

**NORTHLAKE PUBLIC LIBRARY DISTRICT
NORTHLAKE, ILLINOIS**

ANNUAL FINANCIAL REPORT

**For the Year Ended
June 30, 2021**

**NORTHLAKE PUBLIC LIBRARY DISTRICT
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INDEPENDENT AUDITOR'S REPORT

To the President and Board of Trustees
Northlake Public Library District
Northlake, Illinois

We have audited the accompanying financial statements of governmental activities, each major fund, and the aggregate remaining fund information of the Northlake Public Library District, (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Northlake Public Library District, as of June 30, 2021, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

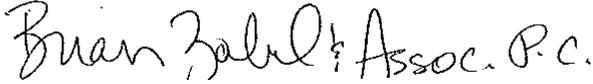
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Northlake Public Library District's basic financial statements. The combining fund financial statements and supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements.

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

The supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.


BRIAN ZABEL & ASSOCIATES, P.C.
Certified Public Accountants

Morris, Illinois
October 18, 2021

NORTHLAKE PUBLIC LIBRARY DISTRICT

Management Discussion and Analysis

June 30, 2021

As management of the Northlake Public Library District (District), we offer readers of the District's statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the District's Financial Statements beginning on page 3.

FINANCIAL HIGHLIGHTS

- The District's total net position increased from \$5,571,352 to \$6,254,136, an increase of \$682,784 or 10.92%. Of this amount, \$1,237,068 (unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors.
- The increase in net position of \$682,784 was a result of government-wide revenues totaling \$2,792,073 and government-wide expenses totaling \$2,109,289.
- At June 30, 2021, the District's governmental funds reported combined ending fund balances of \$2,583,062, an increase of \$298,083 in comparison with the prior year.

Using the Financial Section of this Annual Report

The focus of the financial statements is on both the District as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the District's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The focus of the Statement of Net Position presents information on all of the District's assets 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 District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the 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).

The government-wide financial statements (see pages 3 - 4) describe functions of the District that are principally supported by taxes and charges for services revenues.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Management Discussion and Analysis

June 30, 2021

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements to be more familiar. 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 District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are in one category, governmental funds, with the exception of one fiduciary fund which reports an FSA Reimbursement Fund.

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.

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 balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Library maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and Special Reserve Fund, all of which are considered major funds. Data from the other seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual budget for its all of its funds. A budgetary comparison schedule has been provided elsewhere in this report to demonstrate compliance with the budget. The basic governmental fund financial statements are on pages 5 through 10, and each of the nonmajor governmental funds can be found on pages 38 through 39 of this report.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 11 through 30 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's I.M.R.F. employee pension obligations, District's retiree benefit plan, and budgetary comparison schedules for major funds. This information can be found on pages 31 through 37 of this report.

NORTHLAKE PUBLIC LIBRARY DISTRICT
Management Discussion and Analysis
June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$6,254,136 at June 30, 2021.

Northlake Public Library District's Net Position at Year End

	Governmental Activities	
	FY 2021	FY 2020
Current Assets	\$ 4,004,219	\$ 3,713,015
Capital Assets	6,784,973	7,080,833
Total Assets	10,789,192	10,793,848
Deferred Outflows of Resources	493,823	509,849
Total Assets and Deferred Outflows of Resources	\$ 11,283,015	\$ 11,303,697
Current Liabilities	\$ 681,317	\$ 674,659
Noncurrent Liabilities	2,345,790	3,167,339
Total Liabilities	3,027,107	3,841,998
Deferred Inflows of Resources	2,001,772	1,890,347
Total Liabilities and Deferred Inflows of Resources	5,028,879	5,732,345
Net Position		
Net Investment in Capital Assets	4,029,320	3,716,218
Restricted	987,748	985,387
Unrestricted	1,237,068	869,747
Total Net Position	6,254,136	5,571,352
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 11,283,015	\$ 11,303,697

A portion of the District's net position, \$4,029,320, reflects investment in capital assets (e.g., land, buildings, and vehicles and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Additionally, \$987,748 of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining \$1,237,068 represents unrestricted net position that may be used to meet the District's ongoing obligations to citizens and creditors.

The District's net position increased by \$682,784 during the year ended June 30, 2021.

NORTHLAKE PUBLIC LIBRARY DISTRICT
Management Discussion and Analysis
June 30, 2021

Northlake Public Library District's Change in Net Position

	Governmental Activities	
	FY 2021	FY 2020
Revenues		
Program Revenues		
Charges for Services	\$ 8,773	\$ 14,927
Grants and Contributions	84,289	40,129
General Revenues		
Property Taxes	2,616,568	2,430,448
Replacement Taxes	80,266	63,383
Interest	1,861	34,086
Miscellaneous	316	1,308
Total Revenues	<u>2,792,073</u>	<u>2,584,281</u>
Expenses		
Culture and Recreation	2,014,164	2,013,247
Interest	95,125	113,643
Total Expenses	<u>2,109,289</u>	<u>2,126,890</u>
Increase in Net Position	682,784	457,391
Net Position-Beginning	<u>5,571,352</u>	<u>5,113,961</u>
Net Position-Ending	<u>\$ 6,254,136</u>	<u>\$ 5,571,352</u>

As shown above, revenues of \$2,792,073 exceeded expenses of \$2,109,289, resulting in the net position increase of \$682,784.

FINANCIAL OVERVIEW

The following financial overview represents normal operating income and expenditures.

Below are the percentages of income by category in relation to total income.

	Income Sources	
	FY 2021	FY 2020
Property Taxes	93.71%	94.05%
Replacement Taxes	2.87%	2.45%
Service Fees and Fines	0.31%	0.58%
Interest	0.07%	1.32%
Grants	3.01%	1.54%
Donations	0.01%	0.01%
Other Income	0.01%	0.05%
Total Income	\$ 2,792,073	\$ 2,584,281

NORTHLAKE PUBLIC LIBRARY DISTRICT

Management Discussion and Analysis

June 30, 2021

Below are the percentages of expenditures by category in relation to total expenditures.

	Expenditures by Category	
	FY 2021	FY 2020
Culture and Recreation		
Personnel	49.97%	50.63%
Library Materials	5.50%	5.32%
Operating Expenses	13.41%	11.89%
Debt Service		
Principal	23.86%	23.92%
Interest	3.45%	3.61%
Capital Outlay and Maintenance	3.81%	4.64%
Total Expenditures	\$ 2,493,990	\$ 2,451,096

Total revenues increased \$207,792 or 8.04%. Property taxes increased \$186,120 or 7.66% from \$2,430,448 to \$2,616,568. Replacement taxes increased \$16,883 or 26.64% from \$63,383 to \$80,266.

Total expenditures increased \$42,894 or 1.75%. Operating expenses increased \$43,051 or 14.77%. Debt service decreased \$9,830 or 1.40%.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unrestricted, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

At June 30, 2021 the District's governmental funds reported combined ending fund balances of \$2,583,062, which is an increase of \$298,083 or 13.05% from the prior year.

The General Fund is the chief operating fund of the District. At June 30, 2021, unrestricted, unassigned fund balance of the General Fund was \$1,595,314. The fund balance of the General Fund increased by \$295,722 or 13.05% during the year ended June 30, 2021.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year ended June 30, 2021, there were no revisions to the budget of the General Fund. Significant differences between the final budget and the actual revenues and expenditures are summarized as follows:

- The difference between the estimated revenues and the actual revenues was \$467,705 (unfavorable).
- The difference between the estimated expenditures and the actual expenditures was \$1,623,467 (favorable).

NORTHLAKE PUBLIC LIBRARY DISTRICT

Management Discussion and Analysis

June 30, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets – The District’s investment in capital assets for its governmental activities as of June 30, 2021 amount to \$6,784,973 (net of accumulated depreciation). This investment in capital assets includes land, buildings, and furniture, fixtures, and equipment.

The total decrease in the District’s investment in capital assets for the year ended June 30, 2021 was \$295,860.

Northlake Public Library District's Capital Assets (Net of Depreciation)

	Governmental Activities	
	6/30/2021	6/30/2020
Land	\$ 349,077	\$ 349,077
Building and Improvements	6,043,376	6,313,679
Library Materials	212,946	212,389
Furniture, Fixtures, and Equipment	179,574	205,688
Total	<u>\$ 6,784,973</u>	<u>\$ 7,080,833</u>

No significant additions were made for the year ended June 30, 2021. Depreciation expense exceeded new additions by \$295,860.

Additional information on the District’s capital assets can be found in Note 5 on page 20 of this report.

Long-Term Debt – At June 30, 2021, the District had outstanding debt of \$2,630,000. The net decrease in long-term debt was \$595,000.

Northlake Public Library District's Long-Term Debt

	Balance	Additions	Reductions	Balance
	6/30/2020			6/30/2021
General Obligation Bonds	<u>\$ 3,225,000</u>	<u>\$ -</u>	<u>\$ 595,000</u>	<u>\$ 2,630,000</u>
	<u>\$ 3,225,000</u>	<u>\$ -</u>	<u>\$ 595,000</u>	<u>\$ 2,630,000</u>

Additional information on the District’s long-term debt can be found in Note 6 on pages 21 – 22 of this report.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

The District is faced with a similar economic environment as many of the other library districts are faced with. The District’s elected and appointed officials considered many factors when setting the fiscal year 2021 budget, including anticipated costs for services, economy, and tax rates. The equalized assessed valuation (EAV) for the District for 2020 is \$666,760,383. That represents an increase in EAV of \$69,894,837 or 11.71% over the prior year’s EAV.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Management Discussion and Analysis

June 30, 2021

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Board of Trustees, Northlake Public Library District, 231 N. Wolf Rd., Northlake, IL 60164.

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

NORTHLAKE PUBLIC LIBRARY DISTRICT**STATEMENT OF NET POSITION**

June 30, 2021

ASSETS	
Cash and Investments	\$ 2,582,879
Accounts Receivable	39,321
Property Taxes Receivable	1,370,829
Prepaid Insurance	11,190
Capital Assets (net of accumulated depreciation)	6,784,973
Total Assets	<u>10,789,192</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows, IMRF	493,823
Total Deferred Outflows of Resources	<u>493,823</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 11,283,015</u></u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 39,384
Accrued Payroll	10,944
Accrued Interest	7,027
Due Within One Year	623,962
Noncurrent Liabilities	
Compensated Absences	75,627
Net Pension Liability	138,472
Due In More Than One Year	2,131,691
Total Liabilities	<u>3,027,107</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable Property Taxes	1,370,829
Deferred Inflows, IMRF	630,943
Total Deferred Inflows of Resources	<u>2,001,772</u>
Total Liabilities and Deferred Inflows of Resources	<u>5,028,879</u>
NET POSITION	
Net Investment in Capital Assets	4,029,320
Restricted	987,748
Unrestricted	1,237,068
Total Net Position	<u>6,254,136</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	<u><u>\$ 11,283,015</u></u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT

**BALANCE SHEET
GOVERNMENTAL FUNDS**

June 30, 2021

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Special Reserve Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Investments	\$ 1,606,321	\$ 443,862	\$ 251,552	\$ 281,144	\$ 2,582,879
Per Capita Grant Receivable	39,321	-	-	-	39,321
Property Taxes Receivable	866,327	362,818	-	141,684	1,370,829
Prepaid Insurance	-	-	-	11,190	11,190
TOTAL ASSETS	<u>\$ 2,511,969</u>	<u>\$ 806,680</u>	<u>\$ 251,552</u>	<u>\$ 434,018</u>	<u>\$ 4,004,219</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 39,384	\$ -	\$ -	\$ -	\$ 39,384
Accrued Payroll	10,944	-	-	-	10,944
Total Liabilities	<u>50,328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,328</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Property Taxes	866,327	362,818	-	141,684	1,370,829
Total Deferred Inflows of Resources	<u>866,327</u>	<u>362,818</u>	<u>-</u>	<u>141,684</u>	<u>1,370,829</u>
Total Liabilities and Deferred Inflows of Resources	<u>916,655</u>	<u>362,818</u>	<u>-</u>	<u>141,684</u>	<u>1,421,157</u>
FUND BALANCES					
Nonspendable	-	-	-	208,112	208,112
Restricted					
Future Projects	-	-	251,552	-	251,552
Debt Service	-	443,862	-	-	443,862
Special Revenues	-	-	-	84,222	84,222
Unrestricted					
Unassigned	1,595,314	-	-	-	1,595,314
Total Fund Balances	<u>1,595,314</u>	<u>443,862</u>	<u>251,552</u>	<u>292,334</u>	<u>2,583,062</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 2,511,969</u>	<u>\$ 806,680</u>	<u>\$ 251,552</u>	<u>\$ 434,018</u>	<u>\$ 4,004,219</u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT

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

June 30, 2021

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 2,583,062
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	6,784,973
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	(2,755,653)
Accrued Interest is not due and payable in the current period and, therefore, not reported in the governmental funds	(7,027)
Net pension liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	(138,472)
Deferred outflows of resources related to pensions are not current financial resources and, therefore, are not reported in the governmental funds	(137,120)
Compensated absences are not due and payable in the current period and, therefore, are not reported in governmental funds	<u>(75,627)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 6,254,136</u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	General Fund	Debt Service Fund	Special Reserve Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Property Taxes	\$ 1,644,402	\$ 702,656	\$ -	\$ 269,510	\$ 2,616,568
Replacement Taxes	80,266	-	-	-	80,266
Service Fees and Fines	8,773	-	-	-	8,773
Interest	1,434	-	-	427	1,861
Per Capita Grant	72,643	-	-	-	72,643
Other Grants	11,500	-	-	-	11,500
Donations	146	-	-	-	146
Other Income	316	-	-	-	316
Total Revenues	<u>1,819,480</u>	<u>702,656</u>	<u>-</u>	<u>269,937</u>	<u>2,792,073</u>
EXPENDITURES					
Current					
Culture and Recreation					
Personnel	1,068,244	-	-	177,986	1,246,230
Library Materials	137,111	-	-	-	137,111
Operating Expenses	207,407	-	-	127,121	334,528
Debt Service					
Principal	-	595,000	-	-	595,000
Interest and Fees	-	95,125	-	-	95,125
Capital Outlay and Maintenance	85,996	-	-	-	85,996
Total Expenditures	<u>1,498,758</u>	<u>690,125</u>	<u>-</u>	<u>305,107</u>	<u>2,493,990</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>320,722</u>	<u>12,531</u>	<u>-</u>	<u>(35,170)</u>	<u>298,083</u>
OTHER FINANCING SOURCES (USES)					
Transfers in/(out)	<u>(25,000)</u>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Total other financing sources (uses)	<u>(25,000)</u>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>295,722</u>	<u>12,531</u>	<u>-</u>	<u>(10,170)</u>	<u>298,083</u>
FUND BALANCES, JULY 1	<u>1,299,592</u>	<u>431,331</u>	<u>251,552</u>	<u>302,504</u>	<u>2,284,979</u>
FUND BALANCES, JUNE 30	<u>\$ 1,595,314</u>	<u>\$ 443,862</u>	<u>\$ 251,552</u>	<u>\$ 292,334</u>	<u>\$ 2,583,062</u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT

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

For the Year Ended June 30, 2021

NET CHANGE IN FUND BALANCES -		
TOTAL GOVERNMENTAL FUNDS	\$	298,083
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures, however, they are capitalized and depreciated in the statement of activities		87,987
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities		595,000
The premium on the issuance of long-term debt is capitalized and amortized in the statement of activities		13,962
The increase in long-term liabilities for compensated absences is reported as an expenditure when due in governmental funds but as a increase of liabilities in the statement of activities		(8,562)
The change in the net pension liability is reported as an expense on the statement of activities		206,149
The change in the deferred outflows and inflows is reported as an expense on the statement of activities		(127,451)
The increase in accrued interest is reported as an expenditure when due in governmental funds but as a increase of liabilities in the statement of activities		1,463
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		<u>(383,847)</u>
CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u><u>682,784</u></u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2021

	<u>FSA Reimbursement Fund</u>
ASSETS	
Cash and Cash Equivalents	<u>\$ 2,498</u>
TOTAL ASSETS	<u><u>\$ 2,498</u></u>
LIABILITIES	
Accounts Payable	<u>\$ -</u>
Total Liabilities	<u>-</u>
NET POSITION HELD IN TRUST FOR DEFERRED COMPENSATION	<u><u>\$ 2,498</u></u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
Year Ended June 30, 2021

	<u>FSA Reimbursement Fund</u>
ADDITIONS	
Contributions	
Member contributions	\$ 6,150
Investment Income	
Net Appreciation (Depreciation) in Fair Value of Investments	-
Less: Investment Expenses	-
	<u> -</u>
Net Investment Income	-
	<u> -</u>
TOTAL ADDITIONS	<u>6,150</u>
DEDUCTIONS	
Withdrawals	5,057
Miscellaneous	-
	<u> -</u>
TOTAL DEDUCTIONS	<u>5,057</u>
NET INCREASE	1,093
NET POSITION - JULY 1, 2020	<u>1,405</u>
NET POSITION - JUNE 30, 2021	<u>\$ 2,498</u>

See accompanying notes to financial statements.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Northlake Public Library District, Illinois (District) primarily serves the Village of Northlake in Cook County, Illinois, with the library located in Northlake.

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

A. Reporting Entity

The District is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected Board of Trustees. These financial statements present the District's reporting entity as required by generally accepted accounting principles. The District is considered to be a primary government since the board is separately elected and the District is fiscally independent.

Based on the criteria of GASB Statement No 61, The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34, the District does not have any component units.

B. Fund Accounting

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary. The District reports governmental funds and a single fiduciary fund.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of restricted, committed, or assigned funds (special revenue funds), the funds restricted, committed, or assigned for the acquisition or construction of capital assets (capital projects funds), the funds restricted, committed, or assigned for the servicing of general long-term debt (debt service funds) and management of funds held in trust that can be used for library services (permanent fund). The general fund is used to account for all activities of the District not accounted for in some other fund.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-Wide and Fund Financial Statements

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

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

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

The District reports the following major governmental funds:

General Fund – This is the Districts' primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Fund – This fund is used to record property taxes received and principal and interest payments disbursed in relation to the District's bonds payable.

Special Reserve Fund – This fund is used to report costs of capital or non-recurring nature as the Board designates. Funding is generally from excess fund transfers from the General Fund.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. All other revenues are considered to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, interest revenue, and charges for services are all considered to be susceptible to accrual and recognized as revenues of the current fiscal period. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the general, special reserve, debt service, and all special revenue funds. All annual appropriations lapse at fiscal year-end.

F. Prepaid Item/Expenses

Prepays are valued at cost, which approximates market. The cost of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased. 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.

G. Cash and Investments

For purpose of the Statement of Net Position, the District's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District 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 District's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

H. Compensated Absences

The District 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 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.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets

Capital assets which include land, land improvements, buildings, vehicles and furniture and equipment are reported in the government-wide statement of net assets. Capital assets are defined as assets with an estimated useful life of greater than one year. The District has established a minimum threshold of \$2,500 for capitalization purposes. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

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

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

Land Improvements	20 years
Buildings	20-40 years
Vehicles, Furniture & Equipment	4-10 years

J. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. 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 expensed as incurred.

In the fund financial statements, governmental funds 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 expenditures.

K. Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position 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.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Interfund Transactions

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

M. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the District's Board, which is considered the District's highest level of decision making authority. Formal actions include ordinances approved by the Board. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the District's director. Any residual fund balance of the General Fund is reported as unassigned. Deficit fund balances in any other governmental funds are also reported as unassigned.

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

The various Special Revenue Funds supported by property taxes are restricted due to the restricted revenue streams of the fund balance. These funds also target no less than three months of operating expenditures be included in unassigned fund balance for fiscal sustainability. Other funds are restricted due to the nature of the contributions to the fund.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Balances/Net Position (Continued)

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

N. Accounting Estimates

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

2. LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets

Budgets are adopted on a modified accrual basis, a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted (at the fund level) for all funds. All annual appropriations lapse at fiscal year end.

All departments of the District submit requests for appropriations to the Library Director so that a budget may be prepared.

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

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

The Library Director is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the board.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year no supplementary appropriations were necessary.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

3. DEPOSITS AND INVESTMENTS

The District 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 combined balance sheet as "cash and investments." In addition, deposits and investments are separately held by several of the District's funds.

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

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, Certain External Investment Pools and Pool Participants, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

IIIT is a trust organized under the laws of the state of Illinois. IIIT invests all of its assets in a US Government Money Market Portfolio, a money market mutual fund. IIIT has a AAAM Standard & Poor's credit qualifying rating.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio.

A. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. To guard against credit risk for deposits with financial institutions, the District's investment policy requires that deposits with financial institutions in excess of FDIC be collateralized with collateral of at least 110% of the deposits at institution held by an independent third party in the name of the District.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

3. DEPOSITS AND INVESTMENTS (CONTINUED)

A. Deposits with Financial Institutions (Continued)

At June 30, 2021, the carrying amount of the District's deposits totaled \$2,582,879, and the bank balances totaled \$2,585,095. Additionally, at year-end, the District has \$485,888 invested in the Illinois Funds and \$375,564 held in the Illinois Institutional Investors Trust (IIIT).

B. Investments

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the District's investment policy requires that deposit with financial institutions in excess of FDIC be collateralized with collateral held by an independent third party in the name of the District. At year-end, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Illinois Funds is not subject to custodial credit risk.

Interest rate risk is the risk that change in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District limits its exposure to interest rate risk by investing in primarily short-term securities, money market mutual funds, or similar investment pools and limiting the average maturity of the portfolio. However, investment purchases mirror daily cash flow needs. Consequently, there is no limit attached to the maturity dates of the investment purchases as a means of managing the District's exposure to fair value losses arising from increasing interest rates.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The District's investment policy does not mitigate credit risk. At year-end, the District's investments in the Illinois Funds were rated AAAM by Standard & Poor's.

Concentration of credit risk is the risk that the District has a high percentage of its investments invested in one type of investment. The District's investment policy does not mitigate concentration of credit risk. However, at year-end, the District 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).

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

4. RECEIVABLES - TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, 2021, on property values assessed as of the same date. Taxes are levied by December 31 of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the Counties and issued on or about March 1, 2021, and are payable in two installments, on or about March 1, 2021 and August 1, 2021. The Counties collect such taxes and remit them periodically. The second installment of the 2020 property tax levy is recorded as receivable at June 30, 2021. The second installment will be used for Fiscal Year 2021 operations and is reflected as deferred inflow of resources at June 30, 2021.

5. CAPITAL ASSETS

A summary of changes in capital assets for governmental activities of the District is as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 349,077	\$ -	\$ -	\$ 349,077
Total capital assets not being depreciated	<u>349,077</u>	<u>-</u>	<u>-</u>	<u>349,077</u>
Capital assets being depreciated				
Building and improvements	10,415,927	15,572	-	10,431,499
Library materials	1,958,310	66,083	(129,038)	1,895,355
Furniture, fixtures, and equipment	893,896	6,332	-	900,228
Total capital assets being depreciated	<u>13,268,133</u>	<u>87,987</u>	<u>(129,038)</u>	<u>13,227,082</u>
Less accumulated depreciation for				
Building and improvements	4,102,248	285,875	-	4,388,123
Library materials	1,745,921	65,526	(129,038)	1,682,409
Furniture, fixtures, and equipment	688,208	32,446	-	720,654
Total accumulated depreciation	<u>6,536,377</u>	<u>383,847</u>	<u>(129,038)</u>	<u>6,791,186</u>
Total capital assets being depreciated, net	<u>6,731,756</u>	<u>(295,860)</u>	<u>-</u>	<u>6,435,896</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 7,080,833</u>	<u>\$ (295,860)</u>	<u>\$ -</u>	<u>\$ 6,784,973</u>

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

GOVERNMENTAL ACTIVITIES	
Culture and Recreation	<u>\$ 383,847</u>

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

6. LONG-TERM DEBT

A. General Obligation Bonds

The District issued general obligation refunding bonds to advance refund a portion of the outstanding GO Bonds, Series 2005. The bonds have a maturity date of December 1, 2024 and are payable December 1, 2016 through 2024. The interest rates on the outstanding bonds are variable from 2.0% to 3.5%.

Annual debt service requirements to maturity on general obligation bonds are as follows:

Fiscal Year Ending June 30	GO Refunding Bonds, Series 2014	
	Principal	Interest
2022	610,000	76,575
2023	655,000	57,600
2024	675,000	35,963
2025	690,000	12,075
TOTALS	\$ 2,630,000	\$ 182,213

B. Changes in Long-Term Liabilities

Payments on the general obligation bonds are made by the Debt Service Fund and the compensated absences, net pension liability, and other debt are generally liquidated by the General Fund. Changes in long-term liabilities during the fiscal year were as follows:

	Balances July 1	Additions	Reductions	Balances June 30	Current Portion
GOVERNMENTAL ACTIVITIES					
Compensated Absences	\$ 67,065	\$ 75,627	\$ 67,065	\$ 75,627	\$ -
Net Pension Liability - IMRF	344,621	-	206,149	138,472	-
GO Library Refunding Bonds, 2014	3,225,000	-	595,000	2,630,000	610,000
Bond Premium	139,615	-	13,962	125,653	13,962
TOTAL GOVERNMENTAL ACTIVITIES	\$ 3,776,301	\$ 75,627	\$ 882,176	\$ 2,969,752	\$ 623,962

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

6. LONG-TERM DEBT (Continued)

C. Legal Debt Margin

ASSESSED VALUATION - 2020	\$ 666,760,383
LEGAL DEBT LIMIT - 2.875% OF ASSESSED VALUATION	<u>19,169,361</u>
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT	<u>2,630,000</u>
LEGAL DEBT MARGIN	<u>\$ 16,539,361</u>

Legal Debt Limit

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

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

7. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. As such, the District carries commercial insurance for all risks of loss with the exception of unemployment insurance which is covered by Library Insurance Management and Risk Control Combination (LIMRiCC). Settled claims resulting from these risks have historically not exceeded insurance coverage in the past three years and there have been no significant reductions in coverage. The District participates in a public entity risk pool for unemployment insurance coverage. The District is responsible for quarterly payments and the pool is responsible for administering the program. If funds in the program are insufficient in the judgment of the pool, then the pool may assess the member’s additional equal payments.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

8. DEFICIT FUND BALANCES

As of June 30, 2021, no funds had a deficit fund balance.

9. INDIVIDUAL FUND DISCLOSURES

Interfund loans are classified as Interfund Receivables/Payables. There were no interfund loans at the end of the fiscal year. The following indicates a one-time transfer that occurred throughout the year to facilitate expenditure payments.

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ -	\$ 25,000
Nonmajor Special Revenue Fund	25,000	-
TOTAL	<u>\$ 25,000</u>	<u>\$ 25,000</u>

10. CONTINGENT LIABILITIES

a. Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

b. 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. The District does not expect to have any such liability if any were to arise it would be immaterial.

11. DEFINED BENEFIT PENSION PLAN

The District's contributes to a defined benefit pension plan: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions, and employer contributions for all plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. IMRF's plan does not issue a separate report for the plan. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

11. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2020, IMRF membership consisted of:

Retirees and beneficiaries	20
Inactive, non-retired members	16
Active plan members	<u>15</u>
TOTAL	<u><u>51</u></u>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. The final rate of earnings is the highest total earnings during one consecutive 48 months within the last 10 years of IMRF services divided by 48.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. The final rate of earnings is the highest total earnings during any consecutive 96 months within the last 10 years of IMRF service, divided by 96.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

11. DEFINED BENEFIT PENSION PLAN (Continued)

Contributions

The District employees participating in IMRF are required to contribute 4.5% of their annual eligible covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2020 was 13.62% of payroll. The District's contribution requirements are established and may be amended by the IMRF Board of Trustees.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2020
Actuarial cost method	Entry Age Normal
Assumptions	
Inflation	2.50%
Salary increases	3.35% to 14.25%
Investment rate of return	7.25%
Cost of living adjustments	3.25%
Asset valuation method	Market Value of Assets

Net Pension

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

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

11. DEFINED BENEFIT PENSION PLAN (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that The District's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate.

Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
	\$	\$	\$
Balances at January 1, 2020	4,753,134	4,408,513	344,621
Changes for the period			
Service cost	81,915	-	81,915
Interest	338,011	-	338,011
Difference between expected and actual experience	270,228	-	270,228
Changes in assumptions	(50,763)	-	(50,763)
Employer contributions	-	119,893	(119,893)
Employee contributions	-	39,624	(39,624)
Net investment income	-	636,004	(636,004)
Benefit payments and refunds	(263,743)	(263,743)	-
Other	-	50,019	(50,019)
Net changes	375,648	581,797	(206,149)
Balances at December 31, 2020	\$ 5,128,782	\$ 4,990,310	\$ 138,472

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

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

11. DEFINED BENEFIT PENSION PLAN (Continued)

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

For the year ended June 30, 2021, the District recognized pension expense of \$32,085. At June 30, 2021, The District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 231,285	\$ -
Changes in assumption	8,971	35,752
Net difference between projected and actual earnings on pension plan investments	210,720	595,191
Contributions after measurement date	42,847	-
TOTAL	\$ 493,823	\$ 630,943

The \$42,847 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending June 30, 2021.

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

Year Ending December 31	Net Deferred Outflows of Resources
2021	\$ 34,771
2022	18,630
2023	(126,849)
2024	(63,672)
2025	-
Thereafter	-
TOTAL	\$ (137,120)

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

11. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of The District calculated using the discount rate of 7.25% as well as what The District's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 726,230	\$ 138,472	\$ (340,270)

12. DEFERRED COMPENSATION PLAN

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all District employees at their option, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in Trust for the exclusive benefits of all participants and beneficiaries. It is the opinion of the District's legal counsel that the District has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. Investments are managed by the plan's trustee under one of four investment options, or a combination thereof. The choice of the investment option(s) is made by the participants. Since amounts held in Trust are the exclusive benefit of all participants, the District does not maintain the assets on its balance sheet.

13. OTHER POSTEMPLOYMENT BENEFITS

The District is required to offer employees, who are IMRF vested, continued health insurance participation upon termination of employment. The departing employee pays the entire health insurance premium and therefore there is no explicit subsidy. The District is a participant of Library Insurance Management and Risk Control Combination (LIMRiCC), a community-rated health insurance plan and as such, it is the District's opinion that there is no implicit subsidy as defined by Government Accounting Standards Board (GASB) Statement No. 75.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

14. FUND BALANCES

a. Classifications

Amounts for specific purposes by fund and fund balance classifications for the year ended June 30, 2021, are as follows:

<u>Classification/Fund</u>	<u>Purpose</u>	<u>Amount</u>
Nonspendable:		
Insurance Fund	Prepaid insurance	\$ 11,190
Working Cash Fund (legally required)	Emergency working cash	196,922
Total Nonspendable		<u>208,112</u>
Restricted:		
Debt Service Fund	Debt service costs	443,862
Special Reserve Fund	Reserve for repair and improvements	251,552
Social Security Fund	Social Security retirement costs	14,231
IMRF Fund	IMRF retirement costs	4,411
Unemployment Compensation Fund	Unemployment insurance costs	4,738
Audit Fund	Audit costs	280
Liability and Workers' Compensation Insurance Fund	Worker's compensation and general insurance and risk management costs	26,170
Building Maintenance Fund	Building maintenance costs	34,392
Total Restricted		<u>779,636</u>
Unassigned		
General Fund		<u>1,595,314</u>
Total Fund Balance		<u>\$ 2,583,062</u>

15. RESTRICTED NET POSITION

Restricted net position represents net position whose use is subject to constraints that are either: (1) externally imposed by creditors, grantors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation.

NORTHLAKE PUBLIC LIBRARY DISTRICT

Notes to Financial Statements (Continued)

June 30, 2021

15. RESTRICTED NET POSITION (Continued)

Restricted net position at June 30, 2021 is \$987,748 in the Statement of Net Position. \$208,112 of this sum represents the amount of previous property tax money collected under the Working Cash Fund for the sole purpose of enabling the District to have in its funds, at all times, sufficient money to meet demands for ordinary, necessary and committed expenditures for library purposes. Principal of the Working Cash Fund may be transferred to the General Fund in anticipation of the collection of taxes lawfully levied for general library purposes. These taxes, when collected, shall be drawn upon to reimburse the Working Cash Fund. \$251,552 of this sum represents the amount restricted for future repairs and improvements in the Special Reserve Fund. The remaining \$528,084 represents funds remaining from separate dedicated tax levies that can only be used for the specific purpose for which they were levied. Those levies were deposited in the following special revenue funds: Debt Service Fund, Social Security Fund, IMRF Fund, Unemployment Compensation Fund, Audit Fund, Liability and Workers' Compensation Insurance Fund, and Building Sites Fund.

16. SUBSEQUENT EVENT

Management evaluated subsequent events through October 18, 2021, the date the financial statements were available to be issued.

In December 2019, a novel strain of coronavirus surfaced in Wuhan, China, and has spread around the world, with resulting business and social disruption. The coronavirus was declared a Public Health Emergency of International Concern by the World Health Organization on January 30, 2020. The operations and financial position of the District could be materially adversely affected. The extent to which the coronavirus (or any other disease or epidemic) impacts business activity or investment results will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of the coronavirus and the actions required to contain the coronavirus or treat its impact, among others. No adjustments have been made to these financial statements as a result of this uncertainty.

REQUIRED SUPPLEMENTARY INFORMATION

NORTHLAKE PUBLIC LIBRARY DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2021

	Original and Final Budget	Actual
REVENUES		
Property Taxes	\$ 1,678,385	\$ 1,644,402
Replacement Taxes	-	80,266
Service Fees and Fines	7,000	8,773
Interest	35,000	1,434
Per Capita Grant	566,800	72,643
Other Grants	-	11,500
Donations	-	146
Other Income	-	316
Total Revenues	2,287,185	1,819,480
EXPENDITURES		
Current		
Personnel		
Salaries	\$ 1,110,000	\$ 993,058
Medical Insurance	75,000	69,165
Staff and Board Training	9,725	1,408
Dues and Memberships	3,000	1,816
Other Personnel Expenses	6,000	2,797
Total Personnel	1,203,725	1,068,244
Library Materials		
Books	56,300	58,664
Periodicals and Databases	34,100	28,498
Audio/Visual	23,670	20,610
Supplies and Contingencies	5,000	29,339
Total Library Materials	119,070	137,111
Operating Expenses		
Utilities	78,500	130,774
Legal	2,625	2,286
Professional Services	200,000	14,791
Bookkeeping Services/Banking Fees	4,700	1,157
Supplies	49,300	33,225
Postage and Delivery Service	-	3,383
Grant Expense	566,800	-
Property and Officer Insurance	-	-

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2021

	Original and Final Budget	Actual
EXPENDITURES (continued)		
Current (continued)		
Operating Expenses (continued)		
Printing and Publicity	9,750	4,650
Programs	12,700	17,141
Total Operating Expenses	924,375	207,407
Capital Outlay and Maintenance		
Equipment, Building and Grounds Maintenance	656,500	17,875
SWAN Maintenance	35,000	35,185
Automation Hardware	-	21,648
Capital Outlay	141,000	11,288
Total Capital Outlay and Maintenance	832,500	85,996
Debt Service		
Principal	-	-
Interest	-	-
Total Debt Service	-	-
Contingencies		
Contingency	42,555	-
Total Contingencies	42,555	-
Total Expenditures	3,122,225	1,498,758
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(835,040)	320,722
OTHER FINANCING SOURCES (USES)		
Proceeds from loans	-	-
Transfers	-	(25,000)
Other Financing Sources (Uses)	-	(25,000)
NET CHANGE IN FUND BALANCE	\$ (835,040)	295,722
FUND BALANCE, JULY 1		1,299,592
FUND BALANCE, JUNE 30		\$ 1,595,314

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended June 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES		
Property taxes	\$ 733,504	\$ 702,656
Interest	-	-
Donations and other	-	-
	<u>733,504</u>	<u>702,656</u>
Total Revenues		
EXPENDITURES		
Current		
Debt Service		
Principal	(715,800)	595,000
Interest	(-)	94,650
Fees	(-)	475
	<u>715,800</u>	<u>690,125</u>
Total Debt Service		
Total Expenditures	<u>715,800</u>	<u>690,125</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17,704	12,531
OTHER FINANCING SOURCES (USES)		
Transfers	-	-
	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 17,704</u>	12,531
FUND BALANCE, JULY 1		<u>431,331</u>
FUND BALANCE, JUNE 30		<u>\$ 443,862</u>

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL RESERVE FUND

For the Year Ended June 30, 2021

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ -	\$ -
Interest	-	-
Donations and other	-	-
	<hr/>	<hr/>
Total Revenues	-	-
	<hr/>	<hr/>
EXPENDITURES		
Current		
Capital Outlay and Maintenance		
Equipment, Building and Grounds Maintenance	-	-
Capital Outlay	-	-
	<hr/>	<hr/>
Total Capital Outlay and Maintenance	-	-
	<hr/>	<hr/>
Contingencies		
Contingency	-	-
	<hr/>	<hr/>
Total Contingencies	-	-
	<hr/>	<hr/>
Total Expenditures	-	-
	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Proceeds form loans	-	-
Transfers	-	-
	<hr/>	<hr/>
Other Financing Sources (Uses)	-	-
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	-
	<hr/>	<hr/>
FUND BALANCE, JULY 1		251,552
		<hr/>
FUND BALANCE, JUNE 30		<u>\$ 251,552</u>
		<hr/>

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2020*

	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 102,845	\$ 78,612	\$ 90,778	\$ 86,387	\$ 87,734	\$ 80,380	\$ 89,238
Contributions in relation to the actuarially determined contribution	119,893	78,612	90,779	86,388	87,734	80,379	89,237
Contribution Deficiency (Excess)	<u>\$ (17,048)</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
Covered-employee payroll	\$ 880,526	\$ 805,449	\$ 770,615	\$ 738,352	\$ 755,678	\$ 732,054	\$ 788,318
Contributions as a percentage of covered-employee payroll	13.62%	9.76%	11.78%	11.70%	11.61%	10.98%	11.32%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percentage of pay, closed and the amortization period was 24 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually and postretirement benefit increases of 3.25% compounded annually.

*IMRF's measurement date is December 31, 2020; therefore information above is presented for the calendar year ended December 31, 2020.

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT

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

December 31, 2020*

	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service cost	\$ 81,915	\$ 73,708	\$ 72,763	\$ 74,958	\$ 77,838	\$ 75,200	\$ 92,246
Interest	338,011	318,280	307,176	302,133	287,850	278,115	254,774
Changes of benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	270,228	123,444	13,056	23,117	7,986	(73,481)	(40,512)
Changes of assumptions	(50,763)	-	119,755	(127,830)	(9,786)	4,748	163,065
Benefit payments, including refunds of member contributions	(263,743)	(231,031)	(206,639)	(201,444)	(163,073)	(138,514)	(151,269)
Net change in total pension liability	375,648	284,401	306,111	70,934	200,815	146,068	318,304
Total Pension Liability - Beginning	4,753,134	4,468,733	4,162,622	4,091,688	3,890,873	3,744,805	3,426,501
Total Pension Liability - Ending	<u>\$ 5,128,782</u>	<u>\$ 4,753,134</u>	<u>\$ 4,468,733</u>	<u>\$ 4,162,622</u>	<u>\$ 4,091,688</u>	<u>\$ 3,890,873</u>	<u>\$ 3,744,805</u>
Plan Fiduciary Net Position							
Contributions - employer	\$ 119,893	\$ 78,612	\$ 90,779	\$ 86,388	\$ 87,734	\$ 80,379	\$ 89,237
Contributions - member	39,624	36,245	34,678	33,226	34,006	32,942	35,475
Net investment income	636,004	710,273	(227,545)	640,462	214,995	17,404	199,797
Benefit payments, including refunds of member contributions	(263,743)	(231,031)	(206,639)	(201,444)	(163,073)	(138,514)	(151,269)
Other	50,019	50,769	83,422	(81,383)	23,247	(170,789)	31,489
Net change in plan fiduciary net position	581,797	644,868	(225,305)	477,249	196,909	(178,578)	204,729
Plan Fiduciary Net Position - Beginning	4,408,513	3,763,645	3,988,950	3,511,701	3,314,792	3,493,370	3,288,641
Plan Fiduciary Net Position - Ending	<u>\$ 4,990,310</u>	<u>\$ 4,408,513</u>	<u>\$ 3,763,645</u>	<u>\$ 3,988,950</u>	<u>\$ 3,511,701</u>	<u>\$ 3,314,792</u>	<u>\$ 3,493,370</u>
Employer's Net Pension Liability (Asset)	<u>\$ 138,472</u>	<u>\$ 344,621</u>	<u>\$ 705,088</u>	<u>\$ 173,672</u>	<u>\$ 579,987</u>	<u>\$ 576,081</u>	<u>\$ 251,435</u>

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY
AND RELATED RATIOS - ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2020*

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Employer's Net Pension Liability (Asset)	<u>\$ 138,472</u>	<u>\$ 344,621</u>	<u>\$ 705,088</u>	<u>\$ 173,672</u>	<u>\$ 579,987</u>	<u>\$ 576,081</u>	<u>\$ 251,435</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	97.30%	92.75%	84.22%	95.83%	85.83%	85.19%	93.29%
Covered-employee payroll	\$ 880,526	\$ 805,449	\$ 770,615	\$ 738,352	\$ 755,678	\$ 732,054	\$ 788,318
Employer's net pension liability as a percentage of covered-employee payroll	15.73%	42.79%	91.50%	23.52%	76.75%	78.69%	31.90%

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

*IMRF's measurement date is December 31, 2020; therefore information above is presented for the calendar year ended December 31, 2020

(See independent auditor's report.)

NON-MAJOR GOVERNMENTAL FUNDS

NORTHLAKE PUBLIC LIBRARY DISTRICT

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS

June 30, 2021

	Special Revenue				Liability and Workers' Compensation Insurance Fund	Building and Sites Fund	Permanent Working Cash Fund	Totals
	Social Security Fund	IMRF Fund	Unemployment Compensation Fund	Audit Fund				
ASSETS								
Cash	\$ 14,231	\$ 4,411	\$ 4,738	\$ 280	\$ 26,170	\$ 34,392	\$ 196,922	\$ 281,144
Property Taxes Receivable	37,738	46,345	-	4,635	9,600	43,366	-	141,684
Prepaid Insurance	-	-	-	-	11,190	-	-	11,190
TOTAL ASSETS	\$ 51,969	\$ 50,756	\$ 4,738	\$ 4,915	\$ 46,960	\$ 77,758	\$ 196,922	\$ 434,018
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES								
Unavailable property taxes	37,738	46,345	-	4,635	9,600	43,366	-	141,684
Total Deferred Inflows of Resources	37,738	46,345	-	4,635	9,600	43,366	-	141,684
Total Liabilities and Deferred Inflows of Resources	37,738	46,345	-	4,635	9,600	43,366	-	141,684
FUND BALANCES								
Nonspendable	-	-	-	-	11,190	-	196,922	208,112
Restricted								
Special Revenues	14,231	4,411	4,738	280	26,170	34,392	-	84,222
Unrestricted								
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balances	14,231	4,411	4,738	280	37,360	34,392	196,922	292,334
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 51,969	\$ 50,756	\$ 4,738	\$ 4,915	\$ 46,960	\$ 77,758	\$ 196,922	\$ 434,018

(See independent auditor's report.)

NORTHLAKE PUBLIC LIBRARY DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2021

	Special Revenue					Permanent		Totals
	Social Security Fund	IMRF Fund	Unemployment Compensation Fund	Audit Fund	Liability and Workers' Compensation Insurance Fund	Building and Sites Fund	Working Cash Fund	
REVENUES								
Property Taxes	\$ 71,498	\$ 88,124	\$ -	\$ 8,785	\$ 18,451	\$ 82,652	\$ -	\$ 269,510
Interest	-	-	-	-	-	240	187	427
Miscellaneous	-	-	-	-	-	-	-	-
Total Revenues	<u>71,498</u>	<u>88,124</u>	<u>-</u>	<u>8,785</u>	<u>18,451</u>	<u>82,892</u>	<u>187</u>	<u>269,937</u>
EXPENDITURES								
Personnel								
FICA expenses	59,273	-	-	-	-	-	-	59,273
IMRF expenses	-	110,911	-	-	-	-	-	110,911
Unemployment expense	-	-	5,676	-	-	-	-	5,676
Workers' compensation expense	-	-	-	-	2,126	-	-	2,126
Operating Expenses								
Audit expenses	-	-	-	8,900	-	-	-	8,900
Building expenses	-	-	-	-	-	105,682	-	105,682
Insurance expenses	-	-	-	-	12,539	-	-	12,539
Total Expenditures	<u>59,273</u>	<u>110,911</u>	<u>5,676</u>	<u>8,900</u>	<u>14,665</u>	<u>105,682</u>	<u>-</u>	<u>305,107</u>
NET CHANGES IN FUND BALANCES	<u>12,225</u>	<u>(22,787)</u>	<u>(5,676)</u>	<u>(115)</u>	<u>3,786</u>	<u>(22,790)</u>	<u>187</u>	<u>(35,170)</u>
Other financing sources (uses):								
Transfers from (to) general fund	-	25,000	-	-	-	-	-	25,000
FUND BALANCES, JULY 1	<u>2,006</u>	<u>2,198</u>	<u>10,414</u>	<u>395</u>	<u>33,574</u>	<u>57,182</u>	<u>196,735</u>	<u>302,504</u>
FUND BALANCES, JUNE 30	<u>\$ 14,231</u>	<u>\$ 4,411</u>	<u>\$ 4,738</u>	<u>\$ 280</u>	<u>\$ 37,360</u>	<u>\$ 34,392</u>	<u>\$ 196,922</u>	<u>\$ 292,334</u>

(See independent auditor's report.)

SUPPLEMENTARY INFORMATION

NORTHLAKE PUBLIC LIBRARY DISTRICT

Property Tax Assessed Valuations, Rates, Extensions, and Collections June 30, 2021

Tax Levy Year	2020		2019	
Assessed Valuation	Cook County 666,760,383		Cook County 596,865,546	
	Rate	Amount	Rate	Amount
Tax Extensions				
Corporate	0.26170	\$ 1,744,911	0.28120	\$ 1,678,385
Bonds & Interest	0.10960	730,511	0.12290	733,504
I.M.R.F.	0.01400	93,346	0.01510	90,126
Social Security	0.01140	76,010	0.01220	72,817
Audit	0.00140	9,334	0.00150	8,952
Liability Insurance	0.00000	-	0.00000	-
Working Cash	0.00000	-	0.00000	-
Workmen's Compensation	0.00290	19,336	0.00320	19,099
Library Building and Sites	0.01310	87,345	0.01420	84,754
Unemployment Insurance	0.00000	-	0.00000	-
	0.41410	2,760,793	0.45030	2,687,637
Total Cook Extension		\$ 2,760,793		\$ 2,687,637
Tax Collections:				
year ended June 30, 2021		\$ 1,389,964		\$ 1,226,604
Previous years		-		1,316,808
Total Collected		\$ 1,389,964		\$ 2,543,412
Percent collected		50.3%		94.6%

Property tax rates are per \$100 of assessed valuation. Assessed valuation, rates and extended amounts of property taxes levied have been presented for each of the counties for which the District files a property tax levy.

(See independent auditor's report.)