

VILLA PARK PUBLIC LIBRARY, ILLINOIS
ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2023

305 S. Ardmore Ave
Villa Park, IL 60181
Phone: 630.834.1176
www.vppl.info

VILLA PARK PUBLIC LIBRARY, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	15
Statement of Activities	17
Fund Financial Statements	
Balance Sheet - Governmental Funds	18
Reconciliation of Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities	21
Notes to Financial Statements	22
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	43
Schedule of Changes in the Employer's Net Pension Liability/(Asset)	
Illinois Municipal Retirement Fund	44
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual General Fund	46
OTHER SUPPLEMENTARY INFORMATION	
Schedule of Expenditures - Budget and Actual - General Fund	49
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Debt Service Fund	51
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Special Reserve Fund	52
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Bond Proceeds Fund	53
SUPPLEMENTAL SCHEDULES	
General Obligation Bonds of 2017C	55
General Obligation Bonds of 2018B	56

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Library's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

June 11, 2024

Members of the Board of Trustees
Villa Park Public Library
Villa Park, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Villa Park Public Library (the Library), Illinois, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

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 Villa Park Public Library, Illinois, as of December 31, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Library, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Library's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

Auditor's Responsibilities for the Audit of the Financial Statements - Continued

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Library's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Library's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and supplementary pension, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Villa Park Public Library, Illinois' basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2023

As the management of the Villa Park Public Library (the "Library"), we offer readers of the Library's financial statements this narrative overview and analysis of the financial activities of the Library for the year ended December 31, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the Library'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 Library's financial activity, (3) identify changes in the Library's financial position (its ability to address the next and subsequent year's challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Library's finances, in a manner similar to a private-sector business. The focus of the *Statement of Net Position* presents information on all of the Library's assets and deferred outflows and liabilities and deferred inflows, with the difference reported as net position. This statement combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating.

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

Fund Financial Statements

Fund financial statements will be more familiar to traditional users of governmental financial statements. The focus of the presentation is on major funds rather than fund types. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Library, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2023

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT - Continued

Fund Financial Statements - Continued

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund *Balance Sheet* and the governmental fund *Statement of Revenues, Expenditures, and Changes in Fund Balance* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Library maintains four governmental funds. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The Debt Service Fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Special Reserve Fund is used to account for the Library's capital projects not accounted for in the Bond Proceeds Fund. The Bond Proceeds Fund is used to account for the payment of costs to remodel, improve and build an addition to the existing Library building, to furnish equipment and acquire library materials such as books, periodicals, films and recordings and electronic data and storage facilities as well as any payment of incidental expenses thereto.

The Library adopts an annual budget for each of its governmental funds, as well as adopting an annual appropriation.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Library's I.M.R.F. employee pension liability and budgetary comparison schedule for the General Fund.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis
December 31, 2023

GOVERNMENT-WIDE STATEMENTS

Net Position

The following table reflects the condensed Statement of Net Position as of December 31, 2023 and December 31, 2022:

Table 1
Statement of Net Position - Comparative Summaries

	December 31, 2023	December 31, 2022
Assets and Deferred Outflows		
Current and Other Assets	\$ 9,385,964	9,038,245
Capital Assets	10,610,367	10,670,715
Total Assets	19,996,331	19,708,960
Deferred Outflows	481,687	697,633
Total Assets/Deferred Outflows	20,478,018	20,406,593
Liabilities and Deferred Inflows		
Current Liabilities	632,345	592,359
Noncurrent Liabilities	8,769,816	9,643,210
Total Liabilities	9,402,161	10,235,569
Deferred Inflows	3,282,383	3,287,317
Total Liabilities/Deferred Inflows	12,684,544	13,522,886
Net Position		
Net Investment in Capital Assets	2,048,221	1,744,187
Restricted - Future Capital Projects	1,921,332	1,747,000
Restricted - Debt Service	33,868	21,180
Unrestricted	3,790,053	3,371,340
Total Net Position	7,793,474	6,883,707

The Library's net position increased by \$909,767 during the year. This was primarily due to an increase in property tax receipts and interest. For more detailed information, see the Statement of Net Position.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2023

GOVERNMENT-WIDE STATEMENTS - Continued

Activities

The following table summarizes the revenue and expenses of the Library's governmental activities for the fiscal year ended December 31, 2023 compared to the fiscal year ended December 31, 2022.

Table 2
Changes in Net Position

	December 31, 2023	December 31, 2022
Revenues		
Program Revenues		
Charges for Services	\$ 37,283	32,657
Operating Grants/Contributions	66,788	112,940
General Revenues		
Property Taxes	3,307,053	3,299,215
Replacement Taxes	214,792	219,139
Interest	150,846	27,689
Miscellaneous	32,883	31,696
Total Revenues	<u>3,809,645</u>	<u>3,723,336</u>
Expenses		
Public Library	2,569,488	2,486,687
Interest	330,390	349,134
Total Expenses	<u>2,899,878</u>	<u>2,835,821</u>
Change in Net Position	909,767	887,515
Net Position - Beginning	<u>6,883,707</u>	<u>5,996,192</u>
Net Position - Ending	<u><u>7,793,474</u></u>	<u><u>6,883,707</u></u>

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis
December 31, 2023

FINANCIAL OVERVIEW - FUND LEVEL

REVENUE SOURCES

	December 31, 2023
Local Property and Other Taxes	92.30%
Charges for Services	1.00%
Grants and Donations	1.80%
Interest	4.00%
Miscellaneous	0.90%
Total Revenue:	\$3,809,645

EXPENDITURES BY CATEGORY

	December 31, 2023
Personnel Services	45.60%
Commodities	9.20%
Contractual Services	12.80%
Capital Outlay	8.20%
Debt Service	24.20%
Total Expenditures:	\$3,489,714

IMPACTS

Normal Impacts

Revenues

Property Tax Rate. The Library, based on its organization under Illinois statutes, approves an annual tax levy request which is forwarded to the Village of Villa Park Board of Trustees for final adoption. The Library's 2022 tax rate (property taxes received in the year ended December 31, 2023) was .3337 (plus .1166 for bond and interest).

The Library's tax rate is limited by tax cap legislation. This means that the Library's taxes from year to year cannot increase more than the lesser of the cost of living adjustments as identified by the State of Illinois or 5%. The tax rate is based on the Equalized Assessed Valuation (EAV) of real property within the district, value of new construction within the district, and the CPI (all urban consumers).

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2023

IMPACTS - Continued

Normal Impacts - Continued

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring.) Certain recurring revenues (State per capita grant, State replacement taxes, etc.) may experience significant changes periodically while non-recurring or one-time grants are less predictable and often distort their impact on year-to-year comparisons.

Market impacts on investment income. The Library's investment portfolio is concentrated in local bank and money market funds similar to many other governments. Market conditions may cause investment income to fluctuate. Most funds are invested in the Illinois Funds and in local bank deposits and certificates of deposit accounts with PMA investments, which offer a competitive return, liquidity, and safety, as required by the Library's investment policy.

Expenses

Introduction of new programs. Within functional expense categories, individual programs may be added or deleted in order to meet the changing needs of the Library.

Changes in authorized personnel. Changes in service demand may cause the Library Board to increase or decrease staffing levels. Personnel costs are the Library's most significant operating cost.

Salary increases (annual adjustments). The ability to attract and retain quality personnel requires the Library to strive to have competitive salary ranges and pay practices.

Inflation. While overall inflation has increased slowly, some of the Library's functions and services may experience unusual commodity-specific increases.

Current Year Impacts

Revenues

For the fiscal year ended December 31, 2023, revenues totaled \$3,809,645. Property taxes, the Library's largest single revenue source, amounted to \$3,307,053 representing 86.81% of total revenues. Also, of note was that investment income increased from \$27,789 to \$150,846 as interest rates continued to rise during 2023.

Expenses

The Library's expenses were \$2,899,878 for the year ended December 31, 2023. As required by GASB Statement No. 34, the expense totals include depreciation expense of \$260,987 for governmental activities.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2023

FINANCIAL ANALYSIS OF THE LIBRARY'S FUNDS

As noted earlier, the Library uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of December 31, 2023, the governmental funds had combined fund balances of \$5,993,465. The General Fund had a fund balance of \$3,831,285. This is an increase of \$281,389 reflecting the General Fund is structurally in balance. The Library Board also approved a transfer of \$250,000 to the Special Reserve Fund to fund future capital projects. The ending fund balance of the Special Reserve Fund was \$1,921,332. During the year ended April 30, 2018, the Village issued General Obligation Bonds Series 2017C and 2018B for a total of \$10,600,000 to be used for renovation and expansion of the Library building. The Library created a new Capital Projects Fund, the Bond Proceeds Fund, that had an ending fund balance of \$192,037. This is a reduction from the prior year of \$339,740 related to the expenditures for the Library expansion.

Table 3
General Fund Budgetary Highlights
For the Fiscal Year Ended December 31, 2023

	Final Budget	Actual
Revenues		
Property Taxes	\$ 2,454,416	2,458,225
Replacement Taxes	95,755	214,792
Charges for Services	23,500	37,283
Grants and Donations	36,338	66,788
Interest Income	6,000	139,651
Miscellaneous	20,000	32,883
Total Revenues	<u>2,636,009</u>	<u>2,949,622</u>
Expenditures		
Public Library		
Personnel Services	1,721,459	1,595,961
Commodities	358,555	320,082
Contractual Services	496,475	445,764
Capital Outlay	59,520	56,426
Total Expenditures	<u>2,636,009</u>	<u>2,418,233</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	—	531,389
Transfers Out	—	<u>(250,000)</u>
Net Change in Fund Balance	—	<u>281,389</u>

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis
December 31, 2023

FINANCIAL ANALYSIS OF THE LIBRARY'S FUNDS - Continued

The 2023 budget had one amendment during the year. General Fund revenues concluded the year over the budgeted amount by \$313,613. As stated earlier, the personal property replacement tax receipts are much higher than usual. The Library's investments in CDs through BMO Harris and PMA Financial Network have provided additional funds for the operating budget. Expenditures were under the final budgeted amount by \$217,776. This result was accomplished through close monitoring of expenditures by management.

Capital Assets

The following schedule reflects the Library's capital asset balances as of December 31, 2023:

Table 4
Capital Assets
As of December 31, 2023

Nondepreciable Capital Assets	
Land	\$ 361,490
Depreciable Capital Assets	
Buildings and Improvements	10,876,619
Equipment	1,049,007
Vehicles	72,467
Total Depreciable Capital Assets	<u>11,998,093</u>
Less Accumulated Depreciation	
Buildings and Improvements	1,351,167
Equipment	392,010
Vehicles	6,039
Total Accumulated Depreciation	<u>1,749,216</u>
Total Net Depreciable Capital Assets	<u>10,248,877</u>
Total Net Capital Assets	<u><u>10,610,367</u></u>

At year-end, the Library's net investment in capital assets (net of accumulated depreciation) for its governmental activities was \$10,610,367. See Note 3 for further information regarding capital assets.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2023

FINANCIAL ANALYSIS OF THE LIBRARY'S FUNDS - Continued

Long-Term Debt

The Library was successful in passing a bond referendum on April 4, 2017. The first bond issuance occurred on August 1, 2017.

The Village issued General Obligation Bonds Series 2017C and 2018B on behalf of the Library for a total of \$10,600,000 for the costs to remodel, improve and build an addition to the existing Library building, to furnish equipment and acquire library materials such as books, periodicals, films and recordings and electronic data and storage facilities as well as any payment of incidental expenses thereto. As of December 31, 2023, the outstanding debt balance was \$8,095,000. See Note 3 for further information related to long term debt.

ECONOMIC FACTORS

Library services continue to be on the rebound after the pandemic years. Patron use continues to increase as more materials are being checked out, study rooms are used, and library programs are well attended. Cost for custodial supplies and office supplies continues to increase and the Board and staff will need to monitor these costs and look for ways to save dollars.

CONTACTING THE LIBRARY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens with a general overview of the Library's finances and to demonstrate accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Sandra Hill, Director, Villa Park Public Library, 305 S. Ardmore Ave, Villa Park, IL 60181.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Statement of Net Position

December 31, 2023

See Following Page

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Statement of Net Position

December 31, 2023

ASSETS

Current Assets

Cash and Investments	\$ 6,039,981
Receivables - Net of Allowances	3,310,971
Prepays	<u>35,012</u>
Total Current Assets	<u>9,385,964</u>

Noncurrent Assets

Capital Assets

Nondepreciable	361,490
Depreciable	11,998,093
Accumulated Depreciation	<u>(1,749,216)</u>
Total Noncurrent Assets	<u>10,610,367</u>
Total Assets	<u>19,996,331</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred Items - IMRF	<u>481,687</u>
Total Assets and Deferred Outflows of Resources	<u>20,478,018</u>

The notes to the financial statements are an integral part of this statement.

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 80,589
Accrued Payroll	29,527
Accrued Interest Payable	14,943
Current Portion of Long-Term Debt	507,286
Total Current Liabilities	<u>632,345</u>
Noncurrent Liabilities	
Compensated Absences	129,145
Net Pension Liability - IMRF	361,488
General Obligation Bonds Payable - Net	8,279,183
Total Noncurrent Liabilities	<u>8,769,816</u>
Total Liabilities	9,402,161

DEFERRED INFLOWS OF RESOURCES

Property Taxes	<u>3,282,383</u>
Total Liabilities and Deferred Inflows of Resources	<u>12,684,544</u>

NET POSITION

Net Investment in Capital Assets	2,048,221
Restricted	
Future Capital Projects	1,921,332
Bond Financed Capital Projects	—
Debt Service	33,868
Unrestricted	<u>3,790,053</u>
Total Net Position	<u><u>7,793,474</u></u>

The notes to the financial statements are an integral part of this statement.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2023

	Expenses	Program Revenues Charges for Services	Operating Grants	Net (Expenses) Revenues and Changes in Net Position
Functions/Programs				
Public Library	\$ 2,569,488	37,283	66,788	(2,465,417)
Interest on Long-Term Debt	330,390	—	—	(330,390)
Total Governmental Activities	<u>2,899,878</u>	<u>37,283</u>	<u>66,788</u>	<u>(2,795,807)</u>
General Revenues				
Taxes				
Property Taxes				3,307,053
Intergovernmental - Unrestricted				
Replacement Taxes				214,792
Interest				150,846
Miscellaneous				32,883
				<u>3,705,574</u>
Change in Net Position				909,767
Net Position - Beginning				<u>6,883,707</u>
Net Position - Ending				<u><u>7,793,474</u></u>

The notes to the financial statements are an integral part of this statement.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2023

	General	Debt Service	Capital Projects		Totals
			Special Reserve	Bond Proceeds	
ASSETS					
Cash and Investments	\$ 3,877,801	48,811	1,921,332	192,037	6,039,981
Receivables - Net of Allowances					
Taxes	2,563,581	728,503	—	—	3,292,084
Accounts	18,887	—	—	—	18,887
Prepays	35,012	—	—	—	35,012
Total Assets	6,495,281	777,314	1,921,332	192,037	9,385,964
LIABILITIES					
Accounts Payable	80,589	—	—	—	80,589
Accrued Payroll	29,527	—	—	—	29,527
Total Liabilities	110,116	—	—	—	110,116
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	2,553,880	728,503	—	—	3,282,383
Total Liabilities and Deferred Inflows of Resources	2,663,996	728,503	—	—	3,392,499
FUND BALANCES					
Nonspendable	35,012	—	—	—	35,012
Restricted	—	48,811	1,921,332	192,037	2,162,180
Unassigned	3,796,273	—	—	—	3,796,273
Total Fund Balances	3,831,285	48,811	1,921,332	192,037	5,993,465
Total Liabilities, Deferred Inflows of Resources and Fund Balances	6,495,281	777,314	1,921,332	192,037	9,385,964

The notes to the financial statements are an integral part of this statement.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

December 31, 2023

Total Fund Balances	\$ 5,993,465
Amounts reported in the Statement of Net Position are different because:	
Capital assets are not financial resources and therefore, are not reported in the funds.	10,610,367
Deferred outflows of resources related to the pension not reported in the funds. Deferred Items - IMRF	481,687
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable	(161,431)
Net Pension Liability - IMRF	(361,488)
General Obligation Bonds Payable - Net	(8,754,183)
Accrued Interest Payable	<u>(14,943)</u>
Net Position	<u><u>7,793,474</u></u>

The notes to the financial statements are an integral part of this statement.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended December 31, 2023

	General	Debt Service	Capital Projects		Totals
			Special Reserve	Bond Proceeds	
Revenues					
Taxes	\$ 2,458,225	848,828	—	—	3,307,053
Intergovernmental	281,580	—	—	—	281,580
Charges for Services	37,283	—	—	—	37,283
Interest	139,651	6,335	—	4,860	150,846
Miscellaneous	32,883	—	—	—	32,883
Total Revenues	2,949,622	855,163	—	4,860	3,809,645
Expenditures					
Public Library					
Personnel Services	1,595,961	—	—	—	1,595,961
Commodities	320,082	—	—	—	320,082
Contractual Services	445,764	—	—	—	445,764
Capital Outlay	56,426	—	75,668	152,563	284,657
Debt Service					
Principal Retirement	—	465,000	—	—	465,000
Interest and Fiscal Charges	—	378,250	—	—	378,250
Total Expenditures	2,418,233	843,250	75,668	152,563	3,489,714
Excess (Deficiency) of Revenues Over (Under) Expenditures					
	531,389	11,913	(75,668)	(147,703)	319,931
Other Financing Sources (Uses)					
Transfers In	—	—	250,000	—	250,000
Transfers Out	(250,000)	—	—	—	(250,000)
	(250,000)	—	250,000	—	—
Net Change in Fund Balance	281,389	11,913	174,332	(147,703)	319,931
Fund Balances - Beginning	3,549,896	36,898	1,747,000	339,740	5,673,534
Fund Balances - Ending	3,831,285	48,811	1,921,332	192,037	5,993,465

The notes to the financial statements are an integral part of this statement.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the
Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2023**

Net Change in Fund Balances	\$ 319,931
------------------------------------	-------------------

Amounts reported in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlays	200,639
Depreciation Expense	(260,987)

The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(211,445)
---------------------------------	-----------

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(12,701)
Change in Net Pension Liability - IMRF	361,470
Retirement of Debt	512,085
Change in Accrued Interest Payable	775

Changes in Net Position	909,767
--------------------------------	----------------

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Villa Park Public Library (the Library), Illinois provides services primarily to citizens of the Village of Villa Park, Illinois, including lending or renting materials to adults and children to meet their informational, recreations, and educational needs. The government-wide financial statements are prepared in accordance with generally accepted accounting principles in the United States (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP in the United States for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Library's accounting policies established in GAAP in the United States and used by the Library are described below.

REPORTING ENTITY

The Library is a municipal corporation governed by an elected president and six-member Board of Trustees. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are no fiduciary component units that are required to be included in the financial statements of the Library as pension trust funds and there are no discretely component units to include in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The Library's basic financial statements include both government-wide (reporting the Library as a whole) and fund financial statements (reporting the Library's governmental funds). The Library's public library services are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is: (a) presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Library's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Library first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of the Library's functions. The Library's activities are supported by taxes and intergovernmental revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The financial transactions of the Library are reported in an individual fund in the fund financial statements. The fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, reserves, fund equity, revenues and expenditures/expenses. The Library's fund is reported in the: governmental category. The emphasis in fund financial statements is on the major fund and is summarized into a single column.

The net costs are normally covered by general revenue (property taxes, replacement taxes and interest, etc.).

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

The financial transactions of the Library are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses) for the determination of major funds.

A fund is considered major if it is the primary operating fund of the Library or total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 10 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund type is used by the Library:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Library:

General Fund is the general operating fund of the Library. It accounts for all revenues and expenditures of the Library which are not accounted for in other funds. The General Fund is a major fund.

Debt Service Fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and records all of the Library's general obligation debt activity.

Capital projects funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds. The Library maintains two major capital projects funds. The Special Reserve Fund is used to account for library capital projects not accounted for in the Bond Proceeds Fund. The Bond Proceeds Fund is used to account for the payment of costs to remodel, improve and build an addition to the existing Library building, to furnish equipment and acquire library materials such as books, periodicals, films and recordings and electronic data and storage facilities as well as any payment of incidental expenses thereto.

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

The Library’s fund utilizes a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the “economic resources” measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

Basis of Accounting

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

In the fund financial statements, funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Library recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability/deferred inflow is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, the Library's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Library categorizes its fair value measurements within 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. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the Library's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances include property taxes.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids are valued at cost, which approximates market. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000, or more, are reported at historical cost or estimated historical cost. Capital is estimated at historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Library as a whole. When purchased, such assets are recorded as expenditures in the governmental fund and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Capital Assets - Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 - 45 Years
Equipment	2 - 30 Years
Vehicles	7 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The Library accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

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 Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption 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.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Library has established the fiscal year as the twelve-month period beginning January 1.

The Library annually submits a budget, levy and appropriation to the Village of Villa Park, Illinois using the following procedures:

- Library department heads present their budgeted expenditures to the Director.
- After their requests are approved, they are integrated into a tentative budget along with the budgeted revenues.
- The Library Director submits a tentative budget for all Funds, except for the Special Reserve Fund, to the Finance Committee for their review.
- The Finance Committee submits the tentative budget to the Library Board for approval.
- Once approved, the Library Board submits the budget to the Village Board of Trustees of the Village of Villa Park, Illinois for the fiscal year.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

- Public meetings are conducted to obtain taxpayer comments.

Unexpended budget amounts lapse at the end of the budget year. Spending controls for the fund is established by the amount of expenditures budgeted for the fund, but management control is exercised at budgetary line level items. All budget revisions at this level are subject to final review by the Village. Within these control levels, management may transfer appropriations without Village approval. During the fiscal year there was one budget amendment.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Library maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments."

Permitted Deposits and Investments - Statutes authorize the Library to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

Illinois Funds is an investment pool managed by the Illinois public Treasurer's Office 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. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

Deposits. At year-end, the carrying amount of the Library's deposits totaled \$5,699,719 and the bank balances totaled \$5,720,166. Additionally, at year-end the Library has \$340,262 invested in the Illinois Funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The investment portfolio shall be designed to obtain the highest available return, taking into account the Library's investment risk constraints and cash flow needs and the Library's desire to promote fiscal responsibility. The portfolio shall seek to obtain the highest investment return using authorized investments during budgetary and economic cycles as mandated in the investment policy. The Library's investment in the Illinois Funds has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under State Statute, it is the policy of the Library to invest all funds under the Library's control in a manner which will provide the highest investment return using authorized instruments, while meeting the Library's daily cash flow demands. At year-end, the Library's investment in the Illinois Funds is rated AAA by Fitch.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library's investment policy states deposit accounts in banks or savings and loan institutions will not exceed the amount insured by FDIC coverage unless adequately collateralized pursuant to Regulations of the Federal Reserve regarding custody and safekeeping of collateral. At year-end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Custodial Credit Risk - Continued. For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library’s investment policy does not specifically address custodial credit risk for investments. At year-end, the Library’s investments in the Illinois Funds are not subject to custodial credit risk.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Library’s investment in a single issuer. The Library’s investment policy states funds should be diversified appropriately to the nature and amount of the funds. At year-end, the Library does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

PROPERTY TAXES

The Library submits its tax levy to the Village Board of the Village of Villa Park, Illinois for approval. Once approved, the Village submits the Library’s tax levy to the DuPage County Clerk’s office. The Library’s property taxes are levied each calendar year on all taxable real property located within the Library District and accrued as unearned revenue in the fiscal year of levy. Property taxes due within the current fiscal year and collected within 60 days subsequent to year-end are recorded as revenue. The DuPage County Assessor is responsible for assessment of all taxable real property within DuPage County

The DuPage County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the DuPage County Collector as the basis for issuing tax bills to DuPage County taxpayers. The DuPage County Collector collects all property taxes and submits them to the County Treasurer, who remits them to the Library. Taxes must be levied by the last Tuesday in December and are payable in two installments, on June 1 and September 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1 of the levy year.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Special Reserve	General	<u>250,000</u> (1)

Transfers are used to (1) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 361,490	—	—	361,490
Depreciable Capital Assets				
Buildings and Improvements	10,876,619	—	—	10,876,619
Equipment	920,835	128,172	—	1,049,007
Vehicles	—	72,467	—	72,467
	<u>11,797,454</u>	<u>200,639</u>	<u>—</u>	<u>11,998,093</u>
Less Accumulated Depreciation				
Buildings and Improvements	1,137,423	213,744	—	1,351,167
Equipment	350,806	41,204	—	392,010
Vehicles	—	6,039	—	6,039
	<u>1,488,229</u>	<u>260,987</u>	<u>—</u>	<u>1,749,216</u>
Total Net Depreciable Capital Assets	<u>10,309,225</u>	<u>(60,348)</u>	<u>—</u>	<u>10,248,877</u>
Total Net Capital Assets	<u>10,670,715</u>	<u>(60,348)</u>	<u>—</u>	<u>10,610,367</u>

Depreciation expense of \$260,987 was charged to the public library function.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Bonds

The Village issues general obligation bonds on behalf of the Library to provide funds for the acquisition and construction of major capital facilities. General obligations bonds are direct obligations and pledge the full faith and credit of the Village. However, the tax levy for repayment of the bonds is on the Library's tax levy and therefore the Library will make all principal and interest payments on the bonds. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2017C - Due in annual installments of \$115,000 to \$370,000 plus interest at 3.00% to 4.00% through December 15, 2036.	\$ 4,070,000	—	225,000	3,845,000
General Obligation Bonds of 2018B - Due in annual installments of \$205,000 to \$430,000 plus interest at 3.00% to 5.00% through December 15, 2036.	4,490,000	—	240,000	4,250,000
	<u>8,560,000</u>	<u>—</u>	<u>465,000</u>	<u>8,095,000</u>

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 148,730	25,402	12,701	161,431	32,286
Net Pension Liability - IMRF	722,958	—	361,470	361,488	—
General Obligation Bonds	8,560,000	—	465,000	8,095,000	475,000
Plus: Unamortized Premium	706,268	—	47,085	659,183	—
	<u>10,137,956</u>	<u>25,402</u>	<u>886,256</u>	<u>9,277,102</u>	<u>507,286</u>

The General Fund makes payments on the compensated absences and the net pension liability. The Debt Service Fund makes payments on the general obligation bonds.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	General Obligation Bonds		
	Principal	Interest	Total
2024	\$ 475,000	358,650	833,650
2025	495,000	339,650	834,650
2026	515,000	319,850	834,850
2027	540,000	299,250	839,250
2028	560,000	274,850	834,850
2029	585,000	249,550	834,550
2030	615,000	223,100	838,100
2031	640,000	195,300	835,300
2032	670,000	166,350	836,350
2033	700,000	136,000	836,000
2034	735,000	104,300	839,300
2035	765,000	71,000	836,000
2036	800,000	36,300	836,300
Totals	<u>8,095,000</u>	<u>2,774,150</u>	<u>10,869,150</u>

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Debt Service	Capital Projects		Totals
			Special Reserve	Bond Proceeds	
Fund Balances					
Nonspendable					
Prepays	\$ 35,012	—	—	—	35,012
Restricted					
Future Capital Projects	—	—	1,921,332	—	1,921,332
Bond Proceeds	—	—	—	192,037	192,037
Debt Service	—	48,811	—	—	48,811
	—	48,811	1,921,332	192,037	2,162,180
Unassigned	3,796,273	—	—	—	3,796,273
Total Fund Balances	3,831,285	48,811	1,921,332	192,037	5,993,465

In the governmental funds financial statements, the Library considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Library first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Library's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The Library's policy manual states that the General Fund should maintain a minimum fund balance equal to 25% of budgeted operating expenditures.

NET POSITION CLASSIFICATION

Net investment in capital assets was comprised of the following as of December 31, 2023:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 10,610,367
Plus: Unspent Bond Proceeds	192,037
Less Capital Related Debt:	
General Obligation Bonds of 2017C	(3,845,000)
General Obligation Bonds of 2018B	(4,250,000)
Unamortized Premium	<u>(659,183)</u>
Net Investment in Capital Assets	<u><u>2,048,221</u></u>

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

The Library is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Library's employees. The Library has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. The Library currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES

Litigation

From time to time, the Library is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Library attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Library's financial position or results of operations.

Grants

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

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The Library contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. 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 online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Plan Descriptions

Plan Administration. All 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.

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

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

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

Plan Membership. As of December 31, 2023, the measurement date, the following employees were covered by the benefit terms:

Active Plan Members

26

A detailed breakdown of IMRF membership for the Village and the Library combined is available in the Village of Villa Parks' annual comprehensive financial report.

Contributions. As set by statute, the Library's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2023, the Library's contribution was 6.22% of covered payroll.

Net Pension Liability. The Library's net pension liability was measured as of December 31, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2023, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. 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-2021.

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

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Description - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.50%	4.90%
Domestic Equities	35.50%	6.50%
International Equities	18.00%	7.60%
Real Estate	10.50%	6.20%
Blended	9.50%	6.25% - 9.90%
Cash and Cash Equivalents	1.00%	4.00%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. 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 Library contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 1,357,103	361,488	433,463

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2022	\$ 8,030,983	7,308,025	722,958
Changes for the Year:			
Service Cost	97,755	—	97,755
Interest	639,889	—	639,889
Changes of Benefit Terms	5,141	—	5,141
Difference Between Expected and Actual Experience of the Total Pension Liability		—	—
Changes of Assumptions	248	—	248
Contributions - Employer	—	68,137	(68,137)
Contributions - Employees	—	49,295	(49,295)
Net Investment Income	—	862,271	(862,271)
Benefit Payments, Including Refunds of Employee Contributions	(487,854)	(487,854)	—
Other (Net Transfer)	—	124,800	(124,800)
Net Changes	255,179	616,649	(361,470)
Balances at December 31, 2023	8,286,162	7,924,674	361,488

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the year ended December 31, 2023, the Library recognized pension revenue of \$81,888. At December 31, 2023, the Library reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 44,874	—	44,874
Change in Assumptions	154	—	154
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	436,659	—	436,659
Total Deferred Amounts Related to IMRF	481,687	—	481,687

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:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2024	\$ 84,944
2025	148,826
2026	310,357
2027	(62,440)
2028	—
Thereafter	—
Total	481,687

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2023

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

The Library has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Library are required to pay 100% of the current premium. Based upon a review of census data and plan provisions, as well as minimal utilization rates, it has been determined that any liability is immaterial to the financial statements in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Additionally, the Library provides no explicit benefit. Therefore, the Library has not recorded a liability as of December 31, 2023.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule
General Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions
December 31, 2023**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
4/30/2016	\$ 119,211	\$ 119,211	\$ —	\$ 865,101	13.78%
4/30/2017	123,189	123,189	—	880,077	14.00%
4/30/2018	114,565	114,565	—	922,855	12.41%
12/31/2018	115,945	115,884	(61)	926,819	12.50%
12/31/2019	92,122	92,122	—	928,653	9.92%
12/31/2020	116,231	116,231	—	973,765	11.94%
12/31/2021	114,734	114,734	—	945,369	12.14%
12/31/2022	94,593	94,608	15	985,345	9.60%
12/31/2023	68,137	68,137	—	1,095,450	6.22%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.75% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
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, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements 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.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

December 31, 2023

	12/31/2015	12/31/2016	12/31/2017
Total Pension Liability			
Service Cost	\$ 86,895	90,591	91,810
Interest	460,786	478,691	487,538
Changes in Benefit Terms	—	—	—
Difference Between Expected and Actual Experience	40,213	(96,549)	23,991
Change of Assumptions	7,688	(15,517)	(210,805)
Benefit Payments, Including Refunds of Member Contributions	(346,538)	(353,113)	(360,748)
Net Change in Total Pension Liability	249,044	104,103	31,786
Total Pension Liability - Beginning	6,281,835	6,530,879	6,634,982
Total Pension Liability - Ending	6,530,879	6,634,982	6,666,768
Plan Fiduciary Net Position			
Contributions - Employer	\$ 119,211	123,189	111,019
Contributions - Members	41,644	44,307	41,894
Net Investment Income	28,042	389,072	1,046,306
Benefit Payments, Including Refunds of Member Contributions	(346,538)	(353,113)	(360,748)
Other (Net Transfer)	134,601	(94,804)	(121,949)
Net Change in Plan Fiduciary Net Position	(23,040)	108,651	716,522
Plan Net Position - Beginning	5,701,287	5,678,247	5,786,898
Plan Net Position - Ending	5,678,247	5,786,898	6,503,420
Employer's Net Pension Liability/(Asset)	\$ 852,632	848,084	163,348
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.94%	87.22%	97.55%
Covered Payroll	\$ 865,101	880,077	903,331
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	98.56%	96.36%	18.08%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2022. Changes in assumptions related to the demographics were made in 2015 through 2017.

12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023
87,922	93,390	93,754	91,684	90,440	97,755
488,792	506,274	517,278	532,662	545,459	639,889
—	—	—	—	—	—
87,981	(41,420)	90,439	(4,308)	144,587	5,141
191,342	—	(65,949)	—	—	248
(387,021)	(398,769)	(414,530)	(430,337)	(455,455)	(487,854)
469,016	159,475	220,992	189,701	325,031	255,179
6,666,768	7,135,784	7,295,259	7,516,251	7,705,952	8,030,983
7,135,784	7,295,259	7,516,251	7,705,952	8,030,983	8,286,162
115,884	92,122	118,415	114,734	94,608	68,137
42,376	42,050	43,358	44,995	46,547	49,295
(381,799)	1,165,632	995,167	1,317,954	(1,144,247)	862,271
(387,021)	(398,769)	(414,530)	(430,337)	(455,455)	(487,854)
184,450	(85,190)	27,197	11,844	44,620	124,800
(426,110)	815,845	769,607	1,059,190	(1,413,927)	616,649
6,503,420	6,077,310	6,893,155	7,662,762	8,721,952	7,308,025
6,077,310	6,893,155	7,662,762	8,721,952	7,308,025	7,924,674
1,058,474	402,104	(146,511)	(1,016,000)	722,958	361,488
85.17%	94.49%	101.95%	113.18%	91.00%	95.64%
926,819	928,653	973,765	945,869	985,345	1,095,450
114.21%	43.30%	(15.05)%	(107.41)%	73.37%	33.00%

VILLA PARK PUBLIC LIBRARY, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 2,454,416	2,454,416	2,458,225
Intergovernmental			
Replacement Taxes	55,000	95,755	214,792
Grants and Donations			
Grants	—	32,838	32,838
Book Donations	1,500	1,500	13,542
Gifts	2,000	2,000	20,408
Charges for Services			
Oakbrook Terrace Fees	16,000	16,000	23,300
Fines and Proceeds	7,500	7,500	13,983
Interest	6,000	6,000	139,651
Miscellaneous	20,000	20,000	32,883
Total Revenues	<u>2,562,416</u>	<u>2,636,009</u>	<u>2,949,622</u>
Expenditures			
Public Library			
Personnel Services	1,718,294	1,721,459	1,595,961
Commodities	319,150	358,555	320,082
Contractual Services	478,540	496,475	445,764
Capital Outlay	46,432	59,520	56,426
Total Expenditures	<u>2,562,416</u>	<u>2,636,009</u>	<u>2,418,233</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	—	—	531,389
Other Financing (Uses)			
Transfers Out	—	—	(250,000)
Net Change in Fund Balance	<u>—</u>	<u>—</u>	281,389
Fund Balance - Beginning			<u>3,549,896</u>
Fund Balance - Ending			<u><u>3,831,285</u></u>

OTHER SUPPLEMENTARY INFORMATION

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account 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 accumulation of funds for the periodic payment of principal and interest on general long-term debt.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit.

Special Reserve Fund

The Special Reserve Fund is used to account for the Library's capital projects not accounted for in the Bond Proceeds Fund.

Bond Proceeds Fund

The Bond Proceeds Fund is used to account for the payment of costs to remodel, improve and build an addition to the existing Library building, to furnish equipment and acquire library materials such as books, periodicals, films and recordings and electronic data and storage facilities as well as any payment of incidental expenses thereto.

VILLA PARK PUBLIC LIBRARY, ILLINOIS

General Fund

Scheduling of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
Public Library			
Personnel Services			
Salaries	\$ 1,367,500	1,370,665	1,298,837
IMRF	79,580	79,580	68,179
FICA	84,785	84,785	78,873
Medicare	19,829	19,829	18,446
Employee Benefits	166,600	166,600	131,626
	<u>1,718,294</u>	<u>1,721,459</u>	<u>1,595,961</u>
Commodities			
Janitorial Supplies and Services	23,500	30,577	28,046
Office Supplies	19,500	24,335	23,844
Books			
Adult	72,500	76,700	71,407
Youth	51,300	51,300	47,191
Programs			
Adult	1,000	3,200	3,196
Youth	5,400	5,400	4,107
Audio/Visual			
Adult	23,000	23,000	17,119
Youth	10,500	11,260	11,221
Periodicals			
Adult	13,150	13,150	11,128
Youth	1,100	1,315	1,313
Online Resources			
Adult	89,700	109,818	98,869
Youth	8,500	8,500	2,641
	<u>319,150</u>	<u>358,555</u>	<u>320,082</u>
Contractual Services			
Contingency			
Buildings and Grounds	92,000	92,830	84,285
Miscellaneous	5,525	5,685	1,212
Postage	9,600	9,600	9,002
Staff Recognition	2,200	2,415	2,415
Heating and A/C Maintenance	12,000	12,000	9,568
Water and Sewer Service	5,000	6,651	6,241

VILLA PARK PUBLIC LIBRARY, ILLINOIS

General Fund

Scheduling of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
Public Library - Continued			
Contractual Services - Continued			
Printing	\$ 15,000	15,000	14,687
Collection Agency	1,000	1,291	1,290
Bank Service Fees	4,000	4,300	4,468
Other Insurance	45,000	46,198	41,277
Office Equipment Maintenance	18,720	18,720	17,008
Rent/Lease Equipment	1,000	1,000	636
Other Contractual Services			
Automation Services	16,500	16,500	15,861
Accounting Services	26,800	28,835	27,696
Technology Services	11,900	12,200	12,190
Cleaning Services	58,500	58,500	51,326
Other	27,820	33,290	31,387
Automation Monthly Charge	38,000	38,000	34,691
Programs			
Adult	17,000	20,135	20,113
Youth	7,000	7,020	6,465
Summer Reading	5,000	5,000	4,454
Professional Development	17,500	17,500	11,980
Board Development	1,350	1,350	614
Utilities	10,200	10,200	7,507
Telephone	9,600	11,430	11,385
Community Relations	14,325	14,825	14,131
Legal Services	6,000	6,000	3,875
	<u>478,540</u>	<u>496,475</u>	<u>445,764</u>
Capital Outlay	46,432	59,520	56,426
Total Expenditures	<u>2,562,416</u>	<u>2,636,009</u>	<u>2,418,233</u>

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 842,250	842,250	848,828
Interest	1,000	1,000	6,335
Total Revenues	843,250	843,250	855,163
Expenditures			
Debt Service			
Principal Retirement	465,000	465,000	465,000
Interest and Fiscal Charges	378,250	378,250	378,250
Total Expenditures	843,250	843,250	843,250
Net Change in Fund Balance	—	—	11,913
Fund Balance - Beginning			36,898
Fund Balance - Ending			48,811

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Special Reserve - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Interest	\$ —	—	—
Expenditures			
Capital Outlay	90,000	90,000	75,668
Excess (Deficiency) of Revenues Over (Under) Expenditures	(90,000)	(90,000)	(75,668)
Other Financing Sources			
Transfers In	90,000	90,000	250,000
Net Change in Fund Balance	—	—	174,332
Fund Balance - Beginning			1,747,000
Fund Balance - Ending			1,921,332

VILLA PARK PUBLIC LIBRARY, ILLINOIS

Bond Proceeds - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2023**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Interest	\$ —	—	4,860
Expenditures			
Capital Outlay	321,000	321,000	152,563
Net Change in Fund Balance	<u>(321,000)</u>	<u>(321,000)</u>	(147,703)
Fund Balance - Beginning			<u>339,740</u>
Fund Balance - Ending			<u>192,037</u>

SUPPLEMENTAL SCHEDULES

VILLA PARK PUBLIC LIBRARY, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2017C
December 31, 2023**

Date of Issue	August 1, 2017
Date of Maturity	December 15, 2036
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rate	3.00% - 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	U.S. Bank National Association, Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Year	Tax Levy	Tax Levy Requirements		Totals
		Principal	Interest	
2024	\$	230,000	153,800	383,800
2025		240,000	144,600	384,600
2026		250,000	135,000	385,000
2027		260,000	125,000	385,000
2028		270,000	114,600	384,600
2029		280,000	103,800	383,800
2030		295,000	92,600	387,600
2031		305,000	80,800	385,800
2032		315,000	68,600	383,600
2033		330,000	56,000	386,000
2034		345,000	42,800	387,800
2035		355,000	29,000	384,000
2036		370,000	14,800	384,800
		<u>3,845,000</u>	<u>1,161,400</u>	<u>5,006,400</u>

VILLA PARK PUBLIC LIBRARY, ILLINOIS

**Long-Term Debt Requirements
General Obligation Bonds of 2018B
December 31, 2023**

Date of Issue	February 27, 2018
Date of Maturity	December 15, 2036
Authorized Issue	\$5,600,000
Denomination of Bonds	\$5,000
Interest Rate	3.00% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	U.S. Bank National Association, Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Year	Tax Levy	Tax Levy Requirements		Totals
		Principal	Interest	
2024	\$	245,000	204,850	449,850
2025		255,000	195,050	450,050
2026		265,000	184,850	449,850
2027		280,000	174,250	454,250
2028		290,000	160,250	450,250
2029		305,000	145,750	450,750
2030		320,000	130,500	450,500
2031		335,000	114,500	449,500
2032		355,000	97,750	452,750
2033		370,000	80,000	450,000
2034		390,000	61,500	451,500
2035		410,000	42,000	452,000
2036		430,000	21,500	451,500
		<u>4,250,000</u>	<u>1,612,750</u>	<u>5,862,750</u>