



ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2024

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ARLINGTON HEIGHTS, ILLINOIS
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ARLINGTON HEIGHTS, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Trustees
Arlington Heights Memorial Library
Arlington Heights, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the major fund and the aggregate remaining fund information of the Arlington Heights Memorial Library (the Library) as of and for the year ended December 31, 2024 and the related notes to financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities the major fund and the aggregate remaining fund information of the Arlington Heights Memorial Library, Arlington Heights, Illinois as of December 31, 2024 and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 11 to the financial statements, the Library adopted the Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, for the year ended December 31, 2024. The implementation of this guidance resulted in changes to accrual of compensated absence balances. Our opinion was not modified with respect to this matter.

Basis of Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Library's ability to continue as a going concern for 12 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 GAAS 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 GAAS, we:

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

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

Other Matters

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Library'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. The individual fund 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 individual fund schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Sikich CPA LLC

Naperville, Illinois
June 30, 2025

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

ARLINGTON HEIGHTS MEMORIAL LIBRARY
MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2024

As the management of the Arlington Heights Memorial Library (AHML), we offer this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with additional information furnished in the library's Financial Statements.

This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of AHML's financial activity, (3) identify changes in AHML's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

USING THE FINANCIAL SECTION OF THIS ANNUAL REPORT

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of AHML's finances, in a manner similar to a private-sector business. The focus of the Statement of Net Position presents information on all of AHML's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between these reported as net position. This statement combines and consolidates 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 AHML is improving or deteriorating.

The Statement of Activities presents information showing how AHML'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 fiscal periods (e.g., earned but unused compensated absences).

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

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements to be more familiar. The focus of the presentation is on major funds rather than fund types. 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. AHML, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of AHML 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 near-term inflows and outflows of spendable resources, as well as balances 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.

AHML maintains two individual governmental funds. 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 Capital Projects Fund. The General Fund is considered a "major" fund while the Capital Projects Fund is considered a "non-major" fund.

AHML adopts an annual budget for each of its governmental funds. A budgetary comparison statement has been provided elsewhere in this report to demonstrate compliance with the budget. The basic governmental fund financial statements have been included.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. Additional notes to the financial statements can be found throughout this annual financial report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning AHML's progress in funding its obligation to provide benefits to its employees. Required supplementary information has been provided.

GOVERNMENT-WIDE STATEMENTS

Net Position

The following table reflects the condensed Statement of Net Position:

Table 1: Statement of Net Position

	Governmental Activities 2024	Governmental Activities 2023
ASSETS		
Cash and investments	\$ 14,485,247	\$ 15,533,155
Receivables (net, where applicable, of allowance for uncollectibles)		
Property taxes	14,972,759	14,880,124
Grants	-	100,000
Other	2,500	-
Prepaid expenses	289,468	317,008
Capital assets not being depreciated	1,242,962	1,363,206
Tangible and intangible capital assets (net of accumulated depreciation and amortization)	9,091,813	8,595,229
Total assets	40,084,749	40,788,722
DEFERRED OUTFLOWS OF RESOURCES		
Pension related items - OPEB	169,747	192,947
Pension related items - IMRF	4,489,186	5,517,050
Total deferred outflows of resources	4,658,933	5,709,997
Total assets and deferred outflows of resources	44,743,682	46,498,719
LIABILITIES		
Accounts payable	439,829	413,173
Retainage payable	-	37,342
Accrued payroll	313,215	243,529
Unearned revenue	214,714	100,267
Interest payable	-	2,667
Long-term liabilities		
Due within one year	572,598	301,272
Due in more than one year	5,609,302	7,065,656
Total liabilities	7,149,658	8,163,906
DEFERRED INFLOWS OF RESOURCES		
Pension related items - OPEB	106,613	130,342
Pension related items - IMRF	35,960	100,448
Deferred revenue - property taxes	14,972,760	14,679,721
Total deferred inflows of resources	15,115,333	14,910,511
Total liabilities and deferred inflows of resources	22,264,991	23,074,417
NET POSITION		
Net investment in capital assets	10,058,422	9,548,027
Unrestricted	12,420,269	13,876,672
TOTAL NET POSITION	\$22,478,691	\$23,424,699

AHML adopted the Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, for the year ended December 31, 2024. This resulted in the restatement of opening net position from \$23,424,699 shown above to \$22,533,512. Other than the impact of restatement, net position remained relatively flat, decreasing only \$54,821 (0.2%) during 2024.

The following table summarizes the revenues and expenses of the Library's activities:

Table 2: Statement of Activities

	2024	2023
REVENUES		
Program Revenues		
Charges for Services	\$ 65,917	\$ 62,603
Operating Grants	228,940	101,540
Capital Grants and Contributions	-	100,000
General Revenues		
Property Taxes	14,653,897	14,885,563
Personal Property Replacement Tax	190,867	325,194
Investment Income	541,951	453,757
Miscellaneous	124,009	204,861
Total Revenues	15,805,581	16,133,518
EXPENSES		
Culture and recreation	15,852,215	15,700,985
Interest	8,187	13,296
Total Expenses	15,860,402	15,714,281
CHANGE IN NET POSITION	\$ (54,821)	\$ 419,237

Revenues in 2024 decreased as compared to 2023 due primarily to lower property tax receipts including personal property replacement taxes. Expenses were relatively flat year over year.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, AHML uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of December 31, 2024, the governmental funds had a combined fund balance of \$13,809,456.

The General Fund is the chief operating fund of AHML. At December 31, 2024, unassigned fund balance in the General Fund was \$10,906,698, which represents 93.6% of the total fund balance of the General Fund. The fund balance decreased \$4,126,595 during the year driven by two transfers to the Capital Projects Fund. More information can be found in Footnote 8 of the Annual Financial Report. In addition, expenditures exceeded revenues in the General Fund which contributed to the decrease, although AHML underspent as compared to plan across all major operating expense categories.

The Capital Projects Fund increased \$2,682,066 to \$2,154,624 due to the above-mentioned interfund transfers. This was partially offset by the use of reserve for planned capital expenditures primarily related to interior renovations, chillers and cooling towers, and two new library vehicles.

GENERAL FUND BUDGETARY HIGHLIGHTS

The overall performance of the fund was favorable to budget. The actual revenues for the year totaled \$15,711,741, compared to budgeted revenue of \$15,860,872. The \$149,141 unfavorable variance was driven by lower property tax receipts than expected, partially offset by grant revenue and higher than anticipated investment income due to favorable market conditions.

Expenditures had a favorable budget variance of \$674,043. Administration costs, including personnel, were underspent compared to plan. As of December 31, 2024 and December 31, 2023, AHML reported 30 and 36 open positions, respectively. Building expenditures and library materials were also underspent in 2024.

Capital Assets

The following schedules reflect AHML's capital asset balances:

Table 3: Capital Assets

	2024	2023
GOVERNMENTAL ACTIVITIES		
Capital assets not being depreciated		
Land	\$ 592,378	\$ 592,378
Permanent art	55,000	55,000
Construction in Progress	595,584	715,828
Total capital assets not being depreciated	1,242,962	1,363,206
Intangible capital assets not being amortized		
Software in process	-	-
Total intangible capital assets not being amortized	-	-
Total tangible and intangible capital assets not being depreciated and amortized	1,242,962	1,363,206
Tangible capital assets being depreciated		
Buildings and improvements	\$ 20,538,605	\$ 19,278,110
Equipment	5,185,531	5,024,262
Total tangible capital assets being depreciated	25,724,136	24,302,372
Intangible capital assets being amortized		
Software	715,960	698,666
Total intangible capital assets being amortized	715,960	698,666
Less accumulated depreciation for tangible capital assets		
Buildings and improvements	13,918,981	13,310,535
Equipment	3,137,312	2,943,319
Total accumulated depreciation	17,056,293	16,253,854
Less accumulated amortization for intangible capital assets		
Software	291,990	151,955
Total accumulated depreciation	291,990	151,955
Total tangible and intangible capital assets being depreciated and amortized, net	9,091,813	8,595,229
GOVERNMENTAL ACTIVITIES		
CAPITAL ASSETS, NET	\$ 10,334,775	\$ 9,958,435

At year-end, AHML's investment in capital assets (net of accumulated depreciation) for its governmental-type activities was \$10,334,775 (up 3.8% from \$9,958,435 in 2023). The increase is primarily due to building improvements related to interior renovations. Intangible assets relate to GASB Statement No. 96, *Subscription Based Information Technology Arrangements*. More information can be found in Footnote 7 of the Annual Financial Report.

Long-Term Liabilities

The following schedule represents the Library's long-term liabilities:

Issue	Balances January 1, Restated	Increases	Decreases	Balances December 31	Current Portion
Total OPEB liability	\$ 457,126	\$ 52,801	\$ -	\$ 509,927	\$ 11,466
Net pension liability	5,994,948	-	2,739,120	3,255,828	-
Compensated absences payable	1,395,633	749,034	-	2,144,667	428,933
SBITA payable	410,408	45,354	184,284	271,478	132,199
TOTAL	\$ 8,258,115	\$ 847,189	\$ 2,923,404	\$ 6,181,900	\$ 572,598

At year-end 2024, the Library reported a net pension liability in IMRF of \$3,255,828 as compared to \$5,994,948 in 2023. More information can be found in Footnote 9 of the Annual Financial Report. Compensated absences beginning balances were restated for the implementation of GASB Statement No. 101, *Compensated Absences*. More information can be found in Footnote 11 of the Annual Financial Report.

CONTACTING ARLINGTON HEIGHTS MEMORIAL LIBRARY

This financial report is designed to provide our citizens with a general overview of AHML's finances and to demonstrate accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Mike Driskell, Executive Director, Arlington Heights Memorial Library, 500 N. Dunton Ave., Illinois, 60004.

BASIC FINANCIAL STATEMENTS

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

STATEMENT OF NET POSITION

December 31, 2024

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 14,485,247
Receivables (net, where applicable, of allowance for uncollectibles)	
Property taxes	14,972,759
Other	2,500
Prepaid expenses	289,468
Capital assets not being depreciated	1,242,962
Tangible and intangible capital assets (net of accumulated depreciation and amortization)	<u>9,091,813</u>
Total assets	<u>40,084,749</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension related items - OPEB	169,747
Pension related items - IMRF	<u>4,489,186</u>
Total deferred outflows of resources	<u>4,658,933</u>
Total assets and deferred outflows of resources	<u>44,743,682</u>
LIABILITIES	
Accounts payable	439,829
Accrued payroll	313,215
Unearned revenue	214,714
Long-term liabilities	
Due within one year	572,598
Due in more than one year	<u>5,609,302</u>
Total liabilities	<u>7,149,658</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related items - OPEB	106,613
Pension related items - IMRF	35,960
Deferred revenue - property taxes	<u>14,972,760</u>
Total deferred inflows of resources	<u>15,115,333</u>
Total liabilities and deferred inflows of resources	<u>22,264,991</u>
NET POSITION	
Net investment in capital assets	10,058,422
Unrestricted	<u>12,420,269</u>
TOTAL NET POSITION	<u><u>\$ 22,478,691</u></u>

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2024

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Change in Net Position
PRIMARY GOVERNMENT					
Governmental Activities					
Culture and recreation	\$ 15,852,215	\$ 65,917	\$ 228,940	\$ -	\$ (15,557,358)
Interest	8,187	-	-	-	(8,187)
Total governmental activities	15,860,402	65,917	228,940	-	(15,565,545)
TOTAL PRIMARY GOVERNMENT	\$ 15,860,402	\$ 65,917	\$ 228,940	\$ -	(15,565,545)
		General Revenues			
		Taxes			
		Property			14,653,897
		Intergovernmental - unrestricted			
		Replacement taxes			190,867
		Investment income			541,951
		Miscellaneous income			124,009
		Total			15,510,724
		CHANGE IN NET POSITION			(54,821)
		NET POSITION, JANUARY 1, AS REPORTED			23,424,699
		Change in accounting principle			(891,187)
		NET POSITION, JANUARY 1, AS RESTATED			22,533,512
		NET POSITION, DECEMBER 31			\$ 22,478,691

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

**BALANCE SHEET
GOVERNMENTAL FUNDS**

December 31, 2024

	General	Nonmajor Capital Projects	Total Governmental
ASSETS			
Cash and investments	\$ 12,068,988	\$ 2,416,259	\$ 14,485,247
Receivables			
Property taxes	14,972,759	-	14,972,759
Other	500	2,000	2,500
Prepaid items	289,468	-	289,468
TOTAL ASSETS	\$ 27,331,715	\$ 2,418,259	\$ 29,749,974
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 176,194	\$ 263,635	\$ 439,829
Accrued payroll	313,215	-	313,215
Unearned revenue	214,714	-	214,714
Total liabilities	704,123	263,635	967,758
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	14,972,760	-	14,972,760
Total deferred inflows of resources	14,972,760	-	14,972,760
Total liabilities and deferred inflows of resources	15,676,883	263,635	15,940,518
FUND BALANCES			
Nonspendable			
Prepaid items	289,468	-	289,468
Assigned			
Capital projects	-	2,154,624	2,154,624
Subsequent year's budget	458,666	-	458,666
Unassigned	10,906,698	-	10,906,698
Total fund balances	11,654,832	2,154,624	13,809,456
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 27,331,715	\$ 2,418,259	\$ 29,749,974

See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

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

December 31, 2024

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 13,809,456
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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	10,334,775
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Differences between expected and actual experiences, assumption changes, and net differences between projected and actual earnings for IMRF are recognized as deferred outflows and deferred inflows of resources on the statement of net position	4,453,226
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Differences between expected and actual experiences, assumption changes, and net difference between projected and actual earnings for the OPEB are recognized as deferred outflows and inflows of resources on the statement of net position	63,134
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Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Compensated absences payable	(2,144,667)
IMRF net pension liability	(3,255,828)
Total OPEB liability	(509,927)
SBITA payable	<u>(271,478)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 22,478,691</u>
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See accompanying notes to financial statements.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2024

	General	Nonmajor Capital Projects	Total Governmental
REVENUES			
Property taxes	\$ 14,653,897	\$ -	\$ 14,653,897
Intergovernmental			
Replacement taxes	190,867	-	190,867
Grants	228,940	100,000	328,940
Charges for services	65,917	-	65,917
Investment income	448,111	93,840	541,951
Miscellaneous income	124,009	-	124,009
Total revenues	15,711,741	193,840	15,905,581
EXPENDITURES			
Current			
Culture and recreation			
Administration	13,251,120	-	13,251,120
Building	542,852	-	542,852
Books and materials	1,975,823	-	1,975,823
Capital outlay	96,424	1,336,774	1,433,198
Debt service			
Principal	184,284	-	184,284
Interest and fiscal charges	8,187	-	8,187
Total expenditures	16,058,690	1,336,774	17,395,464
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(346,949)	(1,142,934)	(1,489,883)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	3,825,000	3,825,000
Transfers (out)	(3,825,000)	-	(3,825,000)
Proceeds from SBITA issuance	45,354	-	45,354
Total other financing sources (uses)	(3,779,646)	3,825,000	45,354
NET CHANGE IN FUND BALANCES	(4,126,595)	2,682,066	(1,444,529)
FUND BALANCES (DEFICIT), JANUARY 1	15,781,427	(527,442)	15,253,985
FUND BALANCES, DECEMBER 31	\$ 11,654,832	\$ 2,154,624	\$ 13,809,456

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

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

For the Year Ended December 31, 2024

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (1,444,529)
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 Capital outlay	1,382,128
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 Depreciation and amortization	(1,005,788)
Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but are recognized as revenue when earned on the statement of activities	(100,000)
The change in compensated absences payable is shown as an expense on the statement of activities	(749,034)
The change in SBITA payable is shown as an expense on the statement of activities	184,284
The change in the net pension liability and related deferred outflows and inflows of resources for IMRF is reported only in the statement of activities	1,775,744
The issuance of long-term debt and related costs are shown on the fund financial statements as other financing sources (uses) and current expenditures, but are recorded as long-term liabilities on the government-wide financial statements as other financing sources (uses) and current expenditures SBITA payable	(45,354)
The change in total OPEB liability, deferred inflows, and deferred outflows of resources are not a source or use of financial resources	<u>(52,272)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (54,821)</u>

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Arlington Heights Memorial Library, Arlington Heights, Illinois (the Library), have been prepared in accordance with accounting principles generally accepted in the United States of America, as applied to governmental 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. Financial Reporting Entity

The Library is governed by a seven-member Library Board of Trustees that is separately elected. The Library Board of Trustees selects management staff and directs the affairs of the Library. As required by GAAP, these financial statements include all funds of the Library. Management has also considered all potential component units. Criteria for including a component unit in the Library's reporting entity principally consist of the potential component unit's financial interdependency and accountability to the Library. Based upon those criteria, there are no potential component units to be included in the reporting entity. Additionally, based on the same criteria, the Library has been determined not to be a component unit of the Village of Arlington Heights, Illinois (the Village).

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus - an Amendment of GASB Statements No. 14 and No. 34*, the Library does not have any component units. The Arlington Heights Memorial Library Foundation and the Friends of the Library, while potential component units, are not significant to the Library and, therefore, have been excluded from its reporting entity.

b. Fund Accounting

The accounts of the Library are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purposes and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and management requirements.

Funds are classified into the following categories: governmental, proprietary, and fiduciary. All of the Library's funds are governmental funds.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for all or most of a government'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 funds). The General Fund is used to account for all activities of the Library not accounted for in some other fund.

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.

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 governmental funds:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The General Fund is reported as a major governmental fund.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Capital Projects Fund accounts for the amounts assigned for future capital projects. The Capital Projects Fund is reported as a nonmajor governmental fund.

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, grants, 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. Fines and miscellaneous revenues are considered to be measurable and available only when cash is received by the Library.

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.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

e. Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit, and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

f. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the Library as assets with an initial, individual cost in excess of \$10,000 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 of the asset or materially extend asset lives are not capitalized.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets (Continued)

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

	<u>Years</u>
Buildings and improvements	40
Equipment	5-10

Intangible assets represent the Library's right-to-use subscription-based information technology. These intangible assets, as defined by GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, are for subscription contracts of nonfinancial assets including software.

g. Compensated Absences

Vested or accumulated vacation leave is reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation leave of governmental activities is recorded as an expense and liability on the statement of net position as the benefits accrue to employees.

For the year ended December 31, 2024, the Library began recording sick time in accordance with GASB Statement No. 101, *Compensated Absences*. Employees accrue sick time based on their level of employment, and the balance is recorded based on the average usage and average pay rate by employment class. Additionally, certain employees can convert unused sick time into employer-paid health insurance, which is included in the Library's liability calculation. Conversion for IMRF service credit is not included in the liability.

h. Long-Term Obligations

In the government-wide financial statements, long-term debt, and other long-term obligations are reported as liabilities.

i. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses using the consumption method.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. 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.

k. 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 that are 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 are 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 resides with the Board of Trustees. Any residual fund balance in the General Fund and any deficit fund balances in any other governmental funds 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.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Interfund Transactions

Interfund transactions are accounted for as revenues or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

m. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

If applicable, advances between funds, as reported in the fund financial statements, are offset by a fund balance nonspendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

n. Use of Estimates

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

2. DEPOSITS AND INVESTMENTS

The Library categorizes fair value measurements within the fair value hierarchy established by GAAP. 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 held no investments subject to fair value measurement at December 31, 2024.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

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

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

a. Library Deposits with Financial Institutions

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

The Library's deposits with financial institutions were covered either by FDIC or collateral pledged to the Library, held in the Library's name.

b. Library Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. 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 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, return on investment, and simplicity of management. The investment policy does not limit the maturity lengths of library 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 The Illinois Funds. The Illinois Funds are rated AAA by Standard and Poor's.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Library Investments (Continued)

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. The Library's investment policy does not address custodial credit risk for investments. The Illinois Funds are not subject to custodial credit risk.

Concentration of Credit Risk - The Library places no limit on the amount that may be invested in any one issuer, stating only that the Library diversify its investments to the best of its ability based on the nature of the funds invested and the cash flow needs of those funds.

3. PROPERTY TAXES

Property taxes for 2024 attach as an enforceable lien on January 1, 2024, on property values assessed as of the same date. Taxes are levied by December of the fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2025 and July 1, 2025 and are payable in two installments, on or about March 1, 2025 and August 1, 2025. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. Since the 2024 levy is intended to fund the 2025 fiscal year, the levy has been recorded as a receivable and deferred inflow of resources. The second installment of the 2023 tax levy bills were issued in November 2024 with payments due December 30, 2024, resulting in final collections of the 2023 levy not occurring until January and February 2025.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the Library for the year ended December 31, 2024, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 592,378	\$ -	\$ -	\$ 592,378
Permanent art	55,000	-	-	55,000
Construction in progress	715,828	595,584	715,828	595,584
Total capital assets not being depreciated	1,363,206	595,584	715,828	1,242,962
Tangible capital assets being depreciated				
Buildings and improvements	19,278,110	1,260,495	-	20,538,605
Equipment	5,024,262	196,523	35,254	5,185,531
Total tangible capital assets being depreciated	24,302,372	1,457,018	35,254	25,724,136
Intangible capital assets being amortized				
Software	698,666	45,354	28,060	715,960
Total intangible capital assets being amortized	698,666	45,354	28,060	715,960
Less accumulated depreciation for tangible capital assets				
Buildings and improvements	13,310,535	608,446	-	13,918,981
Equipment	2,943,319	229,247	35,254	3,137,312
Total accumulated depreciation	16,253,854	837,693	35,254	17,056,293
Less accumulated amortization for intangible capital assets				
Software	151,955	168,095	28,060	291,990
Total accumulated amortization	151,955	168,095	28,060	291,990
Total tangible and intangible capital assets being depreciated and amortized, net	8,595,229	496,584	-	9,091,813
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 9,958,435</u>	<u>\$ 1,092,168</u>	<u>\$ 715,828</u>	<u>\$ 10,334,775</u>

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

GOVERNMENTAL ACTIVITIES	
Culture and Recreation	<u>\$ 1,005,788</u>
TOTAL	<u><u>\$ 1,005,788</u></u>

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT

The Library is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and injuries to employees. The Library is a member of the Libraries of Illinois Risk Agency (LIRA), which is a consortium of 64 charter member libraries that provides risk management services and coverages to the pool of member libraries. Premiums have been displayed as expenditures in appropriate funds. Medical insurance is through the Village with third-party indemnity coverage. Losses have not exceeded coverage for the last three years.

6. CONTINGENT LIABILITIES - GRANTS

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

7. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

Issue	Balances January 1, Restated*	Increases	Decreases	Balances December 31	Current Portion
Total OPEB liability	\$ 457,126	\$ 52,801	\$ -	\$ 509,927	\$ 11,466
Net pension liability	5,994,948	-	2,739,120	3,255,828	-
Compensated absences Payable*	1,395,633	749,034	-	2,144,667	428,933
SBITA payable	410,408	45,354	184,284	271,478	132,199
TOTAL	\$ 8,258,115	\$ 847,189	\$ 2,923,404	\$ 6,181,900	\$ 572,598

*Compensated absences beginning balances were restated for the implementation of GASB 101, *Compensated Absences*. See footnote 11 for more information. Additionally, the amounts displayed as additions or reductions represents the net change in the liability.

The long-term liabilities above are retired by the General Fund.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. LONG-TERM DEBT (Continued)

b. Subscription-Based Information Technology Arrangements

In accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA), the District's SBITA activity is as follows:

The Library entered into a SBITA with a vendor for its cloud software. The arrangement is for five years. At December 31, 2024, the Library reported a SBITA asset of \$518,793 and liability in the amount of \$216,447. Principal reduction of \$99,973 was reported for the year ended December 31, 2024.

The Library entered into a SBITA with a vendor for its cloud hosting software. The arrangement is for five years. At December 31, 2024, the Library reported a SBITA asset of \$131,901 and liability in the amount of \$55,031. Principal reduction of \$25,418 was reported for the year ended December 31, 2024.

The Library entered into a SBITA with a vendor for its antivirus software. The arrangement is for three years. At December 31, 2024, the Library reported a SBITA asset of \$13,072 and no corresponding liability, as the asset was fully prepaid.

The Library entered into a SBITA with a vendor for its learning software. The arrangement is for three years. At December 31, 2024, the Library reported a SBITA asset of \$6,840 and no corresponding liability, as the liability was fully repaid in a prior year.

The Library entered into a SBITA with a vendor for its law software. The arrangement is for three years. At December 31, 2024, the Library reported no SBITA asset and no corresponding liability, as the agreement expired at the end of the fiscal year. Principal reduction of \$13,539 was reported for the year ended December 31, 2024.

The Library entered into a SBITA with a vendor for its data protection software. The arrangement is for three years. At December 31, 2024, the Library reported a SBITA asset of \$11,203 and no corresponding liability. Principal reduction of \$11,203 was reported for the year ended December 31, 2024.

The Library entered into a SBITA with a vendor for its analytics software. The arrangement is for three years. At December 31, 2024, the Library reported a SBITA asset of \$34,151 and no corresponding liability. Principal reduction of \$34,151 was reported for the year ended December 31, 2024.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. LONG-TERM DEBT (Continued)

b. Subscription-Based Information Technology Arrangements (Continued)

Obligations of governmental activities under SBITA payable, typically paid from the General Fund, including future interest payments at December 31, 2024, were as follows:

Year Ending June 30,	SBITA	
	Principal	Interest
2025	\$ 132,199	\$ 7,371
2026	139,279	3,782
TOTAL	\$ 271,478	\$ 11,153

8. INDIVIDUAL FUND DISCLOSURES

a. Interfund Transfers

Interfund transfers for the year ended December 31, 2024, were as follows:

	Transfers In	Transfers Out
GOVERNMENTAL		
General	\$ -	\$ 3,825,000
Nonmajor (Capital Projects)	3,825,000	-
TOTAL	\$ 3,825,000	\$ 3,825,000

The \$3,000,000 from the General Fund to the Nonmajor Fund (Capital Projects) is for capital related expenditures. This transfer will not be repaid.

The \$825,000 from the General Fund to the Nonmajor Fund (Capital Projects) is to establish compliance with the Library's fund balance policy. This transfer will not be repaid.

9. EMPLOYEE RETIREMENT SYSTEM

The Library contributes, through the Village, 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 Village and the Library combined. All disclosures for an agent plan can be found in the Village's annual comprehensive financial report.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEM (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 Village and the Library are required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The required employer contribution rate for the 2024 calendar was 7.63% of covered payroll. The actual employer contribution rate for the year ended December 31, 2024, was 11.70% of covered payroll.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEM (Continued)

Illinois Municipal Retirement Fund (Continued)

Net Pension Liability

At December 31, 2024, the Library reported a liability of \$3,255,828 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023 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 on the Library's actual contribution to the plan for the year ended December 31, 2024, relative to the contributions of the Village, actuarially determined. At December 31, 2024, the Library's proportion was 26.15% of the total contribution to the plan.

Actuarial Assumptions

The Library's net pension liability was measured as of December 31, 2023 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, 2023
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Discount rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEM (Continued)

Illinois Municipal Retirement Fund (Continued)

Investment 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 fund'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 December 31, 2024, the Library recognized pension income of \$905,998. At December 31, 2024, 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	\$ 752,428	\$ 9,376
Changes in assumption	-	26,584
Net difference between projected and actual earnings on pension plan investments	2,795,007	-
Employer contributions subsequent to the measurement date	941,751	-
TOTAL	\$ 4,489,186	\$ 35,960

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. EMPLOYEE RETIREMENT SYSTEM (Continued)

Illinois Municipal Retirement Fund (Continued)

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

\$941,751 reported as deferred outflows of resources related to pensions resulting from the Library contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending December 31, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	
2025	\$ 650,747
2026	1,205,465
2027	2,042,316
2028	<u>(387,053)</u>
 TOTAL	 <u>\$ 3,511,475</u>

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the Library calculated using the discount rate 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)	\$ 9,580,386	\$ 3,255,828	\$ (1,866,772)

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Library provides postemployment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the Library and can be amended by the Library through its personnel manual. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The plan does not issue a separate report. The activity of the plan is reported in the Library's governmental activities.

b. Benefits Provided

The Library provides pre and post-Medicare postemployment healthcare benefits to all retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under the Library's retirement plan. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

All health care benefits are provided through the Library's health insurance plans. 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; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the Library's plan becomes secondary.

c. Membership

At December 31, 2024, membership consisted of:

Inactive employees currently receiving benefit payments	1
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>75</u>
 TOTAL	 <u>76</u>
 Participating employers	 <u><u>1</u></u>

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

d. Actuarial Assumptions and Other Inputs

The total OPEB liability at December 31, 2024 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Inflation	3.00%
Discount rate	4.08%
Healthcare cost trend rates	6.75% Initial 4.50% Ultimate
Asset valuation method	Fair value
Mortality rates	PubG-2010 base rates projected using scale MP- 2021

e. Discount Rate

The discount rate was based on The Bond Buyer 20-Bond GO Index, which is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT JANUARY 1, 2024	<u>\$ 457,126</u>
Changes for the period	
Service cost	26,333
Interest	17,018
Changes in assumptions	4,259
Benefit changes	-
Differences between expected and actual experience	16,657
Benefit payments	<u>(11,466)</u>
Net changes	<u>52,801</u>
BALANCES AT DECEMBER 31, 2024	<u><u>\$ 509,927</u></u>

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

f. Changes in the Total OPEB Liability (Continued)

There were changes in assumptions related to the discount rate.

g. Rate Sensitivity

The following is a sensitivity 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 4.08% 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 (3.08%) or 1 percentage point higher (5.08%) than the current rate:

	1% Decrease (3.08%)	Current Discount Rate (4.08%)	1% Increase (5.08%)
Total OPEB liability	\$ 560,365	\$ 509,927	\$ 463,643

The table below presents the total OPEB liability of the Library calculated using the healthcare rate of 6.75% 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 (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	1% Decrease (5.75%)	Current Healthcare Rate (6.75%)	1% Increase (7.75%)
Total OPEB liability	\$ 443,192	\$ 509,927	\$ 589,452

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

For the year ended December 31, 2024, the Library recognized OPEB expense of \$63,738. At December 31, 2024, the Library reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 129,541	\$ 62,036
Changes in assumption	40,206	44,577
TOTAL	\$ 169,747	\$ 106,613

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

- h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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 December 31,	
2025	\$ 16,568
2026	6,625
2027	6,342
2028	6,342
2029	6,342
Thereafter	<u>20,915</u>
TOTAL	<u>\$ 63,134</u>

11. CHANGE IN ACCOUNTING PRINCIPLE

For the fiscal year ended December 31, 2024, the Library implemented GASB Statement No. 101, *Compensated Absences*. For the implementation, the beginning net position has been restated as follows:

	Governmental Activities
BEGINNING NET POSITION, AS PREVIOUSLY REPORTED	<u>\$ 23,424,699</u>
Change in accounting principle - GASB 101	<u>(891,187)</u>
Total net restatement	<u>(891,187)</u>
BEGINNING NET POSITION, AS RESTATED	<u>\$ 22,533,512</u>

REQUIRED SUPPLEMENTARY INFORMATION

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

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

For the Year Ended December 31, 2024

	Original and Final Budget	Actual
REVENUES		
Taxes		
Property taxes	\$ 14,828,000	\$ 14,653,897
Intergovernmental		
Replacement taxes	264,000	190,867
Grants	119,572	228,940
Charges for services		
Fines	58,050	65,917
Investment income	400,000	448,111
Miscellaneous income	191,250	124,009
	<hr/>	<hr/>
Total revenues	15,860,872	15,711,741
	<hr/>	<hr/>
EXPENDITURES		
Culture and recreation		
Administration	13,743,438	13,251,120
Building	742,977	542,852
Book and library materials	2,125,692	1,975,823
Capital outlay	120,626	96,424
Debt service		
Principal	-	184,284
Interest and fiscal charges	-	8,187
	<hr/>	<hr/>
Total expenditures	16,732,733	16,058,690
	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(871,861)	(346,949)
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Transfers (out)	(825,000)	(3,825,000)
Proceeds from SBITA issuance	-	45,354
	<hr/>	<hr/>
Total other financing sources (uses)	(825,000)	(3,779,646)
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (1,696,861)</u>	(4,126,595)
FUND BALANCE, JANUARY 1		<u>15,781,427</u>
FUND BALANCE, DECEMBER 31		<u><u>\$ 11,654,832</u></u>

(See independent auditor's report.)

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

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

Last Seven Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2018	2019	2020	2021	2022	2023	2024
TOTAL OPEB LIABILITY							
Service cost	\$ 9,231	\$ 16,755	\$ 22,503	\$ 18,970	\$ 29,643	\$ 26,388	\$ 26,333
Interest	10,210	13,891	11,443	5,774	5,581	16,848	17,018
Changes in assumptions	(16,812)	71,130	24,911	5,860	(66,358)	12,247	4,259
Benefit changes	-	-	(47,757)	-	-	-	-
Differences between expected and actual experience	53,226	-	(120,301)	-	170,776	-	16,657
Benefit payments	(14,604)	(18,959)	(30,009)	(6,491)	(25,335)	(28,679)	(11,466)
Net change in total OPEB liability	41,251	82,817	(139,210)	24,113	114,307	26,804	52,801
Total OPEB liability - beginning	307,044	348,295	431,112	291,902	316,015	430,322	457,126
TOTAL OPEB LIABILITY - ENDING	\$ 348,295	\$ 431,112	\$ 291,902	\$ 316,015	\$ 430,322	\$ 457,126	\$ 509,927
Covered-employee payroll	\$ 4,705,766	\$ 4,846,939	\$ 4,658,129	\$ 4,797,873	\$ 5,093,562	\$ 5,246,369	\$ 5,342,357
Employer's total OPEB liability as a percentage of covered-employee payroll	7.40%	8.89%	6.27%	6.59%	8.45%	8.71%	9.54%

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

There was a change in assumptions related to the discount rate in 2019.

There were changes in assumptions related to the discount rate, mortality rates, and healthcare cost trend rates in 2020.

There were changes in assumptions related to the discount rate in 2021.

There were changes in assumptions related to the discount rate and healthcare cost trend rates in 2022.

There were changes in assumptions related to the discount rate in 2023.

There were changes in assumptions related to the discount rate in 2024.

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.

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Ten Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	\$ 3,159,698	\$ 3,257,572	\$ 3,170,250	\$ 876,141	\$ 694,837	\$ 916,188	\$ 743,914	\$ 775,222	\$ 602,721	\$ 613,731
Contributions in relation to the actuarially determined contribution	3,168,474	3,257,572	3,170,250	877,582	704,063	916,188	858,812	816,877	922,862	941,036
CONTRIBUTION DEFICIENCY (EXCESS)	\$ (8,776)	\$ -	\$ -	\$ (1,441)	\$ (9,226)	\$ -	\$ (114,898)	\$ (41,655)	\$ (320,141)	\$ (327,305)
Covered payroll	\$ 24,380,386	\$ 24,924,034	\$ 25,690,842	\$ 6,887,899	\$ 7,102,344	\$ 7,248,323	\$ 7,153,022	\$ 7,454,057	\$ 7,747,058	\$ 8,043,656
Contributions as a percentage of covered payroll	13.00%	13.07%	12.34%	12.74%	10.14%	12.64%	12.01%	10.96%	11.91%	11.70%

Notes to the Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed, and the amortization period was 20 years; the asset valuation method was five-year smoothed fair value; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.75% to 13.75% compounded annually and postretirement benefit increases of 3.25% compounded annually.

Beginning December 31, 2018, the information above is presented for the Library only. Prior years include Village information.

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

**SCHEDULE OF THE LIBRARY'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Ten Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Employer's proportion of net pension liability (asset)	26.15%	26.15%	26.15%	26.15%	26.15%	26.15%	26.15%	26.15%	26.15%	26.15%
Employer's proportionate share of net pension liability (asset)	\$ 3,807,757	\$ 5,821,779	\$ 6,092,299	\$ 1,299,308	\$ 7,926,473	\$ 3,860,124	\$ 15,800	\$ (5,365,182)	\$ 5,994,948	\$ 3,255,828
Employer's covered payroll	5,073,649	6,231,627	6,370,583	6,566,068	6,887,899	7,102,344	7,248,323	7,153,022	7,454,057	7,747,058
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	75.05%	93.42%	95.63%	19.79%	115.08%	54.35%	0.22%	(75.01%)	80.43%	42.03%
Plan fiduciary net position as a percentage of the total pension liability	90.96%	86.40%	86.35%	97.10%	83.82%	92.46%	99.97%	109.90%	89.34%	94.40%

Prior to 2019, the Library was presented as a component unit of the Village. Beginning January 1, 2019, IMRF is presented as a cost-sharing plan with the Village. Information above for 2015 through 2018 is estimated based on the allocation used in 2019.

(See independent auditor's report.)

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2024

BUDGETS

Budgets are adopted on a basis consistent with GAAP. The budget is prepared for the General Fund and Capital Projects Fund by function and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year. The proposed budget is presented to the Library Board of Trustees for review. This governing body holds public meetings and may add to, subtract from, or change appropriations. The budget may be amended by the governing body. State statutes and local ordinances require that the budget be approved before the beginning of the fiscal year.

Expenditures may not legally exceed budgeted appropriations at the fund level. There were no budget amendments made throughout the fiscal year.

INDIVIDUAL FUND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended December 31, 2024

	Original and Final Budget	Actual
EXPENDITURES		
Administration		
Salaries	\$ 8,930,826	\$ 8,747,977
Employee benefits	1,708,601	1,669,929
IMRF	953,304	951,447
Insurance - medical/life	14,900	14,185
Social Security and Medicare	681,832	642,081
Other employee benefits	47,279	24,183
Professional technical services	352,129	329,539
Office supplies	35,985	26,260
Contractual services	1,018,582	845,519
Total administration	13,743,438	13,251,120
Building		
Utilities	21,972	24,448
Maintenance	571,200	388,336
Equipment rental	2,000	150
Tools and equipment	83,114	76,219
Other property services	64,691	53,699
Total building	742,977	542,852
Books and Library Materials		
Library supplies	1,512,355	1,381,213
Other supplies	613,337	594,610
Total books and library materials	2,125,692	1,975,823
Capital outlay	120,626	96,424
Debt Service		
Principal	-	184,284
Interest and fiscal charges	-	8,187
Total debt service	-	192,471
TOTAL EXPENDITURES	\$ 16,732,733	\$ 16,058,690

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

**ARLINGTON HEIGHTS MEMORIAL LIBRARY
ARLINGTON HEIGHTS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND**

For the Year Ended December 31, 2024

	Original and Final Budget	Actual
REVENUES		
Intergovernmental	\$ -	\$ 100,000
Investment income	40,000	93,840
Total revenues	40,000	193,840
EXPENDITURES		
Capital outlay	1,469,337	1,336,774
Total expenditures	1,469,337	1,336,774
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,429,337)	(1,142,934)
OTHER FINANCING SOURCES (USES)		
Transfers in	825,000	3,825,000
Total other financing sources (uses)	825,000	3,825,000
NET CHANGES IN FUND BALANCE	\$ (604,337)	2,682,066
FUND BALANCE (DEFICIT), JANUARY 1		(527,442)
FUND BALANCE, DECEMBER 31		\$ 2,154,624

(See independent auditor's report.)