

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
ILLINOIS

ANNUAL FINANCIAL REPORT  
with  
INDEPENDENT AUDITORS' REPORT  
for the year ended June 30, 2023

**Weber & Associates CPAs, LLC**  
Certified Public Accountants

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# *Weber & Associates CPAs, LLC*

*Certified Public Accountants*

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## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Sugar Grove Public Library District  
Sugar Grove, Illinois

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sugar Grove Public Library District (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Sugar Grove Public Library District, Illinois as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

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

### **Responsibilities of Management for the Financial Statements**

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Sugar Grove Public Library District, Illinois's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Sugar Grove Public Library District, Illinois's ability to continue as a going concern for a reasonable period of time.

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

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sugar Grove Public Library District's basic financial statements. The individual fund schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*Aches & Associates*

Aurora, Illinois  
October 26, 2023

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
for the year ended June 30, 2023

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As management of the Sugar Grove Public Library District (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2023.

### **FINANCIAL HIGHLIGHTS**

- The assets of the District exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$6,433,864 (net position). Of this amount, \$180,247 (unrestricted net position) is available to be used to meet the District's ongoing obligations.
- The District's governmental funds reported combined ending fund balance of \$320,706.

### **USING THE FINANCIAL SECTION OF THE ANNUAL REPORT**

The financial statements of the District present two kinds of statements, each with a different snapshot of the District's finances. The focus of the financial statements is on the District as a whole, or government-wide, and on the major individual funds. Both perspectives allow the user to address relevant questions, broaden a basis for comparison and enhance the District's accountability.

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

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

The government-wide financial statements describe functions of the District that are principally supported by taxes and intergovernmental revenues. The governmental activities of the District reflect the District's basic services, including materials collections, reference and readers' services, programming, interlibrary loan and outreach services.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS, continued  
for the year ended June 30, 2023

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**Fund Financial Statements** - The focus of the fund financial statements is on the District's major funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are in one category, governmental funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities (see pages 13 - 16).

The District maintained three individual governmental funds during the year ended June 30, 2023. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures and changes in fund balances for the General Fund and Debt Service Fund each of which are considered to be "major" funds. Data from the Special Reserve Fund is presented in the column labeled nonmajor governmental fund. During the most recent fiscal year, property tax revenues levied for special purposes and the related expenditures thereof were reported as revenues and expenditures of the General Fund.

**Notes to the Basic Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 - 27 of this report.

**Other Information** - In addition to the basic financial statements and the accompanying notes, this report also presents certain other required supplementary information including the management's discussion and analysis on pages 4 - 10 and the budgetary comparison schedule for the General Fund found on pages 28 - 30. The supplementary information on pages 32 - 33 consists of individual fund budgetary comparison schedules for the debt service fund and the special reserve fund.



SUGAR GROVE PUBLIC LIBRARY DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS, continued  
for the year ended June 30, 2023

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The District's net position was \$6,433,864 at year end, an increase of \$604,385 over the prior year. A condensed version of the Statement of Net Position at June 30, 2023 and 2022 follows. For more detailed information, see the Statement of Net Position on page 11.

**Table 1**  
**Statement of Net Position**

	Governmental Activities	
	June 30, 2023	June 30, 2022
Current and Other Assets	\$ 1,925,967	\$ 1,852,237
Capital Assets, Net	6,966,595	7,178,714
Total Assets	8,892,562	9,030,951
Long-Term Liabilities	841,265	1,619,977
Other Liabilities	43,512	69,888
Total Liabilities	884,777	1,689,865
Deferred Inflows of Resources	1,573,921	1,511,607
Net Position:		
Net Investment in Capital Assets	6,149,018	5,581,481
Restricted	104,599	89,015
Unrestricted	180,247	158,983
Total Net Position	\$ 6,433,864	\$ 5,829,479

The District's net position increased 10% in fiscal year 2023 which is comparable to the increase of 15% during the year ended June 30, 2022. The largest portion of the net position reflects the District's investment in capital assets (land, building, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide library services to residents of the District; consequently, these assets are not available for future spending.

Approximately 2% of the District's net position represents resources that are subject to external restrictions on how they may be used. Unrestricted net position increased \$21,264 at June 30, 2023. Unrestricted net position reflects the component of net position that can be used to meet the District's ongoing day-to-day operations without constraints established by debt covenants or other legal requirements.

The decrease in capital assets was the result of current year additions and depreciation. Long-term liabilities decreased primarily due to the retirement of general obligation debt.

**SUGAR GROVE PUBLIC LIBRARY DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS, continued**  
for the year ended June 30, 2023

The following table summarizes the revenues and expenses of the District's activities for 2023 and 2022.

**Table 2**  
**Changes in Net Position**

	Governmental Activities	
	June 30, 2023	June 30, 2022
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 10,322	\$ 8,856
Operating Grants and Contributions	23,768	23,769
Capital Grants and Contributions	-	19,713
Total Program Revenues	<u>34,090</u>	<u>52,338</u>
General Revenues:		
Property Taxes	1,503,679	1,467,795
Intergovernmental	1,016	644
Investment Income	935	157
Other Miscellaneous	15,304	8,098
Donations not Restricted	2,594	4,405
Total General Revenues	<u>1,523,528</u>	<u>1,481,099</u>
Total Revenues	<u>1,557,618</u>	<u>1,533,437</u>
<b>Expenses</b>		
Culture and Recreation	929,501	845,418
Interest on Long Term Debt	23,732	40,768
Total Expenses	<u>953,233</u>	<u>886,186</u>
Changes in Net Position	604,385	647,251
Net Position, July 1	<u>5,829,479</u>	<u>5,182,228</u>
Net Position, June 30	<u>\$ 6,433,864</u>	<u>\$ 5,829,479</u>

Total revenues increased approximately 2% in fiscal year 2023. The increase in property tax revenues of \$35,884 was less than the increase of \$45,662 in the prior year. Property tax revenues represented 96.5% of total revenues of which 54.5% is restricted to debt service requirements of the District's general obligation building bonds. Overall the largest decrease in revenues was in program revenues. Program revenues decreased more than 34% compared to the prior year. The decrease of \$18,248 was due to more grants awarded in the prior year when compared to the current year.

**SUGAR GROVE PUBLIC LIBRARY DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS, continued**  
for the year ended June 30, 2023

Overall, expenses increased by approximately 8%. Close monitoring of library operating expenses continued for the year ended June 30, 2023. Personnel costs are the District's most significant operating costs. Operating expenses increased approximately \$84,083 for the year.

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

As noted earlier, the focus of the governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The District's governmental funds reported combined ending fund balances of \$320,706, an increase of \$24,822 over last year's combined balances. Restricted fund balances at year end totaled \$114,787. Ending fund balance in the General Fund was \$234,004 of which \$196,777 was unassigned.

**Table 3**  
**General Fund Budgetary Highlights**  
**for the year ended June 30, 2023**

	Final Appropriated Budget	Actual
Revenues		
Property Taxes	\$ 685,685	\$ 684,535
Intergovernmental	30,118	24,784
Fines	8,000	7,925
Charges for Services	2,400	2,397
Other	10,200	18,833
Total Revenues	736,403	738,474
Expenditures		
Personnel	486,500	418,651
Library Materials and Programs	108,500	79,549
Contractual Services	93,500	63,151
Other Operating Expenses	266,000	158,495
Total Expenditures	954,500	719,846
Change in Fund Balance	\$ (218,097)	\$ 18,628

**SUGAR GROVE PUBLIC LIBRARY DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS, continued**  
for the year ended June 30, 2023

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Actual revenues in 2023 were more than budgeted revenues in the General Fund by \$2,071. Total expenditures were less than the budgeted amount by \$234,654. Budgeted expenditures are typically higher than expected results as the District adopts a combined budget and appropriation ordinance that provides the legal limits of spending for the fiscal year and expenditure of unexpected revenues if received.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

As of June 30, 2023, the District had \$6,966,595 invested in capital assets including land, buildings, furniture, fixtures and equipment, net of accumulated depreciation. This amount decreased \$212,119 primarily due to the current year additions and depreciation expense. There were several additions to capital assets during the current year. Details of the District's capital assets by asset classification and the related accumulated depreciation can be found in Note 5 to the financial statements on page 24.

**Debt**

At June 30, 2023 the District had total debt outstanding from general obligation bonds of \$815,000. The District paid \$765,000 in principal on the bonds during the year ended June 30, 2023. Annual maturities of debt and the related interest expense is financed with property tax revenues. See Note 6 to the financial statements on page 25 for more detailed information.

**ECONOMIC CONDITIONS AND NEXT YEAR'S BUDGET**

The District's management, elected and appointed officials consider many factors when developing the fiscal year budget and appropriation and property tax rates. The equalized assessed valuation (EAV) of property in the District increased approximately 5.8% for the tax levy year 2022 compared to an increase of 2.6% in EAV for tax levy year 2021. The 2022 tax levy will be used to fund operations for the District's year ending June 30, 2024. For the current year, the overall increase in property tax revenue recognized for the District as a whole amounted to \$35,884 of which \$22,824 was attributable to the increase in the bond and interest levy restricted to payment of the District's general obligation refunding bonds. During the year ended June 30, 2023 the District received the fiscal year 2022 Illinois Public Library Per Capita grant. The fiscal year 2023 Illinois Public Library Per Capita grant proceeds were received subsequent to year end and have been included in grants receivable.

The District continues to carefully monitor expenditures and consider additional funding sources including public support and grants as a result of the limited increases in revenues available.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS, continued  
for the year ended June 30, 2023

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**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Library Director, Sugar Grove Public Library District, 125 S. Municipal Drive, Sugar Grove, Illinois 60554.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
STATEMENT OF NET POSITION  
June 30, 2023

	Governmental Activities
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,102,012
Property taxes receivable	791,045
Grants receivable	23,768
Prepaid expenses	9,142
Capital assets not being depreciated	2,016,260
Capital assets being depreciated, net	4,950,335
<b>TOTAL ASSETS</b>	<b>8,892,562</b>
 <b>LIABILITIES</b>	
Accounts payable	6,067
Accrued payroll and withholdings payable	27,257
Accrued interest payable	10,188
Long-term liabilities, due within one year:	
Compensated absences	20,464
Bonds payable	815,000
Unamortized premium on bonds	5,801
<b>TOTAL LIABILITIES</b>	<b>884,777</b>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Property taxes levied for a future year	1,571,937
Unamortized gain on refunding of debt	1,984
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>1,573,921</b>
 <b>NET POSITION</b>	
Net investment in capital assets	6,149,018
Restricted for:	
Debt service	73,794
Capital projects	2,720
Library materials	23,768
Audit	4,317
Unrestricted	180,247
<b>TOTAL NET POSITION</b>	<b>\$ 6,433,864</b>

See accompanying notes to financial statements.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
STATEMENT OF ACTIVITIES  
for the year ended June 30, 2023

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>PRIMARY GOVERNMENT</b>					
Governmental Activities:					
Culture and recreation	\$ 929,501	\$ 10,322	\$ 23,768	\$ -	\$ (895,411)
Interest on long-term debt	23,732	-	-	-	(23,732)
Total Governmental Activities	<u>953,233</u>	<u>10,322</u>	<u>23,768</u>	<u>-</u>	<u>(919,143)</u>
<b>TOTAL PRIMARY GOVERNMENT</b>	<u>\$ 953,233</u>	<u>\$ 10,322</u>	<u>\$ 23,768</u>	<u>\$ -</u>	<u>(919,143)</u>
General revenues:					
Property taxes					1,503,679
Intergovernmental					1,016
Investment income					935
Miscellaneous					15,304
Donations not restricted to specific programs					<u>2,594</u>
Total					<u>1,523,528</u>
CHANGE IN NET POSITION					604,385
NET POSITION, BEGINNING					<u>5,829,479</u>
NET POSITION, ENDING					<u>\$ 6,433,864</u>

See accompanying notes to financial statements.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2023

	General	Debt Service	Nonmajor Governmental Fund	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 594,125	\$ 505,167	\$ 2,720	\$ 1,102,012
Property taxes receivable	364,383	426,662	-	791,045
Grants receivable	23,768	-	-	23,768
Prepaid items	9,142	-	-	9,142
TOTAL ASSETS	<u>\$ 991,418</u>	<u>\$ 931,829</u>	<u>\$ 2,720</u>	<u>\$ 1,925,967</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 6,067	\$ -	\$ -	\$ 6,067
Accrued payroll and withholdings payable	27,257	-	-	27,257
Total liabilities	<u>33,324</u>	<u>-</u>	<u>-</u>	<u>33,324</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable property tax revenue	724,090	847,847	-	1,571,937
Total deferred inflows of resources	<u>724,090</u>	<u>847,847</u>	<u>-</u>	<u>1,571,937</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Prepaid items	9,142	-	-	9,142
Restricted for:				
Debt service	-	83,982	-	83,982
Audit	4,317	-	-	4,317
Library materials	23,768	-	-	23,768
Capital projects	-	-	2,720	2,720
Unassigned	196,777	-	-	196,777
Total fund balances	<u>234,004</u>	<u>83,982</u>	<u>2,720</u>	<u>320,706</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
	<u>\$ 991,418</u>	<u>\$ 931,829</u>	<u>\$ 2,720</u>	<u>\$ 1,925,967</u>

See accompanying notes to financial statements.



SUGAR GROVE PUBLIC LIBRARY DISTRICT  
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
June 30, 2023

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TOTAL FUND BALANCES - GOVERNMENTAL FUNDS	\$ 320,706
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets net of accumulated depreciation of \$3,786,892 used in governmental activities are not current financial resources, and therefore, are not reported in the governmental funds.	6,966,595
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Some liabilities reported in the statement of net position do not require the use of current financial resources, and therefore, are not reported as liabilities in governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position.

General obligation bonds	(815,000)
Unamortized premium on bonds sold	(5,801)
Interest payable on bonds	(10,188)
Compensated absences	(20,464)

Gains and losses on debt refunding are capitalized as deferred inflows or outflows and amortized on the government-wide statements.	(1,984)
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NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 6,433,864
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See accompanying notes to financial statements.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
for the year ended June 30, 2023

	General	Debt Service	Non-major Governmental Fund	Total Governmental Funds
<b>REVENUES</b>				
Property taxes	\$ 684,535	\$ 819,144	\$ -	\$ 1,503,679
Intergovernmental	24,784	-	-	24,784
Fines	7,925	-	-	7,925
Charges for services	2,397	-	-	2,397
Interest income	935	-	-	935
Donations	2,594	-	-	2,594
Miscellaneous	15,304	-	-	15,304
Total revenues	<u>738,474</u>	<u>819,144</u>	<u>-</u>	<u>1,557,618</u>
<b>EXPENDITURES</b>				
Current:				
Culture and recreation	713,706	-	-	713,706
Debt service:				
Principal retirement	-	765,000	-	765,000
Interest and fiscal agent fees	-	47,950	-	47,950
Capital outlay	6,140	-	-	6,140
Total expenditures	<u>719,846</u>	<u>812,950</u>	<u>-</u>	<u>1,532,796</u>
NET CHANGE IN FUND BALANCES	18,628	6,194	-	24,822
FUND BALANCES, BEGINNING OF YEAR	<u>215,376</u>	<u>77,788</u>	<u>2,720</u>	<u>295,884</u>
FUND BALANCES, END OF YEAR	<u>\$ 234,004</u>	<u>\$ 83,982</u>	<u>\$ 2,720</u>	<u>\$ 320,706</u>

See accompanying notes to financial statements.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
for the year ended June 30, 2023

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 24,822

Amounts reported for governmental activities in the statement of activities are different because:

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

Capital asset additions	41,181
Depreciation expense	(253,300)

Some expenses reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported in the governmental funds:

Decrease in compensated absences	2,464
Decrease in accrued interest payable on bonds	9,562

The repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 765,000

Certain amounts relating to bond issues are reported in the statement of net position. These items are amortized and reported as a component of interest expense in the statement of activities but not in the governmental funds:

Amortization of gain on refunding	3,408
Amortization of premium on debt	<u>11,248</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 604,385

See accompanying notes to financial statements.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Sugar Grove Public Library District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental 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.

Reporting Entity

The District is a special purpose government located in Sugar Grove, Illinois and was created in 1982 to provide informational, cultural, educational and recreational services to residents of Kane County in Sugar Grove Township. In 1988 the District's service area was expanded to include portions of Blackberry Township in Kane County. The District (the primary government) is governed by an elected seven member board of trustees and is fiscally independent.

The District has considered all potential component units. Criteria for including a component unit in the District's reporting entity principally consists of the potential component unit's financial independency and accountability to the District. Based upon those criteria, there are no potential component units to be included in the reporting entity.

Government-Wide and Fund Financial Statements

The government-wide financial statements, (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of material interfund activity, if any, has been eliminated from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues and other nonexchange transactions, are reported separately from business-type activities which rely to a significant extent on fees and charges for support. The District has no business-type activities.

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

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenues and expenditures.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-Wide and Fund Financial Statements (continued)

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. The District reports only governmental funds.

Governmental Funds

The District uses governmental funds to report on its financial position and the changes in its financial position. Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets and the servicing of long-term debt. The District reports the following major governmental funds:

*General Fund:* The General fund is 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 tax levies for Social Security, liability insurance and audit are accounted for in this fund.

*Debt Service Fund:* The Debt Service Fund is used to account for the accumulation of resources for the payment of bond principal, interest and related costs.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

Property taxes are recognized as revenue in the fiscal year for which the taxes are levied (see Note 3).

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 2023

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Interest associated with the current fiscal period is considered to be susceptible to accrual and is recognized as revenues of the current fiscal period. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements, including time requirements, have been satisfied. Amounts received before the eligibility requirements are met are reported as deferred inflows of resources by the District. All other revenue items are considered to be measurable and available only when cash is received by the District.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Cash and Investments

Cash and cash equivalents is composed of cash on hand, demand deposit and bank money market accounts. The District reports its investments at fair value.

The District maintains a cash pool that is available for use by all funds. Each fund's portion of the pool is included in the fund financial statements as cash and cash equivalents.

Capital Assets

Capital assets include land, land improvements, buildings and improvements, and personal property such as furniture, equipment, and library collection items. Capital assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Contributed or donated assets are reported at estimated fair value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

All reported capital assets, except land, are depreciated using the straight-line method of depreciation. Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset account) and estimated useful lives are reported in the government-wide statements as follows:

	Capitalization Threshold	Estimated Useful Life
Buildings and improvements	\$ 10,000	20-40 years
Land improvements	10,000	20 years
Furniture and equipment	2,500	5-7 years

The District depreciates its collection of books over a period of eight years and other non-print materials over a period of three years.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interfund Activity

Interfund activity is reported as either loans, reimbursements or transfers. Loans are reported as interfund receivables (due from other funds) in lender funds and interfund payables (due to other funds) in borrower funds and are subject to elimination upon consolidation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund activity is treated as transfers. Interfund transfers are reported as other financing sources/uses in the governmental funds and are netted as part of the reconciliation to the government-wide financial statements.

Compensated Absences

The District's policy is to provide paid leave to employees at the rate of 128 hours after three months of employment to five years of employment, 168 hours for years five through ten of employment, and 208 hours each year of employment thereafter. All paid leave is calculated based on a 40 hour week and is pro-rated for hours worked under 40 hours per pay week.

Earned paid leave is paid at termination or retirement. A liability and expenditure is reported in the General Fund for the portion that is currently due and payable to retirees or terminated employees. The remainder is reported in long-term liabilities and represents a reconciling item between the fund and government-wide presentations. The liability recorded in both the government-wide and fund financial statements includes payroll related payments for Social Security and Medicare taxes.

Net Position/Fund Balances

In the government-wide financial statements, net position is represented by the assets and deferred outflows of resources less the liabilities and deferred inflows of resources. The net position is reported in the following three categories:

*Net investment in capital assets* - consists of capital assets, net of accumulated depreciation, and is reduced by outstanding balances of any related debt obligations attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.

*Restricted* - net position is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external sources such as state statute, bond covenants or grants. None of the District's net position is restricted as a result of enabling legislation adopted by the District.

*Unrestricted* - consists of other net position that does not meet the definition of the other two components above and is available for general use by the District.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position/Fund Balances (continued)

In the fund financial statements, governmental funds report fund balance in classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balance is presented in five possible classifications as follows:

*Nonspendable* - resources which cannot be spent because they are either a) not in spendable form (such as prepaid items) or; b) legally or contractually required to be maintained intact.

*Restricted* - resources with constraints placed on the use of by creditors, grantors, contributors, or laws or regulations of other governments.

*Committed* - resources which are subject to limitations imposed by the District's Board of Trustees through an ordinance or resolution. Fund balances classified as committed can only be used for the specific purposes established by the Board's actions and the limitations remain binding unless removed by the Board in the same manner.

*Assigned* - resources that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by the Library Director based on the Board's direction.

*Unassigned* - resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Negative unassigned fund balances may be reported in the capital projects and debt service funds if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes.

When an expense is incurred for purposes for which both restricted and unrestricted funds are available, the District's flow of funds assumption prescribes that restricted funds are expended first, unless a decision is made to use unrestricted funds. The District's policy concerning which to apply first varies with the intended use and legal requirements. Decisions are made by the Board, or the library director as authorized by the Board, on a transactional basis at the incurrence of an expenditure as to whether restricted, committed, assigned or unassigned balances are spent first.

Use of Estimates

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



# SUGAR GROVE PUBLIC LIBRARY DISTRICT

## NOTES TO FINANCIAL STATEMENTS

June 30, 2023

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### 2. DEPOSITS AND INVESTMENTS

The District has adopted an investment policy that covers all of its funds. The policy requires investment of funds in accordance with Illinois law, using the "prudent person" standard of care for managing the portfolio. The primary objectives of the policy are safety (preservation of public funds) and yield. Collateral may be required for bank deposits not covered by federal deposit insurance at the discretion of the Treasurer.

The District is permitted by 30 ILCS 235/2 of the "Public Funds Investment Act" of the Illinois Compiled Statutes to invest in obligations guaranteed by the U.S. Government and its agencies, in investment accounts constituting direct obligations of any bank as defined by the Illinois Banking Act, forms of securities legally issuable by savings banks or savings and loan associations that are insured by the Federal Deposit Insurance Corporation, obligations of states and their political subdivision, short term obligations of corporations organized in the United States with assets exceeding \$500,000,000 rated at the time of purchase at one of the three highest classifications established by at least two standard rating services which mature not later than 180 days from the date of purchase, insured credit union shares, certain repurchase agreements, money market mutual funds registered under the Investment Company Act of 1940 with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, and The Illinois Funds.

#### Deposits

*Custodial Credit Risk* - This is the risk that in the event of the failure of a depository financial institution, the District may not be able to recover its deposits. To guard against credit risk for deposits with financial institutions, the District's investment policy provides that deposits in excess of FDIC insured limits may be collateralized by securities as identified in the Illinois Compiled Statutes at the discretion of the Treasurer.

At June 30, 2023, the carrying value of the District's deposits was \$1,101,762 and the bank balance was \$1,133,925. All of the deposits were covered by FDIC insurance or by collateral held by the bank's agent in the District's name.

#### Investments

The District had no investments at June 30, 2023.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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3. PROPERTY TAXES

On or before the last Tuesday in December of each year, the District's property tax is levied on the assessed value of all taxable real property located in the district. The 2022 tax levy was passed by the Board of Trustees on October 26, 2022. Property taxes attach as an enforceable lien on property as of January 1. Tax bills are prepared by the County and issued on or about May 1 and are payable in two installments which are generally due in June and September. The County collects such taxes and remits them periodically.

Property taxes are recorded as a receivable and unavailable revenue in the year the District is notified by the County of the amount extended. Revenue is recognized in the period in which the levy is intended to finance. The 2022 tax levy is intended to fund the operations of the year ending June 30, 2024.

4. DEFERRED INFLOWS OF RESOURCES

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position or fund balance that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

The District reports deferred inflows of resources on its statement of net position and governmental funds balance sheet when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or time requirements are not met, or when resources are received by the District before its use is budgeted for such as with property taxes. In subsequent periods, when the District has a legal claim to the resources or the revenue is available as with property taxes, the deferred inflows of resources is removed and revenue is recognized.

Deferred inflows are also reported in the government-wide statement of net position for the unamortized gain on refunding of debt. A gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023, was as follows:

	Balance July 1, 2022	Additions	Retirements	Balance June 30, 2023
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$2,016,260	\$ -	\$ -	\$ 2,016,260
Total capital assets not being depreciated	<u>2,016,260</u>	<u>-</u>	<u>-</u>	<u>2,016,260</u>
Capital assets being depreciated				
Building and improvements	6,883,376	-	-	6,883,376
Land improvements	426,326	-	-	426,326
Furniture, fixtures, and equipment	707,313	-	-	707,313
Collection	700,134	41,181	(21,103)	720,212
Total capital assets being depreciated	<u>8,717,149</u>	<u>41,181</u>	<u>(21,103)</u>	<u>8,737,227</u>
Less accumulated depreciation for:				
Building and improvements	(2,099,967)	(172,084)	-	(2,272,051)
Land improvements	(266,450)	(21,316)	-	(287,766)
Furniture, fixtures, and equipment	(627,510)	(17,245)	-	(644,755)
Collection	(560,768)	(42,655)	21,103	(582,320)
Total accumulated depreciation	<u>(3,554,695)</u>	<u>(253,300)</u>	<u>21,103</u>	<u>(3,786,892)</u>
Total capital assets being depreciated, net	<u>5,162,454</u>	<u>(212,119)</u>	<u>-</u>	<u>4,950,335</u>
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets, net	<u>\$7,178,714</u>	<u>\$ (212,119)</u>	<u>\$ -</u>	<u>\$ 6,966,595</u>

Depreciation expense was charged as a direct expense to programs as follows:

<b>GOVERNMENTAL ACTIVITIES</b>	
Culture and recreation - library	<u>\$ 253,300</u>

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

6. LONG-TERM LIABILITIES

At June 30, 2023, long-term debt consisted of the following:

General Obligation Refunding Bonds, Series 2014A

On November 19, 2014, the District issued \$5,735,000 of General Obligation Refunding Bonds, Series 2014A, at a rate of 3% to advance refund the General Obligation Library Bonds, Series 2005. The refunding bonds were sold at a premium amounting to \$230,775. Interest on the bonds is due semi-annually on February 1 and August 1 of each year. Principal payments are due serially on February 1 each year through February 1, 2024. Bonds maturing February 1, 2024 are subject to call for prior redemption on February 1, 2023 or on any date thereafter at par plus accrued interest to the date of redemption.

The following is a summary of changes in long-term liabilities of governmental activities:

	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Due Within One Year
General Obligation Library					
Refunding Bonds,					
Series 2014A	\$ 1,580,000	\$ -	\$ (765,000)	\$ 815,000	\$ 815,000
Subtotal bonds payable	1,580,000	-	(765,000)	815,000	815,000
Unamortized premium					
Series 2014A	17,049	-	(11,248)	5,801	5,801
Total bonds payable	1,597,049	-	(776,248)	820,801	820,801
Compensated absences	22,928	20,464	(22,928)	20,464	20,464
Totals	<u>\$ 1,619,977</u>	<u>\$ 20,464</u>	<u>\$ (799,176)</u>	<u>\$ 841,265</u>	<u>\$ 841,265</u>

Principal and interest payments on the bonds payable are made from the Debt Service Fund. Compensated absences are liquidated by the General Fund.

The annual debt service requirements to maturity, including principal and interest, for general obligation bonds as of June 30, 2023, are as follows:

Year Ending June 30	Principal	Interest	Total
2024	\$ 815,000	\$ 24,450	\$ 839,450

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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7. LEASE COMMITMENT

On August 28, 2019 the District executed a noncancellable operating lease for a copier that expires in August, 2024. The lease requires monthly payments of \$251 plus applicable charges. Rent expense recorded for the year ended June 30, 2023 was \$4,780.

Future minimum lease payments under the copier leases are as follows:

Year ending June 30	
2024	\$ 3,010
2025	251
	<u>\$ 3,261</u>

8. CONTINGENCIES AND COMMITMENTS

*Litigation*

The District is not involved in any pending litigation or aware of any unasserted claims or litigation.

*Grants*

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

9. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and injuries to employees for which the District has purchased commercial insurance. Risks covered include general liability, property, workers' compensation, and other.

There were no significant reductions in coverage during the year and settled claims have not exceeded coverage for the past three fiscal years. Premiums have been displayed as expenditures in the General Fund.

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2023

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10. LEGAL DEBT MARGIN

The District's legal debt margin is determined by Illinois statute under the provisions of the Local Government Debt Limitation Act (50 ILCS 405). In accordance with Section 1.21 of the Act, the limitations do not apply to any indebtedness of any library district incurred for acquiring or improving sites, constructing, extending or improving and equipping sites for public library purposes or for the establishment, support and maintenance of a public library, under the provisions of "The Illinois Public Library District Act".

Following is the District's legal debt margin:

Assessed valuation - 2022 tax year	\$ 583,956,951
Statutory debt limitation at 2.875% of assessed valuation	\$ 16,788,762
Less debt not excluded by statute	\$ -
Legal debt margin	\$ 16,788,762

**REQUIRED SUPPLEMENTARY INFORMATION**

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL  
 GENERAL FUND  
 for the year ended June 30, 2023

	Original and Final Appropriated Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
Property taxes:			
Corporate	\$ 685,685	\$ 637,575	\$ (48,110)
Audit	-	7,828	7,828
Liability insurance	-	11,741	11,741
Social Security	-	27,391	27,391
	<u>685,685</u>	<u>684,535</u>	<u>(1,150)</u>
Intergovernmental:			
Replacement tax	350	120	(230)
Other grants	4,000	-	(4,000)
Grants	23,768	23,768	-
Impact fees	2,000	896	(1,104)
	<u>30,118</u>	<u>24,784</u>	<u>(5,334)</u>
Fines	<u>8,000</u>	<u>7,925</u>	<u>(75)</u>
Charges for services	<u>2,400</u>	<u>2,397</u>	<u>(3)</u>
Interest income	<u>200</u>	<u>935</u>	<u>735</u>
Donations	<u>10,000</u>	<u>2,594</u>	<u>(7,406)</u>
Other revenue:			
Miscellaneous	<u>-</u>	<u>15,304</u>	<u>15,304</u>
Total revenues	<u>736,403</u>	<u>738,474</u>	<u>2,071</u>



SUGAR GROVE PUBLIC LIBRARY DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL, continued  
 GENERAL FUND  
 for the year ended June 30, 2023

	Original and Final Appropriated Budget	Actual	Variance Over (Under)
<b>EXPENDITURES</b>			
Current:			
Culture and recreation:			
Personnel:			
Salaries	415,000	364,816	(50,184)
Employee benefits	28,000	23,411	(4,589)
Payroll taxes	35,000	28,684	(6,316)
Miscellaneous benefits	2,500	1,056	(1,444)
Professional development	6,000	684	(5,316)
	<u>486,500</u>	<u>418,651</u>	<u>(67,849)</u>
Library materials and programs:			
Adult	55,000	42,657	(12,343)
Teen	10,000	4,315	(5,685)
Youth	25,000	16,671	(8,329)
Newspapers and periodicals	3,500	3,523	23
Programs and supplies	10,000	8,867	(1,133)
Administration materials and supplies	5,000	3,516	(1,484)
	<u>108,500</u>	<u>79,549</u>	<u>(28,951)</u>
Contractual services:			
Consortium/bibliographic support	21,000	19,049	(1,951)
Equipment leasing and supplies	7,500	4,780	(2,720)
Consultants	20,000	16,126	(3,874)
Legal counsel	30,000	11,728	(18,272)
Accounting and audit	14,000	11,419	(2,581)
Bank fee and merchant charges	1,000	49	(951)
	<u>93,500</u>	<u>63,151</u>	<u>(30,349)</u>
Building and grounds:			
Building/system maintenance and repair	30,000	21,530	(8,470)
Custodial/waste removal	16,000	14,974	(1,026)
Equipment maintenance and repair	20,000	11,245	(8,755)
Grounds and parking lot	20,000	6,389	(13,611)
Lawn care and snow removal	25,000	18,000	(7,000)
	<u>111,000</u>	<u>72,138</u>	<u>(38,862)</u>

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL, continued  
 GENERAL FUND  
 for the year ended June 30, 2023

	Original and Final Appropriated Budget	Actual	Variance Over (Under)
EXPENDITURES, continued			
Current, continued:			
Culture and recreation, continued:			
Liability insurance	19,000	14,373	(4,627)
Technology/automation			
Software, licenses and subscriptions	12,000	9,799	(2,201)
General administration/facility			
Telecommunications	12,000	9,225	(2,775)
Utilities	45,000	34,198	(10,802)
Memberships and development	2,000	870	(1,130)
Public relations, marketing and information	10,000	6,863	(3,137)
Supplies	6,000	2,828	(3,172)
Postage	3,000	356	(2,644)
Other miscellaneous	2,000	1,705	(295)
	<u>80,000</u>	<u>56,045</u>	<u>(23,955)</u>
Contingency	25,000	-	(25,000)
	<u>935,500</u>	<u>713,706</u>	<u>(221,794)</u>
Capital outlay:			
Furniture and equipment	5,000		(5,000)
Computer/server equipment	14,000	6,140	(7,860)
	<u>19,000</u>	<u>6,140</u>	<u>(12,860)</u>
Total expenditures	<u>954,500</u>	<u>719,846</u>	<u>(234,654)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (218,097)</u>	18,628	<u>\$ 236,725</u>
FUND BALANCE, BEGINNING OF YEAR		<u>215,376</u>	
FUND BALANCE, END OF YEAR		<u>\$ 234,004</u>	

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2023

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LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Annual appropriated budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The annual appropriated budget is legally enacted and provides for a legal level of control (level at which expenditures may not exceed appropriations) at the fund level. All annual appropriations lapse at fiscal year end.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Board prepares a Combined Annual Budget and Appropriation Ordinance by fund and itemized by object and purpose.
2. Budget hearings are conducted.
3. The appropriation is legally enacted through passage of an ordinance.
4. During the fiscal year, transfers made between line items within the same fund must be approved by the Board. Amendments to the budget may be made using the same procedures followed to adopt the original combined annual budget and appropriations ordinance.
5. Budgeted amounts presented in the financial statements are the final appropriated budget amounts as originally adopted by the Board on August 24, 2022.

## SUPPLEMENTARY INFORMATION

**SUGAR GROVE PUBLIC LIBRARY DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**DEBT SERVICE FUND**  
 for the year ended June 30, 2023

	Original and Final Appropriated Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
Property taxes	\$ 820,525	\$ 819,144	\$ (1,381)
Total revenues	<u>820,525</u>	<u>819,144</u>	<u>(1,381)</u>
<b>EXPENDITURES</b>			
Debt Service:			
Principal retirement	825,000	765,000	(60,000)
Interest	-	47,400	47,400
Fiscal agent fee	-	550	550
Total expenditures	<u>825,000</u>	<u>812,950</u>	<u>(12,050)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (4,475)</u>	6,194	<u>\$ 10,669</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>		<u>77,788</u>	
<b>FUND BALANCE, END OF YEAR</b>		<u>\$ 83,982</u>	

**SUGAR GROVE PUBLIC LIBRARY DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**SPECIAL RESERVE FUND**  
 for the year ended June 30, 2023

	<u>Original and Final Appropriated Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
REVENUES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXPENDITURES			
Culture and recreation:			
Capital outlay	<u>125,000</u>	<u>-</u>	<u>(125,000)</u>
Total expenditures	<u>125,000</u>	<u>-</u>	<u>(125,000)</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (125,000)</u></u>	<u>-</u>	<u><u>\$ 125,000</u></u>
FUND BALANCE, BEGINNING OF YEAR		<u>2,720</u>	
FUND BALANCE, END OF YEAR		<u><u>\$ 2,720</u></u>	

## STATISTICAL SECTION

SUGAR GROVE PUBLIC LIBRARY DISTRICT  
 ASSESSED VALUATIONS, PROPERTY TAX RATES, EXTENSIONS,  
 AND COLLECTIONS  
 June 30, 2023

Tax Levy Year	2022		2021	
Assessed Valuation	\$583,956,951		\$551,844,114	
	Rate	Amount	Rate	Amount
Tax Extensions				
Corporate	0.115937	\$ 677,022	0.115730	\$ 638,648
Social Security	0.004702	27,458	0.004972	27,438
Audit	0.001343	7,843	0.001421	7,842
Liability Insurance	0.002015	11,767	0.002131	11,760
Bonds and interest	0.145190	847,847	0.148688	820,527
	0.269187	\$ 1,571,937	0.272942	\$ 1,506,215
Tax collections:				
year ended June 30, 2023		\$ 780,892		\$ 707,450
Previous years		-		\$ 796,229
		\$ 780,892		\$ 1,503,679
Percent collected		49.7%		99.8%

Property tax rates are per \$100 of assessed valuation.