

SKOKIE PUBLIC LIBRARY, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2024

5215 Oakton Street
Skokie, IL 60077
Phone: 847.673.7774
www.skokielineibrary.info

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	<u>1</u>
-------------------------------------	--------------------------

MANAGEMENT'S DISCUSSION AND ANALYSIS	<u>5</u>
---	--------------------------

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements	
Statement of Net Position	<u>15</u>
Statement of Activities	<u>17</u>
Fund Financial Statements	
Balance Sheet - Governmental Funds	<u>18</u>
Reconciliation of Total Governmental Fund Balance to the	
Statement of Net Position - Governmental Activities	<u>19</u>
Statement of Revenues, Expenditures and Changes in	
Fund Balances - Governmental Funds	<u>20</u>
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances to the Statement of Activities - Governmental Activities	<u>21</u>
Notes to Financial Statements	<u>22</u>

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	<u>45</u>
Schedule of Changes in the Employer's Net Pension Liability/(Asset)	
Illinois Municipal Retirement Fund	<u>46</u>
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree Benefits Plan	<u>48</u>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	<u>49</u>

OTHER SUPPLEMENTARY INFORMATION

Schedule of Expenditures - Budget and Actual - General Fund	<u>52</u>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Series 2019 G.O. Bond - Debt Service Fund	<u>54</u>

FINANCIAL SECTION

This section includes:

- Independent Auditor's Report
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information

INDEPENDENT AUDITOR'S REPORT

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



INDEPENDENT AUDITOR'S REPORT

October 17, 2024

Members of the Board of Trustees
Skokie Public Library
Skokie, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Skokie Public Library (the Library), Illinois, as of and for the year ended April 30, 2024, 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 Skokie Public Library, Illinois, as of April 30, 2024, 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 and other post-employment benefit (OPEB) schedules, 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 Skokie Public Library, Illinois' basic financial statements. The other supplementary information is 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 is 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

SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

Our discussion and analysis of the Skokie Public Library's financial performance provides an overview of the Library's financial activities for the fiscal year ended April 30, 2024.

FINANCIAL HIGHLIGHTS

- The Library's net position increased \$1,537,216 or 5.0 percent, from a restated beginning balance of \$30,661,183 to \$32,198,399.
- During the year, government-wide revenues totaled \$15,354,762, while government-wide expenses totaled \$13,817,546, resulting in an increase to net position of \$1,537,216.
- Total fund balances for the governmental funds were \$17,163,220 at April 30, 2024 compared to a prior year balance of \$20,881,041, a decrease of \$3,717,821 or 17.8 percent.
- The Library hired an accounting consultant that found it prudent revise the capital asset detail in the current year changing their threshold resulting in a restatement. Additionally, beginning balances in capital assets and long-term debt were restated due to the implementations of GASB Statement No. 96; however, the net effect on the Statement of Activities was zero.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances.

For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Library's operation in more detail than the government-wide statements by providing information about the Library's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Library's finances, in a matter similar to a private-sector business.

The Statement of Net Position reports information on all of the Library's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. 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. Consideration of other nonfinancial factors, such as changes in the Library's property tax base, is needed to assess the overall health of the Library.

The Statement of Activities presents information showing how the government'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 related 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., uncollected taxes).

Both of the government-wide financial statements report functions of the Library that are principally supported by taxes and charges for services revenues (governmental activities). The governmental activities of the Library include the culture, education and recreation function.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements

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 local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Library only maintains governmental funds.

Governmental Funds

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

The Library maintains four individual governmental fund. 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 Site and Building Reserve Fund, which are considered major funds. Data from the Fine Arts Acquisition Fund is presented as a nonmajor fund.

The Library adopts an annual appropriated budget for the General Fund and the Series 2019 G.O. Bond Fund. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

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 obligations, other post-employment benefit obligations and budgetary comparison schedules for the General Fund.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Library, assets/deferred outflows exceeded liabilities/deferred inflows by \$32,198,399.

	Net Position	
	2024	2023
Current and Other Assets	\$ 25,356,597	28,631,092
Capital Assets	29,986,127	24,286,158
Total Assets	55,342,724	52,917,250
Deferred Outflows	2,304,547	3,471,153
Outflows	57,647,271	56,388,403
Long-Term Debt	16,005,085	18,722,256
Other Liabilities	2,541,462	1,976,410
Total Liabilities	18,546,547	20,698,666
Deferred Inflows	6,902,325	6,854,487
Inflows	25,448,872	27,553,153
Net Position		
Net Investment in Capital Assets	14,138,665	7,825,812
Restricted	1,624,852	1,635,426
Unrestricted	16,434,882	19,374,012
Total Net Position	32,198,399	28,835,250

A portion of the Library's net position, \$14,138,665, or 44.0 percent, reflects its investment in capital assets (for example, land, construction in progress, buildings, building improvements, land improvements, furniture and equipment, and books and material), less any related debt used to acquire those assets that is still outstanding. The Library uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Library'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.

An additional portion, \$1,624,852 or 5.0 percent, of the Library's net position represents resources that are subject to external restrictions on how they may be used, including \$1,256,953 restricted for Capital Projects and \$367,899 restricted for Debt Service. The remaining \$16,434,882, or 51.0 percent, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Changes in Net Position	
	2024	2023
Revenues		
Program Revenues		
Charges for Services	\$ 52,926	32,502
Operating Grants and Contributions	121,032	125,015
General Revenues		
Property Taxes	13,518,006	13,448,471
Replacement Taxes	883,380	1,221,722
Interest Income	754,371	365,889
Miscellaneous	25,047	23,195
Total Revenues	15,354,762	15,216,794
Expenses		
Culture, Education and Recreation	13,333,042	14,039,340
Interest on Long-Term Debt	484,504	515,335
Total Expenses	13,817,546	14,554,675
Change in Net Position	1,537,216	662,119
Fund Balance - Beginning as Restated	30,661,183	28,173,131
Net Position-Ending	32,198,399	28,835,250

Net position of the Library's governmental activities increased from a restated beginning balance of \$30,661,183 to \$32,198,399. The balance reported in 2023 was \$28,835,250.

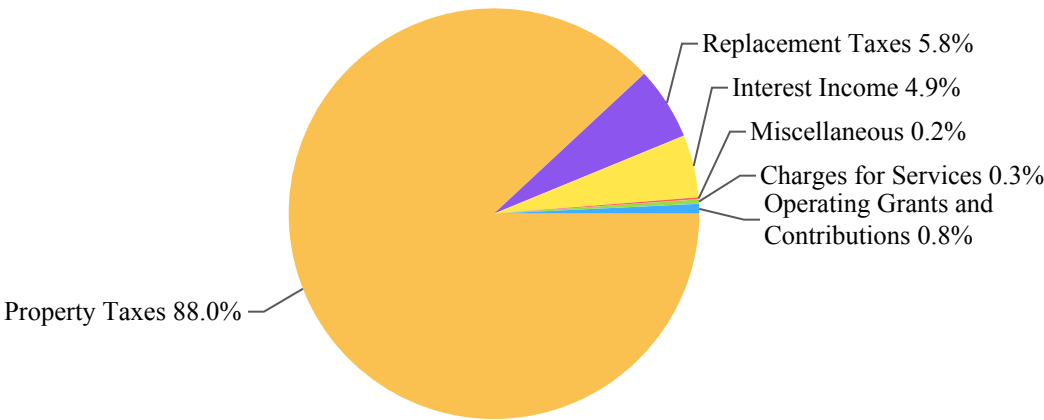
Revenues of \$15,354,762 exceeded expenses of \$13,817,546, resulting in the increase to net position in the current year of \$1,537,216 or 5.0 percent. This increase is mainly due to a decrease in expenses of \$737,129 as a result of decreases to the IMRF net pension liability and the total OPEB liability from the previous year.

Management's Discussion and Analysis
April 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

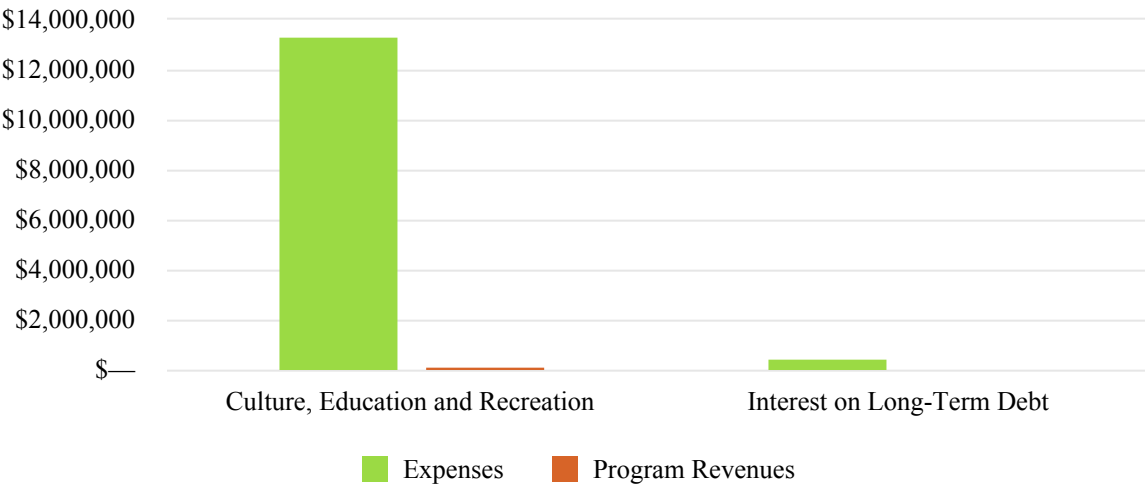
The following table graphically depicts the major revenue sources of the Library. It depicts very clearly the reliance of property taxes to fund governmental activities.

Revenue by Source - Governmental Activities



The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues. The user fees charged do not cover the expenses, which furthermore signifies the Library's reliance on general revenues such as property taxes to fund operations.

Expenses and Program Revenues - Governmental Activities



SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Library uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds

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

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$17,163,220 which is a decrease of 17.8 percent from last year's ending fund balance of \$20,881,041.

In the current year, governmental fund balances decreased by \$3,717,821. The General Fund reported a decrease to fund balance due to substantial capital project expenditures. The Series 2019 G.O. Bond Fund reported a decrease to fund balance due to timing of when collections were received and when debt payments were paid. The Site and Building Reserve Fund reported an increase to fund balance due to a net transfer in of \$1,772,977 from the General Fund for planned capital outlay expenditures.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, there were no supplemental amendments made to the budget for the General Fund.

The General Fund actual revenues were higher than budgeted revenues. Actual revenues for the current year were \$13,699,978, compared to budgeted revenues of \$14,104,986. This resulted primarily from replacement taxes and interest income being \$483,380 and \$181,124 higher than the budgeted amounts of \$400,000 and \$90,000, respectively.

The General Fund actual expenditures were lower than budgeted expenditures. Actual expenditures totaled \$18,019,657, while budgeted expenditures totaled \$19,591,686. This was due primarily to capital outlay expenditures coming in less than what was budgeted as the projects continued into the next fiscal year.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

CAPITAL ASSETS

The Library's investment in capital assets for its governmental activities as of April 30, 2024 was \$29,986,127 (net of accumulated depreciation/amortization). This investment in capital assets includes construction in progress, buildings, building and improvements, land improvements, furniture and equipment, books and material, and subscription assets - software.

	Capital Assets	
	Net of Depreciation/Amortization	
	2024	2023
Land	\$ 1,488,336	1,488,336
Construction in Progress	5,056,542	349,962
Building Improvements	17,812,157	18,637,859
Land Improvements	372,815	435,500
Furniture and Equipment	2,000,709	2,263,830
Books and Material	3,167,685	2,936,604
Subscription Asset - Software	87,883	29,179
Totals	29,986,127	26,141,270

This year's additions to capital assets included:

Construction in Progress	\$ 4,706,580
Building Improvements	166,061
Furniture and Equipment	43,141
Books and Material	727,963
Subscription Asset - Software	145,432
Totals	5,789,177

Additional information on the Library's capital assets can be found in Note 3 of this report.

DEBT ADMINISTRATION

At year-end, the Library had a balance of \$14,865,000 in General Obligation Bonds. This was a decrease of \$645,000 compared to the prior fiscal year. Additionally, the Library had a balance of \$88,019 in Subscriptions Payable. This was an increase of \$58,840 from the prior year, as restated.

Additional information on the Library's long-term debt can be found in Note 3 of this report.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

April 30, 2024

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Library's elected and appointed officials considered many factors when setting the fiscal year 2025 budget, including interest rates and inflation that will impact its various activities. Based on current projections of decreasing interest rates, the Library has adjusted projected revenues to reflect the decrease in returns. It has also increased expenditure lines accordingly to account for the current reality of inflation. The state of the economy is a major factor, as the Library is faced with a similar economic environment as many other local municipalities.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Library's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Skokie Public Library, 5215 Oakton Street, Skokie, Illinois 60077.

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.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Statement of Net Position

April 30, 2024

See Following Page

SKOKIE PUBLIC LIBRARY, ILLINOIS

Statement of Net Position

April 30, 2024

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 18,257,877
Receivables - Net of Allowances	6,998,001
Due from Other Governments	<u>100,719</u>
Total Current Assets	<u>25,356,597</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	6,544,878
Depreciable/Amortizable	32,062,183
Accumulated Depreciation/Amortization	<u>(8,620,934)</u>
Total Noncurrent Assets	<u>29,986,127</u>
Total Assets	<u>55,342,724</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	2,303,384
Deferred Items - RBP	<u>1,163</u>
Total Deferred Outflows of Resources	<u>2,304,547</u>
Total Assets and Deferred Outflows of Resources	<u>57,647,271</u>

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 944,680
Accrued Payroll	181,456
Other Payables	350,719
Accrued Interest Payable	217,104
Current Portion of Long-Term Debt	847,503
Total Current Liabilities	<u>2,541,462</u>
Noncurrent Liabilities	
Compensated Absences	84,030
Net Pension Liability - IMRF	510,245
Total OPEB Liability - RBP	331,367
Intergovernmental Payable - Net	15,079,443
Total Noncurrent Liabilities	<u>16,005,085</u>
Total Liabilities	<u>18,546,547</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	6,716,522
Deferred Items - IMRF	51,059
Deferred Items - RBP	134,744
Total Deferred Inflows of Resources	<u>6,902,325</u>
Total Liabilities and Deferred Inflows of Resources	<u>25,448,872</u>
NET POSITION	
Net Investment in Capital Assets	14,138,665
Restricted	
Capital Projects	1,256,953
Debt Service	367,899
Unrestricted	<u>16,434,882</u>
Total Net Position	<u>32,198,399</u>

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

SKOKIE PUBLIC LIBRARY, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2024

		Program Revenues			Net (Expenses)
		Charges for Services	Operating Grants	Capital Grants and Contributions	Revenues and Changes in Net Position
	Expenses				
Functions					
Culture, Education and Recreation	\$ 13,333,042	52,926	121,032	—	(13,159,084)
Interest on Long-Term Debt	484,504	—	—	—	(484,504)
Total Governmental Activities	13,817,546	52,926	121,032	—	(13,643,588)
		General Revenues			
		Taxes			
		Property Taxes			13,518,006
		Intergovernmental - Unrestricted			
		Replacement Taxes			883,380
		Interest			754,371
		Miscellaneous			25,047
					15,180,804
		Change in Net Position			1,537,216
		Net Position - Beginning as Restated			30,661,183
		Net Position - Ending			32,198,399

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

SKOKIE PUBLIC LIBRARY, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2024

	General	Debt Service Series 2019 G.O. Bond	Capital Projects Site and Building Reserve	Nonmajor Fine Arts Acquisition	Totals
ASSETS					
Cash and Investments	\$ 6,829,672	573,798	10,840,569	13,838	18,257,877
Receivables - Net of Allowances					
Taxes	6,251,738	593,937	—	—	6,845,675
Other	152,326	—	—	—	152,326
Due from Other Governments	100,719	—	—	—	100,719
Total Assets	13,334,455	1,167,735	10,840,569	13,838	25,356,597
LIABILITIES					
Accounts Payable	944,680	—	—	—	944,680
Accrued Payroll	181,456	—	—	—	181,456
Other Payables	350,719	—	—	—	350,719
Total Liabilities	1,476,855	—	—	—	1,476,855
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	6,133,790	582,732	—	—	6,716,522
Total Liabilities and Deferred Inflows of Resources	7,610,645	582,732	—	—	8,193,377
FUND BALANCES					
Restricted	1,256,953	585,003	—	—	1,841,956
Assigned	—	—	10,840,569	13,838	10,854,407
Unassigned	4,466,857	—	—	—	4,466,857
Total Fund Balances	5,723,810	585,003	10,840,569	13,838	17,163,220
Total Liabilities, Deferred Inflows of Resources and Fund Balances	13,334,455	1,167,735	10,840,569	13,838	25,356,597

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

SKOKIE PUBLIC LIBRARY, ILLINOIS

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

April 30, 2024

Total Fund Balances	\$ 17,163,220
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.	29,986,127
Deferred outflows of resources related to the pension not reported in the funds.	
Deferred Items - IMRF	2,252,325
Deferred Items - RBP	(133,581)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(105,037)
Net Pension Liability - IMRF	(510,245)
Total OPEB Liability - RBP	(389,844)
Intergovernmental Payable	(15,759,443)
Subscriptions Payable	(88,019)
Accrued Interest Payable	(217,104)
Net Position of Governmental Activities	<u><u>32,198,399</u></u>

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

SKOKIE PUBLIC LIBRARY, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances For the Fiscal Year Ended April 30, 2024

	General	Debt Service Series 2019 G.O. Bond	Capital Projects Site and Building Reserve	Nonmajor Fine Arts Acquisition	Totals
Revenues					
Taxes	\$ 12,346,469	1,171,537	—	—	13,518,006
Intergovernmental	883,380	—	—	—	883,380
Charges for Services	52,926	—	—	—	52,926
Grants and Donations	121,032	—	—	—	121,032
Interest	271,124	—	483,245	2	754,371
Miscellaneous	25,047	—	—	—	25,047
Total Revenues	13,699,978	1,171,537	483,245	2	15,354,762
Expenditures					
Culture, Education and Recreation	12,356,323	—	—	59	12,356,382
Capital Outlay	5,576,196	—	—	—	5,576,196
Debt Service					
Principal Retirement	86,592	645,000	—	—	731,592
Interest and Fiscal Charges	546	553,299	—	—	553,845
Total Expenditures	18,019,657	1,198,299	—	59	19,218,015
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,319,679)	(26,762)	483,245	(57)	(3,863,253)
Other Financing Sources (Uses)					
Debt Issuance	145,432	—	—	—	145,432
Transfers In	—	—	1,772,977	—	1,772,977
Transfers Out	(1,772,977)	—	—	—	(1,772,977)
	(1,627,545)	—	1,772,977	—	145,432
Net Change in Fund Balance	(5,947,224)	(26,762)	2,256,222	(57)	(3,717,821)
Fund Balances - Beginning	11,671,034	611,765	8,584,347	13,895	20,881,041
Fund Balances - Ending	5,723,810	585,003	10,840,569	13,838	17,163,220

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

SKOKIE 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 April 30, 2024**

Net Change in Fund Balances	\$ (3,717,821)
------------------------------------	-----------------------

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	5,789,177
Depreciation/Amortization Expense	(1,928,122)
Disposal of Capital Assets - Cost	(1,101,748)
Disposal of Capital Assets - Accumulated Depreciation	1,085,550

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

Change in Deferred Items - IMRF	(1,030,291)
Change in Deferred Items - RBP	(133,581)

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	(21,201)
Change in Net Pension Liability - IMRF	1,779,267
Change in Total OPEB Liability - RBP	160,485
Retirement of Debt	731,592
Issuance of Debt	(145,432)
Amortization on Premium on Debt Issuance	55,903
Change to Accrued Interest Payable	13,438

Changes in Net Position	1,537,216
--------------------------------	------------------

Notes to the Financial Statements

April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Skokie Public Library (the Library), is located in Cook County, Illinois. The Library operates under a President-Trustee form of government and provides the following services as authorized by its charter. For financial reporting purposes the Library includes all funds, agencies, and boards that are responsible to the Library Board of Trustees. Responsibility to the Board of Trustees was determined on the basis of budget adoption, taxing authority, outstanding debt secured by receipts or general obligations of the Library and obligations of the Library to finance any debts that may occur.

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 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 and there are no discretely component units to include in the reporting entity.

BASIS OF PRESENTATION

Basic Financial 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 culture, education and recreation 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) 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.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

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.

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 funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Library maintains one major debt service fund, the Series 2019 G.O. Bond Fund and is used to account for the retirement of the Library's bonded debt.

Capital projects funds are created to account for all resources used for the accumulation of funds for anticipated capital improvements. The Library maintains two capital projects funds. The Site and Building Reserve Fund, a major fund, is used to account for the accumulation of funds for anticipated capital improvements.

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.

Notes to the Financial Statements

April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

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. This fund uses 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.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

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.

Interfund Receivables, Payables and Activity

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. Internal service fund services provided and used are not eliminated in the process of consolidation. 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. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

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.

Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 for building improvements and \$5,000 for all other assets, 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.

Notes to the Financial Statements

April 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Capital Assets - Continued

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

Buildings	40 Years
Buildings and Improvements	20 Years
Land Improvements	20 Years
Furniture and Equipment	5 - 10 Years
Books and Material	7 Years
Subscription Assets - Software	2 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.

Notes to the Financial Statements

April 30, 2024

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

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Budget amounts are as originally adopted by the Library Board of Trustees. All annual appropriations lapse at fiscal year end.

The budget is prepared for the General Fund and the Series 2019 G.O. Bond Fund by 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 Library Board of Trustees for review. This governing body holds public meetings and may add to, subtract from, or change appropriations. The budget may be amended by the governing body. State statutes and local ordinances require that the budget be approved before the beginning of the fiscal year.

Expenditures may not legally exceed budgeted appropriations at the fund level.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

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 \$8,953,801 and the bank balances totaled \$9,778,708. Additionally, at year-end the Library has \$9,304,076 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 Library's investment policy addresses interest rate risk by maintaining sufficient liquidity to meet operating requirements. 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. The Library limits its exposure to credit risk by limiting investments to the safest types of securities; prequalifying the financial institutions, intermediaries, and advisors with which the Library will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized. At year-end, the Library's investment in the Illinois Funds is rated AAmmf 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 requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Library, an independent third party or the Federal Reserve Bank of Chicago. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

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 requires all security transactions that are exposed to custodial credit risk must fully collateralize each investment for the duration of the term. At year-end, the Library's investments in the Illinois Funds is not subject to custodial credit risk.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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 requires diversification investments to the best of its ability based on the type of funds invested and the cash flow needs of those funds. Diversification can be by type of investment, number of institutions invested in, and length of maturity. 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

Property taxes for 2023 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1, and June 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 3% of the tax levy, to reflect actual collection experience.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Site and Building Reserve	General	<u>\$ 1,772,977</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Restated Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 1,488,336	—	—	1,488,336
Construction in Progress	349,962	4,706,580	—	5,056,542
	<u>1,838,298</u>	<u>4,706,580</u>	<u>—</u>	<u>6,544,878</u>
Depreciable/Amortizable Capital Assets				
Buildings	3,035,695	—	—	3,035,695
Building Improvements	19,835,262	166,061	—	20,001,323
Land Improvements	1,052,269	—	23,140	1,029,129
Furniture and Equipment	2,856,604	43,141	—	2,899,745
Books and Material	5,272,325	727,963	1,078,608	4,921,680
Subscription Asset - Software	29,179	145,432	—	174,611
	<u>32,081,334</u>	<u>1,082,597</u>	<u>1,101,748</u>	<u>32,062,183</u>
Less Accumulated Depreciation/Amortization				
Buildings	3,035,695	—	—	3,035,695
Building Improvements	1,197,403	991,763	—	2,189,166
Land Improvements	616,769	46,487	6,942	656,314
Furniture and Equipment	592,774	306,262	—	899,036
Books and Material	2,335,721	496,882	1,078,608	1,753,995
Subscription Asset - Software	—	86,728	—	86,728
	<u>7,778,362</u>	<u>1,928,122</u>	<u>1,085,550</u>	<u>8,620,934</u>
Total Net Depreciable/Amortizable Capital Assets	<u>24,302,972</u>	<u>(845,525)</u>	<u>16,198</u>	<u>23,441,249</u>
Total Net Capital Assets	<u>26,141,270</u>	<u>3,861,055</u>	<u>16,198</u>	<u>29,986,127</u>

Depreciation/amortization expense of \$1,928,122 was charged to the culture, education and recreation function.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

Intergovernmental Payable - General Obligation Bonds

The Village of Skokie issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village of Skokie. The Village of Skokie and the Library have an intergovernmental agreement for the Library's portion of the bonds. The portion of the Library's General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Intergovernmental Payable - General Obligation Bonds of 2019 - Due in annual installments of \$585,000 to \$1,165,000 plus interest at 3.00% to 5.00% through December 1, 2039.	\$ 15,510,000	—	645,000	14,865,000

Subscriptions Payable

The Library has the following subscriptions payable at year end:

Subscriptions	Term Length	Start Date	Payments	Interest Rate
Innovative	2 years	May 1, 2023	\$74,663	1.87%
Communico	2 years	May 1, 2023	\$15,000	1.87%

The future principal and interest subscription payments as of the year-end are as follows:

Fiscal Year	Principal	Interest
2025	\$ 88,019	1,644

Long-Term Liabilities Activity

The General Fund makes payments on the compensated absences, the net pension liability, the total OPEB liability, and the subscriptions payable. The Series 2019 G.O. Bond Fund makes payments on the intergovernmental payable - general obligation bonds.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liabilities Activity - Continued

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

Type of Debt	Restated Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 83,836	42,405	21,204	105,037	21,007
Net Pension Liability - IMRF	2,289,512	—	1,779,267	510,245	—
Total OPEB Liability - RBP	550,329	—	160,485	389,844	58,477
Intergovernmental Payable					
General Obligation Bonds	15,510,000	—	645,000	14,865,000	680,000
Plus: Unamortized Premium	950,346	—	55,903	894,443	—
Subscriptions Payable	29,179	145,432	86,592	88,019	88,019
	19,413,202	187,837	2,748,451	16,852,588	847,503

Debt Service Requirements to Maturity

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

Fiscal Year	Intergovernmental Payable		
	General Obligation Bonds		
	Principal	Interest	Total
2025	\$ 680,000	521,050	1,201,050
2026	715,000	487,050	1,202,050
2027	750,000	451,300	1,201,300
2028	785,000	413,800	1,198,800
2029	825,000	374,550	1,199,550
2030	870,000	333,300	1,203,300
2031	895,000	307,200	1,202,200
2032	920,000	280,350	1,200,350
2033	950,000	252,750	1,202,750
2034	975,000	224,250	1,199,250
2035	1,005,000	195,000	1,200,000
2036	1,035,000	164,850	1,199,850
2037	1,065,000	133,800	1,198,800
2038	1,100,000	101,850	1,201,850
2039	1,130,000	68,850	1,198,850
2040	1,165,000	34,950	1,199,950
Total	14,865,000	4,344,900	19,209,900

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

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 Series 2019 G.O. Bond	Capital Projects Site and Building Reserve	Nonmajor Fine Arts Acquisition	Totals
Fund Balances					
Restricted					
Capital Projects	1,256,953	—	—	—	1,256,953
Debt Service	—	585,003	—	—	585,003
	<u>1,256,953</u>	<u>585,003</u>	<u>—</u>	<u>—</u>	<u>1,841,956</u>
Assigned					
Fine Arts	—	—	—	13,838	13,838
Capital Projects	—	—	10,840,569	—	10,840,569
	<u>—</u>	<u>—</u>	<u>10,840,569</u>	<u>13,838</u>	<u>10,854,407</u>
Unassigned	4,466,857	—	—	—	4,466,857
Total Fund Balances	<u>5,723,810</u>	<u>585,003</u>	<u>10,840,569</u>	<u>13,838</u>	<u>17,163,220</u>

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.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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.

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 Reserve Fund should maintain a minimum fund balance equal to no less than five months of operating expenditures at any time of the year.

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2024:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 29,986,127
Less Capital Related Debt:	
General Obligation Bonds of 2019	(14,865,000)
Subscriptions Payable	(88,019)
Unamortized Premium	<u>(894,443)</u>
Net Investment in Capital Assets	<u>14,138,665</u>

NET POSITION RESTATEMENT

The Library hired an accounting consultant that found it prudent revise the capital asset detail in the current year changing their threshold resulting in a restatement. Additionally, beginning balances in capital assets and long-term debt were restated due to the implementations of GASB Statement No. 96; however, the net effect on the Statement of Activities was zero. The following is a summary of the net position as originally reported and as restated.

Net Position	As Reported	As Restated	Increase
Governmental Activities	\$ 28,835,250	30,661,183	1,825,933

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

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.

Public Entity Risk Pool

The Library participates in LIRA (Libraries of Illinois Risk Agency), a public entity risk pool with the transfer of risk. The Library is responsible for an annual premium payment and the pool is responsible for administering the program. If funds are insufficient in the judgment of the pool, the pool may assess the members' additional equal payments. The Library's policy is to record any related expenditures in the year in which they are notified of any additional assessments. The Library is not aware of any additional assessments owed as of April 30, 2024.

CONTINGENT LIABILITIES

Litigation

The Library is not a defendant in any lawsuits.

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.

Notes to the Financial Statements

April 30, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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).

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

107

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

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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 April 30, 2024, the Library's contribution was 4.48% 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.

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.

Notes to the Financial Statements

April 30, 2024

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. 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:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.50%	4.75%
Domestic Equities	34.50%	5.00%
International Equities	18.00%	6.35%
Real Estate	10.50%	6.30%
Blended	11.50%	6.05% - 8.65%
Cash and Cash Equivalents	1.00%	3.80%

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.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Library calculated using the discount rate as well as what the Library's net pension liability/(asset) 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/(Asset)	\$ 4,165,954	510,245	(2,435,129)

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	\$ 41,270,544	38,981,032	2,289,512
Changes for the Year:			
Service Cost	414,847	—	414,847
Interest	1,832,654	—	1,832,654
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	485,072	—	485,072
Changes of Assumptions	(15,985)	—	(15,985)
Contributions - Employer	—	199,823	(199,823)
Contributions - Employees	—	207,390	(207,390)
Net Investment Income	—	3,342,698	(3,342,698)
Benefit Payments, Including Refunds of Employee Contributions	(1,853,239)	(1,853,239)	—
Other (Net Transfer)	—	745,944	(745,944)
Net Changes	863,349	2,642,616	(1,779,267)
Balances at December 31, 2023	42,133,893	41,623,648	510,245

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

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 April 30, 2024, the Library recognized pension revenue of \$457,194. At April 30, 2024, 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	\$ 539,574	(39,605)	499,969
Change in Assumptions	—	(11,454)	(11,454)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	1,684,375	—	1,684,375
Total Expense to be Recognized in Future Periods	2,223,949	(51,059)	2,172,890
Contributions Subsequent to the Measurement Date	79,435	—	79,435
Total Deferred Amounts Related to IMRF	2,303,384	(51,059)	2,252,325

\$79,435 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2025. 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
2025	\$ 370,956
2026	765,930
2027	1,274,162
2028	(238,158)
2029	—
Thereafter	—
Total	2,172,890

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Library's defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general employees of the Library. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare to retired employees and their dependents. The retired employees and dependents pay 100% of the blended group premium cost.

Plan Membership. As of April 30, 2024, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	3
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	99
Total	<u>102</u>

Total OPEB Liability

The Library's total OPEB liability was measured as of April 30, 2024, and was determined by an actuarial valuation as of April 30, 2024.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the April 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.25%
Salary Increases	2.50%
Discount Rate	4.07%
Healthcare Cost Trend Rates	For PPO, an initial rate of 6.80% in 2024 decreasing to an ultimate rate of 5.20% in 2034 and later years. For HAS, an initial rate of 7.50% in 2024 decreasing to an ultimate rate of 5.28% in 2034 and later years. For HMO, an initial rate of 7.60% decreasing to an ultimate rate of 5.29% in 2034 and later years.
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on expected long-term rate of return on plan assets and the municipal bond rate.

Mortality rates are based on the PubG-2010(B) improved generationally using MP-2020 improvement rates, weighted per IMRF experience study report dated December 14, 2020.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at April 30, 2023	\$ 550,329
Changes for the Year:	
Service Cost	7,091
Interest	18,706
Difference Between Expected and Actual Experience	(146,669)
Changes of Assumptions or Other Inputs	1,267
Benefit Payments	(40,880)
Net Changes	(160,485)
Balance at April 30, 2024	389,844

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 4.07%, while the prior valuation used 3.53%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.07%)	Current Discount Rate (4.07%)	1% Increase (5.07%)
Total OPEB Liability	\$ 411,711	389,844	369,146

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 359,574	389,844	424,748

SKOKIE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

April 30, 2024

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended April 30, 2024, the Library recognized OPEB expense of \$13,976. At April 30, 2024, the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	(134,744)	(134,744)
Change in Assumptions	1,163	—	1,163
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	1,163	(134,744)	(133,581)

There are no employer contributions made subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2025	\$ (11,821)
2026	(11,821)
2027	(11,821)
2028	(11,821)
2029	(11,821)
Thereafter	(74,476)
Total	(133,581)

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
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefit Plan
- Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund

Notes to the Required Supplementary Information

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

SKOKIE PUBLIC LIBRARY, ILLINOIS

Illinois Municipal Retirement Fund Schedule of Employer Contributions April 30, 2024

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	\$ 529,405	\$ 551,901	\$ 22,496	\$ 4,865,852	11.34%
4/30/2017	559,726	576,461	16,735	5,121,002	11.26%
4/30/2018	536,655	540,394	3,739	5,077,153	10.64%
4/30/2019	631,242	632,780	1,538	5,641,127	11.22%
4/30/2020	469,647	478,303	8,656	5,405,025	8.85%
4/30/2021	625,463	625,463	—	6,107,813	10.24%
4/30/2022	507,327	507,327	—	5,606,612	9.05%
4/30/2023	378,015	378,015	—	5,762,957	6.56%
4/30/2024	291,782	291,782	—	6,510,930	4.48%

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.

SKOKIE PUBLIC LIBRARY, ILLINOIS

Illinois Municipal Retirement Fund

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

April 30, 2024

	12/31/2015	12/31/2016
Total Pension Liability		
Service Cost	\$ 520,356	526,250
Interest	2,232,065	2,303,418
Changes in Benefit Terms	—	—
Difference Between Expected and Actual Experience	64,498	856,731
Change of Assumptions	73,760	(78,334)
Benefit Payments, Including Refunds of Member Contributions	(1,468,629)	(1,607,235)
Net Change in Total Pension Liability	1,422,050	2,000,830
Total Pension Liability - Beginning	30,235,003	31,657,053
Total Pension Liability - Ending	31,657,053	33,657,883
Plan Fiduciary Net Position		
Contributions - Employer	\$ 551,901	576,461
Contributions - Members	220,813	239,574
Net Investment Income	144,598	1,937,848
Benefit Payments, Including Refunds of Member Contributions	(1,468,629)	(1,607,235)
Other (Net Transfer)	(125,687)	327,394
Net Change in Plan Fiduciary Net Position	(677,004)	1,474,042
Plan Net Position - Beginning	29,267,552	28,590,548
Plan Net Position - Ending	28,590,548	30,064,590
Employer's Net Pension Liability/(Asset)	\$ 3,066,505	3,593,293
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	90.31%	89.32%
Covered Payroll	\$ 4,865,853	5,121,002
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	63.02%	70.17%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2023.

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

12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023
542,330	537,872	572,445	593,572	550,943	489,243	414,847
2,465,159	2,612,279	2,557,546	2,954,534	2,965,662	3,480,690	1,832,654
—	—	—	—	—	—	—
(504,715)	444,278	(6,640)	58,943	(316,436)	555,132	485,072
(1,064,809)	985,943	—	(338,733)	—	—	(15,985)
(1,666,389)	(1,940,345)	(2,169,826)	(2,292,636)	(2,302,022)	(2,151,359)	(1,853,239)
(228,424)	2,640,027	953,525	975,680	898,147	2,373,706	863,349
33,657,883	33,429,459	36,069,486	37,023,011	37,998,691	38,896,838	41,270,544
33,429,459	36,069,486	37,023,011	37,998,691	38,896,838	41,270,544	42,133,893
540,394	632,780	439,181	606,711	575,317	404,296	199,823
228,520	265,218	246,903	267,687	259,727	247,827	207,390
5,335,271	(2,036,485)	6,238,733	5,803,635	7,498,296	(5,716,699)	3,342,698
(1,666,389)	(1,940,345)	(2,169,826)	(2,292,636)	(2,302,022)	(2,151,359)	(1,853,239)
(608,380)	602,102	63,422	10,925	(377,859)	(88,503)	745,944
3,829,416	(2,476,730)	4,818,413	4,396,322	5,653,459	(7,304,438)	2,642,616
30,064,590	33,894,006	31,417,276	36,235,689	40,632,011	46,285,470	38,981,032
33,894,006	31,417,276	36,235,689	40,632,011	46,285,470	38,981,032	41,623,648
(464,547)	4,652,210	787,322	(2,633,320)	(7,388,632)	2,289,512	510,245
101.39%	87.10%	97.87%	106.93%	119.00%	94.45%	98.79%
5,077,153	5,641,127	5,476,218	5,839,255	5,771,703	5,352,732	4,593,139
(9.15%)	82.47%	14.38%	(45.10%)	(128.01%)	42.77%	11.11%

SKOKIE PUBLIC LIBRARY, ILLINOIS

Retiree Benefits Plan

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2024

	4/30/2020	4/30/2021	4/30/2022	4/30/2023	4/30/2024
Total OPEB Liability					
Service Cost	\$ 13,302	15,007	10,893	7,228	7,091
Interest	26,131	19,410	17,167	18,313	18,706
Changes in Benefit Terms	—	—	—	—	—
Differences Between Expected and Actual Experience	—	—	(28,802)	—	(146,669)
Change of Assumptions or Other Inputs	89,022	19,735	(131,347)	(23,426)	1,267
Benefit Payments	(49,690)	(49,315)	(62,840)	(44,527)	(40,880)
Net Change in Total OPEB Liability	78,765	4,837	(194,929)	(42,412)	(160,485)
Total OPEB Liability - Beginning	704,068	782,833	787,670	592,741	550,329
Total OPEB Liability - Ending	782,833	787,670	592,741	550,329	389,844
Covered-Employee Payroll	\$ 4,602,827	5,227,029	4,693,711	5,230,942	6,974,853
Total OPEB Liability as a Percentage of Covered-Employee Payroll	17.01%	15.07%	12.63%	10.52%	5.59%

Notes:

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

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2020 through 2024.

SKOKIE PUBLIC LIBRARY, ILLINOIS

General Fund

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

For the Fiscal Year Ended April 30, 2024

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues			
Taxes			
Property Taxes	\$ 13,474,986	13,474,986	12,346,469
Intergovernmental			
Replacement Taxes	400,000	400,000	883,380
Charges for Services			
Fees	25,000	25,000	33,848
Lost Items	—	—	19,078
Grants and Donations			
State and Other Grants	100,000	100,000	110,040
Donations	—	—	10,992
Interest	90,000	90,000	271,124
Miscellaneous	15,000	15,000	25,047
Total Revenues	14,104,986	14,104,986	13,699,978
Expenditures			
Culture, Education and Recreation			
Personnel Services	8,503,000	8,503,000	8,238,507
Commodities	1,508,000	1,508,000	1,459,638
Contractual Services	3,095,686	3,095,686	2,658,178
Capital Outlay	6,485,000	6,485,000	5,576,196
Debt Service			
Principal Retirement	—	—	86,592
Interest and Fiscal Charges	—	—	546
Total Expenditures	19,591,686	19,591,686	18,019,657
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(5,486,700)	(5,486,700)	(4,319,679)
Other Financing Sources (Uses)			
Debt Issuance	—	—	145,432
Transfers Out	—	—	(1,772,977)
	—	—	(1,627,545)
Net Change in Fund Balance	(5,486,700)	(5,486,700)	(5,947,224)
Fund Balance - Beginning			11,671,034
Fund Balance - Ending			5,723,810

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds

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

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Series 2019 G.O. Bond Fund

The Series 2019 G.O. Bond Fund is used to account for the retirement of the Library's bonded debt.

CAPITAL PROJECTS FUNDS

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

Site and Building Reserve Fund

The Site and Building Reserve Fund is used to account for the accumulation of funds for anticipated capital improvements.

Fine Arts Acquisition Fund

The Fine Arts Acquisition Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

SKOKIE PUBLIC LIBRARY, ILLINOIS**General Fund****Scheduling of Expenditures - Budget and Actual****For the Fiscal Year Ended April 30, 2024**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Culture, Education and Recreation			
Personnel Services			
Salaries	\$ 7,550,000	7,550,000	7,373,238
Employer IMRF	335,000	335,000	279,257
Employer FICA	572,000	572,000	532,347
Section 125 Reimbursements	—	—	11,915
Health Services Account - Employer Contribution	46,000	46,000	41,750
	8,503,000	8,503,000	8,238,507
Commodities			
Physical Content	770,000	770,000	727,963
Leased Content	433,000	433,000	434,140
Research	210,000	210,000	199,666
Janitorial Supplies	34,500	34,500	35,458
Library Supplies	60,500	60,500	62,411
	1,508,000	1,508,000	1,459,638
Contractual Services			
Audit Fees	9,500	9,500	7,860
Contingency	50,000	50,000	33,901
Continued Education and Memberships	145,000	145,000	128,510
Insurance - Health/Dental/Life	950,000	950,000	903,829
Insurance - General	135,000	135,000	132,186
Maintenance of Automobile Equipment	20,000	20,000	11,123
Maintenance of Buildings and Grounds	347,000	347,000	413,031
Maintenance of Equipment	65,000	65,000	58,903
Materials Processing	72,000	72,000	76,511
Other Grants/Program Sponsorships	300,000	300,000	55,989
Furniture and Equipment	45,000	45,000	27,333
Postage	35,000	35,000	35,440
Printing and Publicity	111,600	111,600	113,604

SKOKIE PUBLIC LIBRARY, ILLINOIS**General Fund****Scheduling of Expenditures - Budget and Actual - Continued****For the Fiscal Year Ended April 30, 2024**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Culture, Education and Recreation - Continued			
Contractual Services - Continued			
Professional Services	\$ 112,836	112,836	69,808
Programming	132,750	132,750	126,629
Reception and Meetings	25,000	25,000	25,126
Summer Reading Contribution	—	—	5,820
Technology/Network	460,000	460,000	369,506
Utilities	80,000	80,000	63,069
	3,095,686	3,095,686	2,658,178
Total Culture, Education and Recreation	13,106,686	13,106,686	12,356,323
Capital Outlay	6,485,000	6,485,000	5,576,196
Debt Service			
Principal Retirement	—	—	86,592
Interest and Fiscal Charges	—	—	546
Total Debt Service	—	—	87,138
Total Expenditures	19,591,686	19,591,686	18,019,657

SKOKIE PUBLIC LIBRARY, ILLINOIS**Series 2019 G.O. Bond - Debt Service Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2024**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ —	—	1,171,537
Expenditures			
Debt Service			
Principal Retirement	645,000	645,000	645,000
Interest and Fiscal Charges	553,300	553,300	553,299
Total Expenditures	1,198,300	1,198,300	1,198,299
Net Change in Fund Balance	<u>(1,198,300)</u>	<u>(1,198,300)</u>	(26,762)
Fund Balance - Beginning			<u>611,765</u>
Fund Balance - Ending			<u>585,003</u>