’s investment policy does not place a limit on the amount it may invest in any one issuer and does not require diversification of investments to avoid unreasonable risk.

4. Property Taxes

Property (Real Estate) taxes are levied each year on all taxable real property in the District in December. The 2020 tax levy was passed by the Board of Trustees on November 18, 2020 and attached as an enforceable lien on the property as of the preceding January 1. The taxes extended by Cook County become due and collectible in the form of two billings. The first billing is mailed by the County on or about March 1 and is due within 30 days, that billing is based on the prior year tax extension. The second billing is mailed on or about September 1 and is due within 30 days, that billing is based on the actual extension for 2020. Past due taxes are subject to penalties and interest. The County Collector remits to the District its respective share of taxes collected. The District receives the remittances from the County Treasurer approximately one month after collection.

It is the District's budgetary practice to consider the proceeds from a given tax levy as being available to finance operations of the fiscal year in which the majority of the levy is collected. Accordingly, taxes receivable, net of allowance for uncollectible amounts are included in the balance sheet upon enactment of the annual tax levy but the recognition of revenue is deferred until the following fiscal year.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

5. Capital Assets

Capital Asset activity for the fiscal year ended June 30, 2021 is as follows:

	<u>Balance</u> <u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2021</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated				
Land	\$ 233,500	\$ -	\$ -	\$ 233,500
Total Capital Assets, Not Being Depreciated	<u>233,500</u>	<u>-</u>	<u>-</u>	<u>233,500</u>
Capital Assets, Being Depreciated				
Building & Improvements	4,394,757	-	-	4,394,757
Furniture & Equipment	194,992	39,266	-	234,258
Total Capital Assets, Being Depreciated	<u>4,589,749</u>	<u>39,266</u>	<u>-</u>	<u>4,629,015</u>
Less: Accumulated Depreciation				
Building & Improvements	1,488,111	116,419		1,604,530
Furniture & Equipment	177,194	17,798	-	194,992
Total Accumulated Depreciation	<u>1,665,305</u>	<u>134,217</u>	<u>-</u>	<u>1,799,522</u>
Total Capital Assets, Being Depreciated, Net	<u>2,924,444</u>	<u>(94,951)</u>	<u>-</u>	<u>2,829,493</u>
Governmental Activities Total Capital Assets, Net	<u>\$ 3,157,944</u>	<u>\$ (94,951)</u>	<u>\$ -</u>	<u>\$ 3,062,993</u>

Depreciation expense of \$134,217 was all charged to the Cultural and Recreation Governmental activity.

6. Long-Term Obligations

The following is a summary of long-term obligation transactions of the District for the year ended June 30, 2021.

	<u>Balance</u> <u>July 1, 2020</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2021</u>	<u>Due Within</u> <u>One Year</u>
Bond Payable	\$ 895,000	\$ -	\$ 120,000	\$ 775,000	\$ 120,000
Bond Premium	24,377	-	3,875	20,502	-
Capital Lease	30,624	39,266	23,713	46,177	22,721
Net Pension Liability	233,609	-	224,017	9,592	-
Net OPEB Liability	33,958	3,640	-	37,598	-
Total Long-Term Obligations	<u>\$ 1,217,568</u>	<u>\$ 42,906</u>	<u>\$ 371,605</u>	<u>\$ 888,869</u>	<u>\$ 142,721</u>

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

6. Long-Term Obligations (continued)

The Legal Debt Limit is as follows:

Total Assessed Valuations - 2020	\$ 341,449,503
Stutory Debt Limitation (2.875%)	\$ 9,816,673
Less: Outstanding General Obligation Bonds	<u>775,000</u>
Legal Debt Margin	<u>\$ 9,041,673</u>

General Obligation Bonds

In 2016, the District issued \$1,235,000 in General Obligation Bonds with rates ranging from 2% to 3%. Payments range from \$110,000 to \$140,000. Principal and Interest payments were made twice annually. Payments are made on June 1 and December 1 beginning December 1, 2017 through the maturity date of December 1, 2026.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 120,000	\$ 18,350	\$ 138,350
2023	125,000	15,900	140,900
2024	125,000	13,400	138,400
2025	130,000	10,200	140,200
2026	135,000	6,225	141,225
2027	<u>140,000</u>	<u>2,100</u>	<u>142,100</u>
Total	<u>\$ 775,000</u>	<u>\$ 66,175</u>	<u>\$ 841,175</u>

Capital Lease Obligations

On April 30, 2017, the District entered into a Capital Lease to purchase a Library Media Kiosk in the amount of \$88,995. The Lease has annual installments of \$16,092 through March 2022. The lease carries a 3.38% interest rate. The right-to-use asset carried an accumulated depreciation value of \$88,995

On April 1, 2021, the District entered into a Capital Lease to purchase a new server in the amount of \$39,266. The Lease has annual installments of \$8,656 through April 2025. The lease carries a 5.27% interest rate. The server was not put into service subsequent to the report date. The right-to-use asset carried an accumulated depreciation value of \$0.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 22,721	\$ 2,028	\$ 24,749
2023	7,420	1,236	8,656
2024	7,811	845	8,656
2025	<u>8,225</u>	<u>433</u>	<u>8,658</u>
Total	<u>\$ 46,177</u>	<u>\$ 4,542</u>	<u>\$ 50,719</u>

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

7. Defined Benefit 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-District 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.

Benefits Provided

The District participates in the Regular Plan (RP).

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.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

7. Defined Benefit Pension Plan (continued)

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	21
Inactive Plan Members entitled to but not yet receiving benefits	21
Active Plan Members	<u>13</u>
Total	<u><u>55</u></u>

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 Districts 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 2020 was 10.78%. For the calendar year 2020, the District contributed \$62,309 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.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.25%.
- Salary Increases were expected to be 2.85% to 13.75%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2020 valuation according to an experience study from years 2017 to 2019.
- Mortality (for non-disabled retirees), the Pub-2010, Amount Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020.
- For Disabled Retirees, the Pub-2010, Amount Weighted, below-median income, General, Disable Retiree, Male and Female (both unadjusted) tables, and future mortality improvements

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements

June 30, 2021

7. Defined Benefit Pension Plan (continued)

- projected using scale MP-2020.
- For Active Members, the Pub-2010, Amount Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing 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:

<u>Asset Class</u>	Portfolio Target <u>Percentage</u>	Long-Term Expected Real <u>Rate of Return</u>
Domestic Equity	37.00%	5.00%
International Equity	18.00%	6.00%
Fixed Income	28.00%	1.30%
Real Estate	9.00%	6.20%
Alternative Investments	7.00%	2.85%-6.95%
Cash Equivalents	1.00%	0.70%
Total	<u>100.00%</u>	

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 District 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 (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The 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 the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.00%, and the resulting single discount rate is 7.25%.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

7. Defined Benefit Pension Plan (continued)

Changes in the Net Pension Liability

Changes in the Net Pension Liability are derived from the changes in the total pension liability and changes in the plan net position. The Schedule of Changes in Net Pension Liability and Related Ratios is presented as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
	(a)	(b)	(a) - (b)
Balances Beginning at 1/1/2020	<u>\$ 2,297,722</u>	<u>\$ 2,064,113</u>	<u>\$ 233,609</u>
Charges for the year:			
Service Cost	58,367	-	58,367
Interest	165,285	-	165,285
Actuarial Experience	(15,051)	-	(15,051)
Assumptions Changes	(48,919)	-	(48,919)
Contributions - Employer	-	62,309	(62,309)
Contributions - Employee	-	26,010	(26,010)
Net Investment Income	-	280,688	(280,688)
Benefit Payments from Trust	(94,235)	(94,235)	-
Other (Net Transfer)	-	14,692	(14,692)
Net Changes	<u>65,447</u>	<u>289,464</u>	<u>(224,017)</u>
Balances Ending at 12/31/2020	<u>\$ 2,363,169</u>	<u>\$ 2,353,577</u>	<u>\$ 9,592</u>

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% Lower (6.25%)	Current (7.25%)	1% Higher (8.25%)
Total Pension Liability	\$ 2,682,895	\$ 2,363,169	\$ 2,119,847
Less: Plan Fiduciary Net Position	<u>2,353,577</u>	<u>2,353,577</u>	<u>2,353,577</u>
Net Pension Liability/Asset	<u>\$ 329,318</u>	<u>\$ 9,592</u>	<u>\$ (233,730)</u>

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

7. Defined Benefit Pension Plan (continued)

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

For the year ended June 30, 2021, the District recognized pension benefit of \$158,041. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 3,016	\$ 120,915
Changes of assumptions	7,324	29,079
Net difference between projected and actual earnings on pension plan investments	<u>96,941</u>	<u>265,855</u>
Total Deferred Amounts to be recognized in pension expense in future periods	107,281	415,849
Pension Contributions made subsequent to the Measurement Date	<u>32,783</u>	<u>-</u>
Total Deferred Amounts Related to Pensions	<u>\$ 140,064</u>	<u>\$ 415,849</u>

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

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows of Resources</u>
2021	\$ (149,923)
2022	(63,944)
2023	(68,555)
2024	(26,146)
2025	
Thereafter	<u>-</u>
Total	<u>\$ (308,568)</u>

8. Other Post-Employment Benefits Plan

Plan Description

In addition to providing the pension benefits described, the District provides post-employment health care benefits (OPEB) for retired employees. The benefit levels, employee contributions and employer contributions are governed by the District and can be amended by it through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's governmental activities.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

8. Other Post-Employment Benefits Plan (continued)

Benefits Provided

The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the District's retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan but can purchase a Medicare supplement plan from the District's insurance provider.

As of June 30, 2021, the measurement date, the Fund's membership consisted of:

Inactive plan members or beneficiaries	
currently receiving benefits	-
Inactive plan members entitled to, but not	
yet receiving benefits	-
Active plan members	<u>17</u>
Total	<u><u>17</u></u>

Funding Policy

The District is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. The District does not have an OPEB trust set up. The schedule of funding progress, presented as required supplementary information following the Notes to the Financial Statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Total OPEB Liability

The District's net OPEB liability was measured as of June 30, 2021. The total OPEB liability used to calculate the net pension liability was determined by an actuarial valuation, in accordance with parameters of GASB 75, as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total OPEB liability as of June 30, 2021:

Actuarial Valuation Date	June 30, 2021
Asset Valuation Method	N/A
Inflation	3.00%
Discount Rate	2.66%
Healthcare Cost Trends	6% in Fiscal 2020 based on type of plan, to an ultimate trend rate of 4.5%

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

8. Other Post-Employment Benefits Plan (continued)

Mortality Rates

These rates are used PubS.H-2010 Mortality Table - General .

Discount Rate

The discount rate was based on the S&P Municipal Bond 20-year high-grade rate index rate for tax-exempt general obligation municipal bonds rated AA or better at June 30, 2021.

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The Net OPEB Liability has been determined using the end of year discount rate. The table showing the sensitivity of the Net OPEB Liability to the discount rate follows:

	1% Decrease (1.18%)	Current Discount Rate (2.18%)	1% Increase (3.18%)
Net OPEB Liability	\$ 34,753	\$ 37,597	\$ 40,720

Changes in Net OPEB Liability

The Schedule of Changes in Net OPEB Liability and Related Ratios, presented as required supplemental information (RSI) following the Notes to the Financial Statements, presents current period changes in the total OPEB liability and plan OPEB position. Changes in the Net OPEB Liability are derived from the changes in the Total OPEB Liability and changes in the OPEB Net Position as follows:

	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability</u>	<u>OPEB Plan Net Position</u>	<u>Net OPEB Liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balances Beginning, 7/1/20	<u>\$ 33,958</u>	<u>\$ -</u>	<u>\$ 33,958</u>
Changes for the year:			
Service Cost	1,357	-	1,357
Interest	903	-	903
Actuarial Experience	-	-	-
Assumption Changes	1,379	-	1,379
Contributions - Employer	-	-	-
Contributions -Employee	-	-	-
Net Investment Income	-	-	-
Benefit Payments	-	-	-
Administrative Expenses	-	-	-
Net Changes	<u>3,639</u>	<u>-</u>	<u>3,639</u>
Balances Ending, 6/30/21	<u>\$ 37,597</u>	<u>\$ -</u>	<u>\$ 37,597</u>

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements
June 30, 2021

8. Other Post-Employment Benefits Plan (continued)

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

For the year ended June 30, 2021, the District recognized OPEB expense of \$308,479. As of June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Deferred Amounts Related to OPEB</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 760
Assumption Changes	7,815	-
Net difference between the projected and actual earnings on OPEB investments	-	-
Total	<u>\$ 7,815</u>	<u>\$ 760</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future periods as follows:

<u>Year Ending May 31,</u>	<u>Net Deferred Inflows of Resources</u>
2022	\$ 646
2023	646
2024	646
2025	646
2026	646
Thereafter	<u>3,825</u>
Total	<u>\$ 7,055</u>

9. Interfund Receivables and Payables

The composition of interfund balances as of June 30, 2021, is as follows:

<u>Funds</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General	\$ 41,779	\$ -
IMRF	-	<u>41,779</u>
Total	<u>\$ 41,779</u>	<u>\$ 41,779</u>

The interfund balance was to cover the negative cash position in the IMRF fund. Amounts are not expected to be repaid within one year.

Stickney-Forest View Public Library District, Illinois

Notes to the Basic Financial Statements

June 30, 2021

10. 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; injuries to employees; illnesses of employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

11. Uncertainty

The District's operations may be affected by the recent and ongoing outbreak of coronavirus disease 2019 (COVID-2019) which was declared a pandemic by the World Health Organization in March of 2020. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. The ultimate disruption to the District is uncertain at this time.

REQUIRED SUPPLEMENTARY INFORMATION

Stickney-Forest View Public Library District, Illinois
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

Illinois Municipal Retirement Fund

Calendar Year Ended December 31,

(schedule to be built prospectively from 2014)

	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service Cost	\$ 58,367	\$ 77,976	\$ 70,364	\$ 67,850	\$ 63,131	\$ 65,976	\$ 55,256
Interest	165,285	174,189	161,080	153,317	143,485	137,776	121,686
Differences Between Expected and Actual Experience	(15,051)	(272,348)	33,271	58,300	18,361	(23,356)	69,074
Changes of Assumptions	(48,919)	-	80,800	(79,896)	(5,718)	-	70,201
Benefit Payments, Including Refunds of Member Contributions	(94,235)	(91,415)	(97,492)	(97,149)	(94,134)	(111,163)	(97,426)
Net Change in Total Pension Liability	65,447	(111,598)	248,023	102,422	125,125	69,233	218,791
Total Pension Liability - Beginning	2,297,722	2,409,320	2,161,297	2,058,875	1,933,750	1,864,517	1,645,726
Total Pension Liability - Ending	<u>\$ 2,363,169</u>	<u>\$ 2,297,722</u>	<u>\$ 2,409,320</u>	<u>\$ 2,161,297</u>	<u>\$ 2,058,875</u>	<u>\$ 1,933,750</u>	<u>\$ 1,864,517</u>
Plan Fiduciary Net Position							
Contributions -Employer	\$ 62,309	\$ 60,888	\$ 75,156	\$ 71,189	\$ 66,119	\$ 73,112	\$ 87,703
Contributions - Employee	26,010	28,721	32,209	30,451	27,550	29,401	27,055
Net Investment Income	280,688	342,320	(96,427)	293,683	107,735	7,556	86,858
Benefit Payments, Including Refunds of Member Contributions	(94,235)	(91,415)	(97,492)	(97,149)	(94,134)	(111,163)	(97,426)
Other	14,692	(148,134)	35,130	(38,005)	12,452	28,828	(3,898)
Net Change in Plan Fiduciary Net Position	289,464	(148,134)	(51,424)	260,169	119,722	27,734	100,292
Plan Fiduciary Net Position - Beginning	2,064,113	1,871,733	1,923,157	1,662,988	1,543,266	1,515,532	1,415,240
Plan Fiduciary Net Position - Ending	<u>\$ 2,353,577</u>	<u>\$ 2,064,113</u>	<u>\$ 1,871,733</u>	<u>\$ 1,923,157</u>	<u>\$ 1,662,988</u>	<u>\$ 1,543,266</u>	<u>\$ 1,515,532</u>
Employer's Net Pension Liability/(Asset)	<u>\$ 9,592</u>	<u>\$ 233,609</u>	<u>\$ 537,587</u>	<u>\$ 238,140</u>	<u>\$ 395,887</u>	<u>\$ 390,484</u>	<u>\$ 348,985</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	99.59 %	89.83 %	77.69 %	88.98 %	80.77 %	79.81 %	81.28 %
Covered-Valuation Payroll	\$ 578,002	\$ 638,231	\$ 715,766	\$ 676,698	\$ 612,218	\$ 653,361	\$ 614,807
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	1.66 %	36.60 %	75.11 %	35.19 %	64.66 %	59.77 %	56.76 %

See Notes to the Required Supplementary Information

Stickney-Forest View Public Library District, Illinois
Schedule of Employer Contributions - Illinois Municipal Retirement Fund
Last Ten Calendar Years
 (schedule to be built prospectively from 2014)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency / (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 72,301	\$ 87,703	\$ (15,402)	\$ 614,807	14.27 %
2015	73,111	73,112	(1)	653,361	11.19 %
2016	66,120	66,119	1	612,218	10.80 %
2017	71,189	71,189	-	676,698	10.52 %
2018	75,155	75,156	(1)	715,766	10.50 %
2019	60,887	60,888	(1)	638,231	9.54 %
2020	62,309	62,309	-	578,002	10.78 %

See Notes to the Required Supplementary Information

Stickney-Forest View Public Library District, Illinois
Schedules of Changes in the Employer's Net OPEB Liability and Related Ratios
Fiscal Year Ended June 30,
(schedule to be built prospectively from 2018)

	2021	2020	2019	2018
Total OPEB Liability				
Service Cost	\$ 1,357	\$ 1,947	\$ 1,971	\$ 1,835
Interest	903	714	670	600
Change of Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	-	(892)	-	-
Changes in Assumptions	1,380	5,983	390	295
Other Changes	-	609	84	590
Net Change in Total Pension Liability	<u>3,640</u>	<u>8,361</u>	<u>3,115</u>	<u>3,320</u>
Total OPEB Liability - Beginning	<u>33,958</u>	<u>25,597</u>	<u>22,482</u>	<u>19,162</u>
Total OPEB Liability - Ending	<u>\$ 37,598</u>	<u>\$ 33,958</u>	<u>\$ 25,597</u>	<u>\$ 22,482</u>
OPEB Plan Net Position				
Contributions -Employer	\$ -	\$ -	\$ -	\$ -
Contributions - Member	-	-	-	-
Contributions - Other	-	-	-	-
Net Investment Income	-	-	-	-
Benefit Payments	-	-	-	-
Administrative Expenses	-	-	-	-
Net Change in OPEB Net Position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OPEB Net Position - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OPEB Net Position - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Employer's Net OPEB Liability (Asset)	<u>\$ 37,598</u>	<u>\$ 33,958</u>	<u>\$ 25,597</u>	<u>\$ 22,482</u>
OPEB Plan Net Position as a Percentage of the Total OPEB Liability	- %	- %	- %	- %
Covered-Employee Payroll	\$ 617,511	\$ 617,511	\$ 794,644	\$ 794,644
Employer's Net OPEB Liability as a Percentage of Covered Payroll	6.09 %	5.50 %	3.20 %	2.80 %

See Notes to the Required Supplementary Information

Stickney-Forest View Public Library District, Illinois

Other Post Employment Benefit Plan

Schedule of Employer Contributions

June 30, 2021

<u>Fiscal Year</u> <u>Ending</u> <u>June 30,</u>	<u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Contribution in</u> <u>Relation to the</u> <u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Covered-</u> <u>Employee</u> <u>Payroll</u>	<u>Actual</u> <u>Contributions as a</u> <u>% of Covered-</u> <u>Employee Payroll</u>
2018	\$ -	\$ -	\$ -	\$ 794,644	- %
2019	-	-	-	794,644	- %
2020	-	-	-	617,511	- %
2021	-	-	-	617,511	- %

See Notes to the Required Supplementary Information

Stickney-Forest View Public Library District, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)-
Budget and Actual - General Fund
Year Ended June 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Property Taxes	\$ 1,223,801	\$ 977,205	\$ (246,596)
Replacement Taxes	180,000	242,120	62,120
Grants	52,210	48,029	(4,181)
Fines and Fees	4,198	2,967	(1,231)
Donations	2,800	1,626	(1,174)
Interest	11,186	9,216	(1,970)
Other Revenues	<u>6,515</u>	<u>1,149</u>	<u>(5,366)</u>
Total Revenues	<u>1,480,710</u>	<u>1,282,312</u>	<u>(198,398)</u>
Expenditures:			
Current	1,464,559	1,100,538	(364,021)
Bond Principal Payments	-	23,713	23,713
Bond Interest Payments	<u>20,750</u>	<u>1,035</u>	<u>(19,715)</u>
Total Expenditures	<u>1,485,309</u>	<u>1,125,286</u>	<u>(360,023)</u>
Net Change in Fund Balance	<u>\$ (4,599)</u>	157,026	<u>\$ 161,625</u>
Fund Balance, Beginning of Year,		<u>(225,973)</u>	
Fund Balance, End of Year		<u>\$ (68,947)</u>	

See Notes to the Required Supplementary Information

Stickney-Forest View Public Library District, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) -
Budget and Actual - Debt Service Fund
Year Ended June 30, 2021

	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Property Taxes	\$ -	\$ 141,000	\$ 141,000
Interest Income	-	1,198	1,198
	-	142,198	142,198
Expenditures:			
Debt Service:			
Principal	120,000	120,000	-
Interest and other charges	21,950	20,750	(1,200)
Total Expenditures	141,950	140,750	(1,200)
Net Change in Fund Balance	\$ (141,950)	1,448	\$ 143,398
Fund Balance, Beginning of Year		(7,618)	
Fund Balance, End of Year		\$ (6,170)	

See Notes to the Required Supplementary Information

Stickney-Forest View Public Library District, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Working Cash Fund
Year Ended June 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Interest and Investment Income	\$ -	\$ 5,552	\$ 5,552
Total Revenues	<u>-</u>	<u>5,552</u>	<u>5,552</u>
Expenditures:			
Current:			
Interest	-	-	-
Debt Service:			
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	5,552	<u>\$ 5,552</u>
Fund Balance, Beginning of Year		<u>313,897</u>	
Fund Balance, End of Year		<u>\$ 319,449</u>	

See Notes to the Required Supplementary Information

Stickney Forest-View Public Library District, Illinois

Notes to the Required Supplementary Information
Year Ended June 30, 2021

1. Budgetary Basis of Accounting

The budget is prepared on a consistent basis as that used in financial reporting by the District. The budget was passed on September 15, 2020 and it was not amended after passage. For each fund, the total fund disbursements may not legally exceed the budgeted disbursements. The budget lapses at the end of each fiscal year.

2. Budgets and Budgetary Information

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

1. Department heads propose expenditure estimates for the coming year. These estimates, if approved by the Library Director, become the recommendations for presentation to the Board of Commissioners as the tentative combined Annual Budget and Appropriation Ordinance.
2. Notice is published in the paper and online that the tentative Annual Budget and Appropriation Ordinance is available for public inspection. The Ordinance is then presented at a public meeting after thirty days have passed.
3. Prior to June 30, the budget is legally enacted through passage of an ordinance.
4. The Treasurer is authorized to transfer up to 10 percent of the total budget between budget items within the fund; however, the Board of Commissioners must approve any revisions that alter the total disbursements of any fund.

3. Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2020 Contribution Rate

Valuation Date

Actuarially determined contribution rates are calculated as of December 31 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 2020 Contribution Rates

Actuarial Cost Method:	Aggregate entry age = normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	24-year closed period
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:	7.25%

Stickney Forest-View Public Library District, Illinois

Notes to the Required Supplementary Information
Year Ended June 30, 2021

3. Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2020 Contribution Rate (continued)

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 2014 to 2016.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projections 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 projection 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 projection 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 There were no benefit changes during the year.

4. Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2021 Contribution Rate – Postretirement Health Plan

Methods and Assumptions Used to Determine 2021 Contribution Rates

Actuarial Cost Method:	Entry Age Normal (AMM)
Discount Rate:	2.16%
Price Inflation:	3.00%
Salary Increase	4.00%
Initial Health Care Cost Trend Rate:	6.00%
Ultimate Health Care Cost Trend Rate:	4.50%

No Assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

OTHER SUPPLEMENTARY INFORMATION

Stickney-Forest View Public Library District, Illinois
Schedule of Expenditures - Budget and Actual - General Fund
Year Ended June 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Expenditures			
Operating Expenditures			
Salaries	\$ 700,800	\$ 641,694	\$ (59,106)
Employee Development	7,100	632	(6,468)
IMRF Library Funded	58,200	-	(58,200)
Legal Expense	15,400	3,983	(11,417)
Audit Expense	13,800	13,400	(400)
Payroll Processing	3,800	3,550	(250)
Accounting Expense	3,000	292	(2,708)
Consulting	9,000	4,850	(4,150)
Insurance Package	20,000	22,217	2,217
Treasurer's Bond	500	600	100
Workmen's Compensation Insurance	5,500	3,043	(2,457)
Medical Insurance	146,300	109,536	(36,764)
FICA Expense	62,700	48,990	(13,710)
Maintenance - Building	132,944	42,084	(90,860)
Utilities	35,000	24,217	(10,783)
Copier Lease	12,300	6,942	(5,358)
Office Supplies	11,000	3,151	(7,849)
Postage	1,400	579	(821)
SWAN/ Computers	25,000	23,807	(1,193)
Databases	12,700	10,986	(1,714)
E-Resources	12,000	9,119	(2,881)
Circulation	800	370	(430)
Technology	43,600	20,788	(22,812)
Adult Expenses	26,600	20,602	(5,998)
Young Adult Expenses	3,200	1,230	(1,970)
Youth Expenses	15,500	11,234	(4,266)
Marketing Expenses	5,000	1,381	(3,619)
Material Gift/ Donation Expenses	2,900	341	(2,559)
Grant Expenses	69,215	46,680	(22,535)
Library Programs	1,200	-	(1,200)
Outreach Expenses	2,100	1,150	(950)
Contingencies	6,000	23,090	17,090
Total Operating Expenditures	<u>1,464,559</u>	<u>1,100,538</u>	<u>(364,021)</u>
Debt Service			
Principal	-	23,713	23,713
Interest and other charges	20,750	1,035	(19,715)
Total Debt Service	<u>20,750</u>	<u>24,748</u>	<u>3,998</u>
Total Expenditures	<u>\$ 1,485,309</u>	<u>\$ 1,125,286</u>	<u>\$ (360,023)</u>

Stickney-Forest View Public Library District, Illinois
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2021

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Special Reserve	IMRF	Building Maintenance	
Assets				
Cash and Investments	\$ 162,736	\$ -	\$ 2,362	\$ 165,098
Property Taxes Receivable	-	37,078	12,359	49,437
Interest Receivable	475	-	89	564
Total Assets	\$ 163,211	\$ 37,078	\$ 14,810	\$ 215,099
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities:				
Due to Other Funds	\$ -	\$ 41,779	\$ -	\$ 41,779
Total Liabilities	-	41,779	-	41,779
Deferred Inflows of Resources:				
Unavailable Property Taxes	-	73,016	24,338	97,354
Total Deferred Inflows of Resources	-	73,016	24,338	97,354
Fund Balances:				
Committed				
Special Reserve	163,211	-	-	163,211
Unassigned	-	(77,717)	(9,527)	(87,244)
Total Fund Balances	163,211	(77,717)	(9,527)	75,967
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 163,211	\$ 37,078	\$ 14,811	\$ 215,100

Stickney-Forest View Public Library District, Illinois
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2021

	<u>Special Revenue Funds</u>			Total Nonmajor Governmental Funds
	<u>Special Reserve</u>	<u>IMRF</u>	<u>Building Maintenance</u>	
Revenues				
Property Taxes	\$ -	\$ 69,800	\$ 23,112	\$ 92,912
Interest	3,473	-	-	3,473
Total Revenues	<u>3,473</u>	<u>69,800</u>	<u>23,112</u>	<u>96,385</u>
Expenditures				
Current:				
Culture and Recreation	-	64,982	37,260	102,242
Total Expenditures	<u>-</u>	<u>64,982</u>	<u>37,260</u>	<u>102,242</u>
Net Change in Fund Balance	3,473	4,818	(14,148)	(5,857)
Fund Balance (Deficit), Beginning of Year	<u>159,738</u>	<u>(82,535)</u>	<u>4,621</u>	<u>81,824</u>
Fund Balance (Deficit), End of Year	<u>\$ 163,211</u>	<u>\$ (77,717)</u>	<u>\$ (9,527)</u>	<u>\$ 75,967</u>

Stickney-Forest View Public Library District, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance
- Budget and Actual - Special Reserve Fund
Year Ended June 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Interest and Investment Income	\$ -	\$ 3,473	\$ 3,473
Total Revenues	<u>-</u>	<u>3,473</u>	<u>3,473</u>
Expenditures:			
Current:			
Net Change in Fund Balance	<u>\$ -</u>	3,473	<u>\$ 3,473</u>
Fund Balance, Beginning of Year		<u>159,738</u>	
Fund Balance, End of Year		<u>\$ 163,211</u>	

Stickney-Forest View Public Library District, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Deficit) - Budget and Actual - Illinois Municipal Retirement Fund
Year Ended June 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Property Taxes	\$ -	\$ 69,800	\$ 69,800
Total Revenues	<u>-</u>	<u>69,800</u>	<u>69,800</u>
Expenditures:			
Current:			
IMRF Expenses	<u>95,000</u>	<u>64,982</u>	<u>(30,018)</u>
Total Expenditures	<u>95,000</u>	<u>64,982</u>	<u>(30,018)</u>
Net Change in Fund Balance	<u><u>\$ (95,000)</u></u>	4,818	<u><u>\$ 99,818</u></u>
Fund Balance (Deficit), Beginning of Year		<u>(82,535)</u>	
Fund Balance (Deficit), End of Year		<u><u>\$ (77,717)</u></u>	

Stickney-Forest View Public Library District, Illinois
Schedule of Revenues, Expenditures and Changes in Fund Balance
(Deficit) - Budget and Actual - Building and Maintenance Fund
Year Ended June 30, 2021

	Original and Final Budget	Actual	Variance Over (Under)
Revenues:			
Property Taxes	\$ -	\$ 23,112	\$ 23,112
Total Revenues	-	23,112	23,112
Expenditures:			
Current:			
Maintenance Expenses	25,000	37,260	12,260
Total Expenditures	25,000	37,260	12,260
Net Change in Fund Balance	<u>\$ (25,000)</u>	(14,148)	<u>\$ 10,852</u>
Fund Balance, Beginning of Year		4,621	
Fund Balance (Deficit), End of Year		<u>\$ (9,527)</u>	