



**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2020



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WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INDEPENDENT AUDITOR’S REPORT	1-3
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	4
Statement of Activities	5
Fund Financial Statements	
Governmental Funds	
Balance Sheet.....	6
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position.....	7
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Governmental Activities in the Statement of Activities	9
Notes to Financial Statements	10-29
Required Supplementary Information	
Schedule of the Library’s Proportionate Share of the Net Pension Liability and Employer Contributions Illinois Municipal Retirement Fund	30
Schedule of Changes in the Employer’s Total OPEB Liability and Related Ratios Other Postemployment Benefit Plan	31

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
INDIVIDUAL FUND FINANCIAL SCHEDULES	
GENERAL FUND	
Schedule of Revenues - Budget and Actual	32
Schedule of Expenditures - Budget and Actual	33

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INDEPENDENT AUDITOR'S REPORT

Members of the Board of Trustees
Waukegan Public Library
City of Waukegan, Illinois

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit and the major fund of the Waukegan Public Library (the Library), a component unit of the City of Waukegan, Illinois, as of and for the year ended April 30, 2020, and the related notes to financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain 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 Library'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 Library's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit and the major fund of the Waukegan Public Library, as of April 30, 2020, the respective changes in financial position, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

The Library has not presented a management's discussion and analysis as required supplementary information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. Our opinion on the basic financial statements is not affected by this missing information.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Library's basic financial statements. The individual fund financial schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The individual fund financial schedules are the responsibility of management and were 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.

Sikich LLP

Naperville, Illinois
November 3, 2020

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2020

	Primary Government	Component Unit
	Governmental Activities	Waukegan Public Library Foundation
ASSETS		
Cash and investments	\$ 2,087,070	\$ 210,051
Receivables		
Due from other governments	111,348	-
Property taxes	4,378,381	-
Contributions	-	-
Other receivable	142,519	-
Prepaid expenses	77,861	-
Capital assets, not being depreciated	198,682	-
Capital assets (net of accumulated depreciation)	4,262,441	-
Total assets	11,258,302	210,051
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources related to pensions	336,530	-
Deferred outflows of resources related to OPEB	9,853	-
Total deferred outflows of resources	346,383	-
Total assets and deferred outflows of resources	11,604,685	210,051
LIABILITIES		
Accounts payable	16,905	-
Accrued payroll	112,575	-
Other current liabilities	-	128,658
Unearned revenue	111,348	-
Accrued interest payable	32,199	-
Noncurrent liabilities		
Due within one year	242,684	-
Due in more than one year	3,123,844	-
Total liabilities	3,639,555	128,658
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	4,378,381	-
Deferred inflows of resources related to pension	753,112	-
Total deferred inflows of resources	5,131,493	-
Total liabilities and deferred inflows of resources	8,771,048	128,658
NET POSITION		
Net investment in capital assets	2,068,168	-
Restricted		
Grant services	113,600	-
Restricted for other purposes	-	226,343
Unrestricted	651,868	(144,950)
TOTAL NET POSITION	\$ 2,833,636	\$ 81,393

See accompanying notes to financial statements.

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

FUNCTIONS/PROGRAMS				Net (Expense) Revenue and Change in Net Position	
				Primary	Component
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Unit Waukegan Public Library Foundation
PRIMARY GOVERNMENT					
Governmental Activities					
General government	\$ 4,392,570	\$ 50,738	\$ 350,269	\$ (3,991,563)	\$ -
Interest	105,226	-	-	(105,226)	-
Total governmental activities	4,497,796	50,738	350,269	(4,096,789)	-
TOTAL PRIMARY GOVERNMENT	\$ 4,497,796	\$ 50,738	\$ 350,269	(4,096,789)	-
COMPONENT UNIT					
Waukegan Public Library Foundation operations	\$ 311,836	\$ -	\$ 244,045	-	(67,791)
General Revenues					
Property taxes				4,179,364	-
Interest				12,429	35
Miscellaneous				26,193	1,421
Transfers				-	78,109
Total				4,217,986	79,565
CHANGE IN NET POSITION				121,197	11,774
NET POSITION, MAY 1				2,622,439	69,619
Prior period adjustment				90,000	-
NET POSITION, MAY 1 (RESTATED)				2,712,439	69,619
NET POSITION, APRIL 30				\$ 2,833,636	\$ 81,393

See accompanying notes to financial statements.

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

**BALANCE SHEET
GOVERNMENTAL FUNDS**

April 30, 2020

	General
ASSETS	
Cash and investments	\$ 2,087,070
Receivables	
Due from other governments	111,348
Property taxes	4,378,381
Other receivables	142,519
Prepaid items	77,861
TOTAL ASSETS	\$ 6,797,179
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 16,905
Accrued payroll	112,575
Other current liabilities	-
Unearned revenue for grants	111,348
Total liabilities	240,828
DEFERRED INFLOWS OF RESOURCES	
Unavailable revenue - property taxes	4,378,381
Total deferred inflows of resources	4,378,381
FUND BALANCE	
Nonspendable in form	
Prepaid items	77,861
Restricted	
Grant services	113,600
Assigned	
Capital improvements	500,000
Unassigned	1,486,508
Total fund balance	2,177,969
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 6,797,178

See accompanying notes to financial statements.

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

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

April 30, 2020

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 2,177,969
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	4,461,123
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds	336,530
Deferred outflows of resources related to OPEB do not relate to current financial resources and are not reported in the governmental funds	9,853
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds	(753,112)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Debt certificates payable	(2,345,000)
Accrued interest payable	(32,199)
Capital leases payable	(47,995)
Compensated absences payable	(121,918)
Net pension liability	(750,933)
Total OPEB liability	<u>(95,648)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 2,838,670</u></u>

See accompanying notes to financial statements.

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended April 30, 2020

	Original and Final Budget	Actual
REVENUES		
Taxes	\$ 4,200,000	\$ 4,179,364
Grants	348,000	350,269
Charges for services	50,000	50,738
Interest	5,000	12,429
Miscellaneous	18,500	26,193
	4,621,500	4,618,993
Total revenues	4,621,500	4,618,993
EXPENDITURES		
Current		
Library services	4,132,038	3,840,502
Capital outlay	195,000	115,335
Debt service		
Principal	190,000	201,536
Interest	104,463	107,848
	4,621,501	4,265,221
Total expenditures	4,621,501	4,265,221
NET CHANGE IN FUND BALANCE	\$ (1)	353,772
FUND BALANCE, MAY 1		1,824,197
FUND BALANCE, APRIL 30		\$ 2,177,969

See accompanying notes to financial statements.

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

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

For the Year Ended April 30, 2020

NET CHANGE IN FUND BALANCE - TOTAL GOVERNMENTAL FUNDS	\$ 353,772
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	64,145
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governments funds. Neither transaction, however, has any effect on net position	
Principal repayments	201,536
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds	
Compensated absences payable	(24,615)
Net pension liability	1,683,941
Total OPEB liability	(18,476)
Deferred outflows of resources related to pensions	(1,273,218)
Deferred outflows of resources related to OPEB	8,784
Deferred inflows of resources related to pensions	(537,386)
Change in accrued interest payable	2,622
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	<u>(339,908)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 121,197</u></u>

See accompanying notes to financial statements.

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

April 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Waukegan Public Library, Waukegan, Illinois (the Library) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Library's accounting policies are described below.

A. Reporting Entity

The Library operates and maintains the public library within the City of Waukegan (the City). The Library is a legally separate entity whose board is appointed by the Mayor of the City with the approval of the City Council. The Library may not issue bonded debt without the City's approval and its property tax levy is subject to the City Council's acceptance, and is, therefore, considered to be a component unit of the City. This report represents the financial activity of the Library for the year ended April 30, 2020.

Component units are reported using one of two methods, discrete presentation or blending. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blended method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Discretely Presented Component Unit

Waukegan Public Library Foundation

The government-wide financial statements include the Waukegan Public Library Foundation (the Foundation) as a component unit. The Foundation is a legally separate organization. The Board of Directors of the Foundation is appointed by the Library's Executive Director or other foundation directors and then approved by a vote. Due to

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Discretely Presented Component Unit (Continued)

Waukegan Public Library Foundation (Continued)

its relationship with the Library, the Foundation is a component unit. The Foundation's financial statements have been presented as a discrete column in the financial statements. The financial information presented for the Foundation is as of April 30, 2020 and for the year then ended. Separately issued financial statements of the Foundation may be obtained from the Library's office.

B. Fund Accounting

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

Funds are classified into the following categories; governmental, proprietary and fiduciary. The Library reports only governmental funds.

Governmental funds are used to account for all or most of a Library's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust that can be used for governmental services (permanent fund). The General Fund is used to account for all activities of the Library.

C. Government-Wide and Fund Financial Statements

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-Wide and Fund Financial Statements (Continued)

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

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

The Library reports the following major governmental fund:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the Library.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. The Library recognizes property taxes when they become both measurable and available in the period the tax is intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Library 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 fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Library.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**D. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)**

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Library; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The Library reports unearned revenue and unavailable/deferred revenue on its financial statements. Unavailable/deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period, under the modified accrual basis of accounting. Unearned revenue arises when a revenue is measurable but not earned under the accrual basis of accounting. Unearned revenues also arise when resources are received by the Library before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the Library has a legal claim to the resources, the liability and deferred inflows of resources for unearned and unavailable/deferred revenue are removed from the financial statements and revenue is recognized.

E. Deposits and Investments

The Library's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of 12 months or less from the date of acquisition.

State statutes authorize the Library to invest in obligations of the U.S. Treasury, certain highly rated commercial paper, corporate bonds, repurchase agreements and the State Treasurer's Investment Pool.

Investments are stated at fair value. Changes in fair value of investments are recorded as investment income. The Library categorizes the fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The Library does not have any investments reported at fair value at April 30, 2020.

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Prepaid Items

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed, rather than when purchased.

G. Capital Assets

Capital assets, which include buildings and building improvements, equipment and furniture and books and library materials, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the Library as assets with an initial, individual cost in excess of \$500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and building improvements	5-40
Furniture and equipment	5-20

H. Compensated Absences

The Library accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. There is no liability for accumulated sick days as they are not paid out to an employee. Vested or accumulated vacation leave that is owed retirees or terminated employees is reported as expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. All vacation pay is accrued when incurred in the government-wide financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

J. Fund Balance/Net Position

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

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

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

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Budgets and Budgetary Accounting

The Library's budget represents departmental expenditures and estimated revenues authorized in the City's budget. The budget is adopted on the modified accrual basis consistent with GAAP. The Library submits to the Mayor and City Council a proposed budget for the Library. The proposed budget includes proposed expenditures and the means of financing them. A public hearing is conducted to obtain citizen comments. Prior to April 30 of the year preceding the budget year the budget is legally enacted through passage of an ordinance. The level of budgetary control is the fund level. The Library reports the original and final amended budget. All budgetary authority lapses at year end.

L. 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 expenses during the reporting period. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

The Library follows the City's investment policy.

Permitted deposits and investments - Statutes authorize the Library to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money markets mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services. The Library's investment policy allows the Library to invest in any type of security allowable in Illinois statutes regarding the investment on public funds.

It is the policy of the Library 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 Library 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 of principal, liquidity, yield and maintaining the public trust.

2. DEPOSITS AND INVESTMENTS (Continued)

A. Deposits with Financial Institutions

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

B. Investments

In accordance with its investment policy, the Library limits its exposure to interest rate risk by diversifying its investment portfolio to the best of its ability based on the nature of the funds invested and the cash flow needs of those funds. A variety of financial instruments and maturities, properly balanced, will help to ensure liquidity and reduce risk or interest rate volatility and loss of principal. Diversifying investments and maturities will avoid incurring unreasonable risks in the investment portfolio regarding specific security types, issuers or individual financial institutions. The Library's investment policy does not specifically limit the maximum maturity length of investments.

The Library 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 guaranteed by the United States Government. However, the Library's investment policy does not specifically limit the Library to these types of investments.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in the possession of an outside party. To limit its exposure, the Library's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Library's agent separate from where the investment was purchased.

Concentration of credit risk - the Library's investment policy requires diversification to the best of its ability based on the type of funds invested and the cash flow needs of those funds.

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES - TAXES

Property taxes for 2019 attach as an enforceable lien on January 1, 2019, on property values assessed as of the same date. Taxes are levied by December 31 of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2020, and are payable in two installments, on or about June 1, 2020 and September 1, 2020. The County collects such taxes and remits them periodically. Because the 2019 levy is intended to finance the fiscal year ending April 30, 2021, it has been offset by unavailable/deferred revenue at April 30, 2020.

The 2020 tax levy, which attached as an enforceable lien on property as of January 1, 2020, has not been recorded as a receivable as of April 30, 2020, as the tax has not yet been levied by the Library and will not be levied until December 2020 and, therefore, the levy is not measurable at April 30, 2020.

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2020 was as follows:

	Balances May 1, Restated	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 71,486	\$ -	\$ -	\$ 71,486
Construction in progress	90,000	-	90,000	-
Artwork	-	127,196	-	127,196
Total capital assets not being depreciated	<u>161,486</u>	<u>127,196</u>	<u>90,000</u>	<u>198,682</u>
Capital assets being depreciated				
Buildings and improvements	8,859,662	16,154	-	8,875,816
Furniture and equipment	2,243,823	10,795	-	2,254,618
Total capital assets being depreciated	<u>11,103,485</u>	<u>26,949</u>	<u>-</u>	<u>11,130,434</u>
Less accumulated depreciation for				
Buildings and improvements	4,697,413	202,791	-	4,900,204
Furniture and equipment	1,830,672	137,117	-	1,967,789
Total accumulated depreciation	<u>6,528,085</u>	<u>339,908</u>	<u>-</u>	<u>6,867,993</u>
Total capital assets being depreciated, net	<u>4,575,400</u>	<u>(312,959)</u>	<u>-</u>	<u>4,262,441</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 4,736,886</u>	<u>\$ (185,763)</u>	<u>\$ 90,000</u>	<u>\$ 4,461,123</u>

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
Culture and Recreation	<u>\$ 339,908</u>

5. CHANGES IN LONG-TERM LIABILITIES

Issue	Balance May 1, Restated	Increases	Decreases	Balance April 30	Current Portion
2010 GO debt certificates	\$ 2,535,000	\$ -	\$ 190,000	\$ 2,345,000	\$ 195,000
Capital lease	59,531	-	11,536	47,995	12,170
Net pension liability IMRF	2,434,874	-	1,683,941	750,933	-
Total OPEB liability	82,206	18,476	-	100,682	5,034
Accrued compensated absences payable	97,303	48,941	24,326	121,918	30,480
TOTAL	<u>\$ 5,208,914</u>	<u>\$ 67,417</u>	<u>\$ 1,909,803</u>	<u>\$ 3,366,528</u>	<u>\$ 242,684</u>

The compensated absences, net pension liability and total OPEB liability will be paid out of the General Fund.

2010 General Obligation Debt Certificates

The 2010 general obligation debt certificates are a direct obligation and pledge the full faith and credit of the Library. The debt certificates, dated September 30, 2010, were issued to finance construction of a new roof and other improvements of the Library's existing building and are due in annual installments through January 1, 2030. Annual debt service requirements to maturity for Library General Obligation Debt Certificates are as follows:

Fiscal Year Ending April 30,	General Obligation, Series 2010	
	Principal	Interest
2021	\$ 195,000	\$ 96,863
2022	205,000	89,063
2023	210,000	80,863
2024	220,000	72,463
2025	230,000	63,663
2026-2030	1,285,000	170,610
TOTAL	<u>\$ 2,345,000</u>	<u>\$ 573,525</u>

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CHANGES IN LONG-TERM LIABILITIES (Continued)

Capital Lease

In 2018, the Library entered into a capital lease agreement. The gross amounts of assets under capital lease is \$63,241, which are included in capital assets in the governmental activities. The future minimum lease obligations on the capital lease at April 30, 2020 is follows:

Fiscal Year Ending April 30,	Governmental Activities	
	Principal	Interest
2021	\$ 12,170	\$ 2,277
2022	12,839	1,608
2023	13,544	903
2024	9,442	191
TOTAL	\$ 47,995	\$ 4,979

6. RISK MANAGEMENT

The Library is exposed to various risks of loss related to employee health benefits, workers' compensation claims; theft of, damage to and destruction of assets; and natural disasters. The Library has purchased insurance from private insurance companies for general liability, worker's compensation and other coverage. Premiums have been recorded as expenditures in the appropriate fund. There have been no significant reductions in insurance coverage from coverage in the prior years.

7. DEFINED BENEFIT PENSION PLAN

The Library contributes, through the City, to the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. However, the Library's participation in IMRF is equivalent to a cost-sharing, multiple-employer pension plan since only one actuarial valuation is performed for both the City and the Library combined. All disclosures for an agent plan can be found in the City's comprehensive annual financial report.

7. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable. Investments are reported at fair value.

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011 are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The City and the Library are required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the fiscal year ended April 30, 2020 was 12.7% of covered payroll. For the year ended April 30, 2020, salaries totaling \$2,043,575 were paid that required employer contributions of \$260,069, which was equal to the Library's actual contributions.

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Net Pension Liability

At April 30, 2020, the Library reported a liability of \$750,933 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Library's proportion of the net pension liability was based in the Library's actual contribution to the plan for the year ended April 30, 2020 relative to the contributions of the City, actuarially determined. At April 30, 2020, the Library's proportion was 13.46% of the total contribution.

Actuarial Assumptions

The Library's net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2019
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.35% to 14.25%
Interest rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Library contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

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

For the year ended April 30, 2020, the Library recognized pension expense of \$386,509. At April 30, 2020, the Library reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 77,789	\$ 28,659
Changes in assumption	164,589	55,618
Net difference between projected and actual earnings on pension plan investments	-	668,835
Contributions made subsequent to the measurement date	94,152	-
TOTAL	\$ 336,530	\$ 753,112

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

\$94,152 reported as deferred outflows of resources related to pensions resulting from library contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending April 30,	
2021	\$ (71,108)
2022	(175,224)
2023	58,114
2024	(322,516)
2025	-
Thereafter	<u>-</u>
TOTAL	<u>\$ (510,734)</u>

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 2,699,112	\$ 750,933	\$ (858,711)

8. OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

In addition to providing the pension benefits described, the Library provides postemployment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by ILCS and by the Library. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Library’s General Fund and governmental activities.

B. Benefits Provided

The Library provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under the Library’s retirement plan or meet COBRA requirements. All health care benefits are provided through the Library’s third party indemnity health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Eligibility in the Library sponsored health care plans is discontinued upon eligibility for federally sponsored health care benefits. The retiree pays a blended premium which creates an implicit subsidy.

C. Membership

At April 30, 2019 (most recent data available), membership consisted of:

Inactive members and beneficiaries currently receiving benefits	-
Inactive members entitled to benefits but not yet receiving them	-
Active members	<u>36</u>
 TOTAL	 <u>36</u>
 Participating Employers	 <u><u>1</u></u>

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

D. Actuarial Assumptions and Other Inputs

The total OPEB liability was determined by an actuarial valuation performed as of April 30, 2019, rolled forward to April 30, 2020, using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2019
Measurement date	April 30, 2020
Actuarial cost method	Entry-age normal
Inflation	2.50%
Discount rate	2.92%
Healthcare cost trend rates	7.50% in fiscal 2020, to an ultimate trend rate of 4.50%
Asset valuation method	N/A
Mortality rates	RPH-2018 Total Dataset Mortality Table fully generational using Scale MP-2018

E. Discount Rate

The discount rate was based on the S&P Municipal Bond 20-year high-grade rate index rate for tax exempt general obligation municipal bonds rated AA or better at April 30, 2020.

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

F. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2018	<u>\$ 82,206</u>
Changes for the period	
Service cost	4,958
Interest	3,304
Changes in assumptions	6,591
Differences between expected and actual experience	<u>3,623</u>
Net changes	<u>18,476</u>
BALANCES AT APRIL 30, 2019	<u>\$ 100,682</u>

There were changes in assumptions related to the discount rate in 2020.

G. Rate Sensitivity

The following is a sensitive analysis of total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Library calculated using the discount rate of 2.92% as well as what the Library's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.92%) or 1 percentage point higher (3.92%) than the current rate:

	1% Decrease (1.92%)	Current Discount Rate (2.92%)	1% Increase (3.92%)
Total OPEB liability	\$ 108,675	\$ 100,682	\$ 93,138

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. OTHER POSTEMPLOYMENT BENEFITS (Continued)

G. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the Library calculated using the healthcare rate of 8.50% to 4.50% as well as what the Library's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (7.50% to 3.50%) or 1 percentage point higher (9.50% to 5.50%) than the current rate:

	1% Decrease (7.50% to 3.50%)	Current Healthcare Rate (8.50% to 4.50%)	1% Increase (9.50% to 5.50%)
Total OPEB liability	\$ 88,053	\$ 100,682	\$ 115,945

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

For the year ended April 30, 2020, the Library recognized OPEB expense of \$9,692. At April 30, 2020, the Library reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows
Differences between expected and actual experience	\$ 3 170
Changes in assumption	6 683
TOTAL	\$ 9 853

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

Fiscal Year Ending April 30,	
2021	\$ 1,430
2022	1,430
2023	1,430
2024	1,430
2025	1,430
Thereafter	2,703
TOTAL	\$ 9,853

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. PRIOR PERIOD ADJUSTMENT

The beginning net position reported in the government-wide financial statements has been restated as follows:

GOVERNMENTAL ACTIVITIES

PRIOR PERIOD ADJUSTMENT

To restate capital assets

\$ 90,000

TOTAL PRIOR PERIOD ADJUSTMENT

\$ 90,000

REQUIRED SUPPLEMENTARY INFORMATION

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

SCHEDULE OF THE LIBRARY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY AND EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Five Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2019	2018	2017	2016	2015
Library's proportion of the net pension liability	13.46%	14.34%	14.90%	14.91%	14.91%
Library's proportionate share of the net pension liability	\$ 750,933	\$ 2,434,874	\$ 217,624	\$ 1,826,196	\$ 1,845,087
City's proportionate share of the net pension liability	4,828,631	14,539,473	1,242,476	10,421,351	10,529,153
TOTAL NET PENSION LIABILITY	\$ 5,579,564	\$ 16,974,347	\$ 1,460,100	\$ 12,247,547	\$ 12,374,240
Covered payroll	\$ 2,021,479	\$ 2,161,009	\$ 2,190,534	\$ 2,167,485	\$ 2,125,161
Library's proportionate share of the net pension liability as a percentage of covered payroll	37.15%	112.67%	9.93%	84.25%	86.82%
Plan fiduciary net position as a percentage of the total pension liability	95.32%	85.49%	98.67%	88.70%	88.15%
FISCAL YEAR ENDED APRIL 30,	2020	2019	2018	2017	2016
Contractually required contribution	\$ 260,069	\$ 279,169	\$ 297,051	\$ 313,867	\$ 259,847
Contributions in relation to the contractually required contribution	(260,069)	(279,169)	(297,051)	(313,867)	(260,069)
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ (222)
Contributions as a percentage of covered payroll	12.7%	13.2%	14.4%	14.6%	12.7%

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN

Last Two Fiscal Years

MEASUREMENT DATE APRIL 30,	2020	2019
TOTAL OPEB LIABILITY		
Service cost	\$ 4,958	\$ 4,608
Interest	3,304	3,092
Difference between expected and actual experience	3,623	-
Changes in assumptions	6,591	1,222
Benefit payments	-	-
Net change in total OPEB liability	18,476	8,922
Total OPEB liability - beginning	82,206	73,284
TOTAL OPEB LIABILITY - ENDING	\$ 100,682	\$ 82,206
Covered payroll	\$ 2,140,554	\$ 1,710,684
Employer's total OPEB liability as a percentage of covered payroll	4.70%	4.81%

Changes in assumptions related to the discount rate were made in 2019 and 2020.

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

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

INDIVIDUAL FUND FINANCIAL SCHEDULES

**WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS**

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2020

	Original and Final Budget	Actual
TAXES		
Property taxes	\$ 4,200,000	\$ 4,179,364
GRANTS		
Grants	348,000	350,269
CHARGES FOR SERVICES		
Licenses, permits and fees	50,000	50,738
Total charges for services	50,000	50,738
INTEREST		
Interest income	5,000	12,429
MISCELLANEOUS		
Sponsorships	13,500	23,257
Other	5,000	2,936
Total miscellaneous	18,500	26,193
TOTAL REVENUES	\$ 4,621,500	\$ 4,618,993

(See independent auditor's report.)

WAUKEGAN PUBLIC LIBRARY
WAUKEGAN, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2020

	Original and Final Budget	Actual
LIBRARY SERVICES		
Salaries and benefits	\$ 3,003,650	\$ 2,945,182
Administrative services	126,588	101,063
Public services	336,750	314,140
Community services	44,850	60,741
Building services	97,000	97,249
Information technology services	201,500	198,566
Grants	279,000	75,450
Contractual services	36,000	31,423
Other charges	6,700	16,688
	<hr/>	<hr/>
Total library services	4,132,038	3,840,502
CAPITAL OUTLAY		
Capital outlay	195,000	115,335
	<hr/>	<hr/>
Total capital outlay	195,000	115,335
DEBT SERVICE		
Principal	190,000	201,536
Interest and fiscal charges	104,463	107,848
	<hr/>	<hr/>
Total debt service	294,463	309,384
TOTAL EXPENDITURES		
	<hr/> <hr/>	<hr/> <hr/>
	\$ 4,621,501	\$ 4,265,221

(See independent auditor's report.)