



**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2017

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**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
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**WOOD DALE, ILLINOIS**  
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## **INDEPENDENT AUDITOR'S REPORT**

Members of the Board of Trustees  
and Management  
Wood Dale Public Library District  
Wood Dale, Illinois

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

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

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

### **Auditor's Responsibility**

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

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

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial positions of the governmental activities, each major fund, and the aggregate remaining fund information of the Wood Dale Public Library District, as of June 30, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the other required supplementary information 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

### *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 fund financial statements and schedules and supplemental data are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to

prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The supplemental data has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Sikich LLP*

Naperville, Illinois  
December 15, 2017

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

STATEMENT OF NET POSITION

June 30, 2017

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and investments	\$ 5,208,690
Receivables	
Property taxes	1,173,138
Prepaid expenses	14,564
Capital assets not being depreciated	215,700
Capital assets (net of accumulated depreciation)	1,555,301
Total assets	8,167,393
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension items - IMRF	284,704
Total deferred outflows of resources	284,704
Total assets and deferred outflows of resources	8,452,097
<b>LIABILITIES</b>	
Accounts payable	17,023
Accrued payroll	57,253
Due to other governments	5,225
Noncurrent liabilities	
Due within one year	13,736
Due in more than one year	862,175
Total liabilities	955,412
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred revenue - property taxes	2,353,810
Pension items - IMRF	48,888
Total deferred inflows of resources	2,402,698
Total liabilities and deferred inflows of resources	3,358,110
<b>NET POSITION</b>	
Net investment in capital assets	1,771,001
Restricted for	
Working cash	97,905
Building and maintenance	30,984
Audit	3,897
Insurance	28,272
Employee retirement	100,397
Special reserve	3,419,284
Unrestricted	(357,753)
<b>TOTAL NET POSITION</b>	<b>\$ 5,093,987</b>

See accompanying notes to financial statements.



**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2017

<b>FUNCTIONS/PROGRAMS</b>	<b>Program Revenues</b>				<b>Net (Expense) Revenue and Change in Net Position</b>
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>
Governmental Activities					
Culture and recreation	\$ 2,087,229	\$ 7,923	\$ -	\$ -	\$ (2,079,306)
Total governmental activities	2,087,229	7,923	-	-	(2,079,306)
<b>TOTAL</b>	<b>\$ 2,087,229</b>	<b>\$ 7,923</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(2,079,306)</b>
			General Revenues		
			Taxes		
			Property	2,319,167	
			Replacement	45,598	
			Investment income	25,514	
			Miscellaneous	8,124	
			Total	2,398,403	
			CHANGE IN NET POSITION		319,097
			NET POSITION, JULY 1		4,774,890
			<b>NET POSITION, JUNE 30</b>		<b>\$ 5,093,987</b>

See accompanying notes to financial statements.

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

**BALANCE SHEET  
GOVERNMENTAL FUNDS**

June 30, 2017

	<b>General</b>	<b>Special Reserve</b>	<b>Nonmajor Governmental</b>	<b>Total</b>
<b>ASSETS</b>				
Cash and investments	\$ 1,418,677	\$ 3,371,263	\$ 418,750	\$ 5,208,690
Receivables				
Property taxes	1,013,577	-	159,561	1,173,138
Due from other funds	-	50,000	-	50,000
Prepaid items	5,665	-	8,899	14,564
<b>TOTAL ASSETS</b>	<b>\$ 2,437,919</b>	<b>\$ 3,421,263</b>	<b>\$ 587,210</b>	<b>\$ 6,446,392</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 9,421	\$ 1,979	\$ 5,623	\$ 17,023
Accrued payroll	57,253	-	-	57,253
Due to other funds	-	-	50,000	50,000
Due to other governments	5,225	-	-	5,225
<b>Total liabilities</b>	<b>71,899</b>	<b>1,979</b>	<b>55,623</b>	<b>129,501</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	2,033,678	-	320,132	2,353,810
<b>Total liabilities and deferred inflows of resources</b>	<b>2,105,577</b>	<b>1,979</b>	<b>375,755</b>	<b>2,483,311</b>
<b>FUND BALANCES</b>				
Nonspendable				
Prepaid items	-	-	8,899	8,899
Working cash	-	-	97,905	97,905
Restricted				
Building and maintenance	-	-	30,984	30,984
Audit	-	-	3,897	3,897
Insurance	-	-	19,373	19,373
Employee retirement	-	-	100,397	100,397
Special reserve	-	3,419,284	-	3,419,284
Unrestricted				
Unassigned	332,342	-	(50,000)	282,342
<b>Total fund balances</b>	<b>332,342</b>	<b>3,419,284</b>	<b>211,455</b>	<b>3,963,081</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 2,437,919</b>	<b>\$ 3,421,263</b>	<b>\$ 587,210</b>	<b>\$ 6,446,392</b>

See accompanying notes to financial statements.

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

June 30, 2017

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 3,963,081
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	1,771,001
Compensated absences are not due and payable in the current period and, therefore, are not reported in governmental funds	(54,944)
Net pension liability for the Illinois Municipal Retirement Fund shown as a liability on the statement of net position	(820,967)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	<u>235,816</u>
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u><u>\$ 5,093,987</u></u>

See accompanying notes to financial statements.

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>General</b>	<b>Special Reserve</b>	<b>Nonmajor Governmental</b>	<b>Total</b>
<b>REVENUES</b>				
Taxes	\$ 2,021,057	\$ -	\$ 343,708	\$ 2,364,765
Fines and fees	63	-	-	63
Investment income	25,464	-	50	25,514
Miscellaneous	15,984	-	-	15,984
<b>Total revenues</b>	<b>2,062,568</b>	<b>-</b>	<b>343,758</b>	<b>2,406,326</b>
<b>EXPENDITURES</b>				
Current				
Culture and recreation	1,515,435	-	310,627	1,826,062
Capital outlay	-	13,801	50,000	63,801
<b>Total expenditures</b>	<b>1,515,435</b>	<b>13,801</b>	<b>360,627</b>	<b>1,889,863</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>547,133</b>	<b>(13,801)</b>	<b>(16,869)</b>	<b>516,463</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	50	400,000	-	400,050
Transfers (out)	(400,000)	-	(50)	(400,050)
<b>Total other financing sources (uses)</b>	<b>(399,950)</b>	<b>400,000</b>	<b>(50)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>147,183</b>	<b>386,199</b>	<b>(16,919)</b>	<b>516,463</b>
<b>FUND BALANCES, JULY 1</b>	<b>185,159</b>	<b>3,033,085</b>	<b>228,374</b>	<b>3,446,618</b>
<b>FUND BALANCES, JUNE 30</b>	<b>\$ 332,342</b>	<b>\$ 3,419,284</b>	<b>\$ 211,455</b>	<b>\$ 3,963,081</b>

See accompanying notes to financial statements.

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	<b>\$ 516,463</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Depreciation expense does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds	(141,190)
The change in compensated absences does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds	(1,165)
The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities	61,873
The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities	<u>(116,884)</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 319,097</u></u></b>

See accompanying notes to financial statements.

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2017

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

a. Reporting Entity

The District is a public library district governed by a seven-member elected board. As required by GAAP, these financial statements present the District and its component units, entities for which the District is considered to be financially accountable. The Friends of Library organization was considered as a component unit of the District, but was considered insignificant and is not included as a component unit.

b. Fund Accounting

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. 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. The minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following category: governmental.

Governmental funds are used to account for all of the government's general activities, including the collection and disbursement of restricted, committed, or assigned monies (special revenue funds) and restricted, committed, or assigned for the servicing of general long-term debt (debt service funds). Permanent funds are used to account for resources when the interest of the corpus (principal) can be used by the District. The General Fund is used to account for all activities of the general government not accounted for in some other fund.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Government-Wide and Fund Financial Statements

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

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

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

The District reports the following major governmental funds:

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

The Special Reserve Fund is the District's capital projects fund. It accounts for all of the major capital expenditures of the District and is financed by transfers from the General Fund.

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

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

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

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

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

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

e. Cash and Investments

The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. Deposits are not subject to fair value and are valued at cost or amortized cost.

f. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the balance sheet. Short-term interfund loans, if any, are classified as “interfund receivables/payables.”



**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

f. Short-Term Interfund Receivables/Payables (Continued)

Advances between funds, if any, are offset by a fund balance nonspendable account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

g. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

h. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

Assets	Years
Buildings and building improvements	15-50
Furniture and equipment	5-20

i. Compensated Absences

The District accrues a liability for vacation benefits as these benefits are earned. At June 30, 2017, the liabilities for these accumulated unpaid benefits are accounted for in the governmental activities column in the government-wide financial statements. In the governmental fund financial statements a liability has been accrued for amounts owed to employees who have retired or terminated employment by the end of the year.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

j. Long-Term Obligations

In the government-wide financial statements, long-term debt, and other long-term obligations are reported as liabilities in the governmental activities. In the fund financial statements, governmental funds recognize the face amount of debt issued as other financing source.

k. Interfund Transactions

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

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

l. Fund Equity

In the fund financial statements, governmental funds can report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the District's Board of Trustees, which is considered the District's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Library Director by the District's Board of Trustees. Any residual General Fund fund balance or deficit fund balances in any other fund are reported as unassigned.

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

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

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

m. Deferred Inflows of Resources

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

n. Use of Estimates

The preparation of financial statements in conformity with GAAP 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 expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**2. DEPOSITS AND INVESTMENTS**

Illinois Compiled Statutes (ILCS) authorize the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and Illinois Funds. Illinois Funds was created by the Illinois State Legislature and is managed by the Illinois State Treasurer. It acts as a money market fund that maintains a \$1 per share value.

In addition, the District's Board of Trustees has adopted an investment policy which provides further restrictions on the investment of district funds. 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 objectives of the policy, in order of priority are: safety, liquidity, return on investment, and simplicity of management.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. DEPOSITS AND INVESTMENTS (Continued)**

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds' share price, the price at which the investment could be sold. The Illinois Institutional Investors Trust is also a money market mutual fund valued at a \$1 share value.

The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the District's investment in the funds is the same as the value of the pool shares. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The pool had a Standard and Poor's AAAM rating as June 30, 2017. The relationship between the District and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires all deposits with financial institutions in excess of federal depository insurance be with collateral held by the Federal Reserve Bank, the District's agent or by the trust department or escrow agent of the pledging institution, evidenced by a written collateral agreement.

b. Investments

Interest rate risk is the risk that changes 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 by investing in demand investments that yield a maximum amount of interest.

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 Illinois Funds.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District primarily invests in Illinois Funds. Illinois Funds is not subject to custodial credit risk.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. DEPOSITS AND INVESTMENTS (Continued)**

b. Investments (Continued)

Concentration of credit risk - The District did not have any investment that represented greater than 5% of its overall portfolio as of June 30, 2017.

Fair value hierarchy - The District categorizes its fair value measurements within the fair value established by GAAP. The hierarchy of inputs are used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 are significant unobservable inputs. The District had no investments valued at fair value.

**3. RECEIVABLES - TAXES**

Property taxes for 2016 attach as an enforceable lien on January 1, 2016 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2017 and are payable in two installments, on or about June 1, 2017 and September 1, 2017. The County collects such taxes and remits them periodically. The 2016 tax levy collections are intended to finance the 2018 fiscal year and are not considered available for current operations and are, therefore, shown as unearned/unavailable revenue. The 2017 tax levy has not been recorded as a receivable at June 30, 2017, as the tax attached as a lien on property as of January 1, 2017; however, the tax will not be levied until December 2017 and, accordingly, is not measurable at June 30, 2017.

**4. CAPITAL ASSETS**

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

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 215,700	\$ -	\$ -	\$ 215,700
Total capital assets not being depreciated	<u>215,700</u>	<u>-</u>	<u>-</u>	<u>215,700</u>
Capital assets being depreciated				
Buildings and improvements	3,398,842	-	-	3,398,842
Furniture and equipment	459,291	-	-	459,291
Total capital assets being depreciated	<u>3,858,133</u>	<u>-</u>	<u>-</u>	<u>3,858,133</u>

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**4. CAPITAL ASSETS (Continued)**

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES (Continued)				
Less accumulated depreciation for				
Buildings and improvements	\$ 1,812,454	\$ 108,172	\$ -	\$ 1,920,626
Furniture and equipment	349,188	33,018	-	382,206
Total accumulated depreciation	<u>2,161,642</u>	<u>141,190</u>	<u>-</u>	<u>2,302,832</u>
 Total capital assets being depreciated, net	 <u>1,696,491</u>	 <u>(141,190)</u>	 <u>-</u>	 <u>1,555,301</u>
 GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	 <u>\$ 1,912,191</u>	 <u>\$ (141,190)</u>	 <u>\$ -</u>	 <u>\$ 1,771,001</u>

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

GOVERNMENTAL ACTIVITIES	
Culture and recreation	<u>\$ 141,190</u>
 TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	 <u>\$ 141,190</u>

**5. 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. Health and dental 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 fiscal years.

The District participates in the Libraries of Illinois Risk Agency (LIRA) for property, crime, general liability, business automobile, workers' compensation, boiler and machinery, cyber and umbrella coverage. LIRA provides conventional insurance coverage and/or self-insurance for claims against or by its participants. LIRA is a public entity risk pool with the transfer of risk. The District is responsible for premium payments and the pool is responsible for administering the program. If funds are insufficient in the judgement of the pool, the pool may assess the members' additional equal payments. The District's policy is to record any related expenditures in the year in which they are notified of any additional assessments. The District is not aware of any additional assessments owed as of June 30, 2017. The District's total expense for coverage was \$20,721 in the fiscal year ended June 30, 2017.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**6. LONG-TERM DEBT**

a. Changes in Long-Term Liabilities

Issue	Fund Debt Retired by	Balances July 1	Issuances	Retirements	Balances June 30	Current Portion
Compensated absences	General	\$ 53,779	\$ 8,176	\$ 7,011	\$ 54,944	\$ 13,736
Net pension liability	General	882,840	-	61,873	820,967	-
<b>TOTAL</b>		<u>\$ 936,619</u>	<u>\$ 8,176</u>	<u>\$ 68,884</u>	<u>\$ 875,911</u>	<u>\$ 13,736</u>

b. Legal Debt Margin

ASSESSED VALUATION - 2016	<u>\$ 479,977,375</u>
LEGAL DEBT LIMIT - 2.875% OF ASSESSED VALUATION	\$ 13,799,350
AMOUNT OF DEBT APPLICABLE OF DEBT LIMIT	<u>-</u>
LEGAL DEBT MARGIN	<u>\$ 13,799,350</u>

Chapter 50, Section 405/1 of the ILCS provides: “no township, school district, or other municipal corporation having a population of less than 300,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 2.875% on the value of the taxable property therein, to be ascertained by the last assessment for the state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying such governmental unit’s 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979.”

The limitations prescribed shall not apply to any indebtedness of any library district incurred for acquiring or improving sites; constructing, extending, or improving and equipping sites for public library purposes; or for the establishment, support, and maintenance of a public library, under the provisions of the “Illinois Public Library District Act.”

**7. CONTINGENT LIABILITIES**

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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**8. INDIVIDUAL FUND DISCLOSURES**

Transfers

Transfers In	Transfers Out	Amount
Special Reserve	General	\$ 400,000
General	Nonmajor Governmental	50

- The transfer of \$400,000 was to fund the purchase of property in the Special Reserve Fund. This amount will not be repaid.
- The transfer of \$50 was the Working Cash Fund's portion of interest income during the year in conformity with the District's policy.

**9. RETIREMENT FUND COMMITMENTS**

Illinois Municipal Retirement Fund

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

*Plan Administration*

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

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



**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Plan Membership*

At December 31, 2016, IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	17
Inactive employees entitled to but not yet receiving benefits	4
Active employees	<u>20</u>
 TOTAL	 <u><u>41</u></u>

*Benefits Provided*

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

*Contributions*

Participating members are required to contribute 4.5% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended December 31, 2016 and 2017 was 12.1% and 12.0%, respectively, of covered payroll.

*Actuarial Assumptions*

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

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Actuarial Assumptions (Continued)*

Actuarial valuation date	December 31, 2015
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market value

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

*Discount Rate*

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

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2016	\$ 3,916,174	\$ 3,033,334	\$ 882,840
Changes for the period			
Service cost	108,205	-	108,205
Interest	291,324	-	291,324
Difference between expected and actual experience	(25,988)	-	(25,988)
Changes in assumptions	(15,434)	-	(15,434)
Employer contributions	-	123,450	(123,450)
Employee contributions	-	46,125	(46,125)
Net investment income	-	211,205	(211,205)
Benefit payments and refunds	(140,703)	(140,703)	-
Other (net transfer)	-	39,200	(39,200)
Net changes	217,404	279,277	(61,873)
BALANCES AT DECEMBER 31, 2016	\$ 4,133,578	\$ 3,312,611	\$ 820,967

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

For the year ended June 30, 2017, the District recognized pension expense of \$164,436. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 2,640	\$ 36,571
Changes in assumption	74,142	12,317
Net difference between projected and actual earnings on pension plan investments	157,795	-
Employer contributions after the measurement date	50,127	-
TOTAL	\$ 284,704	\$ 48,888

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

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

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

Year Ending June 30,	
2018	\$ 80,285
2019	75,925
2020	33,673
2021	(4,194)
2022	-
Thereafter	-
<b>TOTAL</b>	<b>\$ 185,689</b>

*Discount Rate Sensitivity*

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

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Net pension liability	\$ 1,374,033	\$ 820,967	\$ 362,115

**10. OTHER POSTEMPLOYMENT BENEFITS**

The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statues, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. Although implicit costs arise from these, the District has determined that such costs are insignificant and have not been recorded in these financial statements in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. Related disclosures have also been excluded.

**WOOD DALE PUBLIC LIBRARY DISTRICT**  
**WOOD DALE, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**11. SUBSEQUENT EVENT**

On August 9, 2017, the District issued Debt Certificate Series 2017 of up to \$1,500,000, bearing interest of 2.6% per annum. The certificate is being issued to fund library renovations.

**REQUIRED SUPPLEMENTARY INFORMATION**

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Original and Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 1,990,712	\$ 1,977,379
Replacement taxes	35,000	43,678
Intergovernmental		
State grants	15,000	-
Fines	500	63
Investment income	5,000	25,464
Miscellaneous	11,200	15,984
Total revenues	2,057,412	2,062,568
<b>EXPENDITURES</b>		
	<u>Appropriations</u>	
Culture and recreation		
Personnel	\$ 1,421,000	1,234,410
Building operating expenditures and service contracts	70,000	50,000
Outside professional services	135,000	111,000
Library media	404,195	245,500
Promotion and publicity	82,000	61,000
Library operation	114,000	54,000
Automation	150,000	130,000
Miscellaneous	75,000	99,649
Capital expenditures	2,355,000	50,000
Total culture and recreation	4,806,195	2,035,559
Total expenditures	4,806,195	1,515,435
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		21,853
		547,133
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	-	-
Transfers (out)	(400,000)	-
Principal expense	(25,000)	-
Total other financing sources (uses)	(425,000)	-
NET CHANGE IN FUND BALANCE	\$ 21,853	147,183
FUND BALANCE, JULY 1		185,159
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 332,342</b>

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

Last Three Fiscal Years

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Actuarially determined contribution	\$ 109,425	\$ 127,101	\$ 116,094
Contributions in relation to the actuarially determined contribution	109,425	127,101	116,094
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 911,298	\$ 1,052,581	\$ 960,250
Contributions as a percentage of covered-employee payroll	12.01%	12.08%	12.09%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 28 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.5% annually, projected salary increases assumption of 4.4% to 16.0% compounded annually, and postretirement benefit increases of 3.0% compounded annually.

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

(See independent auditor's report.)



**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

Last Three Calendar Years

<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 108,205	\$ 103,969	\$ 101,038
Interest	291,324	275,277	245,508
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(25,988)	(26,675)	6,834
Changes of assumptions	(15,434)	5,097	184,100
Benefit payments, including refunds of member contributions	(140,703)	(139,360)	(133,808)
Net change in total pension liability	217,404	218,308	403,672
Total pension liability - beginning	3,916,174	3,697,866	3,294,194
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 4,133,578</b>	<b>\$ 3,916,174</b>	<b>\$ 3,697,866</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 123,450	\$ 123,839	\$ 116,093
Contributions - member	46,125	46,247	43,211
Net investment income	211,205	15,218	174,013
Benefit payments, including refunds of member contributions	(140,703)	(139,360)	(133,808)
Other	39,200	(40,792)	(11,256)
Net change in plan fiduciary net position	279,277	5,152	188,253
Plan fiduciary net position - beginning	3,033,334	3,028,182	2,839,929
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 3,312,611</b>	<b>\$ 3,033,334</b>	<b>\$ 3,028,182</b>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<b>\$ 820,967</b>	<b>\$ 882,840</b>	<b>\$ 669,684</b>
Plan fiduciary net position as a percentage of the total pension liability	80.10%	77.50%	81.90%
Covered-employee payroll	\$ 1,020,249	\$ 1,027,708	\$ 960,250
Employer's net pension liability as a percentage of covered-employee payroll	80.50%	85.90%	69.70%

Changes in assumptions related to discount rate, retirement age, and mortality were made since the prior measurement date.

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

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

June 30, 2017

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**BUDGETS**

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General Fund and Special Revenue Funds, except the capital project and working cash funds. All annual appropriations lapse at fiscal year end.

The budget is prepared by fund, function, and activity and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended only by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no supplementary appropriations were necessary. The budget document is prepared with more detail and line items than the appropriations document. Therefore, certain line items are left blank in the appropriation column yet contains detail in the working budget and actual columns.

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

**MAJOR GOVERNMENTAL FUNDS**

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended June 30, 2017

	<b>Appropriations</b>	<b>Original and Final Budget</b>	<b>Actual</b>
<b>CULTURE AND RECREATION</b>			
Personnel			
Administrator and staff salaries	\$ 1,225,000	\$ 1,091,010	\$ 1,015,630
Contractual services	35,000	20,000	8,211
Insurance and personnel plans	110,000	100,000	61,118
Professional development	31,000	10,400	6,225
Employee travel	-	7,000	2,685
Professional dues	-	6,000	4,015
IMRF	10,000	-	-
FICA	10,000	-	-
Total personnel	1,421,000	1,234,410	1,097,884
Building operating expenditures and service contracts	70,000	50,000	-
Outside professional services			
Legal services and publication	40,000	30,000	13,244
Accounting services	-	11,000	10,120
Consulting services	85,000	60,000	33,249
Contractual services	-	5,000	-
Insurance services	10,000	5,000	-
Total outside professional services	135,000	111,000	56,613
Library media			
Books	270,000	169,000	121,171
Periodicals	30,000	12,500	10,528
Audio visual materials	55,000	45,000	29,889
Computer software	15,000	2,000	-
Material processing supplies	25,000	15,000	8,601
Miscellaneous library material	9,195	2,000	-
Total library media	404,195	245,500	170,189
Promotion and publicity			
Library programs	60,000	43,000	36,127
Promotional materials	22,000	8,000	1,854
Newsletter	-	10,000	7,181
Total promotion and publicity	82,000	61,000	45,162

(This schedule is continued on the following page.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Original and</b>		
	<b>Appropriations</b>	<b>Final Budget</b>	<b>Actual</b>
<b>CULTURE AND RECREATION (Continued)</b>			
Library operation			
Office supplies	\$ 60,000	\$ 18,000	\$ 10,121
Copy machine operations	-	1,000	-
Postage	13,000	6,000	2,286
Small equipment purchases and rental	-	3,000	1,463
Telephone	20,000	18,000	4,668
Equipment maintenance	21,000	-	-
Administrative supplies	-	8,000	5,570
Total library operation	<u>114,000</u>	<u>54,000</u>	<u>24,108</u>
Automation			
Databases	120,000	25,000	21,351
Automation consortium fees	-	50,000	39,207
Automation software	-	25,000	12,176
Automation equipment and accessories	30,000	15,000	7,088
Electronic access fee	-	15,000	13,532
Total automation	<u>150,000</u>	<u>130,000</u>	<u>93,354</u>
Miscellaneous			
Grants	-	10,149	10,149
Staff, friends, foundation, and donation	25,000	500	-
Contingency	50,000	89,000	16,170
Total miscellaneous	<u>75,000</u>	<u>99,649</u>	<u>26,319</u>
Principal expense			
Principal - construction	<u>25,000</u>	-	-
Total principal expense	<u>25,000</u>	-	-
Capital expenditures			
Equipment and furniture	<u>2,355,000</u>	50,000	1,806
Total capital expenditures	<u>2,355,000</u>	<u>50,000</u>	<u>1,806</u>
Total culture and recreation	4,831,195	2,035,559	1,515,435
Transfers (out)	<u>400,000</u>	-	400,000
<b>TOTAL EXPENDITURES AND TRANSFERS OUT</b>	<u><u>\$ 5,231,195</u></u>	<u><u>\$ 2,035,559</u></u>	<u><u>\$ 1,915,435</u></u>

(See independent auditor's report.)

**NONMAJOR GOVERNMENTAL FUNDS**

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2017

	<b>Special Revenue</b>		
	<b>Building and Maintenance</b>	<b>Audit</b>	<b>Liability Insurance</b>
<b>ASSETS</b>			
Cash and investments	\$ 82,890	\$ 7,793	\$ 23,371
Property taxes receivable	45,930	3,828	5,981
Prepaid items	-	-	8,899
<b>TOTAL ASSETS</b>	<b>\$ 128,820</b>	<b>\$ 11,621</b>	<b>\$ 38,251</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 5,623	\$ -	\$ -
Due to other funds	-	-	-
Total liabilities	5,623	-	-
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues - property taxes	92,213	7,724	12,002
Total liabilities and deferred inflows of resources	97,836	7,724	12,002
<b>FUND BALANCES</b>			
Nonspendable			
Prepaid items	-	-	8,899
Working cash	-	-	-
Restricted			
Building and maintenance	30,984	-	-
Audit	-	3,897	-
Insurance	-	-	17,350
Employee retirement	-	-	-
Unrestricted			
Unassigned	-	-	-
Total fund balances	30,984	3,897	26,249
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 128,820</b>	<b>\$ 11,621</b>	<b>\$ 38,251</b>



<b>Special Revenue</b>						
<b>Workers' Compensation and Unemployment Insurance</b>	<b>Illinois Municipal Retirement</b>	<b>Social Security</b>	<b>Capital Project</b>	<b>Permanent Working Cash</b>	<b>Total</b>	
\$ 4,148	\$ 121,059	\$ 81,584	\$ -	\$ 97,905	\$ 418,750	
2,153	62,915	38,754	-	-	159,561	
-	-	-	-	-	8,899	
<b>\$ 6,301</b>	<b>\$ 183,974</b>	<b>\$ 120,338</b>	<b>\$ -</b>	<b>\$ 97,905</b>	<b>\$ 587,210</b>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,623	
-	-	-	50,000	-	50,000	
-	-	-	50,000	-	55,623	
4,278	126,199	77,716	-	-	320,132	
4,278	126,199	77,716	50,000	-	375,755	
-	-	-	-	-	8,899	
-	-	-	-	97,905	97,905	
-	-	-	-	-	30,984	
-	-	-	-	-	3,897	
2,023	-	-	-	-	19,373	
-	57,775	42,622	-	-	100,397	
-	-	-	(50,000)	-	(50,000)	
2,023	57,775	42,622	(50,000)	97,905	211,455	
<b>\$ 6,301</b>	<b>\$ 183,974</b>	<b>\$ 120,338</b>	<b>\$ -</b>	<b>\$ 97,905</b>	<b>\$ 587,210</b>	

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Special Revenue</b>		
	<b>Building and Maintenance</b>	<b>Audit</b>	<b>Liability Insurance</b>
<b>REVENUES</b>			
Taxes	\$ 86,546	\$ 7,174	\$ 16,661
Investment income	-	-	-
Total revenues	86,546	7,174	16,661
<b>EXPENDITURES</b>			
Culture and recreation	92,629	9,013	20,720
Capital outlay	-	-	-
Total expenditures	92,629	9,013	20,720
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(6,083)	(1,839)	(4,059)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	-	-	-
Total other financing sources (uses)	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	(6,083)	(1,839)	(4,059)
<b>FUND BALANCES, JULY 1</b>	37,067	5,736	30,308
<b>FUND BALANCES, JUNE 30</b>	\$ 30,984	\$ 3,897	\$ 26,249

<b>Special Revenue</b>						
<b>Workers' Compensation and Unemployment Insurance</b>	<b>Illinois Municipal Retirement</b>	<b>Social Security</b>	<b>Capital Project Project</b>	<b>Permanent Working Cash</b>	<b>Total</b>	
\$ 2,083	\$ 139,770	\$ 91,474	\$ -	\$ -	\$ 343,708	
-	-	-	-	50	50	
2,083	139,770	91,474	-	50	343,758	
4,036	109,425	74,804	-	-	310,627	
-	-	-	50,000	-	50,000	
4,036	109,425	74,804	50,000	-	360,627	
(1,953)	30,345	16,670	(50,000)	50	(16,869)	
-	-	-	-	(50)	(50)	
-	-	-	-	(50)	(50)	
(1,953)	30,345	16,670	(50,000)	-	(16,919)	
3,976	27,430	25,952	-	97,905	228,374	
\$ 2,023	\$ 57,775	\$ 42,622	\$ (50,000)	\$ 97,905	\$ 211,455	

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 87,280	\$ 86,546
Total revenues	87,280	86,546
<b><u>Appropriations</u></b>		
<b>EXPENDITURES</b>		
Culture and recreation		
Utilities	53,500	46,543
Repairs	4,000	2,606
Maintenance	38,000	31,679
Miscellaneous	22,000	11,801
Total expenditures	\$ 130,000	117,500
NET CHANGE IN FUND BALANCE	\$ (30,220)	(6,083)
FUND BALANCE, JULY 1		37,067
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 30,984</b>

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 7,236	\$ 7,174
Total revenues	7,236	7,174
<b><u>Appropriations</u></b>		
<b>EXPENDITURES</b>		
Culture and recreation		
Contractual services	\$ 12,000	9,200 9,013
NET CHANGE IN FUND BALANCE	\$ (1,964)	(1,839)
FUND BALANCE, JULY 1		5,736
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 3,897</b>

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 16,732	\$ 16,661
Total revenues	16,732	16,661
<b><u>Appropriations</u></b>		
<b>EXPENDITURES</b>		
Culture and recreation		
Insurance	\$ 35,000	25,000
Insurance	25,000	20,720
NET CHANGE IN FUND BALANCE	\$ (8,268)	(4,059)
FUND BALANCE, JULY 1		30,308
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 26,249</b>

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
WORKERS' COMPENSATION AND UNEMPLOYMENT INSURANCE FUND

For the Year Ended June 30, 2017

	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 2,261	\$ 2,083
Total revenues	<u>2,261</u>	<u>2,083</u>
<u><b>Appropriations</b></u>		
<b>EXPENDITURES</b>		
Culture and recreation		
Insurance	<u>\$ 8,000</u>	<u>4,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,739)</u>	(1,953)
FUND BALANCE, JULY 1		<u>3,976</u>
<b>FUND BALANCE, JUNE 30</b>		<u><u>\$ 2,023</u></u>

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 141,095	\$ 139,770
Total revenues	141,095	139,770
<b><u>Appropriations</u></b>		
<b>EXPENDITURES</b>		
Culture and recreation		
Welfare - pension		
IMRF	\$ 145,000	135,000
NET CHANGE IN FUND BALANCE	\$ 6,095	30,345
FUND BALANCE, JULY 1		27,430
<b>FUND BALANCE, JUNE 30</b>		<b>\$ 57,775</b>

(See independent auditor's report.)



**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

For the Year Ended June 30, 2017

	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES</b>		
Taxes		
Property taxes	\$ 90,446	\$ 89,554
Replacement taxes	-	1,920
Total revenues	90,446	91,474
	<u>Appropriations</u>	
<b>EXPENDITURES</b>		
Culture and recreation		
Welfare - pension		
FICA	\$ 100,000	91,000
NET CHANGE IN FUND BALANCE	<u>\$ (554)</u>	16,670
FUND BALANCE, JULY 1		<u>25,952</u>
<b>FUND BALANCE, JUNE 30</b>		<u><u>\$ 42,622</u></u>

(See independent auditor's report.)

## **SUPPLEMENTAL DATA**

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

COMBINED SCHEDULE OF CASH AND INVESTMENTS

June 30, 2017

	<b>Deposits</b>	<b>Investments</b>	<b>Total</b>
<b>GENERAL FUND</b>			
General	\$ 234,890	\$ 1,183,787	\$ 1,418,677
<b>SPECIAL RESERVE</b>			
	-	3,371,263	3,371,263
<b>SPECIAL REVENUE FUNDS</b>			
Building and maintenance	-	82,890	82,890
Audit	-	7,793	7,793
Liability insurance	-	23,371	23,371
Workers' compensation and unemployment insurance	-	4,148	4,148
Illinois Municipal Retirement	-	121,059	121,059
Social Security	-	81,584	81,584
Total special revenue funds	-	320,845	320,845
<b>PERMANENT</b>			
	-	97,905	97,905
<b>TOTAL CASH AND INVESTMENTS</b>	<b>\$ 234,890</b>	<b>\$ 4,973,800</b>	<b>\$ 5,208,690</b>

(See independent auditor's report.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

PROPERTY TAX ASSESSED VALUATIONS, RATES, AND EXTENSIONS

Last Ten Levy Years

	2016		2015		2014		2013		2012	
ASSESSED VALUATION	\$		\$		\$		\$		\$	
	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
<b>ASSESSED VALUATION</b>		\$ 479,977,375		\$ 452,229,000		\$ 449,930,795		\$ 457,755,374		\$ 490,684,206
<b>TAX EXTENSIONS</b>										
Corporate	0.4237	\$ 2,033,664	0.4402	\$ 1,990,712	0.4482	\$ 2,016,590	0.4167	\$ 1,907,467	0.3853	\$ 1,890,606
IMRF/Social Security										
IMRF	0.0263	126,234	0.0312	141,095	0.0280	125,981	0.0309	141,446	0.0258	126,597
Social Security	0.0162	77,756	0.0200	90,446	0.0172	77,388	0.0199	91,093	0.0161	79,000
Audit	0.0016	7,680	0.0016	7,236	0.0015	6,749	0.0025	11,444	0.0018	8,832
Liability insurance	0.0025	11,999	0.0037	16,732	0.0035	15,748	0.0067	30,670	0.0058	28,460
Workers' compensation/ unemployment insurance	0.0009	4,320	0.0005	2,261	0.0004	1,800	0.0016	7,324	0.0015	7,360
Building and maintenance	0.0192	92,156	0.0001	87,280	0.0001	71,989	0.0002	91,551	0.0002	98,137
<b>TOTAL TAX EXTENSIONS</b>	0.4904	\$ 2,353,809	0.4973	\$ 2,335,762	0.4989	\$ 2,316,245	0.4785	\$ 2,280,995	0.4365	\$ 2,238,992

(This schedule is continued on the following page.)

**WOOD DALE PUBLIC LIBRARY DISTRICT  
WOOD DALE, ILLINOIS**

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

Last Ten Levy Years

	2011		2010		2009		2008		2007	
ASSESSED VALUATION	\$		\$		\$		\$		\$	
	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount	Rate*	Amount
<b>TAX EXTENSIONS</b>										
Corporate	0.3347	\$ 1,831,977	0.2988	\$ 1,815,840	0.2736	\$ 1,838,279	0.2688	\$ 1,800,693	0.2727	\$ 1,715,763
IMRF/Social Security					0.0161	108,173	0.0190	127,281	0.0181	113,881
IMRF	0.0210	114,943	0.0180	106,349						
Social Security	0.0120	65,683	0.0120	71,102						
Audit	0.0021	11,494	0.0005	3,039	0.0007	4,703	0.0018	12,058	0.0002	12,584
Liability insurance	0.0050	27,368	0.0047	28,562	0.0029	19,485	0.0018	12,058	0.0007	4,404
Workers' compensation/ unemployment insurance	0.0012	6,568	0.0002	1,215	0.0001	672	0.0002	1,340	0.0002	1,258
Building and maintenance	0.0200	109,471	0.0175	106,350	0.0147	98,767	0.0157	105,174	0.0160	100,668
<b>TOTAL TAX EXTENSIONS</b>	<b>0.3960</b>	<b>\$ 2,167,504</b>	<b>0.3517</b>	<b>\$ 2,132,457</b>	<b>0.3081</b>	<b>\$ 2,070,079</b>	<b>0.3073</b>	<b>\$ 2,058,604</b>	<b>0.3079</b>	<b>\$ 1,948,558</b>

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

(See independent auditor's report.)