CRETE PUBLIC LIBRARY DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

JUNE 30, 2003

CRETE PUBLIC LIBRARY DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2003

Table of Contents

INTRODUCTORY SECTION

Title Page
Table of Contents

FINANCIAL SECTION — EXHIBIT

Auditor's Opinion

Combined Statements - Overview

Combined Balance Sheet - All Fund Types and Account Groups....1

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds....2

Combined Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types and Expendable Trust Funds....3

Notes to Financial Statements....Pages 1-10

Combined and Individual Fund Statements

General Fund:

Balance Sheet....4
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....5
Statement of Expenditures Budget and Actual....6

Special Revenue Funds:

Combining Balance Sheet....7
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....8

Audit Fund

Balance Sheet....9
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....10

TABLE OF CONTENTS - continued

EXHIBIT

Public Liability Insurance Fund

Balance Sheet....11
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....12

Workmen's Compensation Fund

Balance Sheet....13
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....14

Illinois Municipal Retirement Fund

Balance Sheet....15
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....16

Social Security Fund

Balance Sheet....17
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....18

Unemployment Compensation Fund

Balance Sheet....19
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....20

Library Building and Sites Fund

Balance Sheet....21
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....22

Special Reserve Fund

Balance Sheet....23
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....24

Fiduciary Funds:

Development Trust
Balance Sheet....25
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....26

TABLE OF CONTENTS - Continued

Working Cash
Balance Sheet....27
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....28

Debt Service Fund

Balance Sheet....29
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....30

Capital Projects Fund

Balance Sheet....31
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual....32

STATISTICAL SECTION

TABLE

Tax Collected and Taxes Receivable....1

Assessed Valuation and Extended Tax Rates....2

FINANCIAL SECTION

WILLIAM A. LAU
AND COMPANY, LTD.
CERTIFIED PUBLIC ACCOUNTANTS

WAL

18825 Dixie Highway
Homewood, Illinois 60430
708/957-4800
Fax 708-957-4878

INDEPENDENT AUDITOR'S REPORT

BOARD OF TRUSTEES
CRETE PUBLIC LIBRARY DISTRICT

We have audited the general purpose financial statements and the combining and individual fund and account group financial statements of the Crete Public Library District as of and for the year ended June 30, 2003, as listed in the foregoing table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Crete Public Library District as of June 30, 2003, and the results of its operations for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion the combining and individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of Crete Public Library District as of June 30, 2003, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining and individual fund and account group financial statements of Crete Public Library District. The tables listed in the table of contents as supplementary information are presented for purpose of additional analysis and are not part of the financial statements of the Crete Public Library District. Such information has been subjected to the same audit procedures applied to the general purpose and combining and individual fund and account group financial statements and, in our opinion, are fairly presented in all material aspects in relation to the financial statements of the respective individual fund and account groups taken as a whole.

WILLIAM A. LAU
AND COMPANY, LTD.

William A. Lau & Co. Ltd

CERTIFIED PUBLIC ACCOUNTANTS

October 7, 2003
Homewood, IL

CRETE PUBLIC LIBRARY DISTRICT
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2003

EXHIBIT 1

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPES		ACCOUNT GROUPS		TOTALS (MEMO ONLY)	
ASSETS	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	DEVELOPMENT TRUST	WORKING CASH	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	2003	2002
Cash and Investments	$ 265,583	$ 126,572	$ 74,276	$ 98,628	$ 15,553	$ 77,582	$ -	$ -	$ 658,194	$ 684,665
Receivables: (Net of Allowance For Uncollectibles)										
Due from Other Funds	-	-	-	-	-	-	-	-	-	-
Property Taxes	221,093	43,398	135,890	-	-	-	-	-	400,381	380,079
Illinois State Library Grant	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	840	6,410	-	-	-	-	-	-	7,250	4,970
Furniture and Equipment	-	-	-	-	-	-	620,695	-	620,695	608,499
Leasehold Improvements	-	-	-	-	-	-	-	-	-	-
Main Street Location:										
Land	-	-	-	-	-	-	133,931	-	133,931	133,931
Building	-	-	-	-	-	-	2,926,444	-	2,926,444	2,926,444
Architecture	-	-	-	-	-	-	258,946	-	258,946	258,946
Amount To Be Provided From Tax Revenues for Retirement of General Long-Term Debt	-	-	-	-	-	-	-	2,275,000	2,275,000	2,400,000
Amount Available in Debt Service Fund	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 487,516	$ 176,380	$ 210,166	$ 98,628	$ 15,553	$ 77,582	$ 3,940,016	$ 2,275,000	$ 7,280,841	$ 7,397,534

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

CRETE PUBLIC LIBRARY DISTRICT
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2003

EXHIBIT 1
(cont'd)

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPES		ACCOUNT GROUPS		TOTALS (MEMO ONLY)	
LIABILITIES	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	DEVELOPMENT TRUST	WORKING CASH	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	2003	2002
Liabilities:										
Cash Overdraft	$ -	$ 2,479	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,479	$ 1,760
Accounts Payable	11,388	7,502	-	-	-	-	-	-	18,890	8,591
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Accrued Expenses	813	1,923	-	-	-	-	-	-	2,736	1,532
Deferred Revenue:										
Property Tax Receivable	221,093	43,398	135,890	-	-	-	-	-	400,381	380,079
Advance Collections of 2001 Tax Levy	208,953	41,021	128,430	-	-	-	-	-	378,404	364,226
General Obligation Bonds Payable	-	-	-	-	-	-	-	2,275,000	2,275,000	2,400,000
Total Liabilities	$ 442,247	$ 96,323	$ 264,320	$ -	$ -	$ -	$ -	$ 2,275,000	$ 3,077,890	$ 3,156,188
Fund Equity:										
Investment In General Fixed Assets	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,940,016	$ -	$ 3,940,016	$ 3,927,820
Fund Balances:										
Reserved	-						-	-	-	-
Unreserved	45,269	80,057	(54,154)	98,628	15,553	77,582	-	-	262,935	313,526
Total Fund Equity	$ 45,269	$ 80,057	$ (54,154)	$ 98,628	$ 15,553	$ 77,582	$ 3,940,016	$ -	$ 4,202,951	$ 4,241,346
Total Liabilities and Fund Equity	$ 487,516	$ 176,380	$ 210,166	$ 98,628	$ 15,553	$ 77,582	$ 3,940,016	$ 2,275,000	$ 7,280,841	$ 7,397,534

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

EXHIBIT 2

CRETE PUBLIC LIBRARY DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES WITH COMPARATIVE TOTALS
ALL GOVERNMENTAL FUND TYPES AND DEVELOPMENT TRUST FUND
YEAR ENDED JUNE 30, 2003

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPES		TOTALS (MEMO ONLY)	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	DEVELOPMENT TRUST	WORKING CASH	2003	2002
Revenues:								
Property Taxes	$ 416,679	$ 83,983	$ 250,518	$ -	$ -	$ -	$ 751,180	$ 739,120
Personal Property Replacement Tax	1,834	-	-	-	-	-	1,834	2,416
State of Illinois:								
Per Capita Grant	23,943	-	-	-	-	-	23,943	22,440
Grants & Miscellaneous	3,300	-	-	-	-	-	3,300	10,100
Interest	8,425	-	-	1,584	-	-	10,009	15,859
Desk Receipts	18,792	-	-	-	-	-	18,792	15,998
Developer Fees	6,350	-	-	-	-	-	6,350	6,500
Meeting Room	1,145	-	-	-	-	-	1,145	375
Miscellaneous	8,317	-	-	-	3,325	-	11,642	7,692
Total Revenues	$ 488,785	$ 83,983	$ 250,518	$ 1,584	$ 3,325	$ -	$ 828,195	$ 820,500
Expenditures:								
Operating	$ 519,984	$ 87,887	$ 246,194	$ 22,203	$ -	$ -	$ 876,268	$ 846,984
Development	-	-	-	-	2,517	-	2,517	1,130
Total Expenditures	$ 519,984	$ 87,887	$ 246,194	$ 22,203	$ 2,517	$ -	$ 878,785	$ 848,114
Revenues Over (Under) Expenditures	$ (31,199)	$ (3,904)	$ 4,324	$ (20,619)	$ 808	$ -	$ (50,590)	$ (27,614)
Other Financing Sources (Uses):								
Bond Proceeds	-	-	-	-	-	-	-	-
Operating Transfers In (Out)	-	-	-	-	-	-	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (31,199)	$ (3,904)	$ 4,324	$ (20,619)	$ 808	$ -	$ (50,590)	$ (27,614)
Fund Balance - July 1, 2002	76,468	83,961	(58,478)	119,247	14,745	77,582	313,525	341,140
Fund Balance - June 30, 2003	$ 45,269	$ 80,057	$ (54,154)	$ 98,628	$ 15,553	$ 77,582	$ 262,935	$ 313,526

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

EXHIBIT 3

CRETE PUBLIC LIBRARY DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 2003

	GENERAL		SPECIAL REVENUE		DEBT SERVICE		CAPITAL PROJECTS	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
Revenues:								
Property Taxes	$ 417,050	$ 416,679	$ 84,070	$ 83,983	$ -	$ 250,518	$ -	$ -
Personal Property Replacement Tax	3,000	1,834	-	-	-	-	-	-
State of Illinois:								
Per Capita Grant	22,000	23,943	-	-	-	-	-	-
Grants & Miscellaneous	10,000	3,300	-	-	-	-	-	-
Interest	15,000	8,425	-	-	-	-	-	1,584
Desk Receipts	25,000	18,792	-	-	-	-	-	-
Developer Fees	5,000	6,350	-	-	-	-	-	-
Meeting Room	3,000	1,145	-	-	-	-	-	-
Miscellaneous	4,000	8,317	-	-	-	-	-	-
Total Revenues	$ 504,050	$ 488,785	$ 84,070	$ 83,983	$ -	$ 250,518	$ -	$ 1,584
Expenditures:								
Operating	$ 525,100	$ 519,984	$ 87,000	$ 87,887	$ -	$ 246,194	$ -	$ 22,203
Total Expenditures	$ 525,100	$ 519,984	$ 87,000	$ 87,887	$ -	$ 246,194	$ -	$ 22,203
Revenues Over (Under) Expenditures	$ (21,050)	$ (31,199)	$ (2,930)	$ (3,904)	$ -	$ 4,324	$ -	$ (20,619)
Other Financing Sources (Uses):								
Bond Proceeds	-	-	-	-	-	-	-	-
Operating Transfers In (Out)	-	-	-	-	-	-	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (21,050)	$ (31,199)	$ (2,930)	$ (3,904)	$ -	$ 4,324	$ -	$ (20,619)
Fund Balance - July 1, 2002		76,468		83,961		(58,478)		119,247
Fund Balance - June 30, 2003		$ 45,269		$ 80,057		$ (54,154)		$ 98,628

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

CRETE PUBLIC LIBRARY DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2003

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FUNDS

The accounts of the District are organized on the basis of funds and account groups and include all the activities of the District based on manifestations of oversight, scope of public service and special financing arrangements. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources together with all related liabilities, obligations, reserves and equities which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. Refer to Note 2 for a description of the funds utilized by the District.

BASIS OF ACCOUNTING

The following funds are maintained during the year by the District largely on a cash basis. At the end of the year, the financial statements are converted to the modified accrual basis by journal entries:

General Fund
Special Revenue Funds
Debt Service Fund
Capital Projects Fund
Fiduciary Funds

Under such modified accrual basis, all major revenues are recorded when susceptible to accrual, (both measurable and available) and expenditures are recorded at the time liabilities are incurred. Accordingly, the District accrues the following:

Property tax revenues are recognized in accordance with the requirements of Interpretation three issued by the National Council on Governmental Accounting (NCGA).

The personal property replacement tax is recorded as revenue in the same year as the monies are collected by the State of Illinois.

The District provided vacation and sick pay benefits to its employees. These expenditures are accrued when incurred.

BUDGETING (APPROPRIATION)

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

the District in its budgeting process includes as a resource (amount available for current expenditures) a portion of the fund balance that has been accumulated in prior years.

Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds.

The District's fiscal year begins July 1 and ends on June 30. Its procedures for adopting the annual budget which follows statutory requirements are composed of the following stages:

a) Department heads propose expenditure estimates for the coming year. These estimates, if approved by the Library Director, become her recommendations for presentation to the Board of Trustees as the tentative combined Annual Budget and Appropriation Ordinance.

b) Notice is published in the paper that the tentative Annual Budget and Appropriation Ordinance is available for public inspection. The Ordinance is then presented at a public meeting after thirty days have passed.

c) Immediately after the public meetings, the Board of Trustees adopts the Ordinance in final form, and it is published to meet statutory requirements.

d) The Annual Budget and Appropriation Ordinance executory phase is performed by the Library Director and department heads, and commences July 1.

e) The Library Director is authorized to transfer budgeted amounts between departments, within any fund, with the approval of the Board of Trustees.

f) Appropriations lapse each June 30.

Although the budget is principally prepared on a cash basis, the differences from generally accepted accounting principles are not material.

General fixed assets purchased are recorded as expenditures in the governmental fund types at time of purchase. Such assets are capitalized in the general fixed assets group of accounts at historical cost. No depreciation has been provided on general fixed assets.

TOTAL COLUMNS ON THE COMBINED STATEMENTS

Total columns on the combined statements are captioned Memo Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position,

results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of these data.

2. DESCRIPTION OF FUND AND ACCOUNT GROUP STRUCTURE

The various funds are summarized by type in the financial statements with homogenous funds being combined to provide a more meaningful presentation. The following funds and account groups are used by the District.

GOVERNMENTAL FUNDS

GENERAL FUND

Established to account for the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

AUDIT FUND

Established to account for audit fees and the annual property taxes specifically levied to fund those costs.

PUBLIC LIABILITY INSURANCE FUND

Established to account for annual liability insurance costs and the annual property taxes specifically levied to fund those costs.

WORKMEN'S COMPENSATION FUND

Established to account for annual workmen's compensation insurance costs and the annual property taxes specifically levied to fund those costs.

ILLINOIS MUNICIPAL RETIREMENT FUND

Established to account for annual pension costs and the annual property taxes which are specifically levied to fund pension costs in accordance with statutory requirements. The taxes are paid to the Illinois Municipal Retirement Fund.

SOCIAL SECURITY FUND

Established to account for the District's annual cost of participation in social security and the annual property taxes which are specifically levied to fund those costs.

UNEMPLOYMENT COMPENSATION FUND

Established to account for annual unemployment compensation insurance costs and the annual property taxes specifically levied to fund those costs.

LIBRARY BUILDING AND SITE FUND

Established to account for the purchase of sites and buildings, for the construction and equipment of buildings, for the rental of buildings required for library purposes, and for maintenance, repairs, and alterations of library buildings and equipment, and the annual property taxes specifically levied to fund those costs.

SPECIAL RESERVE FUND

Established for the accumulation of the unexpended balance from the proceeds received from the corporate taxes. These funds are to be accumulated and set aside for the purchase of sites and construction and equipment of buildings for library purposes.

DEBT SERVICE FUND

Established to account for the accumulation of resources for, and the payment of general long-term debt principal, interest, and related costs.

CAPITAL PROJECTS FUND

Established to account for financial resources to be used for the acquisition or construction of a new Library facility.

FIDUCIARY FUNDS

DEVELOPMENT TRUST

Established to account for assets held by the District in a trustee capacity for individuals and private organizations. The Development Trust Fund is an Expendable Trust and is accounted for in essentially the same manner as a governmental fund.

WORKING CASH

Established to account for monies provided by a tax levy for working capital. These funds are non-expendable and are, from time to time, temporarily advanced to other funds.

GENERAL FIXED ASSET GROUP OF ACCOUNTS

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus. Governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources".

Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in Governmental Funds. All Fixed Assets are valued at current market value if historical cost is not available. No depreciation has been provided on general fixed assets.

The account group is not a "fund." It is concerned only with the measurement of financial position. It is not involved with measurement of results of operations.

Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources," since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables is deferred until they become current receivables.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The accounting and reporting treatment applied to the long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The account group is not a "fund." It is concerned only with the measurement of financial position. It is not involved with measurement of results of operations.

3. CASH AND INVESTMENTS

At June 30, 2003 the carrying amount of the District's deposits was $ 267,313 and the bank balance was $304,550, of which $100,000 was covered by federal depository insurance. The District also has $388,402 of cash invested in the Illinois Public Treasurers' Investment Pool. The total carrying value of the District's Cash and investments at June 30, 2003 was $655,715.

United Bank of Crete-Steger	
Checking Account	$ 32,633
Savings Account	234,680
Illinois Public Treasurer's Investment Pool	388,402
	$ 655,715

4. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance July 1, 2002	Additions	Dispositions	Balance June 30, 2003
Land and Building	$ -	$ -	$ -	$ -
Furniture and Equipment	608,499	12,196	-	620,695
Leasehold Improvements	-	-	-	-
Main Street Location:				
Land	133,931	-	-	133,931
Building, Legal and Consulting	2,926,444	-	-	2,926,444
Architecture	258,946	-	-	258,946
	$ 3,927,820	$ 12,196	$ -	$ 3,940,016

5. CHANGES IN LONG-TERM DEBT

The following is a summary of long-term obligation transactions of the District for the year ended June 30, 2003.

BONDS PAYABLE

The following is a summary of Bond Transactions of the District for the year ended June 30, 2003.

Bonds Payable at July 1, 2002	$	2,400,000
Bonds Issued		-
Bonds Retired		125,000
Bonds Payable at June 30, 2003	$	2,275,000

Bonds Payable at June 30, 2003 are comprised of the following:

$ 2,925,000 - 1993 Library Bonds

Bonds due in Annual Installments:

Year Ending June 30th		Principal	Interest Rate
2004	$	150,000	7.200 %
2005		150,000	7.200 %
2006		175,000	7.200 %
2007		175,000	5.500 %
2008		200,000	5.000 %
2009		200,000	5.100 %
2010		225,000	4.200 %
2011		225,000	4.250 %
2012		250,000	4.300 %
2013		250,000	4.350 %
2014		275,000	4.375 %
	$	2,275,000	

6. PROPERTY TAXES

The legal right to revenue from property tax assessments is established annually by the Board of Trustees' enactment of a tax levy ordinance. Proceeds of a specific levy are generally not available for use until the next subsequent fiscal year. It is the District's budgetary practice to consider the proceeds from a given tax levy as being available to finance operations of the fiscal year in which the majority of the levy is collected. Accordingly, taxes receivable, net of allowance for uncollectible amounts are included in the balance sheet upon enactment of the annual tax levy but the recognition of revenue is deferred until the following fiscal year.

The property tax calendar for the 2002 tax levy year is as follows:

Lien Date	January 1, 2003
Levy Date	December 31, 2002
First Installment Due Date	March 1, 2003
Second Installment Due Date	September 1, 2003

7. Pension and Retirement Commitments

The Crete Public Library District's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.html or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. Crete Public Library District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2002 was 10.17 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2002 was 30 years.

For December 31, 2002, Crete Public Library District's annual pension cost of $23,701. was equal to Crete Public Library District's required and actual contributions. The required contribution was determined as part of the December 31, 2000 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4% per year attributable to inflation, (c) additional salary increases ranging from .4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The assumptions used for the 2001 actuarial valuation were based on the 1996-1998 experience study.

However, the 2002 actuarial valuation information shown on the schedule of Funding Progress is based on the assumptions derived from the 1999-2001 Experience Study. The effect of the assumption change increased (decreased) the unfunded actuarial accrued liability by $ (6,969).

TREND INFORMATION

ACTUARIAL VALUATION DATE	ANNUAL PENSION COST (APC)	PERCENTAGE OF APC CONTRIBUTED	NET PENSION OBLIGATION
12/31/02	$ 23,701	100%	$0
12/31/01	$ 23,072	100%	$0
12/31/00	23,621	100%	$0
12/31/99	23,573	100%	$0
12/31/98	23,571	100%	$0
12/31/97	22,707	100%	$0
12/31/96	19,964	100%	$0
12/31/95	19,659	100%	$0
12/31/94	18,714	100%	$0
12/31/93	16,407	100%	$0
12/31/92	16,569	100%	$0

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

ACTUARIAL VALUATION DATE	ACTUARIAL VALUE OF ASSETS (a)	ACTUARIAL ACCRUED LIABILITY (AAL) ENTRY AGE (b)	UNFUNDED AAL (UAAL) (b-a)	FUNDED RATIO (a/b)	COVERED PAYROLL (c)	UAAL AS A PERCENTAGE OF COVERED PAYROLL ((b-a)/c)
12/31/02	$ 597,165	732,482	$ 135,317	81.53%	$ 233,051	58.06%
12/31/01	593,628	673,313	79,685	88.17%	$ 218,073	36.54%
12/31/00	556,813	626,733	69,920	88.84%	214,349	32.62%
12/31/99	468,104	566,074	97,970	82.69%	212,178	46.17%
12/31/98	378,306	501,303	122,997	75.46%	200,437	61.36%
12/31/97	309,011	427,683	118,672	72.25%	96,590	60.37%
12/31/96	250,920	381,515	130,595	65.77%	191,592	68.16%
12/31/95	217,486	339,749	122,263	64.01%	180,359	67.79%
12/31/94	166,922	246,591	79,669	67.69%	168,746	47.21%
12/31/93	126,938	219,210	92,272	57.91%	153,624	60.06%
12/31/92	92,365	188,089	95,724	49.11%	152,285	62.86%

On a market basis, the accrual value of assets as of December 31, 2002 is $626,542.
On a market basis, the funded ratio would be 61.63%.

*Digest of Changes:
2002 Assumptions
The actuarial assumptions used to determine the actuarial accrued liability for 2002 are based on the 1999-2001 Experience Study.
The principal changes were:

-Fewer members are expected to take refunds early in their career.
-For Regular members, fewer normal and early retirements are expected to occur.

8. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the Combined Statements - Overview, of certain information concerning individual funds including:

A. Excesses of Expenditures over appropriations in individual funds:

None

B. Deficit fund balances of individual funds:

Debt Service	$ 54,154
Audit	2,181
Workmen's Compensation	2,126
Social Security	6,164

9. Subsequent Events

On October 1, 2003 the District issued $2,180,000 in General Obligation Bonds with an average interest rate of 2.65 percent to advance refund $2,125,000 of outstanding 1993 Series Bonds with an average interest rate of 5.15 percent. The net proceeds of 2,125,577 (after payment of $11,825 re-offering premium and accrued interest and expesnes)were used to purchase US Government Securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1993 Series Bonds, except for $208,347 which is the regularly scheduled principal payment of $150,000 and the interest payment of $58,347 due December 30, 2003. Funds will be available from the 2002 property tax levy for this payment As a result the 1993 Series Bonds are considered to be defeased and the liability for those bonds will be removed from the general long-term debt account group. In the next fiscal period. account group.

The June 30, 2003 Combined Balance Sheet reflects $2,275,000 in the general long-term debt group of accounts which was the balance of the bonds outstanding at June 30, 2003 before the refunding.

The District advance refunded the 1993 Series Park Bonds to reduce its total debt service payments over the next 10 years by almost $115,109 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt)of $94,227.

EXHIBIT 4

CRETE PUBLIC LIBRARY DISTRICT
GENERAL FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	265,583
Receivables: (Net of Allowance for Uncollectibles)		
Property Tax		221,093
Grants Receivable		-
Prepaid Expenses		840
	$	487,516

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Accounts Payable	$	11,388
Accrued Expenses		813
Deferred Revenue:		
Property Taxes Receivable		221,093
Advance Collections of 2002 Tax Levy		208,953
Total Liabilities	$	442,247
Fund Equity:		
Fund Balance	$	45,269
	$	487,516

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

EXHIBIT 5

CRETE PUBLIC LIBRARY DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL	
Revenues:			
Property Taxes	$ 417,050	$ 416,679	
Personal Property Replacement Tax	3,000	1,834	2,000
State of Illinois:			
Per Capita Grant	22,000	23,943	
Grants & Miscellaneous	10,000	3,300	
Interest	15,000	8,425	7,000
Desk Receipts	25,000	18,792	6,000
Developer Fees	5,000	6,350	
Meeting Room	3,000	1,145	
Miscellaneous	4,000	8,317	
Total Revenues	$ 504,050	$ 488,785	15,000
Expenditures:			
Operating	$ 525,100	$ 519,984	
Total Expenditures	$ 525,100	$ 519,984	
Revenues Over (Under) Expenditures	$ (21,050)	$ (31,199)	
Other Financing Sources (Uses):			
Operating Transfers In (Out)	-	-	
Revenues Over (Under) Expenditures and Other Uses	$ (21,050)	$ (31,199)	
Fund Balance - July 1, 2002		76,468	
Fund Balance - June 30, 2003		$ 45,269	

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

EXHIBIT 6

CRETE PUBLIC LIBRARY DISTRICT
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL	
Operating:			
Salaries	$ 283,000	$ 292,616	10,000
Custodial Services	23,000	24,639	
Cultural/Educational Programming	3,500	3,632	
Staff/Board Development	3,500	3,627	
Books	50,000	51,685	
Periodicals	7,000	4,516	
A-V Materials	4,000	3,805	
Printing	3,000	3,208	
Purchase of Library Supplies	6,000	5,904	
Postage	3,500	2,875	
Purchase of Furniture & Equipment	3,000	1,502	
Computer Services Expense	40,000	37,015	
Maintenance of Office Equipment	1,500	842	
Maintenance of Building	3,000	244	
Equipment Rental	7,500	7,122	
Gas	11,000	15,502	4,000
Electric	45,000	39,166	
Water/Sewer	800	669	
Disposal	300	204	
Telephone	5,000	3,528	
Professional Services (including legal)	3,000	2,591	
Bookkeeping	6,000	6,240	
Contingency	2,500	1,401	
Treasurer's Bond	1,000	72	
Hospitalization	9,000	7,379	
Total Operating	$ 525,100	$ 519,984	

5,000

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

EXHIBIT 8

CRETE PUBLIC LIBRARY DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	AUDIT		PUBLIC LIABILITY INSURANCE		WORKMEN'S COMPENSATION		ILLINOIS MUNICIPAL RETIREMENT	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
Revenues:								
Property Taxes	$ 2,930	$ 2,930	$ 10,020	$ 9,991	$ -	$ -	$ 24,100	$ 24,113
Developers Fee	-	-	-	-	-	-	-	-
Total Revenues	$ 2,930	$ 2,930	$ 10,020	$ 9,991	$ -	$ -	$ 24,100	$ 24,113
Expenditures - Operating	$ 3,000	$ 3,465	$ 8,500	$ 4,063	$ 1,500	$ 1,396	$ 25,000	$ 24,433
Revenues Over (Under) Expenditures	$ (70)	$ (535)	$ 1,520	$ 5,928	$ (1,500)	$ (1,396)	$ (900)	$ (320)
Other Financing Sources (Uses):								
Operating Transfers In (Out)	-	-	-	-	-	-	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (70)	$ (535)	$ 1,520	$ 5,928	$ (1,500)	$ (1,396)	$ (900)	$ (320)
Fund Balance - July 1, 2002		(1,646)		12,629		(730)		1,414
Fund Balance - June 30, 2003		$ (2,181)		$ 18,557		$ (2,126)		$ 1,094

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

EXHIBIT 8
(cont'd)

CRETE PUBLIC LIBRARY DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	SOCIAL SECURITY		UNEMPLOYMENT COMPENSATION		LIBRARY BUILDING AND SITES		SPECIAL RESERVE		TOTAL	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
Revenues:										
Property Taxes	$ 22,035	$ 22,010	$ -	$ -	$ 24,985	$ 24,939	$ -	$ -	$ 84,070	$ 83,983
Developers Fee	-	-	-	-	-	-	-	-	-	-
Total Revenues	$ 22,035	$ 22,010	$ -	$ -	$ 24,985	$ 24,939	$ -	$ -	$ 84,070	$ 83,983
Expenditures - Operating	$ 23,000	$ 22,733	$ 1,000	$ 887	$ 25,000	$ 30,910	$ -	$ -	$ 87,000	$ 87,887
Revenues Over (Under) Expenditures	$ (965)	$ (723)	$ (1,000)	$ (887)	$ (15)	$ (5,971)	$ -	$ -	$ (2,930)	$ (3,904)
Other Financing Sources (Uses):										
Operating Transfers In (Out)	-	-	-	-	-	-	-	-	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (965)	$ (723)	$ (1,000)	$ (887)	$ (15)	$ (5,971)	$ -	$ -	$ (2,930)	$ (3,904)
Fund Balance - July 1, 2002		(5,441)		3,423		11,933		62,379		83,961
Fund Balance - June 30, 2003		$ (6,164)		$ 2,536		$ 5,962		$ 62,379		$ 80,057

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

EXHIBIT 9

CRETE PUBLIC LIBRARY DISTRICT
AUDIT FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	1,163
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		1,881
Prepaid Expenses		-
	$	3,044

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Cash Overdraft	$	-
Deferred Revenue:		
Property Tax Receivable		1,881
Advance Collections of 2002 Tax Levy		1,779
Accrued Expenses		1,565
Total Liabilities	$	5,225
District Equity:		
Fund Balance	$	(2,181)
	$	3,044

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

EXHIBIT 10

CRETE PUBLIC LIBRARY DISTRICT
AUDIT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues - Taxes	$ 2,930	$ 2,930
Expenditures - Operating	3,000	3,465
Revenues Over (Under) Expenditures	$ (70)	$ (535)
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (70)	$ (535)
Fund Balance - July 1, 2002		(1,646)
Fund Balance - June 30, 2003		$ (2,181)

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

EXHIBIT 11

CRETE PUBLIC LIBRARY DISTRICT
PUBLIC LIABILITY INSURANCE FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	18,645
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		3,603
Prepaid Expenses		5,300
	$	27,548

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Accounts Payable	$	1,982
Deferred Revenue:		
Property Tax Receivable		3,603
Advance Collections of 2002 Tax Levy		3,406
Accrued Expenses		-
Total Liabilities	$	8,991
District Equity:		
Fund Balance	$	18,557
	$	27,548

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

EXHIBIT 12

CRETE PUBLIC LIBRARY DISTRICT
PUBLIC LIABILITY INSURANCE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues - Taxes	$ 10,020	$ 9,991
Expenditures - Operating	8,500	4,063
Revenues Over (Under) Expenditures	$ 1,520	$ 5,928
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ 1,520	$ 5,928
Fund Balance - July 1, 2002		12,629
Fund Balance - June 30, 2003		$ 18,557

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

EXHIBIT 13

CRETE PUBLIC LIBRARY DISTRICT
WORKMEN'S COMPENSATION FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	-
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		800
Prepaid Expenses		1,110
	$	1,910

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Cash Overdraft	$	2,479
Deferred Revenue:		
Property Tax Receivable		800
Advance Collections of 2002 Tax Levy		757
Accrued Expenses		-
Total Liabilities	$	4,036
District Equity:		
Fund Balance	$	(2,126)
	$	1,910

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

EXHIBIT 14

CRETE PUBLIC LIBRARY DISTRICT
WORKMEN'S COMPENSATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues - Taxes	$ -	$ -
Expenditures - Operating	1,500	1,396
Revenues Over (Under) Expenditures	$ (1,500)	$ (1,396)
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (1,500)	$ (1,396)
Fund Balance - July 1, 2002		(730)
Fund Balance - June 30, 2003		$ (2,126)

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

EXHIBIT 15

CRETE PUBLIC LIBRARY DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	13,371
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		12,892
Prepaid Expenses		-
	$	26,263

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Deferred Revenue:		
Property Tax Receivable	$	12,892
Advance Collections of 2002 Tax Levy		12,185
Accrued Expenses		92
Total Liabilities	$	25,169
District Equity:		
Fund Balance	$	1,094
	$	26,263

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

EXHIBIT 16

CRETE PUBLIC LIBRARY DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues - Taxes	$ 24,100	$ 24,113
Expenditures - Operating	25,000	24,433
Revenues Over (Under) Expenditures	$ (900)	$ (320)
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (900)	$ (320)
Fund Balance - July 1, 2002		1,414
Fund Balance - June 30, 2003		$ 1,094

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

EXHIBIT 17

CRETE PUBLIC LIBRARY DISTRICT
SOCIAL SECURITY FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	4,608
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		11,330
Prepaid Expenses		-
	$	15,938

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Deferred Revenue:		
Property Tax Receivable	$	11,330
Advance Collections of 2002 Tax Levy		10,709
Accrued Expenses		63
Total Liabilities	$	22,102
District Equity:		
Fund Balance	$	(6,164)
	$	15,938

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

EXHIBIT 18

CRETE PUBLIC LIBRARY DISTRICT
SOCIAL SECURITY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues - Taxes	$ 22,035	22,010
Expenditures - Operating	23,000	22,733
Revenues Over (Under) Expenditures	$ (965)	$ (723)
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (965)	$ (723)
Fund Balance - July 1, 2002		(5,441)
Fund Balance - June 30, 2003		$ (6,164)

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

EXHIBIT 19

CRETE PUBLIC LIBRARY DISTRICT
UNEMPLOYMENT COMPENSATION FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	2,739
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		-
Prepaid Expenses		-
	$	2,739

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Deferred Revenue:		
Property Tax Receivable	$	-
Advance Collections of 2002 Tax Levy		-
Accrued Expenses		203
Total Liabilities	$	203
District Equity:		
Fund Balance	$	2,536
	$	2,739

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

EXHIBIT 20

CRETE PUBLIC LIBRARY DISTRICT
UNEMPLOYMENT COMPENSATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues - Taxes	$ -	$ -
Expenditures - Operating	1,000	887
Revenues Over (Under) Expenditures	$ (1,000)	$ (887)
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (1,000)	$ (887)
Fund Balance - July 1, 2002		3,423
Fund Balance - June 30, 2003		$ 2,536

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

EXHIBIT 21

CRETE PUBLIC LIBRARY DISTRICT
LIBRARY BUILDING AND SITES FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	23,667
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		12,892
Prepaid Expenses		-
	$	36,559

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Accounts Payable	$	5,520
Deferred Revenue:		
Property Tax Receivable		12,892
Advance Collections of 2002 Tax Levy		12,185
Accrued Expenses		-
Total Liabilities	$	30,597
District Equity:		
Fund Balance	$	5,962
	$	36,559

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

EXHIBIT 22

CRETE PUBLIC LIBRARY DISTRICT
LIBRARY BUILDING AND SITES FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues:		
Property Taxes	$ 24,985	$ 24,939
Total Revenues	$ 24,985	$ 24,939
Expenditures:		
Operating	$ 25,000	$ 30,910
Total Expenditures	$ 25,000	$ 30,910
Revenues Over (Under) Expenditures	$ (15)	$ (5,971)
Other Financing Sources (Uses): Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ (15)	$ (5,971)
Fund Balance - July 1, 2002		11,933
Fund Balance - June 30, 2003		$ 5,962

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

EXHIBIT 23

CRETE PUBLIC LIBRARY DISTRICT
SPECIAL RESERVE FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	62,379
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		-
Prepaid Expenses		-
	$	62,379

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Deferred Revenue:		
Property Tax Receivable	$	-
Advance Collections of 2002 Tax Levy		-
Accrued Expenses		-
Total Liabilities	$	-
District Equity:		
Fund Balance	$	62,379
	$	62,379

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

EXHIBIT 24

CRETE PUBLIC LIBRARY DISTRICT
SPECIAL RESERVE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues:		
Property Taxes	$ -	$ -
Total Revenues	$ -	$ -
Expenditures:		
Legal	$ -	$ -
Legal Publications	-	-
Title Fees	-	-
Total Expenditures	-	-
Revenues Over (Under) Expenditures	$ -	$ -
Other Financing Sources (Uses):		
Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ -	$ -
Fund Balance - July 1, 2002	-	62,379
Fund Balance - June 30, 2003	$ -	$ 62,379

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

EXHIBIT 25

CRETE PUBLIC LIBRARY DISTRICT
FIDUCIARY FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

	DEVELOPMENT TRUST FUND
Cash and Investments	$ 15,553
	$ 15,553

LIABILITIES AND DISTRICT EQUITY

Liabilities	$ -
District Equity:	
Fund Balance	15,553
	$ 15,553

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

EXHIBIT 26

CRETE PUBLIC LIBRARY DISTRICT
FIDUCIARY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	DEVELOPMENT TRUST FUND
Revenues:	
Donations	$ 3,325
Interest	-
Total Revenues	$ 3,325
Expenditures:	
Materials	$ 2,377
Computer Service	-
Miscellaneous	140
Total Expenditures	$ 2,517
Revenues Over (Under) Expenditures	$ 808
Other Financing Sources (Uses):	
Operating Transfers In (Out)	-
Revenues Over (Under) Expenditures and Other Uses	$ 808
Fund Balance - July 1, 2002	14,745
Fund Balance - June 30, 2003	$ 15,553

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

EXHIBIT 27

CRETE PUBLIC LIBRARY DISTRICT
FIDUCIARY FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

	WORKING CASH
Cash and Investments	$ 77,582
Receivables: (Net of Allowance for Uncollectibles)	-
Property Taxes	-
Due From Other Funds	-
	$ 77,582

LIABILITIES AND DISTRICT EQUITY

Liabilities:	
Cash Overdraft	$ -
Due to Other Funds	-
Deferred Revenue:	
Property Tax Receivable	-
Advance Collections of 2002 Tax Levy	-
Total Liabilities	$ -
District Equity:	
Fund Balance	$ 77,582
	$ 77,582

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

EXHIBIT 28

CRETE PUBLIC LIBRARY DISTRICT
FIDUCIARY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	WORKING CASH
Revenues:		
Property Taxes	$ -	$ -
Expenditures:		
Operating	-	-
Revenues Over (Under) Expenditures	$ -	$ -
Other Financing Sources (Uses):		
Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ -	$ -
Fund Balance - July 1, 2002		77,582
Fund Balance - June 30, 2003		$ 77,582

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

EXHIBIT 29

CRETE PUBLIC LIBRARY DISTRICT
DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	74,276
Receivables: (Net of Allowance for Uncollectibles)		
Property Taxes		135,890
Prepaid Expenses		-
	$	210,166

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Due to Working Cash	$	-
Deferred Revenue:		
Property Tax Receivable		135,890
Advance Collections of 2002 Tax Levy		128,430
Total Liabilities	$	264,320
District Equity:		
Fund Balance	$	(54,154)
	$	210,166

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

EXHIBIT 30

CRETE PUBLIC LIBRARY DISTRICT
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues:		
Property Taxes	$ -	$ 250,518
Total Revenues	$ -	$ 250,518
Expenditures:		
Bond Principal	$ -	$ 125,000
Bond Interest	-	121,194
Miscellaneous	-	-
Total Expenditures	$ -	$ 246,194
Revenues Over (Under) Expenditures	$ -	$ 4,324
Other Financing Sources (Uses):		
Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ -	$ 4,324
Fund Balance - July 1, 2002		(58,478)
Fund Balance - June 30, 2003		$ (54,154)

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

EXHIBIT 31

CRETE PUBLIC LIBRARY DISTRICT
CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2003

ASSETS

Cash and Investments	$	98,628
Receivables: (Net of Allowance for Uncollectibles)		
Grant Receivable		-
Prepaid Insurance		-
	$	98,628

LIABILITIES AND DISTRICT EQUITY

Liabilities:		
Accounts Payable	$	-
Total Liabilities	$	-
District Equity:		
Fund Balance	$	98,628
	$	98,628

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

EXHIBIT 32

CRETE PUBLIC LIBRARY DISTRICT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2003

	BUDGET	ACTUAL
Revenues:		
Interest	$ -	$ 1,584
Miscellaneous	-	-
Total Revenues	$ -	$ 1,584
Expenditures:		
Construction	$ -	$ 6,400
Furnishings & Equipment	-	12,196
Professional Fees	-	2,768
Bond Issue Expense	-	0
Bonds & Insurance	-	429
Miscellaneous	-	410
Total Expenditures	$ -	$ 22,203
Revenues Over (Under) Expenditures	$ -	$ (20,619)
Other Financing Sources (Uses):		
Bond proceeds	-	-
Operating Transfers In (Out)	-	-
Revenues Over (Under) Expenditures and Other Uses	$ -	$ (20,619)
Fund Balance - July 1, 2002		119,247
Fund Balance - June 30, 2003		$ 98,628

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

STATISTICAL SECTION

WILLIAM A. LAU
AND COMPANY, LTD.
CERTIFIED PUBLIC ACCOUNTANTS

WAL

18825 Dixie Highway
Homewood, Illinois 60430
708/957-4800
Fax 708-957-4878

SUPPLEMENTAL

BOARD OF TRUSTEES
CRETE PUBLIC LIBRARY DISTRICT

Our examination was made for the purpose of forming an opinion on the general purpose financial statements and the combining and individual fund and account group financial statements taken as a whole. The following supplemental financial information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and the combining and individual fund and account group financial statements and, in our opinion is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.

WILLIAM A. LAU
AND COMPANY, LTD.

William A. Lau & Co. Ltd.
CERTIFIED PUBLIC ACCOUNTANTS

October 7, 2003
Homewood, IL

TABLE 1

CRETE PUBLIC LIBRARY DISTRICT
TAX COLLECTED AND TAXES RECEIVABLE
JUNE 30, 2003

TAX LEVY YEAR	EXTENSIONS	GROSS TAXES COLLECTED: PRIOR YEARS	GROSS TAXES COLLECTED: YEAR ENDED JUNE 30, 2003	GROSS TAXES COLLECTED: JUNE 30, 2003	PERCENT COLLECTED	GROSS TAXES RECEIVABLE	PROVISION FOR LOSS AND COST ON COLLECTIONS	NET TAXES RECEIVABLE
1988	$ 254,441	$ 254,337	$ -	$ 254,337	99.96	$ 104	$ 104	$ -
1989	281,274	281,374	-	281,374	100.04	(100)	-	-
1990	358,891	360,844	-	360,844	100.54	(1,953)	-	-
1991	313,833	314,079	-	314,079	100.08	(246)	-	-
1992	317,465	318,284	-	318,284	100.26	(819)	-	-
1993	501,585	502,807	-	502,807	100.24	(1,222)	-	-
1994	570,800	571,295	-	571,295	100.09	(495)	-	-
1995	589,837	589,347	-	589,347	99.92	490	490	-
1996	634,455	637,293	-	637,293	100.45	(2,838)	-	-
1997	654,269	659,498	-	659,498	100.80	(5,229)	-	-
1998	689,899	690,983	-	690,983	100.16	(1,084)	-	-
1999	697,598	701,053	-	701,053	100.50	(3,455)	-	-
2000	736,995	738,588	-	738,588	100.22	(1,593)	-	-
2001	751,823	364,226	386,954	751,180	99.91	643	643	-
2001	786,652	-	378,404	378,404	48.10	408,248	7,867	400,381
	$ 8,139,817	$ 6,984,008	$ 765,358	$ 7,749,366		$ 390,451	$ 9,104	$ 400,381

2002?

ADD: Advance Collection 2001 Tax Levy	$ 364,226
LESS: Advance Collections 2002 Tax Levy	378,404
Earned Property Tax Revenue June 30, 2003	$ 751,180

GROSS TAXES COLLECTED - BY FUND

CORPORATE	$ 416,679
AUDIT	2,930
PUBLIC LIABILITY INSURANCE	9,091
WORKMEN'S COMPENSATION	-
ILLINOIS MUNICIPAL RETIREMENT	24,113
SOCIAL SECURITY	22,010
UNEMPLOYMENT COMPENSATION	-
LIBRARY BUILDING AND SITES	24,939
WORKING CASH	-
DEBT SERVICE	250,518
TOTAL	$ 751,180

NET TAXES RECEIVABLE - BY FUND

CORPORATE	$ 221,093
AUDIT	1,881
PUBLIC LIABILITY INSURANCE	3,603
WORKMEN'S COMPENSATION	800
ILLINOIS MUNICIPAL RETIREMENT	12,892
SOCIAL SECURITY	11,330
UNEMPLOYMENT COMPENSATION	-
LIBRARY BUILDING AND SITES	12,892
WORKING CASH	-
DEBT SERVICE	135,890
TOTAL	$ 400,381

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

TABLE 2

CRETE PUBLIC LIBRARY DISTRICT
ASSESSED VALUATION AND EXTENDED TAX RATES
FOR THE TAX LEVY YEAR 2002

TAX LEVY YEAR	ASSESSED VALUATIONS	EXTENDED TAX RATES
1988	$ 126,023,126	.2019
1989	141,272,723	.1991
1990	154,361,573	.2325
1991	166,225,312	.1888
1992	182,346,440	.1741
1993	197,396,739	.2541
1994	211,878,151	.2694
1995	228,442,091	.2582
1996	242,436,174	.2617
1997	259,733,780	.2519
1998	265,040,135	.2603
1999	276,495,449	.2523
2000	282,373,522	.2610
2001	293,910,472	.2558
2002	309,340,202	.2543

ANALYSIS OF THE 2002 TAX LEVY

FUND	RATE	PERCENT	AMOUNT
CORPORATE	.1404	55.22	$ 434,390
AUDIT	.0012	0.47	3,697
PUBLIC LIABILITY INSURANCE	.0023	0.90	7,080
IMRF	.0082	3.22	25,330
SOCIAL SECURITY	.0072	2.83	22,262
UNEMPLOYMENT COMPENSATION	-	-	-
WORKMEN'S COMPENSATION	.0005	0.20	1,573
BUILDING & SITES	.0082	3.22	25,330
DEBT SERVICE	.0863	33.94	266,990
	.2543	100.00	$ 786,652

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