

GLENCOE PUBLIC LIBRARY, ILLINOIS

A COMPONENT UNIT OF THE VILLAGE OF GLENCOE, ILLINOIS
ANNUAL FINANCIAL REPORT



**FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2025**

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GLENCOE PUBLIC LIBRARY, ILLINOIS

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FINANCIAL SECTION

This section includes:

- Independent Auditor's Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information

INDEPENDENT AUDITOR'S REPORT

This section includes the opinion of the Library's independent auditing firm.



INDEPENDENT AUDITOR'S REPORT

June 15, 2026

Members of the Public Library Board
Glencoe Public Library
Village of Glencoe, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Glencoe Public Library (the Library), Illinois as of and for the year ended December 31, 2025, and the related notes to the 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, each major fund, and the aggregate remaining fund information of the Glencoe Public Library, Illinois, as of December 31, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Auditor’s Responsibilities for the Audit of the Financial Statements - Continued

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, the budgetary comparison schedules, and supplementary pension and other post-employment benefit (OPEB) schedules, as 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 Glencoe Public Library, Illinois’ basic financial statements. The other supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

GLENCOE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2025

Our discussion and analysis of the Glencoe Public Library (the Library), Illinois' financial performance provides an overview of the Library's financial activities for the fiscal year ended December 31, 2025. Please read it in conjunction with the Library's financial statements. Located in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Library's net position increased from a balance of \$3,957,946 to \$4,095,683, an increase of \$137,737 or 3.5 percent .
- During the year, the Library reported government-wide revenues of \$3,376,799 and expenses of \$3,239,062, resulting in an increase to net position of \$137,737.
- Total fund balances for the governmental funds were \$3,202,106 at December 31, 2025 compared to \$2,892,126 in the prior year, an increase of \$309,980 or 10.7 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances.

Fund financial statements tell how Library services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Library's operation in more detail than the government-wide statements by providing information about the Library's funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Library's finances, in a manner similar to a private-sector business.

The Statement of Net Position reports information on all of the Library's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating. Consideration of economic factors, such as changes in the Library's property tax base, is needed to assess the overall financial health of the Library.

The Statement of Activities presents information showing how the Library'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 related cash flows with the exception of the receipt of tax revenue for the new fiscal year received during the last month of the current fiscal year. In this case the funds are held over as a deferred inflow until the start of the fiscal year for which the taxes were levied.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements report functions of the Library that are principally supported by taxes and charges for services revenues (governmental activities). The governmental activities of the Library include the culture and recreation function.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2025

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Library, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Library only maintains 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, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Library'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 the comparison between governmental funds and governmental activities.

The Library maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Illinois Municipal Retirement and Social Security Fund, which are considered major funds. Data from the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining schedules elsewhere in this report.

The Library adopts an annual levy budget for all of the governmental funds with the exception of the Restricted Gift Fund and Capital Projects Fund. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

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.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Library, assets/deferred outflows exceeded liabilities/deferred inflows by \$4,095,683.

	Net Position	
	2025	2024
Current Assets	\$ 6,576,141	5,881,172
Capital Assets	1,640,583	1,789,877
Total Assets	8,216,724	7,671,049
Deferred Outflows	235,070	448,341
Total Assets and Deferred Outflows	8,451,794	8,119,390
Noncurrent Liabilities	661,028	1,121,756
Other Liabilities	111,974	80,580
Total Liabilities	773,002	1,202,336
Deferred Inflows	3,583,109	2,959,108
Total Liabilities and Deferred Inflows	4,356,111	4,161,444
Net Position		
Net Investment in Capital Assets	1,207,400	1,324,368
Restricted	285,521	123,254
Unrestricted	2,602,762	2,510,324
Total Net Position	4,095,683	3,957,946

A large portion of the Library's net position (29.5 percent) reflects its investment in capital assets (for example, land, buildings and building improvements, and furniture and equipment); less any related debt used to acquire those assets that is still outstanding. The Library uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion or 7.0 percent of the Library's net position represents resources that are subject to external restrictions on how they may be used, including \$84,351 restricted for employee retirement and \$43,535 restricted for donor specified purposes. The remaining 63.5 percent represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Changes in Net Position	
	2025	2024
Revenues		
Program Revenues		
Charges for Services	\$ 2,634	2,356
Operating Grants/Contributions	82,025	85,479
General Revenues		
Property and Replacement Taxes	3,165,876	3,093,460
Miscellaneous	3,172	3,110
Investment Income	123,092	163,123
Total Revenues	<u>3,376,799</u>	<u>3,347,528</u>
Expenses		
Culture and Recreation	3,217,382	3,291,952
Interest on Long-Term Debt	21,680	23,886
Total Expenses	<u>3,239,062</u>	<u>3,315,838</u>
Change in Net Position	137,737	31,690
Net Position - Beginning	<u>3,957,946</u>	<u>3,926,256</u>
Net Position - Ending	<u>4,095,683</u>	<u>3,957,946</u>

Net position of the Library's governmental activities increased from a balance of \$3,957,946 to \$4,095,683.

Revenues of \$3,376,799 were more than expenses of \$3,239,062, resulting in the increase to net position in the current year of \$137,737.

Governmental Activities

In the current year, governmental net position increased \$137,737, an increase of 3.5%. Revenues in all categories, except charges for services and miscellaneous, increased from the prior year, most notably property and replacement taxes which increased \$72,416 over the prior year (\$3,165,876 in December 31, 2025 compared to \$3,093,460 in December 31, 2024).

Management's Discussion and Analysis

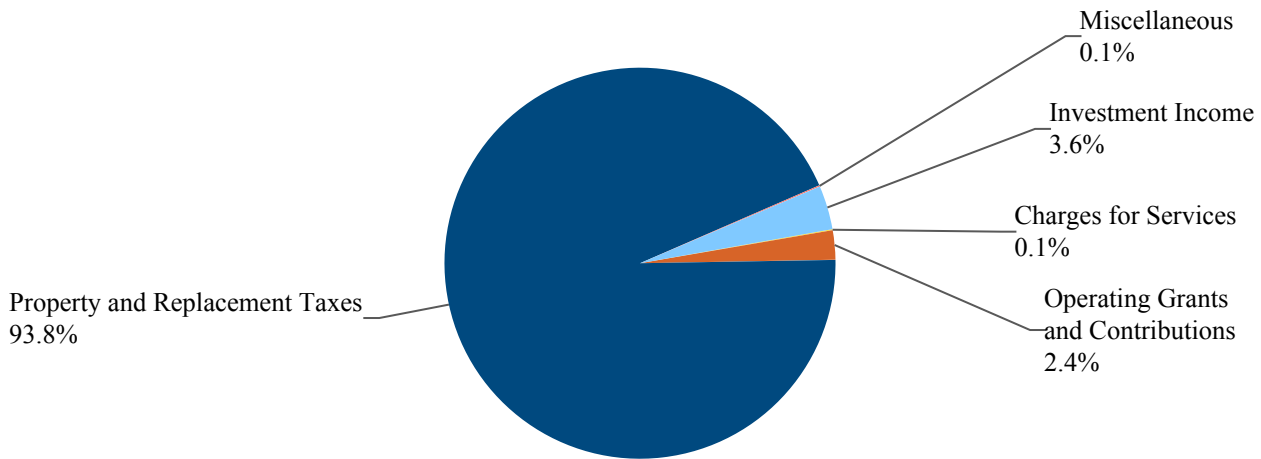
December 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities - Continued

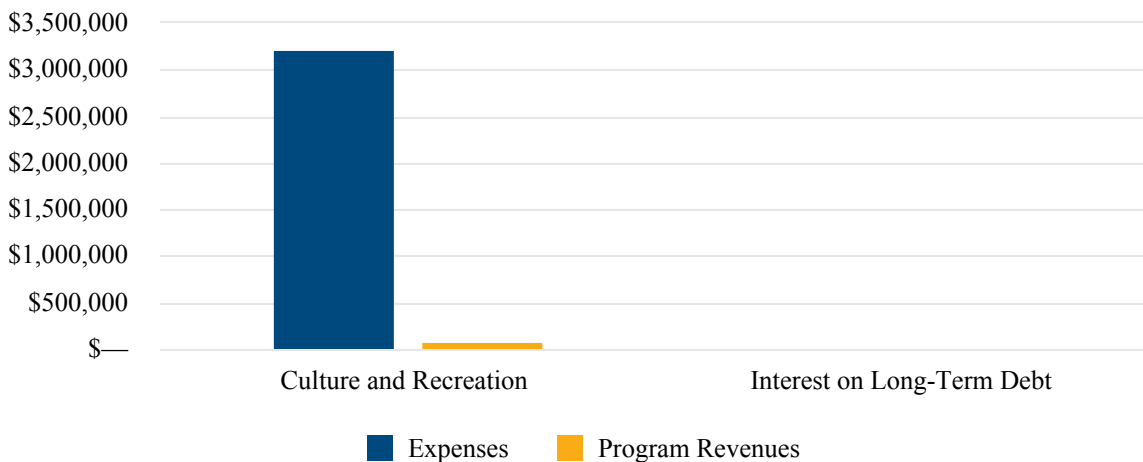
The following table graphically depicts the major revenue sources of the Library. It depicts very clearly the reliance of property and personal property replacement taxes to fund governmental activities.

Revenue by Source - Governmental Activities



The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues. The Library Board has adopted policies in previous years to no longer charge library users for DVD checkouts or late fines. The Executive Director and Library Board have adjusted operating expenses to absorb the loss of those minor revenue streams without negatively impacting available materials and services to the community. The budget lines for materials and programs continue to be supplemented directly through donations from the Friends of the Library and unrestricted and other restricted gifts

Expenses and Program Revenues - Governmental Activities



GLENCOE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2025

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Library uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the Library's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$3,202,106 which is 10.7 percent higher than last year's ending fund balance of \$2,892,126. In the current year, governmental fund balances increased by \$309,980. The General Fund reported a decrease of \$59,638, mainly due to the transfers out of \$352,900. The Illinois Municipal Retirement and Social Security Fund reported an increase of \$9,494, mainly due to higher property tax revenues compared to last year.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, no supplemental amendments were made to the budget for the General Fund. The General Fund actual revenues were lower than budgeted revenues. Actual revenues for the current year were \$3,110,351, compared to budgeted revenues of \$3,312,216. Property taxes, intergovernmental, and investment income revenues were under budget by \$169,702, \$19,271 and \$34,070 respectively.

The General Fund actual expenditures were lower than budgeted expenditures. Actual expenditures totaled \$2,817,089, while budgeted expenditures totaled \$3,085,016. This was due to salaries, building maintenance and repairs, and capital outlay coming in under budget by \$197,629, \$42,494, and \$9,816, respectively.

CAPITAL ASSETS

The Library's investment in capital assets for its governmental activities as of December 31, 2025 was \$1,640,583 (net of accumulated depreciation). This investment in capital assets includes land, buildings and building improvements, and furniture and equipment.

	Capital Assets Net of Depreciation	
	2025	2024
Land	\$ 75,772	75,772
Building and Building Improvements	1,542,125	1,688,539
Furniture and Equipment	22,686	25,566
Totals	<u>1,640,583</u>	<u>1,789,877</u>

Additional information on the Library's capital assets can be found in Note 3 of this report.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Management's Discussion and Analysis

December 31, 2025

DEBT OUTSTANDING

The Library's total debt outstanding for its debt certificate as of December 31, 2025 was \$433,183, which was a decrease of \$32,326 from prior year debt outstanding balance of \$465,509.

Additional information on the Library's debt outstanding can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Library did not receive its final property tax receipts before the end of 2025. The Library recorded a shortfall of \$1,730,736 in forecasted total property tax receivables. This also impacted on the Library's investment income and overall net position. The staff management team adjusted spending plans and schedules to navigate through the shortfall.

The Library Board continued its work towards a building renovation. The goal is to complete the building renovation by end of 2028. The Library Board launched a capital campaign in mid-2025 which resulted in \$1.8 million received in pledges and donations. With the Library planning for construction to begin by April 2027, 2026 will focus on adjusting operations in response to the capital project.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Library's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Library Director, Glencoe Public Library, 320 Park Avenue, Glencoe, IL 60022.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Statement of Net Position

December 31, 2025

See Following Page

GLENCOE PUBLIC LIBRARY, ILLINOIS

Statement of Net Position

December 31, 2025

ASSETS	
Current Assets	
Cash and Investments	\$ 1,778,972
Receivables - Net of Allowances	4,639,534
Total Current Assets	<u>6,418,506</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	75,772
Depreciable	4,352,749
Accumulated Depreciation	<u>(2,787,938)</u>
Total Capital Assets	1,640,583
Other Assets	
Net Pension Asset - IMRF	<u>157,635</u>
Total Noncurrent Assets	<u>1,798,218</u>
Total Assets	<u>8,216,724</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	143,248
Deferred Items - RBP	91,822
Total Deferred Outflows of Resources	<u>235,070</u>
Total Assets and Deferred Outflows of Resources	<u>8,451,794</u>

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

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 59,988
Accrued Payroll	51,986
Current Portion of Long-Term Liabilities	52,613
Total Current Liabilities	<u>164,587</u>
Noncurrent Liabilities	
Total OPEB Liability - RBP	207,149
Debt Certificate	401,266
Total Noncurrent Liabilities	<u>608,415</u>
Total Liabilities	<u>773,002</u>

DEFERRED INFLOWS OF RESOURCES

Property Taxes	3,104,426
Deferred Items - IMRF	439,432
Deferred Items - RBP	39,251
Total Deferred Inflows of Resources	<u>3,583,109</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,356,111</u>

NET POSITION

Net Investment in Capital Assets	1,207,400
Restricted	
Employee Retirement	241,986
Donor Specified Purposes	43,535
Unrestricted	<u>2,602,762</u>
Total Net Position	<u><u>4,095,683</u></u>

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

GLENCOE PUBLIC LIBRARY, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2025

	Expenses	Program Revenues			Net
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	(Expenses)/ Revenues and Changes in Net Position
Governmental Activities					
Culture and Recreation	\$ 3,217,382	2,634	82,025	—	(3,132,723)
Interest on Long-Term Debt	21,680	—	—	—	(21,680)
Total Governmental Activities	3,239,062	2,634	82,025	—	(3,154,403)

General Revenues	
Taxes	
Property Tax	3,148,346
Intergovernmental - Unrestricted	
Replacement Tax	17,530
Investment Income	123,092
Miscellaneous	3,172
	<u>3,292,140</u>
Change in Net Position	137,737
Net Position - Beginning	<u>3,957,946</u>
Net Position - Ending	<u><u>4,095,683</u></u>

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

GLENCOE PUBLIC LIBRARY, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2025

	General	Special Revenue Illinois Municipal Retirement and Social Security (Formerly Nonmajor)	Nonmajor	Totals
ASSETS				
Cash and Investments	\$ 1,295,352	74,857	408,763	1,778,972
Receivables - Net of Allowances				
Property Taxes	4,630,040	9,494	—	4,639,534
Total Assets	5,925,392	84,351	408,763	6,418,506
LIABILITIES				
Accounts Payable	59,746	—	242	59,988
Accrued Payroll	51,986	—	—	51,986
Total Liabilities	111,732	—	242	111,974
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	3,104,426	—	—	3,104,426
Total Liabilities and Deferred Inflows of Resources	3,216,158	—	242	3,216,400
FUND BALANCES				
Restricted	—	84,351	43,535	127,886
Committed	—	—	364,986	364,986
Unassigned	2,709,234	—	—	2,709,234
Total Fund Balances	2,709,234	84,351	408,521	3,202,106
Total Liabilities, Deferred Inflows of Resources and Fund Balances	5,925,392	84,351	408,763	6,418,506

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

GLENCOE PUBLIC LIBRARY, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

December 31, 2025

Total Governmental Fund Balances	\$ 3,202,106
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 funds.	1,640,583
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds. Net Pension Asset - IMRF	157,635
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(296,184)
Deferred Items - RBP	52,571
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Total OPEB Liability - RBP	(227,845)
Debt Certificate	<u>(433,183)</u>
Net Position of Governmental Activities	<u>4,095,683</u>

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

GLENCOE PUBLIC LIBRARY, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2025**

	General	Special Revenue Illinois Municipal Retirement and Social Security (Formerly Nonmajor)	Nonmajor	Totals
Revenues				
Taxes	\$ 2,925,964	222,382	12,162	3,160,508
Intergovernmental	41,079	—	—	41,079
Charges for Services	451	—	—	451
Fines and Penalties	2,183	—	—	2,183
Investment Income	110,930	—	—	110,930
Miscellaneous	29,744	—	31,904	61,648
Total Revenues	<u>3,110,351</u>	<u>222,382</u>	<u>44,066</u>	<u>3,376,799</u>
Expenditures				
Culture and Recreation	2,749,899	212,888	36,842	2,999,629
Capital Outlay	13,184	—	—	13,184
Debt Service				
Principal Retirement	32,326	—	—	32,326
Interest and Fiscal Charges	21,680	—	—	21,680
Total Expenditures	<u>2,817,089</u>	<u>212,888</u>	<u>36,842</u>	<u>3,066,819</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>293,262</u>	<u>9,494</u>	<u>7,224</u>	<u>309,980</u>
Other Financing Sources (Uses)				
Transfer In	—	—	352,900	352,900
Transfer Out	(352,900)	—	—	(352,900)
	<u>(352,900)</u>	<u>—</u>	<u>352,900</u>	<u>—</u>
Net Change in Fund Balances	<u>(59,638)</u>	<u>9,494</u>	<u>360,124</u>	<u>309,980</u>
Fund Balances - Beginning as Previously Reported	2,768,872	—	123,254	2,892,126
Adjustment - Change from Nonmajor to Major	—	74,857	(74,857)	—
Fund Balances - Beginning as Adjusted	<u>2,768,872</u>	<u>74,857</u>	<u>48,397</u>	<u>2,892,126</u>
Fund Balances - Ending	<u>2,709,234</u>	<u>84,351</u>	<u>408,521</u>	<u>3,202,106</u>

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

GLENCOE PUBLIC LIBRARY, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities
For the Fiscal Year Ended December 31, 2025**

Net Change in Fund Balances - Total Governmental Funds	\$ 309,980
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. however, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation Expense	(149,294)
A change to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.	
Change in Net Pension Asset - IMRF	603,435
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(680,016)
Change in Deferred Items - RBP	38,704
The issuance of long-term debt provides current financial resources to governmental funds, While the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Total OPEB Liability - RBP	(17,398)
Debt Retirement	<u>32,326</u>
Changes in Net Position of Governmental Activities	<u><u>137,737</u></u>

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Glencoe Public Library (the Library), Illinois operates and maintains the public library within the Village of Glencoe (the Village), Illinois. The basic financial statements are prepared in accordance with generally accepted accounting principles in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP in the United States for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Library's accounting policies established in GAAP in the United States and used by the Library are described below.

REPORTING ENTITY

The Library is administered by a publicly elected seven-member Board of Trustees. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are no blended nor discretely component units required to be included in this report and has determined that the Library be presented as a discretely presented component unit of the Village of Glencoe, Illinois.

BASIS OF PRESENTATION

Government-Wide and Fund Financial Statements

The government-wide Statement of Activities reports both the gross and net cost of the Library's functions. The Library's activities are supported by taxes and intergovernmental revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

A fund is a separate accounting entity with a self-balancing set of accounts. The Library only maintains governmental funds. Separate financial statements are provided for the General Fund, the Library's has two major funds, and two nonmajor funds, the Capital Projects Fund and the Restricted Gift Fund. The General Fund is the Library's primary operating fund. It accounts for all financial resources of the Library, except those required to be accounted for in another fund.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied. Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

The Library’s funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the “economic resources” measurement focus is the determination of operating income, changes in net position (or cost of recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Library recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for construction loan/line of credit principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/
NET POSITION**

Cash and Investments

For the purpose of the Statement of Net Position, the Library's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Library categorizes its 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; Level 3 inputs are significant unobservable inputs. The Library has no investments at year-end.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances include property taxes.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Library as a whole. When purchased, such assets are recorded as expenditures in the governmental fund and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Building Improvements	10 - 40 Years
Furniture and Equipment	5 - 10 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued

Long-Term Obligations

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

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets, if applicable.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

Use of Estimates

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General Fund and Illinois Municipal Retirement and Social Security Fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level for all funds.

All annual appropriations lapse at fiscal year-end. The Library Board approves the budget for the Public Library; the Village Board approves the tax levy. State statutes and local ordinances require that the budget be approved before the beginning of the fiscal year. During the fiscal year, no supplementary appropriations were necessary.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Library maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments."

Permitted Deposits and Investments - Statutes authorize the Library to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, and commercial paper rated within the three highest classifications by at least two standard rating services.

A portion of the Library's funds are held in a Max Safe Money Market account originated through North Shore Community Bank and Trust held through the Wintrust system. The funds in this account are distributed among as many as fifteen banks in order to secure full FDIC insurance.

Deposits. At year-end, the carrying amount of the Library's deposits totaled \$1,778,972 and the bank balances totaled \$1,811,821.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Library's investment policy attempts to match its investments with anticipated cash flow requirements. The Treasurer establishes a maximum maturity limit for securities.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under State Statute, the Library's investment policy does not further limit credit risk.

Custodial Credit Risk. In the case of deposits, this 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 that funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held at an independent third party institution in the name of the Library. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance. For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Library's use of the Wintrust system limits custodial credit risk by distributing sums in excess of FDIC limits throughout as many as 15 banks in order to secure full insurance in compliance with the changes in the 2009 law.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Library's investment in a single issuer. The Library's investment policy 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. At December 31, 2025 the Library does not have any investments over 5 percent of cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

INTERFUND TRANSFERS

Transfers are used to move unrestricted revenues collected in the General Fund to fund long-term capital planning. Interfund transfers for the year consisted of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Nonmajor Governmental	General	<u>\$ 352,900</u>

PROPERTY TAXES

Property taxes for 2024 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and August 1. The County collects such taxes and remits them periodically to the Library. The allowance for uncollectible taxes has been stated at 0% of the tax levy, because uncollected taxes are treated as deferred inflows of resources.

CAPITAL ASSETS

Governmental capital asset activity for the year was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Nondepreciable Capital Assets				
Land	\$ 75,772	—	—	75,772
Depreciable Capital Assets				
Buildings and Building Improvements	4,279,476	—	—	4,279,476
Furniture and Equipment	73,273	—	—	73,273
	<u>4,352,749</u>	<u>—</u>	<u>—</u>	<u>4,352,749</u>
Less Accumulated Depreciation				
Buildings and Building Improvements	2,590,937	146,414	—	2,737,351
Furniture and Equipment	47,707	2,880	—	50,587
	<u>2,638,644</u>	<u>149,294</u>	<u>—</u>	<u>2,787,938</u>
Total Net Depreciable Capital Assets	<u>1,714,105</u>	<u>(149,294)</u>	<u>—</u>	<u>1,564,811</u>
Total Net Capital Assets	<u>1,789,877</u>	<u>(149,294)</u>	<u>—</u>	<u>1,640,583</u>

Depreciation expense of \$149,294 was charged to the culture and recreation function.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS

Debt Certificate

The Library issues debt certificate to provide funds to pay off a loan. Debt certificate have been issued for governmental activities. Debt certificate currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Debt Certificate of 2024 (\$480,000) dated May 31, 2024 due in monthly installments between \$2,331 to \$240,495 including interest at 5.25% through June 1, 2031.	\$ 465,509	—	32,326	433,183

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Net Pension Liability/(Asset) - IMRF	\$ 445,800	—	603,435	(157,635)	—
Total OPEB Liability - RBP	210,447	17,398	—	227,845	20,696
Debt Certificate	465,509	—	32,326	433,183	31,917
	<u>1,121,756</u>	<u>17,398</u>	<u>635,761</u>	<u>503,393</u>	<u>52,613</u>

Payments on the net pension liability/(asset), the total OPEB liability, and the debt certificate are made by the General Fund.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Debt Certificate	
	Principal	Interest
2026	\$ 31,917	22,088
2027	33,635	20,370
2028	35,445	18,564
2029	37,349	16,657
2030	39,360	14,648
2031	255,477	6,537
Totals	<u>433,183</u>	<u>98,864</u>

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the Library considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Library first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Special Revenue Illinois Municipal Retirement and Social Security (Formerly Nonmajor)	Nonmajor	Totals
Fund Balances				
Restricted				
Illinois Municipal Retirement	\$ —	84,351	—	84,351
Donor Specified Purposes	—	—	43,535	43,535
	—	84,351	43,535	127,886
Committed				
Capital Projects	—	—	364,986	364,986
Unassigned*	2,709,234	—	—	2,709,234
Total Fund Balances	<u>2,709,234</u>	<u>84,351</u>	<u>408,521</u>	<u>3,202,106</u>

*Unassigned fund balance is used for anticipated future building needs, as well as for the 25% operating reserve.

In the governmental funds financial statements, the Library considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Library first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Assigned Fund Balance. Consists of amounts that are constrained by the Board's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board itself or b) a body or official to which the Board has delegated the authority to assign amounts to be used for specific purposes. The Library's highest level of decision-making authority is the Board, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance. The Library maintains a minimum unrestricted fund balance in the General Fund equal to 25% of budgeted operating expenditures as an operating reserve.

NET POSITION CLASSIFICATION

Net investment in capital assets was comprised of the following as of December 31, 2025:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 1,640,583
Less Capital Related Debt:	
Debt Certificate	<u>(433,183)</u>
Net Investment in Capital Assets	<u><u>1,207,400</u></u>

NOTE 4 - OTHER INFORMATION

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 the library's employees. These risks are provided for through insurance from private insurance companies. The library currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and no claims were made.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES

Litigation

From time to time, the Library is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Library attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Library's financial position or results of operations. *The Library faced no legal actions in 2025 and has no pending litigation currently.*

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. 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. The Library does not anticipate that any amounts will be disallowed by grantors.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The Library contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Plan Descriptions

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.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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 employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Plan Membership. As of December 31, 2025, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	3
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>19</u>
Total	<u><u>22</u></u>

Contributions. As set by statute, the Library's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2025, the Library's contribution was 7.70% of covered payroll.

Net Pension (Asset). The Library's net pension (asset) was measured as of December 31, 2025. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2025, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued. For non-disabled 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.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	24.00%	4.75%
Domestic Equities	32.50%	7.35%
International Equities	18.00%	7.45%
Real Estate	10.50%	6.25%
Blended	14.00%	3.90% - 8.50%
Cash and Cash Equivalents	1.00%	3.00%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. 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 Library contributions will be made at rates equal to the difference between the 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. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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 as well as what the Library's net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	736,300	(157,635)	(884,201)

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2024	\$ 7,630,114	7,184,314	445,800
Changes for the Year:			
Service Cost	101,979	—	101,979
Interest on the Total Pension Liability	534,431	—	534,431
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	78,220	—	78,220
Changes of Assumptions	—	—	—
Contributions - Employer	—	93,194	(93,194)
Contributions - Employees	—	54,589	(54,589)
Net Investment Income	—	1,182,218	(1,182,218)
Benefit Payments, Including Refunds of Employee Contributions	(499,168)	(499,168)	—
Other (Net Transfer)	—	(11,936)	11,936
Net Changes	215,462	818,897	(603,435)
Balances at December 31, 2025	7,845,576	8,003,211	(157,635)

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2025, the Library recognized pension expense of \$169,775. At December 31, 2025, the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 143,248	—	143,248
Change in Assumptions	—	(686)	(686)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(438,746)	(438,746)
Total Deferred Amounts Related to IMRF	<u>143,248</u>	<u>(439,432)</u>	<u>(296,184)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2026	\$ 187,238
2027	(186,841)
2028	(164,680)
2029	(131,901)
2030	—
Thereafter	—
Total	<u>(296,184)</u>

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Library’s defined benefit OPEB plan, Village of Glencoe Retiree Benefit Plan (RBP), provides OPEB for all permanent full-time general employees of the Library. RBP is a single-employer defined benefit OPEB plan administered by the Library. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Library Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

Benefits Provided. RBP provides medical benefits for full-time IMRF retirees and their dependent/spouse. Retirees pay the full cost of health insurance continuation at the employer rate until they reach age 65. Dependent/spousal coverage may continue should retiree coverage end due to coverage termination, death, or Medicare eligibility with dependent/spouse using COBRA for up to 18 months after the event., There is no coverage offered to retirees once Medicare eligible, except through COBRA. Retirees are not eligible for vision or life insurance in retirement. There is no dental coverage offered to Retirees once Medicare eligible, except through COBRA.

Plan Membership. As of December 31, 2025, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	3
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>19</u>
Total	<u><u>22</u></u>

Total OPEB Liability

The Library’s total OPEB liability was measured as of December 31, 2025, and was determined by an actuarial valuation as of December 31, 2025.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the December 31, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary Increases	4.00%
Discount Rate	4.43%
Healthcare Cost Trend Rates	6.00% in Fiscal Year 2025 and an Ultimate Trend Rate of 4.50% in 2046
Retirees' Share of Benefit-Related Costs	100% of Projected Health Insurance Premiums for Retirees

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued. The discount rate was based on the S&P Municipal Bond 20 Year High-Grade Rate Index as of December 31, 2025.

Mortality rates were based on the PubG.H-2010(B) Mortality Table with future mortality improvement using Scale MP-2021.

Change in the Total OPEB Liability

	Total OPEB Liability
Balances at December 31, 2024	\$ 210,447
Changes for the Year:	
Service Cost	8,089
Interest on the Total OPEB Liability	442
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	12,915
Changes of Assumptions or Other Inputs	16,648
Benefit Payments	(20,696)
Other Changes	—
Net Changes	17,398
Balances at December 31, 2025	227,845

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.43%, compared to last year's rate of 4.28%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.43%)	Current Discount Rate (4.43%)	1% Increase (5.43%)
Total OPEB Liability	\$ 211,619	227,845	245,910

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using the Healthcare Trend Rates, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 250,311	227,845	208,453

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

For the year ended December 31, 2025, the Library recognized OPEB revenue of \$610. At December 31, 2025, the Library reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 43,384	(11,385)	31,999
Change in Assumptions	48,438	(27,866)	20,572
Net Difference Between Projected and Actual Earnings on OPEB Investments	—	—	—
Total Deferred Amounts Related to OPEB	91,822	(39,251)	52,571

GLENCOE PUBLIC LIBRARY, ILLINOIS

Notes to the Financial Statements

December 31, 2025

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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	Net Deferred Outflows of Resources
2026	\$ 5,512
2027	6,613
2028	6,528
2029	9,780
2030	13,136
Thereafter	<u>11,002</u>
Total	<u><u>52,571</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions - Last Ten Fiscal Years
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Measurement Years
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefit Plan
- Budgetary Comparison Schedule
General Fund
Illinois Municipal Retirement and Social Security - Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

GLENCOE PUBLIC LIBRARY, ILLINOIS

**Illinois Municipal Retirement Fund
Schedule of Employer Contributions - Last Ten Fiscal Years
December 31, 2025**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2/28/2017	\$ 91,706	\$ 91,706	\$ —	\$ 767,418	11.95%
2/28/2018	91,726	91,726	—	767,814	11.95%
2/28/2019	103,715	114,200	10,485	880,623	12.97%
2/29/2020	90,180	90,180	—	906,134	9.95%
12/31/2020	99,823	99,823	—	877,946	11.37%
12/31/2021	107,796	107,796	—	919,764	11.72%
12/31/2022	76,222	88,441	12,219	878,133	10.07%
12/31/2023	59,502	60,535	1,033	959,714	6.31%
12/31/2024	84,952	84,952	—	1,188,138	7.15%
12/31/2025	91,937	93,194	1,257	1,209,697	7.70%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) 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.

GLENCOE PUBLIC LIBRARY, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Measurement Years

December 31, 2025

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	\$ 81,516	79,119	87,298
Interest	362,820	365,170	455,025
Differences Between Expected and Actual Experience and Actual Experience	68,976	21,886	(90,878)
Change of Assumptions	(19,318)	(174,524)	171,767
Benefit Payments, Including Refunds of Member Contributions	(252,574)	(272,216)	(322,284)
Net Change in Total Pension Liability	241,420	19,435	300,928
Total Pension Liability - Beginning	5,267,042	5,508,462	5,527,897
Total Pension Liability - Ending	5,508,462	5,527,897	5,828,825
Plan Fiduciary Net Position			
Contributions - Employer	\$ 91,706	90,979	107,773
Contributions - Members	34,810	34,346	39,136
Net Investment Income	308,574	812,032	(323,955)
Benefit Payments, Including Refunds of Member Contributions	(252,574)	(272,216)	(322,284)
Other (Net Transfer)	62,818	(94,662)	36,622
Net Change in Plan Fiduciary Net Position	245,334	570,479	(462,708)
Plan Net Position - Beginning	4,612,018	4,857,352	5,427,831
Plan Net Position - Ending	4,857,352	5,427,831	4,965,123
Employer's Net Pension Liability/(Asset)	\$ 651,110	100,066	863,702
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.18%	98.19%	85.18%
Covered Payroll	\$ 767,418	763,262	869,692
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	84.84%	13.11%	99.31%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2016 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2024.

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
95,934	88,891	84,196	76,027	82,775	102,154	101,979
501,815	433,663	463,156	528,019	458,102	611,425	534,431
243,212	(83,077)	124,938	145,384	86,743	204,615	78,220
—	(42,893)	—	—	(5,052)	—	—
(371,951)	(385,506)	(389,538)	(379,509)	(392,666)	(479,568)	(499,168)
469,010	11,078	282,752	369,921	229,902	438,626	215,462
5,828,825	6,297,835	6,308,913	6,591,665	6,961,586	7,191,488	7,630,114
6,297,835	6,308,913	6,591,665	6,961,586	7,191,488	7,630,114	7,845,576
89,075	99,823	107,796	88,441	60,535	84,952	93,194
41,495	39,508	41,389	39,516	43,251	52,683	54,589
1,055,505	883,383	1,160,526	(920,706)	650,977	734,461	1,182,218
(371,951)	(385,506)	(389,538)	(379,509)	(392,666)	(479,568)	(499,168)
142,409	(22,046)	33,440	15,203	136,219	(39,906)	(11,936)
956,533	615,162	953,613	(1,157,055)	498,316	352,622	818,897
4,965,123	5,921,656	6,536,818	7,490,431	6,333,376	6,831,692	7,184,314
5,921,656	6,536,818	7,490,431	6,333,376	6,831,692	7,184,314	8,003,211
376,179	(227,905)	(898,766)	628,210	359,796	445,800	(157,635)
94.03%	103.61%	113.63%	90.98%	95.00%	94.16%	102.01%
922,101	877,946	919,764	878,133	959,714	1,188,138	1,209,697
40.80%	(25.96%)	(97.72%)	71.54%	37.49%	37.52%	(13.03%)

GLENCOE PUBLIC LIBRARY, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2025

	2/28/2018	2/28/2019
Total OPEB Liability		
Service Cost	\$ 3,921	4,264
Interest	8,839	8,653
Differences Between Expected and Actual Experience	10,304	—
Change of Assumptions or Other Inputs	(14,562)	18,261
Benefit Payments	(17,566)	(19,194)
Other Changes	(12,509)	(304)
Net Change in Total OPEB Liability	(21,573)	11,680
Total OPEB Liability - Beginning	254,340	232,767
Total OPEB Liability - Ending	232,767	244,447
Covered-Employee Payroll	\$ 786,364	844,432
Total OPEB Liability as a Percentage of Covered-Employee Payroll	29.60%	28.95%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

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

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2025.

2/29/2020	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
6,292	4,643	6,084	5,858	5,090	5,252	8,089
9,580	(76,620)	(61,206)	7,085	4,564	21,819	442
(34,643)	—	(22,743)	—	49,491	—	12,915
7,476	9,474	(5,449)	(26,576)	15,230	(4,088)	16,648
(21,837)	(22,805)	(11,128)	(18,502)	(19,785)	(21,230)	(20,696)
38,752	57,930	57,992	—	—	—	—
5,620	(27,378)	(36,450)	(32,135)	54,590	1,753	17,398
244,447	250,067	222,689	186,239	154,104	208,694	210,447
250,067	222,689	186,239	154,104	208,694	210,447	227,845
1,105,380	1,003,191	942,986	958,353	948,512	1,009,235	971,887
22.62%	22.20%	19.75%	16.08%	22.00%	20.85%	23.44%

GLENCOE PUBLIC LIBRARY, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Budget Variance Over (Under)
Revenues				
Taxes				
Property Tax	\$ 3,095,666	3,095,666	2,925,964	(169,702)
Intergovernmental				
Replacement Tax	39,000	39,000	17,530	(21,470)
Per Capita Grant	21,350	21,350	20,891	(459)
Other Grants	—	—	2,658	2,658
Charges for Services	600	600	451	(149)
Fines and Penalties	1,800	1,800	2,183	383
Investment Income	145,000	145,000	110,930	(34,070)
Miscellaneous				
Contributions	5,400	5,400	26,572	21,172
Miscellaneous	3,400	3,400	3,172	(228)
Total Revenues	3,312,216	3,312,216	3,110,351	(201,865)
Expenditures				
Culture and Recreation				
Library Operations	2,790,767	2,790,767	2,591,469	(199,298)
Building Grounds and Maintenance	199,900	199,900	158,430	(41,470)
Capital Outlay	23,000	23,000	13,184	(9,816)
Debt Service				
Principal Retirement	46,873	46,873	32,326	(14,547)
Interest and Fiscal Charges	24,476	24,476	21,680	(2,796)
Total Expenditures	3,085,016	3,085,016	2,817,089	(267,927)
Excess (Deficiency) of Revenues Over (Under) Expenditures	227,200	227,200	293,262	66,062
Other Financing (Uses)				
Transfers Out	—	—	(352,900)	(352,900)
Net Change in Fund Balance	227,200	227,200	(59,638)	(286,838)
Fund Balance - Beginning			2,768,872	
Fund Balance - Ending			2,709,234	

GLENCOE PUBLIC LIBRARY, ILLINOIS

Illinois Municipal Retirement and Social Security - Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Budget Variance Over (Under)
Revenues				
Taxes				
Property Tax	\$ —	—	222,382	222,382
Expenditures				
Employer IMRF and FICA Contributions				
Social Security	97,000	97,000	96,129	(871)
Medicare	130,200	130,200	22,482	(107,718)
Illinois Municipal Retirement	—	—	94,277	94,277
Total Expenditures	<u>227,200</u>	<u>227,200</u>	212,888	(14,312)
Net Change in Fund Balance	<u>(227,200)</u>	<u>(227,200)</u>	9,494	<u>236,694</u>
Fund Balance - Beginning			<u>74,857</u>	
Fund Balance - Ending			<u>84,351</u>	

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedule - Major Governmental Fund
- Combining Schedule - Nonmajor Governmental Funds
- Budgetary Comparison Schedule - Nonmajor Governmental Funds

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Illinois Municipal Retirement and Social Security Fund

The Illinois Municipal Retirement and Social Security Fund is used to account for the proceeds of employer contributions to a pension plan for qualified employees.

Restricted Gift Fund

The Restricted Gift Fund is used to account for proceeds from donations made to the Library with specific criteria for expenditure.

CAPITAL PROJECT FUND

The Capital Projects Funds are used to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary and Trust Funds.

GLENCOE PUBLIC LIBRARY, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Budget Variance Over (Under)
Culture and Recreation				
Library Operations				
Salaries	\$ 1,783,242	1,783,242	1,585,613	(197,629)
Medical Insurance	220,000	220,000	219,561	(439)
Unemployment Taxes	9,800	9,800	3,742	(6,058)
Books	127,850	127,850	102,353	(25,497)
Audio Materials	14,190	14,190	11,252	(2,938)
Video Materials	9,000	9,000	8,032	(968)
Periodicals	17,025	17,025	16,980	(45)
Web Hosting	5,500	5,500	8,553	3,053
Internet Access	29,650	29,650	25,276	(4,374)
O.C.L.C	9,500	9,500	7,074	(2,426)
Automated Resources	63,000	63,000	63,273	273
Digital	10,600	10,600	10,914	314
Downloadable Content and Players	102,250	102,250	133,856	31,606
Staff Continuing Education	29,860	29,860	16,345	(13,515)
Programs and Publicity	39,400	39,400	18,421	(20,979)
Information Technology	47,500	47,500	20,680	(26,820)
Children's Learning Kits	800	800	958	158
Communications	22,300	22,300	3,282	(19,018)
Supplies - General	41,050	41,050	28,336	(12,714)
Cooperative Computer Services	53,000	53,000	53,150	150
Postage	2,300	2,300	3,280	980
Bookkeeping	28,900	28,900	27,319	(1,581)
Trustee Expenditures	1,000	1,000	980	(20)
Insurance	37,000	37,000	38,029	1,029
Legal Fees	4,400	4,400	10,295	5,895
Recruitment	1,000	1,000	614	(386)
Service and Resource Development	17,500	17,500	297	(17,203)
Copier	10,150	10,150	11,890	1,740
Contract Services	50,000	50,000	141,605	91,605
Library of Things	3,000	3,000	7,366	4,366
Foundation	—	—	12,143	12,143
	<u>2,790,767</u>	<u>2,790,767</u>	<u>2,591,469</u>	<u>(199,298)</u>

GLENCOE PUBLIC LIBRARY, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2025

	Original Budget	Final Budget	Actual	Budget Variance Over (Under)
Culture and Recreation - Continued				
Building Grounds and Maintenance				
Building Maintenance and Repairs	\$ 102,000	102,000	59,506	(42,494)
Equipment Repairs	97,900	97,900	98,924	1,024
	<u>199,900</u>	<u>199,900</u>	<u>158,430</u>	<u>(41,470)</u>
 Total Culture and Recreation	 <u>2,990,667</u>	 <u>2,990,667</u>	 <u>2,749,899</u>	 <u>(240,768)</u>
 Capital Outlay	 <u>23,000</u>	 <u>23,000</u>	 <u>13,184</u>	 <u>(9,816)</u>
 Debt Service				
Principal Retirement	46,873	46,873	32,326	(14,547)
Interest and Fiscal Charges	24,476	24,476	21,680	(2,796)
	<u>71,349</u>	<u>71,349</u>	<u>54,006</u>	<u>(17,343)</u>
 Total Expenditures	 <u><u>3,085,016</u></u>	 <u><u>3,085,016</u></u>	 <u><u>2,817,089</u></u>	 <u><u>(267,927)</u></u>

GLENCOE PUBLIC LIBRARY, ILLINOIS

**Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2025**

	Special Revenue			
	Illinois Municipal Retirement and Social Security (Formerly Nonmajor)	Restricted Gifts	Capital Projects	Totals
ASSETS				
Cash and Investments	\$ —	43,777	364,986	408,763
LIABILITIES				
Accounts Payable	—	242	—	242
FUND BALANCES				
Restricted	—	43,535	—	43,535
Committed	—	—	364,986	364,986
Total Fund Balances	—	43,535	364,986	408,521
Total Deferred Inflows of Resources and Fund Balances	—	43,777	364,986	408,763

GLENCOE PUBLIC LIBRARY, ILLINOIS

Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2025

	Special Revenue			Totals
	Illinois Municipal Retirement and Social Security (Formerly Nonmajor)	Restricted Gift	Capital Projects	
Revenues				
Investment Income	\$ —	—	12,162	12,162
Miscellaneous				
Contributions	—	31,904	—	31,904
Total Revenues	—	31,904	12,162	44,066
Expenditures				
Culture and Recreation				
Library Operations		36,766	76	36,842
Excess (Deficiency) of Revenues Over (Under) Expenditures	—	(4,862)	12,086	7,224
Other Financing Sources				
Transfers In	—	—	352,900	352,900
Net Change in Fund Balances	—	(4,862)	364,986	360,124
Fund Balances - Beginning as Previously Reported	74,857	48,397	—	123,254
Adjustment - Change from Nonmajor to Major	(74,857)	—	—	(74,857)
Fund Balances - Beginning as Restated	—	48,397	—	48,397
Fund Balances - Ending	—	43,535	364,986	408,521