

**Crete Public Library District
Annual Financial Report
For the Year Ended June 30, 2016**

**Crete Public Library District
Table of Contents
For the Year Ended June 30, 2016**

	Page(s)
Independent Auditors' Report	1 - 2
Management's Discussion and Analysis	3 - 7
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	8
Statement of Activities	9
Fund Financial Statements	
Governmental Funds	
Balance Sheet	10
Statement of Revenues, Expenditures, and Changes in Fund Balances	11
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	12
Notes to the Financial Statements	13 - 28
REQUIRED SUPPLEMENTARY INFORMATION	
IMRF Pension Disclosures	29 - 30
Major Fund	
General Fund	
Budgetary Comparison Schedule	31
INDIVIDUAL FUND SCHEDULES	
Major Funds	
Special Reserve Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance	
Budget and Actual	32
Permanent Fund	
Working Cash Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance	
Budget and Actual	33
COMBINING AND INDIVIDUAL FUND SCHEDULES	
Non-Major Funds	
Combining Balance Sheet	34
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	35
Capital Projects Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance	
No Legally Adopted Budget	36
Special Revenue Funds	
Illinois Municipal Retirement Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance	
Budget and Actual	37

**Crete Public Library District
Table of Contents (Continued)
For the Year Ended June 30, 2016**

	Page(s)
SUPPLEMENTAL SCHEDULES (CONTINUED)	
COMBINING AND INDIVIDUAL FUND SCHEDULES (CONTINUED)	
Non-Major Funds (Continued)	
Special Revenue Funds (Continued)	
Debt Service	
Schedule of Revenues, Expenditures, and Changes in Fund Balance No Legally Adopted Budget	38
FICA Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	39
Public Liability Insurance Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	40
Audit Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	41
Building and Sites Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	42
Unemployment Insurance Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	43
Workmen's Compensation Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	44
Memorial Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance No Legally Adopted Budget	45
STATISTICAL INFORMATION	
Assessed Valuations, Tax Rates, Allocations and Extensions	46
Computation of Legal Debt Margin	47



INDEPENDENT AUDITORS' REPORT

To The Board of Trustees
Crete Public Library District
Crete, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Crete Public Library District, including the fiduciary fund, as of and for the year ended June 30, 2016 and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

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 Crete Public Library District, as of June 30, 2016, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and certain pension disclosures, be presented to supplement the basic financial statements. Such information, although not 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.

The major fund budgetary comparison schedule listed on the table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. This Required Supplementary Information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ending June 30, 2016 and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Crete Public Library District's basic financial statements. The combining and individual fund financial schedules for the for the year ended June 30, 2016 listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The combining and individual fund financial schedules have 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 combining and individual fund financial schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Kuntze & Associates, P.C.



CRETE PUBLIC LIBRARY DISTRICT

1177 N. Main St. | Crete, IL 60417 | 708.672.8017

Crete Public Library District Management's Discussion and Analysis June 30, 2016

The Crete Public Library District (hereinafter referred to as the Library) Management's Discussion and Analysis is designed to: (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Library's financial activity, (3) identify changes in the Library's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued in June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Library's financial statements (beginning on page 8).

The Crete Public Library District has been in existence since 1985. Previously, it was a village library established in 1963. The form of governance of the Library and its pertinent legal basis are recited in the Illinois Public Library Act as amended. This is currently Chapter 75 of the Illinois Compiled Statutes.

Financial Highlights

1. According to the Illinois Public Library Act, all revenues not expended during a fiscal year became part of the Special Reserve Fund of the Library to be used for Capital Purposes.
2. At June 30, 2016, total assets and deferred outflows were \$6,930,172 and total liabilities and deferred inflows were \$1,062,353 compared to total assets of \$6,545,149 and total liabilities of \$667,958 at June 30, 2015. At June 30, 2016, net position \$5,867,819, while at June 30, 2015, total net assets were \$5,877,191. The portion of net investment in capital assets was \$2,203,316 and \$2,287,221 at June 30, 2016 and 2015, respectively.

3. Overall, total revenues for all funds in 2016 were \$1,772,288 and total expenses were \$1,674,782 as compared to 2015 total revenues of \$1,845,485 and total expenses of \$1,601,044. Overall, there was a net increase of \$97,506 in total fund balances from \$2,284,118 in 2015 to \$2,381,624 in 2016.
4. Property tax and replacement tax collections received in fiscal year 2016 (2014 tax year) were \$1,710,220 compared to \$1,788,296 received in fiscal 2015 (2013 tax year).
5. The Library received the FY2016 Illinois State Library Per Capita Grant during FY2015/16 in the amount of \$13,942.
6. The library received a grant from the Will South Cook Soil & Water Conservation district of \$11,125 to offset the cost of river restoration necessary for flooding caused by a creek on library property.

Overview of the Financial Statements

Management's Discussion and Analysis introduces the Library's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. The Library also includes in this report additional information to supplement the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Crete Public Library District finances in a manner similar to a private-sector business. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The government-wide financial statements can be found on pages 8 - 9 of this report.

The *Statement of Net Position* presents information on all the Crete Public Library District's assets and deferred outflows and liabilities and deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in the net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

Statements of Net Assets	FY2013/14	FY2014/15	FY2015/16
Total Assets and Deferred Outflows	\$6,306,039	\$6,545,149	\$6,930,172
Total Liabilities and Deferred Inflows	\$71,608	\$667,958	\$1,062,353
Total Net Position	\$6,234,431	\$5,877,191	\$5,867,819

Total assets have decreased as the Library finished its renovation project, while total liabilities have decreased as the Library finished paying off its bonds.

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

Statements of Activities	FY2013/14	FY2014/15	FY2015/16
Property Taxes	\$1,786,900	\$1,707,513	\$1,706,587
Replacement Taxes	\$3,770	\$3,781	\$3,633
Interest Revenue	\$779	\$642	\$4,654
Miscellaneous Revenue	\$7,445	\$6,110	\$5,066
Charges for Services	\$20,697	\$22,157	\$24,811
Grants and Donations	\$28,033	\$28,280	\$28,476
Total Revenue	\$1,847,624	\$1,768,483	\$1,773,227
Library Services Expense	\$1,855,385	\$1,447,747	\$1,351,537
Interest Expense	\$4,836	n/a	n/a
Change in Net Pension Liability	n/a	\$110,198	\$431,061
Total Expense	\$1,860,221	\$1,557,945	\$1,782,598
Change in net position	(\$12,597)	\$210,538	(\$9,371)
Net Position, Beginning of Year	\$6,247,028	\$6,234,431	\$5,877,191
Prior Period Adjustment	n/a	(\$567,778)	n/a
Net Position, End of Year	\$6,234,431	\$5,877,191	\$5,867,819

The Library continued to be busy serving patrons during FY2015/16, with visits by over 85,000 patrons. Programming has grown in attendance and in diversity of offerings; the Library hosted 641 programs with a total attendance of 8,161. The Library circulated a total of 149,200 books, DVDs, audios, and electronic materials, loaned almost 10,000 items to other libraries, and borrowed 13,500 items for Crete patrons. Collection management has been a building wide priority with ongoing weeding and collection development projects. Reference Librarians in Adult Services and Youth Services answered almost 6,000 questions.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Library uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Library's most significant funds rather than the Library as a whole, and therefore provide additional information that won't be found in the statement of net assets or the statement of activities. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The basic governmental fund financial statements are presented on pages 10 – 12 of this report.

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with the fund statements providing a distinctive view of the Library's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-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 assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund and major special revenue funds. Budgetary comparison schedules for other special revenue funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Library's adopted annual appropriated budget.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13 – 28 of this report.

Capital Assets

The library has completed a Facilities Evaluation and Capital Replacement Plan to help create a prioritized list of projects and repairs that will be necessary. Estimated costs for projects over the next 5 to 10 years is over \$1,000,000, including replacement of custom windows, various mechanical/electrical/plumbing/fire protection system upgrades, tuck pointing and exterior repairs, parking lot improvements, and general routine maintenance. The creation of this plan will assist greatly in planning and budgeting for these projects to preserve the integrity and functionality of our 20-year-old facility.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, found on pages 29 through 31, and supplemental schedules, found on pages 34 through 45. The supplementary information includes budget to actual comparisons and statistical analysis tables.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 34.

Contacting the Library's Management

This financial report is designed to provide a general overview of the District's finances. If you have any questions about this report or require additional information, please contact Susan K. Dienes, Administrative Librarian, at Crete Public Library District, 1177 N. Main St., Crete, Illinois 60417.

**Crete Public Library District
Statement of Net Position
June 30, 2016**

	Governmental Activities
ASSETS	
Cash	\$ 3,282,997
Property Tax Receivable	863,409
Prepaid Expenses	7,939
Capital Assets	
Capital Assets Not Being Depreciated	133,931
Other Capital Assets, Net of Depreciation	2,069,385
Total Capital Assets	<u>2,203,316</u>
TOTAL ASSETS	<u>6,357,661</u>
DEFERRED OUTFLOWS	
IMRF Plan Year Adjustment	46,612
IMRF Deferred Outflows	<u>525,899</u>
TOTAL DEFERRED OUTFLOWS	<u>572,511</u>
LIABILITIES	
Due Within One Year	
Accounts Payable	46,523
Accrued Wages	10,627
Due In More Than One Year	
Net Pension Liability	<u>992,119</u>
TOTAL LIABILITIES	<u>1,049,269</u>
DEFERRED INFLOWS	
IMRF Deferred Inflows	<u>13,084</u>
TOTAL DEFERRED INFLOWS	<u>13,084</u>
NET POSITION	
Invested in Capital Assets	2,203,316
Restricted Amounts - Permanent	
Working Cash	605,076
Restricted Amounts - Temporary	
IMRF	3,068
Debt Service	708
FICA	46,252
Audit	2,552
Building and Sites	58,860
Unemployment	8,951
Worker's Compensation	10,669
Memorial	19,838
Unrestricted Amounts	<u>2,908,529</u>
TOTAL NET POSITION	<u><u>\$ 5,867,819</u></u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Statement of Activities
For the Year Ended June 30, 2016

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes In Net Position
		Charges For Services	Grants and Donations	Governmental Activities
GOVERNMENTAL ACTIVITIES				
Library Services	\$ 1,351,537	\$ 24,811	\$ 28,476	\$ (1,298,250)
Change in Net Pension Liability	431,061	0	0	(431,061)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 1,782,598	\$ 24,811	\$ 28,476	\$ (1,729,311)
GENERAL REVENUES				
Taxes				
Property taxes levied for general purposes				1,706,587
Replacement taxes for general purposes				3,633
Interest				4,654
Miscellaneous				5,066
TOTAL GENERAL REVENUES				1,719,940
CHANGE IN NET POSITION				(9,371)
NET POSITION, BEGINNING OF YEAR				5,877,190
END OF YEAR				\$ 5,867,819

See Accompanying Notes To The Financial Statements.

**Crete Public Library District
Balance Sheet
June 30, 2016**

	General	Special Reserve	Working Cash	Other Governmental Funds	Total
ASSETS					
Cash	\$ 1,166,387	\$ 1,238,600	\$ 605,076	\$ 272,934	\$ 3,282,997
Property Tax Receivable	797,194	0	0	66,215	863,409
Prepaid Expenditures	0	0	0	7,939	7,939
Due from Other Funds	16,987	0	0	0	16,987
TOTAL ASSETS	<u>1,980,568</u>	<u>1,238,600</u>	<u>605,076</u>	<u>347,088</u>	<u>4,171,332</u>
DEFERRED OUTFLOWS					
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS					
	<u>1,980,568</u>	<u>1,238,600</u>	<u>605,076</u>	<u>347,088</u>	<u>4,171,332</u>
LIABILITIES					
Accounts Payable	40,273	0	0	6,250	46,523
Deferred Property Taxes	1,584,005	0	0	131,566	1,715,571
Accrued Wages	10,627	0	0	0	10,627
Due to Other Funds	0	0	0	16,987	16,987
TOTAL LIABILITIES	<u>1,634,905</u>	<u>0</u>	<u>0</u>	<u>154,803</u>	<u>1,789,708</u>
DEFERRED INFLOWS					
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCES					
Nonspendable	0	0	605,076	1,005	606,081
Restricted	0	0	0	150,898	150,898
Assigned	0	1,238,600	0	53,021	1,291,621
Unassigned	345,663	0	0	(12,639)	333,024
TOTAL FUND BALANCES	<u>345,663</u>	<u>1,238,600</u>	<u>605,076</u>	<u>192,285</u>	<u>2,381,624</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
	<u>\$ 1,980,568</u>	<u>\$ 1,238,600</u>	<u>\$ 605,076</u>	<u>\$ 347,088</u>	

Amounts reported in the Statement of Net Position are different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the fund financial statements.	2,203,316
IMRF Plan Year Adjustments are not recorded as Deferred Outflows in the fund financial statements.	46,612
IMRF Deferred Inflows are not reported as deferred inflows in the fund financial statements.	(13,084)
Deferred Property Taxes are not reported in the government-wide statements.	1,715,571
Net Pension Liability is not reported in the fund financial statements.	(92,119)
IMRF Deferred Inflows are not reported as deferred inflows in the fund financial statements.	<u>525,899</u>
NET POSITION OF GOVERNMENTAL FUNDS	<u><u>\$ 5,867,819</u></u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2016

	General	Special Reserve	Working Cash	Other Governmental Funds	Total
REVENUES					
Property Taxes	\$ 1,596,592	\$ 0	\$ 0	\$ 109,056	\$ 1,705,648
Replacement Taxes	3,633	0	0	0	3,633
Grants	25,567	0	0	0	25,567
Fines and Fees	14,195	0	0	0	14,195
Copy Machine and Microform	10,616	0	0	0	10,616
Interest	4,654	0	0	0	4,654
Donations	2,909	0	0	0	2,909
Miscellaneous	5,066	0	0	0	5,066
TOTAL REVENUES	<u>1,663,232</u>	<u>0</u>	<u>0</u>	<u>109,056</u>	<u>1,772,288</u>
EXPENDITURES					
General	1,385,522	0	0	0	1,385,522
Special Revenue	0	54,582	0	234,678	289,260
TOTAL EXPENDITURES	<u>1,385,522</u>	<u>54,582</u>	<u>0</u>	<u>234,678</u>	<u>1,674,782</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>277,710</u>	<u>(54,582)</u>	<u>0</u>	<u>(125,622)</u>	<u>97,506</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	0	500,000	0	0	500,000
Transfers Out	(500,000)	0	0	0	(500,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(500,000)</u>	<u>500,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
NET CHANGE IN FUND BALANCES	<u>(222,290)</u>	<u>445,418</u>	<u>0</u>	<u>(125,622)</u>	<u>97,506</u>
FUND BALANCES, BEGINNING OF YEAR	<u>567,953</u>	<u>793,182</u>	<u>605,076</u>	<u>317,907</u>	<u>2,284,118</u>
END OF YEAR	<u>\$ 345,663</u>	<u>\$ 1,238,600</u>	<u>\$ 605,076</u>	<u>\$ 192,285</u>	<u>\$ 2,381,624</u>

See Accompanying Notes To The Financial Statements.

Crete Public Library District
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2016

Net Change in Fund Balances - Total Governmental Funds (Statement of Revenues, Expenditures, and Changes in Fund Balances)	\$ 97,506
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of Capital Assets is not considered an expenditure in the fund financial statements.	(322,012)
Purchase of Capital Assets is considered an expenditure in the fund financial statements.	238,107
Property taxes that do not provide current financial resources are not reported as property tax revenue in the fund financial statements.	939
Net Pension Liability is not reported as an expense in the fund financial statements and is not reported in the fund financial statements.	(431,061)
IMRF Plan Year Adjustments are not reported as an expense in the fund financial statements.	1,550
IMRF Deferred Outflows are not reported in the fund financial statements.	401,010
IMRF Deferred Inflows are not reported in the fund financial statements.	<u>4,590</u>
Change in Net Position of Governmental Activities (Statement of Activities)	<u><u>\$ (9,371)</u></u>

See Accompanying Notes To The Financial Statements.

**Crete Public Library District
Notes To The Financial Statements
For The Year Ended June 30, 2016**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Crete Public Library District (“the District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District’s accounting policies are described below.

A. Reporting Entity

The Library District follows the provisions of Governmental Accounting Standards Board Statement No. 39, “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14”. As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Library District has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Library District is not required to be included as a component unit of any other entity.

Governmental Accounting Standards Board Statement No. 61, “The Financial Reporting Entity”, is an amendment of GASB Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

B. Accounting Standards Implemented

As of July 1, 2012, the District has implemented GASB Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position”. The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government’s net position.

As of July 1, 2012, the District has implemented GASB Statement No. 65 “Items Previously Reported as Assets and Liabilities”. The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.

**Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Accounting Standards Implemented (Continued)

As of July 1, 2014, the District has implemented GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" which is an amendment of GASB Statement No. 27. The objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

C. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The District does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets and deferred outflows, liabilities and deferred inflows, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

Funds are organized as major funds or non-major funds with emphasis placed on major funds. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type and

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.

Governmental Funds

Governmental fund types are those through which most governmental functions of the District are financed. The District's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the District's governmental funds follows:

General Fund

The General Fund is the general operating fund of the Library District. It is used to account for and report all financial resources not accounted for or reported in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Funds included in this fund category are:

- Illinois Municipal Retirement Fund
- Special Reserve Fund
- FICA Fund
- Public Liability Insurance Fund
- Audit Fund
- Building and Sites Fund
- Unemployment Compensation Fund
- Workmen's Compensation Fund
- Memorial Fund

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, excluding those types of capital related outflows financed by proprietary funds.

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Permanent Fund

The Working Cash Fund is used to account for financial resources held by the District to be used for temporary interfund loans to certain other funds.

MAJOR FUNDS

The District reports the following major governmental funds:

- The General Fund, which accounts for the District's primary operating activities.
- The Special Reserve Fund, which accounts for financial resources held by the District for use in special projects.
- The Working Cash Fund, which accounts for financial resources held by the District to be used for temporary interfund loans to certain other funds.

NON-MAJOR FUNDS

The District reports the following non-major governmental funds:

- Capital Projects Fund
- Illinois Municipal Retirement Fund
- Debt Service Fund
- FICA Fund
- Public Liability Insurance Fund
- Audit Fund
- Building and Sites Fund
- Unemployment Compensation Fund
- Workman's Compensation Fund
- Memorial Fund

D. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

The current financial resources measurement focus and the modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the District's operations. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The District considers property taxes measurable when the entire levy has been collected. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The District reports deferred revenues on its Governmental Funds Balance Sheet. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

E. Measurement Focus

On the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets, deferred outflows, liabilities (whether current or non-current), and deferred inflows are included on the Statement of Net Position and the operating statements present increases and decreases in net position.

The measurement focus of all funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements, are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources, are included as liabilities in the government-wide financial statements, but are excluded from the fund financial statements. The related expenditures are recognized in the fund financial statements when the liabilities are liquidated. Historically, the expenditures have been recorded to the general fund.

F. Cash, Cash Equivalents and Investments

The District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the District and investment pools to be cash equivalents.

For purposes of reporting cash flows, cash and cash equivalents are defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments that are readily convertible to known amounts of cash. Investments with an original maturity of three months or less are considered short-term for these purposes.

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash, Cash Equivalents and Investments (Continued)

Illinois Revised Statutes authorize the District to invest in securities guaranteed by the full faith and credit of the United States of America, interest-bearing savings accounts, certificates of deposit or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act, the State Treasurer's investment pool, and other permitted investments under paragraph 902, chapter 85 of the Statutes as amended by Public Act 86-426. Investments may only be made in banks that are insured by the Federal Deposit Insurance Corporation.

G. Budgets and Budgetary Information

Budgets are adopted on a cash basis. Annual appropriated budgets are adopted for the Corporate, Working Cash, IMRF, Special Reserve, FICA, Unemployment Compensation Insurance, Public Liability Insurance, Worker's Compensation, Audit Expense and Building Funds, but not for the Debt Service, Capital Projects, or Memorial Funds. All annual appropriations lapse at fiscal year end. Differences from budgeting on a cash basis to accrual basis are immaterial.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2016 are recorded as prepaid items.

I. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, the District has adopted a capitalization threshold of \$500 for capital asset additions. All capital assets are valued at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Building and Improvements	5 to 37.5 years
Books	5 years
Furniture and Equipment	5 years

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets (Continued)

FUND FINANCIAL STATEMENTS

In the fund financial statements, assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

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

J. Use of Estimates

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

K. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Equity is classified as net position and displayed in three components:

- Net Investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts– consists of amounts with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts – consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. The components of fund balance are:

- Non-spendable – 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 – 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.

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Equity Classifications (Continued)

- Committed – consists of resources constrained (issuance of an ordinance) to specific purposes by a government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.
- Assigned – 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 District's highest level of decision-making authority is the Board of Trustees, which is authorized to assign amounts to a specific purpose.
- Unassigned – consists of the 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.

Fund	General	Debt Service	Working Cash	Other Governmental Funds	Total
Non-spendable					
Workmen's					
Compensation	0	0	0	1,005	1,005
Working Cash	0	0	605,076	0	605,076
Restricted					
IMRF	0	0	0	3,068	3,068
Debt Service	0	708	0	0	708
FICA	0	0	0	46,252	46,252
Audit	0	0	0	2,552	2,552
Building and Sites	0	0	0	58,860	58,860
Unemployment	0	0	0	8,951	8,951
Workmen's					
Compensation	0	0	0	10,669	10,669
Memorial Fund	0	0	0	19,838	19,838
Assigned	0	0	0	1,291,621	1,291,621
Unassigned	345,663	0	0	(12,639)	333,024
	<u>\$ 345,663</u>	<u>\$ 708</u>	<u>\$ 605,076</u>	<u>\$ 1,430,177</u>	<u>\$ 2,381,624</u>

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

**Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016**

NOTE 2 – CASH AND INVESTMENTS

A. Deposits

At June 30, 2016, the carrying amount of the District's deposits was \$3,282,997, and the bank balance was \$3,284,484. Included in the District's deposits is a balance in the Illinois Funds. This pooled investment with other districts is similar in nature to a money market fund and consists primarily of certificates of deposit, U.S. Government securities, commercial paper, and corporate bonds.

B. Investments

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

NOTE 3 - PROPERTY TAX REVENUE

Property taxes for 2016 are attached as an enforceable lien on property as of January 1, 2016. The District's 2015 property tax was levied for certain residents in Will County as of December 31, 2015 by passage of a tax levy ordinance. Taxes levied in one year become due and payable in two installments; the first installment is due June 1, 2016 and a second installment is due on September 1, 2016. On these dates, the bill becomes delinquent and penalties and interest may be assessed.

The County Assessors are responsible for assessment of all taxable real property within their County except for certain railroad property, which is assessed directly by the State. Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the governmental units their respective share of the collections.

NOTE 4 - DEFICIT FUND BALANCES

At June 30, 2016, the following fund has a deficit balance:

Fund	Deficit
Public Liability Insurance	\$ (12,639)

**Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016**

NOTE 5 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2016 follows. Total depreciation expense for the year was \$322,012.

	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
Assets Not Subject to Depreciation				
Land	\$ 133,932	\$ 0	\$ 0	\$ 133,932
	<u>133,931</u>	<u>0</u>	<u>0</u>	<u>133,932</u>
Assets Subject to Depreciation				
Building and Improvements	3,514,279	0	0	3,514,279
Books	729,921	151,756	(124,646)	757,031
Furniture and Equipment	497,265	86,351	0	583,616
	<u>4,741,465</u>	<u>238,107</u>	<u>(124,646)</u>	<u>4,854,926</u>
Total Capital Assets	<u>4,875,396</u>	<u>238,107</u>	<u>(124,646)</u>	<u>4,988,858</u>
Less Accumulated Depreciation				
Building and Improvements	(1,883,092)	(113,409)	0	(1,996,501)
Books	(347,541)	(148,693)	124,646	(371,588)
Furniture and Equipment	(357,543)	(59,910)	0	(417,453)
	<u>(2,588,176)</u>	<u>(322,012)</u>	<u>124,646</u>	<u>(2,785,542)</u>
Net Capital Assets	<u>\$ 2,287,220</u>	<u>\$ (83,905)</u>	<u>\$ 0</u>	<u>\$ 2,203,316</u>

NOTE 6 - EXPENDITURES OVER BUDGET

The following funds had expenditures that exceed budgeted expenditures:

Fund	Budget	Acutal
IMRF	\$ 90,000	\$ 98,536
FICA Fund	60,000	64,137

The Debt Service, Capital Projects, and Memorial Funds did not have legally adopted budgets for the fiscal year.

NOTE 7 - TRANSFERS

The following transfers were made between funds during the year ended June 30, 2016:

Fund	Transfers In	Transfers Out
General	\$ 0	\$ 500,000
Special Reserve	500,000	0
	<u>\$ 500,000</u>	<u>\$ 500,000</u>

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 8 – SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2016, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is October 27, 2016, the date the financial statements were available to be issued.

NOTE 9 – PENSION PLAN COMMITMENT

Plan Description. The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Library District plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

In accordance with GASB Statement No. 50, "Pension Disclosures – An Amendment of GASB Statements No. 25 and No. 27", the following information is provided.

Funding Policy. As set by statute, the Library District Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate from calendar year 2015 was 13.70 percent. The Library District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2016, the Library district's required contribution for calendar year 2015 was \$96,986.

In accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pension – An amendment of GASB No. 27," the following information is provided:

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

Actuarial Valuation Date	December 31, 2015
Measurement Date of the Net Pension Liability	December 31, 2015
Fiscal Year End	June 30, 2016

Membership

Number of	
- Retirees and Beneficiaries	11
- Inactive, Non-Retired Members	9
- Active Members	19
- Total	<u>39</u>

Covered Valuation Payroll	<u>\$ 707,928</u>
---------------------------	-------------------

Net Pension Liability

Total Pension Liability/(Asset)	\$ 2,965,454
Plan Fiduciary Net Position	<u>1,973,335</u>
Net Pension Liability/(Asset)	<u>\$ 992,119</u>

Plan Fiduciary Net Position as a Percentage

of total Pension liability	66.54%
----------------------------	--------

Net Pension Liability as a Percentage

of Covered Valuation Payroll	140.14%
------------------------------	---------

Development of the Single Discount Rate as of December 31, 2015

Long-Term Expected Rate of Investment Return	7.50%
Long-Term Municipal Bond Rage	3.57%
Last year December 31 in the 2016 to 2115 projection period for which projected benefit payments are fully funded	2082
Resulting Single Discount Rate based on the above development	7.43%
Single Discount Rate Calculated using December 31, 2014 Measurement Date	7.46%

Total Pension Expense/(Income)	<u>\$ 122,447</u>
--------------------------------	-------------------

Deferred Outflows and Deferred Inflows of Resources by Source
(to be recognized in Future Pension Expenses)

	Outflows of Resources	Inflows of Resources
1. Difference between expected and actual experience	\$ 317,197	\$ 13,084
2. Assumption Changes	86,067	0
3. Net Difference between projected and actual earnings on pension plan investments	<u>122,635</u>	<u>0</u>
3. Total	<u>\$ 525,899</u>	<u>\$ 13,084</u>

Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016

NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
CURRENT PERIOD
Calendar Year Ended December 31, 2015

A. Total pension liability	
1. Service cost	\$ 67,532
2. Interest on the total pension liability	179,630
3. Changes of benefit terms	0
4. Difference between expected and actual experience of the total pension liability	397,478
5. Changes of assumptions	10,454
6. Benefit payments, including refunds of employee contributions	(127,565)
7. Net change in total pension liability	527,529
8. Total pension liability – beginning	2,437,925
9. Total pension liability – ending	<u>\$ 2,965,454</u>
B. Plan fiduciary net position	
1. Contributions – employer	\$ 96,986
2. Contributions – employee	31,857
3. Net investment income	9,388
4. Benefit payments, including refunds of employee contributions	(127,565)
5. Other (net transfer)	85,802
6. Net change in plan fiduciary net position	96,468
7. Plan fiduciary net position – beginning	1,876,867
8. Plan fiduciary net position – ending	<u>\$ 1,973,335</u>
C. Net pension liability/(asset)	<u>\$ 992,119</u>
D. Plan fiduciary net position as a percentage of the total pension liability	66.54%
E. Covered Valuation Payroll	\$ 707,928
F. Net pension liability as a percentage of covered valuation payroll	140.14%

**Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016**

NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS
USED IN THE CALCULATION OF THE TOTAL PENSION LIABILITY

Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.5%, including inflation
Investment Rate of Return	7.43%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). the IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). the IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
<u>Other Information:</u>	There were no benefit changes during the year.

**Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016**

NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date: Actuarially determined contribution rates are calculated as of December 31st of each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2015 Contribution Rates:

Actuarial Cost Method	Aggregate Entry-Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 28-year closed period until remaining period reaches 15 years (then 15-year rolling period).

Early Retirement Incentive Plan liabilities: a period up to 10 years s elected by the Employer upon adoption of ERI.

SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 23 years for most employers (two employers were financed over 32 years).

Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	4.00%
Price Inflation	3.0% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	4.40% to 16.00% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008-2010.

Mortality	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives , the mortality rates are the rates applicable to non-disabled lives set forward 10 years.
-----------	---

Other Information: There were no benefit changes during the year.

**Crete Public Library District
Notes to the Financial Statements (Continued)
For The Year Ended June 30, 2016**

NOTE 9 – PENSION PLAN COMMITMENT (CONTINUED)

CALCULATION OF THE SINGLE DISCOUNT RATE

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The single discount rate (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57%; and the resulting single discount rate is 7.43%.

SENSITIVITY OF NET PENSION LIABILITY/(ASSET) TO THE
SINGLE DISCOUNT RATE ASSUMPTION

	1% Decrease 6.43%	Current Single Discount Rate Assumption 7.43%	1% Increase 8.43%
Total Pension Liability	\$ 3,343,264	\$ 2,965,454	\$ 2,648,402
Plan Fiduciary Net Position	1,973,335	1,973,335	1,973,335
Net Pension Liability/(Asset)	<u>\$ 1,369,929</u>	<u>\$ 992,119</u>	<u>\$ 675,067</u>

**Crete Public Library District
IMRF Pension Disclosures
For The Year Ended June 30, 2016**

In accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – An Amendment of GASB Statements No. 27", the financial statements of employers also include required supplementary information showing the 10-year fiscal history of:

- Sources of changes in the net pension liability;
- Information about the components of the net pension liability and related ratios, including the pension plan's fiduciary net position as a percentage of the total pension liability, and the net pension liability as a percent of covered-employee payroll, and
- Comparison of actual employer contributions to the actuarially determined contributions based on the plan's funding policy.

**MULTIYEAR SCHEDULE OF CONTRIBUTIONS
Last 10 Plan Years**

Plan Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 82,453	\$ 87,891	\$ (5,438)	\$ 588,527	14.93%
2015	96,986 *	96,986	0	707,928	13.70%

* Estimated based on contribution rate of 13.70% and covered valuation payroll of \$707,928.

**Crete Public Library District
IMRF Pension Disclosures (Continued)
For The Year Ended June 30, 2016**

Schedules of Required Supplementary Information
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios
Last 10 Plan Years (When Available)

Plan Year Ending December 31,	2015	2014
Total pension liability		
Service cost	67,532	70,005
Interest on the total pension liability	179,630	162,893
Changes of benefit terms	0	0
Difference between expected and actual experience of the total pension liability	397,478	(22,264)
Changes of assumptions	10,454	132,266
Benefit payments, including refunds of employee contributions	(127,565)	(95,374)
Net change in total pension liability	527,529	247,526
Total pension liability— beginning	2,437,925	2,190,399
Total pension liability – ending	<u>\$ 2,965,454</u>	<u>\$ 2,437,925</u>
Plan fiduciary net position		
Contributions – employer	\$ 96,986	\$ 87,891
Contributions – employee	31,857	28,231
Net investment income	9,388	106,745
Benefit payments, including refunds of employee contributions	(127,565)	(95,374)
Other (net transfer)	85,802	9,835
Net change in plan fiduciary net position	96,468	137,328
Plan fiduciary net position Beginning	1,876,867	1,739,539
Ending	<u>\$ 1,973,335</u>	<u>\$ 1,876,867</u>
Net pension liability/(asset)	<u>\$ 992,119</u>	<u>\$ 561,058</u>
Plan fiduciary net position as a percent of the total pension liability	66.54%	76.99%
Covered Valuation Payroll	707,928	627,344
Net pension liability as a percent of covered valuation payroll	140.14%	89.43%

**Crete Public Library District
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2016**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 1,689,669	\$ 1,689,669	\$1,596,592	\$ (93,077)
Replacement Taxes	0	0	3,633	3,633
Grants	23,000	23,000	25,567	2,567
Fines and Fees	11,000	11,000	14,195	3,195
Copy Machine and Microform	8,500	8,500	10,616	2,116
Interest	500	500	4,654	4,154
Donations	2,000	2,000	2,909	909
Miscellaneous	700	700	5,066	4,366
TOTAL REVENUES	<u>1,735,369</u>	<u>1,735,369</u>	<u>1,663,232</u>	<u>(72,137)</u>
EXPENDITURES				
Personnel - Salaries	890,000	890,000	857,466	32,534
Personnel - Health Insurance	80,000	80,000	55,646	24,354
Personnel - Staff/Board Development	14,400	14,400	18,239	(3,839)
Library Services - Collection Development	190,000	190,000	165,079	24,921
Library Services - Programming	38,000	38,000	22,072	15,928
Library Services - Supplies	46,000	46,000	33,832	12,168
Library Services - Printing	7,000	7,000	4,181	2,819
Automation Services - Support Services	60,000	60,000	52,519	7,481
Automation Services - Equipment & Supplies	50,000	50,000	28,530	21,470
Automation Services - Utilities	15,000	15,000	6,965	8,035
Building & Grounds - Maintenance Services	34,000	34,000	19,944	14,056
Building & Grounds - Furniture and Equipment	70,000	70,000	22,758	47,242
Building & Grounds - Supplies	20,000	20,000	9,764	10,236
Utilities - Electric	60,000	60,000	46,198	13,802
Utilities - Gas	30,000	30,000	11,669	18,331
Utilities - Telephone	4,000	4,000	2,645	1,355
Utilities - Other	2,000	2,000	1,843	157
Contractual Services - Legal	40,000	40,000	2,107	37,893
Contractual Services - Accounting	5,000	5,000	3,021	1,979
Contractual Services - Consulting	50,000	50,000	16,634	33,366
Contingency	6,000	6,000	4,410	1,590
TOTAL EXPENDITURES	<u>1,711,400</u>	<u>1,711,400</u>	<u>1,385,522</u>	<u>325,878</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>23,969</u>	<u>23,969</u>	<u>277,710</u>	<u>253,741</u>
OTHER FINANCING USES				
Transfers Out	0	0	(500,000)	(500,000)
TOTAL OTHER FINANCING USES	<u>0</u>	<u>0</u>	<u>(500,000)</u>	<u>(500,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 23,969</u>	<u>\$ 23,969</u>	<u>(222,290)</u>	<u>\$ (246,259)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>567,953</u>	
END OF YEAR			<u>\$ 345,663</u>	

Crete Public Library District
Special Reserve Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
TOTAL REVENUES	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
EXPENDITURES				
Special Reserve Expense	<u>75,000</u>	<u>75,000</u>	<u>54,582</u>	<u>20,418</u>
TOTAL EXPENDITURES	<u>81,000</u>	<u>81,000</u>	<u>54,582</u>	<u>26,418</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(81,000)</u>	<u>(81,000)</u>	<u>(54,582)</u>	<u>26,418</u>
OTHER FINANCING SOURCE				
Transfers In	<u>0</u>	<u>0</u>	<u>500,000</u>	<u>500,000</u>
TOTAL OTHER FINANCING SOURCE	<u>0</u>	<u>0</u>	<u>500,000</u>	<u>500,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (81,000)</u>	<u>\$ (81,000)</u>	<u>445,418</u>	<u>\$ 526,418</u>
FUND BALANCE, BEGINNING OF YEAR			<u>793,182</u>	
END OF YEAR			<u>\$1,238,600</u>	

Crete Public Library District
Working Cash Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
TOTAL REVENUES	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL EXPENDITURES	0	0	0	0
NET CHANGE IN FUND BALANCE	<u>\$ 0</u>	<u>\$ 0</u>	0	<u>\$ 0</u>
FUND BALANCE, BEGINNING OF YEAR			<u>605,076</u>	
END OF YEAR			<u>\$ 605,076</u>	

**Crete Public Library District
Non-Major Funds
Combining Balance Sheet
For the Year Ended June 30, 2016**

	Special Revenue Funds										Total
	Capital Projects	Illinois Municipal Retirement	Debt Service	FICA	Public Liability Insurance	Audit	Building and Sites	Unemployment Compensation	Workmen's Compensation	Memorial Fund	
ASSETS											
Cash	\$ 53,021	\$ 40,412	\$ 708	\$ 71,100	\$ 0	\$ 9,089	\$ 58,860	\$ 9,094	\$ 10,812	\$ 19,838	\$ 272,934
Property Tax Receivable	0	37,837	0	25,176	2,619	291	0	146	146	0	66,215
Prepaid Expenditures	0	0	0	0	6,934	0	0	0	1,005	0	7,939
TOTAL ASSETS	<u>53,021</u>	<u>78,249</u>	<u>708</u>	<u>96,276</u>	<u>9,553</u>	<u>9,380</u>	<u>58,860</u>	<u>9,240</u>	<u>11,963</u>	<u>19,838</u>	<u>347,088</u>
DEFERRED OUTFLOWS	0	0	0	0	0	0	0	0	0	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>53,021</u>	<u>78,249</u>	<u>708</u>	<u>96,276</u>	<u>9,553</u>	<u>9,380</u>	<u>58,860</u>	<u>9,240</u>	<u>11,963</u>	<u>19,838</u>	<u>347,088</u>
LIABILITIES											
Accounts Payable	0	0	0	0	0	6,250	0	0	0	0	6,250
Due to Other Funds	0	0	0	0	16,987	0	0	0	0	0	16,987
TOTAL LIABILITIES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>16,987</u>	<u>6,250</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>23,237</u>
DEFERRED INFLOWS											
Deferred Property Taxes	0	75,181	0	50,024	5,205	578	0	289	289	0	131,566
TOTAL DEFERRED INFLOWS	<u>0</u>	<u>75,181</u>	<u>0</u>	<u>50,024</u>	<u>5,205</u>	<u>578</u>	<u>0</u>	<u>289</u>	<u>289</u>	<u>0</u>	<u>131,566</u>
FUND BALANCES											
Nonspendable	0	0	0	0	0	0	0	0	1,005	0	1,005
Restricted	0	3,068	708	46,252	0	2,552	58,860	8,951	10,669	19,838	150,898
Assigned	53,021	0	0	0	0	0	0	0	0	0	53,021
Unassigned	0	0	0	0	(12,639)	0	0	0	0	0	(12,639)
TOTAL FUND BALANCES	<u>53,021</u>	<u>3,068</u>	<u>708</u>	<u>46,252</u>	<u>(12,639)</u>	<u>2,552</u>	<u>58,860</u>	<u>8,951</u>	<u>11,674</u>	<u>19,838</u>	<u>192,285</u>
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	<u>\$ 53,021</u>	<u>\$ 78,249</u>	<u>\$ 708</u>	<u>\$ 96,276</u>	<u>\$ 9,553</u>	<u>\$ 9,380</u>	<u>\$ 58,860</u>	<u>\$ 9,240</u>	<u>\$ 11,963</u>	<u>\$ 19,838</u>	<u>\$ 347,088</u>

**Crete Public Library District
Non-Major Funds
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2016**

	Special Revenue Funds										Total
	Capital Projects	Illinois Municipal Retirement	Debt Service	FICA	Public Liability Insurance	Audit	Building and Sites	Unemployment Compensation	Workmen's Compensation	Memorial Fund	
REVENUES											
Property Taxes	\$ 0	\$ 59,995	\$ 0	\$ 47,877	\$ 296	\$ 296	\$ 0	\$ 296	\$ 296	\$ 0	\$ 109,056
Interest	0	0	0	0	0	0	0	0	0	0	0
TOTAL REVENUES	<u>0</u>	<u>59,995</u>	<u>0</u>	<u>47,877</u>	<u>296</u>	<u>296</u>	<u>0</u>	<u>296</u>	<u>296</u>	<u>0</u>	<u>109,056</u>
EXPENDITURES											
IMRF	0	98,536	0	0	0	0	0	0	0	0	98,536
FICA	0	0	0	64,137	0	0	0	0	0	0	64,137
Public Liability Insurance	0	0	0	0	11,598	0	0	0	0	0	11,598
Audit	0	0	0	0	0	6,250	0	0	0	0	6,250
Building and Sites	0	0	0	0	0	0	48,480	0	0	0	48,480
Unemployment Insurance	0	0	0	0	0	0	0	2,229	0	0	2,229
Workmen's Compensation	0	0	0	0	0	0	0	0	2,323	0	2,323
Miscellaneous	0	0	0	0	1,125	0	0	0	0	0	1,125
TOTAL EXPENDITURES	<u>0</u>	<u>98,536</u>	<u>0</u>	<u>64,137</u>	<u>12,723</u>	<u>6,250</u>	<u>48,480</u>	<u>2,229</u>	<u>2,323</u>	<u>0</u>	<u>234,678</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>0</u>	<u>(38,541)</u>	<u>0</u>	<u>(16,260)</u>	<u>(12,427)</u>	<u>(5,954)</u>	<u>(48,480)</u>	<u>(1,933)</u>	<u>(2,027)</u>	<u>0</u>	<u>(125,622)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>53,021</u>	<u>41,609</u>	<u>708</u>	<u>62,512</u>	<u>(212)</u>	<u>8,506</u>	<u>107,340</u>	<u>10,884</u>	<u>13,701</u>	<u>19,838</u>	<u>317,907</u>
END OF YEAR	<u>\$ 53,021</u>	<u>\$ 3,068</u>	<u>\$ 708</u>	<u>\$ 46,252</u>	<u>\$ (12,639)</u>	<u>\$ 2,552</u>	<u>\$ 58,860</u>	<u>\$ 8,951</u>	<u>\$ 11,674</u>	<u>\$ 19,838</u>	<u>\$ 192,285</u>

Crete Public Library District
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
No Legally Adopted Budget
For the Year Ended June 30, 2016

REVENUES	
Interest	\$ 0
TOTAL REVENUES	<u>0</u>
TOTAL EXPENDITURES	<u>0</u>
NET CHANGE IN FUND BALANCE	0
FUND BALANCE,	
BEGINNING OF YEAR	<u>53,021</u>
END OF YEAR	<u><u>\$ 53,021</u></u>

Crete Public Library District
Illinois Municipal Retirement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 64,448	\$ 64,448	\$ 59,995	\$ (4,453)
TOTAL REVENUES	<u>64,448</u>	<u>64,448</u>	<u>59,995</u>	<u>(4,453)</u>
EXPENDITURES				
IMRF	<u>90,000</u>	<u>90,000</u>	<u>98,536</u>	<u>(8,536)</u>
TOTAL EXPENDITURES	<u>90,000</u>	<u>90,000</u>	<u>98,536</u>	<u>(8,536)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (25,552)</u>	<u>\$ (25,552)</u>	<u>(38,541)</u>	<u>\$ (12,989)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>41,609</u>	
END OF YEAR			<u>\$ 3,068</u>	

**Crete Public Library District
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
No Legally Adopted Budget
For the Year Ended June 30, 2016**

TOTAL REVENUES	<u>\$ 0</u>
TOTAL EXPENDITURES	<u>0</u>
NET CHANGE IN FUND BALANCE	0
FUND BALANCE, BEGINNING OF YEAR	<u>708</u>
END OF YEAR	<u><u>\$ 708</u></u>

Crete Public Library District
FICA Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 50,634	\$ 50,634	\$ 47,877	\$ (2,757)
TOTAL REVENUES	<u>50,634</u>	<u>50,634</u>	<u>47,877</u>	<u>(2,757)</u>
EXPENDITURES				
FICA	60,000	60,000	64,137	(4,137)
TOTAL EXPENDITURES	<u>60,000</u>	<u>60,000</u>	<u>64,137</u>	<u>(4,137)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (9,366)</u>	<u>\$ (9,366)</u>	(16,260)	<u>\$ (6,894)</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>62,512</u>	
END OF YEAR			<u>\$ 46,252</u>	

Crete Public Library District
Public Liability Insurance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 313	\$ 313	\$ 296	\$ (17)
TOTAL REVENUES	<u>313</u>	<u>313</u>	<u>296</u>	<u>(17)</u>
EXPENDITURES				
Liability Insurance	<u>15,000</u>	<u>15,000</u>	<u>12,723</u>	<u>2,277</u>
TOTAL EXPENDITURES	<u>15,000</u>	<u>15,000</u>	<u>12,723</u>	<u>2,277</u>
NET CHANGE IN FUND BALANCE	<u>\$ (14,687)</u>	<u>\$ (14,687)</u>	<u>(12,427)</u>	<u>\$ 2,260</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>(212)</u>	
END OF YEAR			<u>\$ (12,639)</u>	

Crete Public Library District
Audit Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 313	\$ 313	\$ 296	\$ (17)
TOTAL REVENUES	<u>313</u>	<u>313</u>	<u>296</u>	<u>(17)</u>
EXPENDITURES				
Audit Fees	<u>8,000</u>	<u>8,000</u>	<u>6,250</u>	<u>1,750</u>
TOTAL EXPENDITURES	<u>8,000</u>	<u>8,000</u>	<u>6,250</u>	<u>1,750</u>
NET CHANGE IN FUND BALANCE	<u>\$ (7,687)</u>	<u>\$ (7,687)</u>	<u>(5,954)</u>	<u>\$ 1,733</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>8,506</u>	
END OF YEAR			<u>\$ 2,552</u>	

Crete Public Library District
Building and Sites Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
TOTAL REVENUES	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
EXPENDITURES				
Maintenance, Repairs and Alterations	<u>75,000</u>	<u>75,000</u>	<u>48,480</u>	<u>26,520</u>
TOTAL EXPENDITURES	<u>75,000</u>	<u>75,000</u>	<u>48,480</u>	<u>26,520</u>
NET CHANGE IN FUND BALANCE	<u>\$ (75,000)</u>	<u>\$ (75,000)</u>	<u>(48,480)</u>	<u>\$ 26,520</u>
FUND BALANCE, BEGINNING OF YEAR			<u>107,340</u>	
END OF YEAR			<u>\$ 58,860</u>	

Crete Public Library District
Unemployment Insurance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 313	\$ 313	\$ 296	\$ (17)
TOTAL REVENUES	<u>313</u>	<u>313</u>	<u>296</u>	<u>(17)</u>
EXPENDITURES				
Insurance Premiums	<u>4,000</u>	<u>4,000</u>	<u>2,229</u>	<u>1,771</u>
TOTAL EXPENDITURES	<u>4,000</u>	<u>4,000</u>	<u>2,229</u>	<u>1,771</u>
NET CHANGE IN FUND BALANCE	<u>\$ (3,687)</u>	<u>\$ (3,687)</u>	<u>(1,933)</u>	<u>\$ 1,754</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>10,884</u>	
END OF YEAR			<u>\$ 8,951</u>	

Crete Public Library District
 Workmen's Compensation Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance
 Budget and Actual
 For the Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 313	\$ 313	\$ 296	\$ (17)
TOTAL REVENUES	313	313	296	(17)
EXPENDITURES				
Workmen's Compensation	4,000	4,000	2,323	1,677
TOTAL EXPENDITURES	4,000	4,000	2,323	1,677
NET CHANGE IN FUND BALANCE	<u>\$ (3,687)</u>	<u>\$ (3,687)</u>	(2,027)	<u>\$ 1,660</u>
FUND BALANCE, BEGINNING OF YEAR			13,701	
END OF YEAR			<u>\$ 11,674</u>	

**Crete Public Library District
Memorial Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
No Legally Adopted Budget
For the Year Ended June 30, 2016**

TOTAL REVENUES	\$ 0
TOTAL EXPENDITURES	<u>0</u>
NET CHANGE IN FUND BALANCE	0
FUND BALANCE, BEGINNING OF YEAR	<u>19,838</u>
END OF YEAR	<u><u>\$ 19,838</u></u>

Crete Public Library District
Assessed Valuations, Tax Rates, Allocations and Extensions
Tax Years 2006 - 2015

Tax Year	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
ASSESSED VALUATIONS (IN THOUSANDS)	\$ 289,157	\$ 296,906	\$ 313,607	\$ 347,276	\$ 387,414	\$ 417,994	\$ 447,350	\$ 445,396	\$ 427,236	\$ 396,348
TAX EXTENSIONS										
General	\$ 1,584,005	\$ 1,605,074	\$ 1,700,061	\$ 1,700,265	\$ 1,632,177	\$ 1,598,826	\$ 1,117,926	\$ 1,090,329	\$ 920,265	\$ 821,628
Illinois Municipal Retirement	75,181	60,272	50,177	50,008	29,831	29,260	190,571	150,098	76,902	63,416
Social Security	50,024	48,099	40,141	40,284	49,976	48,487	76,049	80,171	69,639	49,147
Public Liability Insurance	5,205	297	314	347	1,162	1,254	14,315	20,043	8,545	7,927
Audit Fund	578	297	314	347	1,162	1,254	14,315	20,043	7,263	5,152
Building and Sites	0	0	0	0	89,105	87,361	95,285	86,071	64,940	49,543
Debt Service	0	0	0	0	263,442	272,114	259,015	265,901	251,214	261,193
Workmen's Compensation	289	297	314	347	775	836	9,842	10,244	7,263	7,134
Unemployment Insurance	289	297	314	347	775	836	9,842	10,244	6,409	6,342
Working Cash	0	0	0	0	0	0	184,755	178,041	168,758	0
TOTAL EXTENDED LEVY	\$ 1,715,571	\$ 1,714,633	\$ 1,791,635	\$ 1,791,945	\$ 2,068,405	\$ 2,040,228	\$ 1,971,915	\$ 1,911,185	\$ 1,581,198	\$ 1,271,482
TAX RATES										
General	0.5478	0.5406	0.5421	0.4896	0.4213	0.3825	0.2499	0.2448	0.2154	0.2073
Illinois Municipal Retirement	0.0260	0.0203	0.0160	0.0144	0.0077	0.0070	0.0426	0.0337	0.0180	0.0160
Social Security	0.0173	0.0162	0.0128	0.0116	0.0129	0.0116	0.0170	0.0180	0.0163	0.0124
Public Liability Insurance	0.0018	0.0001	0.0001	0.0001	0.0003	0.0003	0.0032	0.0045	0.0020	0.0020
Audit Fund	0.0002	0.0001	0.0001	0.0001	0.0003	0.0003	0.0032	0.0045	0.0017	0.0013
Building and Sites	0.0000	0.0000	0.0000	0.0000	0.0230	0.0209	0.0213	0.0191	0.0152	0.0125
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0680	0.0651	0.0579	0.0597	0.0588	0.0659
Workmen's Compensation	0.0001	0.0001	0.0001	0.0001	0.0002	0.0002	0.0022	0.0023	0.0017	0.0018
Unemployment Insurance	0.0001	0.0001	0.0001	0.0001	0.0002	0.0002	0.0022	0.0023	0.0015	0.0016
Working Cash	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0413	0.0393	0.0395	0.0000
TOTAL TAX RATES	0.5933	0.5775	0.5713	0.5160	0.5339	0.4881	0.4408	0.4282	0.3701	0.3208
TAX COLLECTIONS										
General	\$ 786,811	\$ 1,597,686	\$ 1,693,307	\$ 1,695,758	\$ 1,624,428	\$ 1,596,935	\$ 1,115,394	\$ 1,087,229	\$ 919,716	\$ 826,232
Illinois Municipal Retirement	37,344	59,995	49,978	49,875	29,689	29,225	190,139	149,672	76,801	63,771
Social Security	24,848	47,877	39,982	40,177	49,739	48,430	75,877	79,943	69,532	49,423
Public Liability Insurance	2,585	296	312	346	1,157	1,253	14,283	19,986	8,533	7,971
Audit Fund	287	296	312	346	1,157	1,253	14,283	19,986	7,269	5,181
Building and Sites	0	0	0	0	88,682	87,257	95,070	84,829	64,949	49,821
Debt Service	0	0	0	0	262,191	271,792	258,429	265,145	251,105	262,657
Workmen's Compensation	144	296	312	346	771	835	9,819	10,215	7,269	7,174
Unemployment Insurance	144	296	312	346	771	835	9,819	10,215	6,479	6,377
Working Cash	0	0	0	0	0	0	184,337	174,543	168,614	0
TOTAL TAX COLLECTIONS	\$ 852,163	\$ 1,706,742	\$ 1,784,515	\$ 1,787,194	\$ 2,058,585	\$ 2,037,815	\$ 1,967,450	\$ 1,901,763	\$ 1,580,267	\$ 1,278,607
PERCENT COLLECTED	49.67%	99.54%	99.60%	99.73%	99.53%	99.88%	99.77%	99.51%	99.94%	100.56%

**Crete Public Library District
 Computation of Legal Debt Margin
 For the Year Ended June 30, 2016**

		<u>Legal Debt Margin</u>	
		<u>With</u>	<u>Without</u>
		<u>Referendum</u>	<u>Referendum</u>
Assessed Valuation 2015	<u>\$ 289,157,536</u>		
Debt Limit			
5.75% of Assessed Valuation		<u>\$ 16,626,558</u>	
2.875% of Assessed Valuation			<u>\$ 8,313,279</u>
		<u>\$ 16,626,558</u>	<u>\$ 8,313,279</u>