

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**

**Estes Park, Colorado**

**Annual Financial Report**

**December 31, 2006**

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**

**Annual Financial Report**

**Year Ended December 31, 2006**

ESTES VALLEY PUBLIC LIBRARY DISTRICT

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**COLE AND CROSIER, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

The Board of Trustees  
Estes Valley Public Library District  
Estes Park, Colorado

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, and each major fund of Estes Valley Public Library District (the District), as of and for the year ended December 31, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, and each major fund of Estes Valley Public Library District as of December 31, 2006 and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary comparison information, as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Estes Valley Public Library District's basic financial statements. The trend data, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. These data have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole for the year ended December 31, 2006.

We have also previously audited, in accordance with generally accepted auditing standards, the financial statements of Estes Valley Public Library District for the years ended December 31, 1997 – 2005 (none of which are presented herein). In our opinion, the trend data listed in the table of contents, related to the 1997 – 2005 financial statements, are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Cole and Crosier, P.C.  
Certified Public Accountants

LaSalle, Colorado  
June 19, 2007

# ESTES VALLEY PUBLIC LIBRARY DISTRICT

## Management's Discussion and Analysis

As management of Estes Valley Public Library District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2006. The District's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

### Overview of the Financial Statements

This Management's Discussion and Analysis document introduces the District's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The District also includes in this report additional information to supplement the basic financial statements. Comparative data are presented when available.

#### Government-wide Financial Statements

The District's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the District's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination of reclassification of activities between funds.

- The *Statement of Net Assets*. This is the government-wide statement of financial position presenting information that includes all of the District's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of District infrastructure, in addition to the financial information provided in this report.
- The *Statement of Activities* reports how the District's net assets changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the District's distinct activities or functions on revenues provided by the District's taxpayers.

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by property taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general library operations. The District has no business-type activities.

The government-wide financial statements include not only the District itself (known as the primary government), but also a legally separate entity which has a significant operational or financial relationship with the District. This entity, a discretely presented component unit, is the Estes Park Public Library Foundation, Inc. More information on the functions of this entity can be found in Note 1 to the financial statements.

#### Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's significant funds. Each major fund is separately reported.

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

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the difference between these two perspectives.

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's detailed budget presentations. These statements demonstrate compliance with the District's adopted and final revised budget.

As discussed, the District reports major funds in the basic financial statements. The District reports two such funds - the General Fund and the Debt Service Fund.

The final section is an optional presentation of *trend data* for the current and prior nine years. It is intended to allow the reader to assess changes in the District's programs and operations over an extended period.

### **District-Wide Financial Analysis**

The following represents condensed financial information taken from the government-wide (accrual basis) financial statements for the year ended December 31, 2006.

	2006	Percent of Total	2005	Percent of Total
<b>ASSETS</b>				
Current assets	\$ 1,793,215	51.9%	\$ 1,689,264	45.1%
Capital assets	1,660,157	48.1%	2,056,919	54.9%
Total assets	<u>3,453,372</u>	<u>100.0%</u>	<u>3,746,183</u>	<u>100.0%</u>
<b>LIABILITIES</b>				
Current liabilities	1,236,264	59.8%	1,170,442	54.9%
Long-term liabilities	830,000	40.2%	960,000	45.1%
Total liabilities	<u>2,066,264</u>	<u>100.0%</u>	<u>2,130,442</u>	<u>100.0%</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	698,050	50.3%	968,993	60.0%
Restricted	255,453	18.4%	317,462	19.6%
Unrestricted	433,605	31.3%	329,286	20.4%
Total net assets	<u>\$ 1,387,108</u>	<u>100.0%</u>	<u>\$ 1,615,741</u>	<u>100.0%</u>
<b>REVENUES</b>				
Program revenues -				
Charges for services	\$ 8,880	0.8%	\$ 9,483	0.8%
Fines and forfeits	4,704	0.4%	3,969	0.3%
Operating grants and contributions	30,478	2.6%	43,125	3.4%
Capital grants	37,600	3.2%	74,557	5.9%
Other revenues	300	0.0%	0	0.0%
General revenues -				
Taxes	1,041,424	89.3%	1,097,935	87.5%
Other revenues	43,091	3.7%	25,572	2.1%
Total revenues	<u>1,166,477</u>	<u>100.0%</u>	<u>1,254,641</u>	<u>100.0%</u>
<b>EXPENSES</b>				
Library				
Personnel services	603,094	59.5%	576,327	58.2%
Supplies	19,585	1.9%	23,336	2.4%
Library materials	20,223	2.0%	106,824	10.8%
Insurance	13,095	1.3%	11,946	1.2%
Purchased services	152,745	15.1%	117,379	11.9%
Utilities	24,595	2.4%	23,434	2.4%
Other expenses	887	0.1%	57	0.0%
Interest on long-term debt	56,026	5.5%	63,927	6.4%
Depreciation	123,593	12.2%	66,872	6.7%
Total expenses	<u>1,013,843</u>	<u>100.0%</u>	<u>990,102</u>	<u>100.0%</u>
<b>EXCESS BEFORE SPECIAL ITEMS</b>				
	152,634		264,539	
Special items	<u>0</u>		<u>31,380</u>	
<b>CHANGE IN NET ASSETS</b>				
	<u>\$ 152,634</u>		<u>\$ 295,919</u>	

## Financial Highlights

- For the tax collection years 2000 - 2004, the annual authorized operating mill levy was 2.39, then on November 2, 2004, the voters approved an increase to 3.28 mills for 2005 collection and each year thereafter. Since 1999, the voters allowed the District to collect, keep and expend all revenues (other than excess property tax revenue). It was also exempted from the old law 5.5% property tax revenue limitation. This has prevented the "ratchet-down" effect that the Taxpayer's Bill of Rights used to have on the District's property tax revenue.
- The District is heavily reliant on taxes to support operations. During 2006, taxes provided 89.3% of the District's total revenues. Also note that program revenues cover only 7% of total revenues. Consequently, the general economy and the changes in both residential and commercial property values have a major impact on the District's revenue streams.
- The District maintains a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. However, to make this ratio meaningful, we have eliminated the property taxes receivable and the related deferred revenue. After this elimination, governmental current assets are \$762,525 and current liabilities are \$205,574. As a result, the current ratio for the District overall is 3.71 to 1.
- The District's net assets decreased 8% or \$228,633, due primarily to restating the library books capital assets for depreciation. Most of the District's net assets are reflected in the investment in capital assets – 50.3%. Accordingly, these assets are not an available source for payment of future spending. Of the remaining net assets, 3% of the governmental activities annual subject revenue (gross General Fund revenue less private grants and contributions), \$30,632 for 2006, is restricted for use in the event of an emergency.
- The effect of the restatement of library books for depreciation on 2006 expenses is that library materials were reduced by \$86,966 and depreciation increased by \$53,288.
- The District had governmental funds excess revenues for 2006 in the amount of \$31,745 with ending fund balances totaling \$718,217. Excess revenues of the General Fund were more than budgeted amounts by \$45,435, primarily due to spending in the area of IT librarian personnel costs ending substantially under budget.
- During 2006, the District purchased a CD disk cleaner for \$2,950, noise abatement improvements for \$5,312, gutter heat strips for \$7,890, and began a space planning audit for \$4,980. Other than normal culling of the book inventory and the retirement of surplus equipment, there were no major disposals of fixed assets during 2006.
- At the end of 2006, the District had general obligation bonds outstanding totaling \$960,000. During the year, the District retired \$125,000 of its general obligation bonds and fully retired a capital lease for \$6,569.
- Members of the District Board of Trustees, staff, Estes Park Public Library Foundation and Friends of Estes Park Library met in May 2006 to formulate a strategic plan that outlined seven goals: 1) building our collections, programs and services; 2) developing our staff to meet the challenges of the future; 3) expanding our use of technology; 4) marketing our message as the community's premier information resource; 5) demonstrating accountable stewardship of our resources; 6) maintaining and updating our facilities, and 7) developing a culture that values results. This strategic plan will drive future budgets. To meet the plan's objectives, the District began outsourcing materials processing, enacted personnel changes and reached out to the Estes Valley community with mailing of the annual report and ongoing programming.



- In response to strategic plan priorities, significant capital improvements are near completion in 2007. Operational technology line items produced a new computer commons, bringing library computer equipment up to date. Two grants from the Foundation totaling \$78,000, plus \$50,000 set aside in the District's capital fund allowed for a redesign of the 1<sup>st</sup> and 2<sup>nd</sup> floors, including new furnishings, new lighting and carpeting and stack improvements. To make room for the updates, fully depreciated fixed assets were deeded to other libraries and local non-profit organizations. These included sixteen-year old chairs, carrels and an information desk.
- The strategic plan will continue to drive our future budgets. In 2008, the Friends and the Foundation will continue to support the District's strategic projects, such as the purchase of capital items and services, the continued upgrading and professional long-term planning for the facility and major program and literacy efforts. The budget will also be reorganized to better reflect departmental operations.

### **Request for Information**

This financial report is designed to provide a general overview of the District'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 financial information should be addressed to Estes Valley Public Library District, PO Box 1687, Estes Park, Colorado 80517, or you may call the library director at (970) 586-8116.

## GOVERNMENT-WIDE FINANCIAL STATEMENTS

These basic financial statements, consisting of the *Statement of Net Assets*, and the *Statement of Activities*, provide a summary overview and broad perspective of the financial position and results of operations of the District as a whole. They are prepared using the accrual basis and include all assets, liabilities and net assets of the District.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**Statement of Net Assets**  
**December 31, 2006**  
(With Comparative Totals for December 31, 2005)

	2006		2005
	Primary Government Governmental Activities	Component Unit Estes Park Public Library Foundation, Inc.	Primary Government Governmental Activities
<b>ASSETS</b>			
Cash and cash equivalents			
Cash (Note 2)	\$ 9,281	\$ 63,752	\$ 17,673
Investment in pooled investment funds (Note 2)	666,463	0	619,136
Total cash and cash equivalents	675,744	63,752	636,809
Certificates of deposit (Note 2)	60,822	0	59,462
Endowment investments (Note 2)	0	889,260	0
Prepaid expenses	24,916	1,654	16,067
Property taxes receivable	1,030,690	0	973,808
Other receivables	1,073	3,981	3,118
Capital assets, net of accumulated depreciation, where applicable (Note 3)	1,660,157	0	2,056,919
Total assets	3,453,402	958,647	3,746,183
<b>LIABILITIES</b>			
Accounts payable	12,346	0	7,217
Accrued payroll	31,462	0	21,417
Accrued interest payable	2,107	0	2,926
Deferred revenue			
Property taxes	1,030,690	0	973,808
Library use deposits	500	0	350
Long-term liabilities (Note 9)			
Due within one year			
Compensated absences	29,159	0	33,155
Capitalized lease (Note 11)	0	0	6,569
General obligation bonds (Note 6)	130,000	0	125,000
Due in more than one year			
General obligation bonds (Note 6)	830,000	0	960,000
Total liabilities	2,066,264	0	2,130,442
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	698,050	0	968,993
Restricted for TABOR emergencies (Note 9)	30,632	0	26,699
Restricted for programs	0	37,136	0
Restricted for permanent endowment	15,000	896,355	15,000
Restricted for debt service	209,821	0	275,763
Unrestricted	433,605	25,156	329,286
<b>TOTAL NET ASSETS</b>	<b>\$ 1,387,108</b>	<b>\$ 958,647</b>	<b>\$ 1,615,741</b>

The accompanying footnotes are an integral part of this report.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**Statement of Activities**  
**For the Year Ended December 31, 2006**  
(With Comparative Totals for the Year Ended December 31, 2005)

	2006		2005
	Primary Government Governmental Activities	Component Unit Estes Park Public Library Foundation, Inc.	Primary Government Governmental Activities
<b><u>EXPENSES</u></b>			
Library services			
Personnel services	\$ 603,094	0	\$ 576,327
Supplies	19,585	0	23,336
Library materials	20,223	0	106,824
Insurance	13,095	0	11,946
Purchased services	152,745	\$ 16,471	117,379
Utilities	24,595	0	23,434
Other expenses	887	0	57
Grants to library	0	3,194	0
Interest on long-term debt	56,026	0	63,927
Depreciation (Note 3)	123,593	0	66,872
Total program expenses	<u>1,013,843</u>	<u>19,665</u>	<u>990,102</u>
<b><u>PROGRAM REVENUES</u></b>			
Charges for services	8,880	0	9,483
Fines and forfeits	4,704	0	3,969
Investment earnings restricted to programs	0	19,637	0
Courier reimbursement	300	0	0
Operating grants and contributions	30,478	18,266	43,125
Capital grants	37,600	0	74,557
Total program revenues	<u>81,962</u>	<u>37,903</u>	<u>131,134</u>
Net program revenues (expenses)	<u>(931,881)</u>	<u>18,238</u>	<u>(858,968)</u>
<b><u>GENERAL REVENUES AND SPECIAL ITEMS</u></b>			
Property and related taxes levied for general purposes	975,972	0	952,953
Property and related taxes levied for debt service	65,452	0	144,982
Payment in lieu of taxes	106	0	163
Unrestricted investment earnings	42,439	2,944	25,128
Contributions to permanent funds	0	29,452	0
Unrealized gains (losses) on permanent funds	0	69,566	0
Miscellaneous	546	0	281
Special item - revaluation of nondepreciable capital assets - library books	0	0	31,380
Total general revenues and special items	<u>1,084,515</u>	<u>101,962</u>	<u>1,154,887</u>
<b><u>INCREASE IN NET ASSETS</u></b>	<u>152,634</u>	<u>120,200</u>	<u>295,919</u>
<b><u>NET ASSETS</u></b>			
Beginning of year - restated (Note 13)	<u>1,234,474</u>	<u>838,447</u>	<u>1,319,822</u>
End of year	<u>\$ 1,387,108</u>	<u>\$ 958,647</u>	<u>\$ 1,615,741</u>

The accompanying footnotes are an integral part of this report.

## FUND FINANCIAL STATEMENTS

### Governmental Funds

These financial statements are prepared using the modified accrual basis of accounting and show how the District finances general governmental services, as well as reporting balances available for future spending. There are two governmental funds, the *General Fund*, which accounts for most governmental activities, and the *Debt Service Fund*, which accounts for revenues and spending directly related to debt service.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2006**  
(With Comparative Totals for December 31, 2005)

	2006		2005	
	General	Debt Service	Total	Total
<b><u>ASSETS</u></b>				
Cash on hand	\$ 185	0	\$ 185	\$ 185
Cash in checking	2,417	0	2,417	7,647
Investment in pooled investment funds				
Colorado Diversified Trust (2006 - 5.26%; 2005 - 4.08%)	457,268	0	457,268	343,474
ColoTrust (2006 - 5.18%; 2005 - 4.09%)	0	\$ 209,195	209,195	275,662
Cash with Larimer County Treasurer	6,679	0	6,679	9,841
Certificates of deposit (2006 - 3.45% - 4.48%; 2005 - 3.46% - 3.50%)	60,822	0	60,822	59,462
Property taxes receivable				
Current	1,011,717	0	1,011,717	962,000
Delinquent	18,973	0	18,973	11,808
Grants receivable - Friends of the Estes Park Library	712	0	712	319
Refunds receivable	331	0	331	2,799
Due from General Fund (Note 8)	0	626	626	101
Prepaid expenses	24,916	0	24,916	16,067
<b><u>TOTAL ASSETS</u></b>	<b><u>\$ 1,584,020</u></b>	<b><u>\$ 209,821</u></b>	<b><u>\$ 1,793,841</u></b>	<b><u>\$ 1,689,365</u></b>
<b><u>LIABILITIES AND FUND BALANCE</u></b>				
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ 12,346	0	\$ 12,346	\$ 7,217
Accrued payroll	31,462	0	31,462	21,417
Library use deposits	500	0	500	350
Deferred revenue				
Property taxes	1,030,690	0	1,030,690	973,808
Due to Debt Service Fund (Note 8)	626	0	626	101
<b>Total liabilities</b>	<b><u>1,075,624</u></b>	<b><u>0</u></b>	<b><u>1,075,624</u></b>	<b><u>1,002,893</u></b>
<b><u>FUND BALANCE</u></b>				
Reserved for debt service	0	\$ 209,821	209,821	275,763
Reserved for TABOR emergencies (Note 9)	30,632	0	30,632	26,699
Reserved for permanent endowment	15,000	0	15,000	15,000
Unreserved				
Designated for three month reserve	276,003	0	276,003	277,290
Undesignated	186,761	0	186,761	91,720
<b>Total fund balance</b>	<b><u>508,396</u></b>	<b><u>209,821</u></b>	<b><u>718,217</u></b>	<b><u>686,472</u></b>
<b><u>TOTAL LIABILITIES AND FUND BALANCE</u></b>	<b><u>\$ 1,584,020</u></b>	<b><u>\$ 209,821</u></b>	<b><u>\$ 1,793,841</u></b>	<b><u>\$ 1,689,365</u></b>

The accompanying footnotes are an integral part of this report.

	<u>2006</u>	<u>2005</u>
<u>RECONCILIATION TO STATEMENT OF NET ASSETS</u>		
Total Fund Balance	\$ 718,217	\$ 686,472
Amounts reported for <i>governmental activities</i> in the statement of net assets are different because		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	1,660,157	2,056,919
Long-term liabilities, including bonds payable, compensated absences and capital leases are not due and payable in the current period and therefore are not reported in the funds		
Compensated absences	(29,159)	(33,155)
General obligation bonds payable	(960,000)	(1,085,000)
Capital lease	0	(6,569)
Accrued interest on the bonds and capital lease	<u>(2,107)</u>	<u>(2,926)</u>
Net Assets of Governmental Activities	<u>\$ 1,387,108</u>	<u>\$ 1,615,741</u>

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended December 31, 2006**  
(With Comparative Totals for the Year Ended December 31, 2005)

	<u>2006</u>			<u>2005</u>
	<u>General</u>	<u>Debt Service</u>	<u>Total</u>	<u>Total</u>
<b>REVENUES</b>				
Taxes	\$ 975,972	\$ 65,452	\$ 1,041,424	\$ 1,097,935
Intergovernmental revenue	2,912	37,600	40,512	37,769
Charges for services	8,880	0	8,880	9,483
Fines and forfeits	4,704	0	4,704	3,969
Miscellaneous	56,576	14,381	70,957	105,485
Total revenues	<u>1,049,044</u>	<u>117,433</u>	<u>1,166,477</u>	<u>1,254,641</u>
<b>EXPENDITURES</b>				
Current				
Library services	923,074	2,112	925,186	861,254
Capital outlay	21,132	0	21,132	36,957
Debt service	7,151	181,263	188,414	190,721
Total expenditures	<u>951,357</u>	<u>183,375</u>	<u>1,134,732</u>	<u>1,088,932</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	97,687	(65,942)	31,745	165,709
<hr/>				
<b>FUND BALANCE</b>				
Beginning of year	<u>410,709</u>	<u>275,763</u>	<u>686,472</u>	<u>520,763</u>
End of year	<u>\$ 508,396</u>	<u>\$ 209,821</u>	<u>\$ 718,217</u>	<u>\$ 686,472</u>

The accompanying footnotes are an integral part of this report.



	<u>2006</u>	<u>2005</u>
<u>RECONCILIATION TO STATEMENT OF ACTIVITIES.</u>		
<u>INCREASE IN NET ASSETS</u>		
Excess of Revenues over Expenditures - Governmental Funds	\$ 31,745	\$ 165,709
Amounts reported for governmental activities in the statements 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 as depreciation expense. This is the amount by which depreciation and/or revaluation adjustments was less than (exceeded) capitalized capital outlay during the year.	(15,495)	1,465
Repayments of bond and capital lease principal are expenditures in the governmental funds, but the repayments reduce long-term liabilities in the statements of net assets. This is the amount of principal payments on the debt.	131,569	126,396
Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Decrease in compensated absences	3,996	1,951
Decrease in accrued interest on long-term debt	<u>819</u>	<u>398</u>
Increase in Net Assets of Governmental Activities	<u>\$ 152,634</u>	<u>\$ 295,919</u>

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**Footnotes to Financial Statements**  
**December 31, 2006**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Estes Valley Public Library District's ("District") financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the District are discussed below.

General

Estes Valley Public Library District was approved by the electorate for formation on November 8, 1988 (commencing operations January 1, 1989), and was established through the joint efforts of the legislative bodies of the governments served by the District - The County of Larimer, Colorado and the Town of Estes Park, Colorado. In the process the Town merged the assets and operations of the Estes Park Public Library into the District. The District is administered by a seven member board of trustees appointed by the governmental units that established the entity.

The mission of the District is to meet the cultural, informational and recreational reading, viewing, and listening needs of all people within its service area.

Financial reporting entity

The financial report of the District includes all of the integral parts of the District's operations.

Estes Park Public Library Foundation, Inc. (Foundation) and Friends of Estes Park Library (Friends), legally separate, tax-exempt component units of the District were considered as part of the financial reporting entity. They act primarily as fund-raising organizations to supplement the resources that are available to the District in support of its programs. The eight-member board of the Friends and the fourteen-member board of the Foundation are self-perpetuating and consist of supporters of the District. Although the District does not control the timing or amount of receipts from these organizations, the majority of resources, or income thereon, that they hold and invest are restricted to the activities of the District by the donors. Because these restricted resources held by the Friends and the Foundation can only be used by, or for the benefit of the District, they are both considered component units of the District, but the Friends is not required to be reported as such because its economic resources received or held by the Friends are insignificant to the District. The Foundation is discretely presented in the District's financial statements.

During the year ended December 31, 2006, the Friends distributed \$23,162 to the District for both restricted and unrestricted purposes. Complete financial statements for the Friends can be obtained by writing to P.O. Box 1687, Estes Park, CO 80517.

During the year ended December 31, 2006, the Foundation distributed \$3,194 to the District for both restricted and unrestricted purposes. Complete financial statements for the Foundation can be obtained by writing to P.O. Box 1470, Estes Park, CO 80517.

Basis of presentation

The District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

NOTE 1 - continued

*Government-wide Financial Statements* – The government-wide financial statements include the statement of net assets and the statement of activities. These statements report financial information on all of the nonfiduciary activities of the District and its component units. The effect of interfund activity has been removed from these statements. The primary government and the discretely presented component unit are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed and the statements report governmental activities, generally supported by taxes and District general revenues. The District does not have any business-type activities, which rely to a significant extent on fees and charges for support.

The statement of net assets presents the financial position of the governmental activities of the District and its discretely presented component unit at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, clearly identifiable to that particular function. The District does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the District's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted*.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

*Fund Financial Statements* – During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. Fund financial statements are provided for governmental funds.

Major individual governmental funds are reported in separate columns. The District has no non-major funds.

*Fund Accounting* – The District uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The District uses one category of funds: governmental.

*Governmental Funds* – Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The District reports the difference between governmental fund assets and liabilities as fund balance. The following are the District's major governmental funds:

*General Fund* – The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Colorado.

*Debt Service Funds* – These funds account for the servicing of the long-term debt not being financed by proprietary funds.

NOTE 1 – Continued

Measurement focus

*Government-wide Financial Statements* – The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the statement of net assets. The statement of activities reports revenues and expenses.

*Fund Financial Statements* – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenue and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

*Revenues – Exchange Transactions* – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, the phrase “available for exchange transactions” means expected to be received within 90 days of year-end.

*Revenues – Non-exchange Transactions* – Non-exchange transactions in which the District receives value without directly giving equal value in return, include property taxes, specific ownership taxes, grants, and donations. Revenue from property taxes and specific ownership taxes is recognized in the fiscal year for which the taxes are levied (the year in which they are required to be used). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions (other than property taxes) also must be available (i.e., collected within 60 days) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, specific ownership taxes, interest and federal and state grants.

*Deferred Revenue* – Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Property taxes are levied in December (i.e., there is a legal claim) for the next calendar year's operations, therefore the total levy is reported as taxes receivable and deferred revenue.

NOTE 1 - Continued

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue.

*Expenses/Expenditures* – On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

Budget information and control

The annual budget of the District is prepared on the same basis as the actual recorded transactions for the same year, in conformity with generally accepted accounting principles. Encumbrances are neither recorded on the books of the District nor included in the budget.

Budgetary controls are established annually by law over all funds. Appropriations for each fund lapse at the end of the budget year. The District must appropriate monies not greater than the budgeted total expenditures of each fund, at which level actual expenditures may not exceed appropriations for the year. Generally, additional appropriations may be authorized by law during the year in cases of emergency caused by a public enemy or some contingency which could not have been reasonably foreseen at the time of adoption of the budget.

The following calendar includes various deadlines for the budget process set by state statutes.

- August 25 Larimer County Assessor certifies new total assessed valuation. Any changes may be made only once by December 10.
- October 15 Submission of proposed budget to Board of Trustees. "Notice of Budget" is published setting public hearing date.
- November 1 Request for excess levy to Division of Local Government.
- December 10 Certification of mill levy to Larimer County Board of Commissioners. Budget must be adopted prior to certification. Certified copy of budget is sent to the Division of Local Government within 30 days of adoption.
- December 22 Larimer County Board of Commissioners levies taxes and certifies levies to the Assessor.
- December 31 Board of Trustees appropriates funds for the budget year.

Cash and cash equivalents

Cash and cash equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with maturities of three months or less.

Capital assets

Capital assets, which include buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. Capital assets include assets with an individual cost of \$1,500 or more and an estimated useful life in excess of one year. Books, although having an individual cost of less than \$1,500, are also considered capital assets. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Furniture and equipment	5
Buildings and improvements	20 - 40
Books	6

NOTE 1 - Continued

Compensated absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

Fund equity

Fund equity at the governmental fund financial reporting level is classified as "fund balance". Fund equity for all other reporting is classified as "net assets".

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. The District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available, spendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Designations are management's intent to set aside these resources for specific services.

Net Assets – Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consist of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted.

The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Property taxes

The Larimer County Treasurer acts as the billing and collection agency for the District. Property taxes are due as of January 1 and may be paid in full by April 30 or in equal installments by February 28 and June 15. The District, with authorization of the County of Larimer, Colorado, may fix a levy of the amount levied for the previous year plus 5 1/2%, subject to a maximum of 2.5 mills (4 mills with vote of the electorate) for all purposes except debt service, which is not subject to such limitations. Increases in assessed valuation due to annexations, inclusions, and new construction are exempt from this restriction. The Colorado Taxpayer's Bill of Rights, if more restrictive, will supercede these measures to increase taxes. See Note 9.

Comparative Data

Comparative total data for the prior year have been presented in the financial statements in order to provide an understanding of the changes in the financial position and operations. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

NOTE 2 – DEPOSITS AND INVESTMENTS

Deposits and investments at December 31, 2006 consisted of the following:

	<u>Primary Government</u>	<u>Discretely Presented Component Unit</u>
Cash on hand	\$ 185	0
Cash with treasurer	6,679	0
Deposits		
Checking - .25%	2,417	\$ 16,663
Money market savings - 5.11%	0	47,089
Certificates of deposit - 3.45% - 4.48%/5.4%	60,822	110,000
Investments		
Local government investment pools - 3.45% - 4.48%	666,463	0
Mutual funds		
Growth and income/balance funds	0	645,563
Growth/mid cap funds	0	133,697
Total	<u>\$ 736,566</u>	<u>\$ 953,012</u>

Deposits and investments are displayed within this report as follows:

Cash and equivalents	\$ 675,744	\$ 63,752
Certificates of deposit	60,822	0
Endowment investments	0	889,260
Total	<u>\$ 736,566</u>	<u>\$ 953,012</u>

Cash deposits

*Custodial credit risk – deposits*

In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The District's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$100,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of the eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At December 31, 2006, all the District's deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

At December 31, 2006, the District's cash deposits had bank and carrying balances as follows:

	<u>Bank Balance</u>	<u>Carrying Balance</u>
<u>Primary Government</u>		
FDIC Insured	\$ 77,414	\$ 63,239
PDPA Collateralized	0	0
Total Cash Deposits	<u>\$ 77,414</u>	<u>\$ 63,239</u>

NOTE 2 – Continued

Investments

*Credit risk*

The District's investment policy defines allowable investment instruments including:

- U.S. Treasury obligations
- U.S. instrumentality obligations
- Certificates of deposit
- Commercial paper rated in the highest tier by a nationally recognized rating agency
- Repurchase agreements
- Investment grade obligations of state, county and local governments and public authorities
- Money market mutual funds regulated by the Securities and Exchange Commission whose portfolios consist of only dollar denominated securities
- Local government investment pools

The District manages its credit risk by limiting its investments to the types of securities listed above, by pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors, and by diversifying the investment portfolio so that the impact of potential losses from any type of security or from any one individual issuer will be minimized.

At December 31, 2006, the District had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturity in Years</u>
<u>Primary Government</u>		
Local Government Investment Pools	<u>\$ 666,463</u>	<1

During the year ended December 31, 2006, the District invested funds in Colorado Liquid Asset Trust (ColoTrust) and Colorado Diversified Trust (CDT). As investment pools, both operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. They invest in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pools operate similar to 2a-7-like money market funds with share values equal to \$1.00 and a maximum weighted average maturity of 60 days. These funds are rated AAAm by the Standard and Poor's Corporation.

*Concentration of credit risk*

The District places no specific limit on the amount that may be invested in any one issuer. The District invested 100% of available funds in local government investment pools.

*Interest rate risk*

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in state statutes. The District's investment portfolio does not contain investments that exceed statute limitations.

*Custodial credit risk – investments*

For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's Board of Trustees approves a list of financial institutions and depositories authorized to provide investment services.



NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2006 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Revaluation Adjustment</u>	<u>Ending Balance</u>
<u>Governmental activities</u>					
Capital assets not being depreciated					
Construction in progress - space planning services	0	\$ 4,980	0	0	\$ 4,980
Capital assets being depreciated					
Buildings and improvements	\$ 1,987,835	13,202	0	0	2,001,037
Books	549,407	86,966	\$ 120,258	0	516,115
Furniture and equipment	247,443	2,950	6,694	0	243,699
Total capital assets being depreciated	2,784,685	103,118	126,952	0	2,760,851
Less accumulated depreciation for					
Buildings and improvements	534,123	52,013	0	0	586,136
Books	0	53,288	120,258	\$ 381,267	314,297
Furniture and equipment	193,643	18,292	6,694	0	205,241
Total accumulated depreciation	727,766	123,593	126,952	381,267	1,105,674
Net capital assets being depreciated	2,056,919	(20,475)	0	(381,267)	1,655,177
Net capital assets - governmental activities	<u>\$ 2,056,919</u>	<u>\$ (15,495)</u>	<u>\$ 0</u>	<u>\$ (381,267)</u>	<u>\$ 1,660,157</u>

The District had a commitment at December 31, 2006 for space planning services in the amount of \$5,550.

NOTE 4 - CHANGES IN LONG-TERM DEBT

Changes in Governmental Activities Long-Term Debt for 2006 are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<u>Governmental activities</u>					
Bonds and notes payable					
General obligation debt	\$ 1,085,000	0	\$ 125,000	\$ 960,000	\$ 130,000
Capitalized lease obligation	6,569	0	6,569	0	0
Total bonds and notes payable	1,091,569	0	131,569	960,000	130,000
Other liabilities					
Compensated absences	33,155	0	3,996	29,159	29,159
Governmental activities long- term liabilities	<u>\$ 1,124,724</u>	<u>\$ 0</u>	<u>\$ 135,565</u>	<u>\$ 989,159</u>	<u>\$ 159,159</u>

## NOTE 5 - DEFINED BENEFIT PENSION PLAN/POSTEMPLOYMENT HEALTHCARE BENEFITS

### Pension

**Plan Description.** The District contributes to the Municipal Division Trust Fund (MDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employee's Retirement Association of Colorado (PERA). MDTF provides retirement and disability, annual increases, and death benefits for members or their beneficiaries. All employees of the District are members of the MDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for MDTF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA's InfoLine at 1-800-759-PERA (7372) or Denver metro area 832-9550.

**Basis of Accounting for the MDTF.** The financial statements of MDTF are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. MDTF plan investments are presented at fair value except for short-term investments which are recorded at cost, which approximates fair value.

**Funding Policy.** Plan members and the District are required to contribute at a rate set by statute. The contribution requirements of plan members and the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.0% and for the District is 10.50% of covered salary. A portion of the District's contribution (1.02% of covered salary) is allocated for the Health Care Fund. The District's contributions to MDTF for the years ended December 31, 2006, 2005, and 2004 were \$41,286, \$39,855, and \$34,536, respectively, equal to their required contributions for each year.

### Healthcare

**Plan Description.** The District contributes to the Health Care Fund (HCF), a cost-sharing multiple-employer postemployment healthcare plan administered by the PERA. The HCF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended assigns the authority to establish the HCF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 832-9550 or 1-800-759 PERA (7372).

**Basis of Accounting for the HCF.** The financial statements of HCF are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. HCF plan investments are presented at fair value except for short-term investments which are recorded at cost, which approximates fair value.

**Funding Policy.** The District is required to contribute at a rate of 1.02% of covered salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the health care fund is established under Title 24, Article 51, Section 208 of the Colorado Revised Statutes, as amended. The District's contributions to HCF for the years ending December 31, 2006, 2005, and 2004 were \$4,011, \$4,095, and \$4,065, respectively, equal to their required contributions for each year.

## NOTE 6 - GENERAL OBLIGATION BONDS

Bonds dated December 15, 2000 in the name of the County of Larimer, Colorado for the benefit of the District, were duly authorized and issued in the amount of \$805,000, in denominations of \$5,000, and mature serially on December 15, beginning in 2001. All bonds maturing December 15, 2011, and thereafter, are redeemable prior to maturity at the option of the District, in whole or in part, in any order of maturity and by lot within a maturity on December 15, 2010 or any date thereafter at par and accrued interest. The proceeds from the bonds are being used to expand the existing library and purchase related furniture and equipment. Interest on outstanding bonds is payable June 15 and December 15 of each year. The bonds had an outstanding balance of \$640,000 at December 31, 2006.

NOTE 6 - Continued

Bonds dated March 15, 1999 in the name of the County of Larimer, Colorado for the benefit of the District, were duly authorized and issued in the amount of \$945,000, in denominations of \$5,000 or any integral multiple thereof. All bonds maturing December 15, 2007, and thereafter, are redeemable prior to maturity at the option of the District, in whole or in part, in any order of maturity and by lot within a maturity on December 15, 2006 or any date thereafter at par and accrued interest. The proceeds from the bonds were used to refund and call for redemption as of May 12, 1999, the remaining bonds dated March 1, 1990. Interest on outstanding bonds is payable June 15 and December 15 of each year. The bonds had an outstanding balance of \$320,000 at December 31, 2006.

The bonds bear interest and mature as of December 31, 2006 as follows:

Maturity on December 15	Refunding Bonds		Library Expansion Bonds	
	Principal Amount	Interest Rate	Principal Amount	Interest Rate
2007	\$ 100,000	4.55%	\$ 30,000	4.95%
2008	\$ 105,000	4.65%	\$ 35,000	5.05%
2009	\$ 115,000	4.75%	\$ 35,000	5.10%
2010			\$ 35,000	5.15%
2011			\$ 40,000	5.25%
2012			\$ 40,000	5.35%
2013			\$ 45,000	5.45%
2014			\$ 45,000	5.55%
2015			\$ 50,000	5.65%
2020 (Single term bond)			\$ 285,000	5.90%

Annual sinking fund deposits are required for the redemption of the bonds maturing on December 15, 2020, beginning on or before December 15, 2016, and on or before each December 15 thereafter through and including December 15, 2019, sums which together with other moneys available is sufficient to redeem the following principal amounts of the bonds maturing on December 15, 2020:

Year	Amount
2016	\$ 50,000
2017	\$ 55,000
2018	\$ 55,000
2019	\$ 60,000

Funds required for future debt service as of December 31, 2006, are as follows:

Year	Refunding Bonds		Library Expansion Bonds		Total
	Principal	Interest	Principal	Interest	
2007	\$ 100,000	\$ 14,895	\$ 30,000	\$ 35,670	\$ 180,565
2008	105,000	10,345	35,000	34,185	184,530
2009	115,000	5,463	35,000	32,418	187,881
2010	0	0	35,000	30,633	65,633
2011	0	0	40,000	28,830	68,830
2012 - 2016	0	0	180,000	93,098	273,098
2017 - 2020	0	0	285,000	52,510	337,510
	<u>\$ 320,000</u>	<u>\$ 30,703</u>	<u>\$ 640,000</u>	<u>\$ 307,344</u>	<u>\$ 1,298,047</u>

NOTE 7 - GROUND LEASE

The District entered into a ground lease with the Town of Estes Park, Colorado on March 1, 1990 for property on which to construct and occupy a new library. Annual lease payments of \$1 are required each March 1, beginning in 1990. The lease will terminate on March 1, 2089 and at termination any property affixed to the site will vest in the landlord. Any construction or destruction of structures on the property requires the written consent of the landlord.

NOTE 8 - INTERFUND TRANSACTIONS

During the course of normal operations, the District has numerous interfund transactions. Individual fund interfund receivable and payable balances at December 31, 2006 arising from these transactions were as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	0	\$ 626
Debt Service Fund	<u>\$ 626</u>	<u>0</u>
	<u>\$ 626</u>	<u>\$ 626</u>

NOTE 9 - COMPLIANCE WITH TAXPAYER'S BILL OF RIGHTS

On November 3, 1992, Colorado voters enacted the Taxpayer's Bill of Rights (TABOR). The net financial effect of the amendment to the state constitution relates to the limitation of the amount of revenue, after 1992, able to be spent or retained by a Colorado governmental entity subject to its provisions. Generally, subject revenue may be increased annually to the extent of the combined percentage increase in inflation and growth in actual value of real property within the government's boundaries. Also, Colorado governments are still subject to restrictions under laws existing prior to November 3, 1992, until changed by the voters. Revenue in excess of limitations must be refunded to taxpayers unless voters approve the retention of such revenue.

TABOR also restricts the imposition, without prior voter approval, new or increased taxes, increasing a property tax mill levy above that of the prior year, extending expiring taxes or changing tax policies causing net revenue increases. TABOR generally forbids debt or other financial obligations (including pension) with maturities in excess of one year without prior voter approval.

The District has determined that it is subject to the provisions of TABOR. Its governing board has further adopted certain positions relating to the provisions of the law, as follows:

1. The basis of accounting used in preparing the annual budget (GAAP basis) will be followed in determining compliance with TABOR. The Deferred Compensation Agency Fund is excluded in determining compliance.
2. Voter approved debt proceeds and related expenditures will be treated as exclusions from the spending base under TABOR.
3. Reference to debt service changes shall include changes in expenditures and irrevocable reserves combined.
4. The required emergency reserve (for emergencies other than economic conditions, revenue shortfalls, or salary or fringe benefit increases) will be treated as a reservation of the General Fund fund balance. The amount represents 3% of "fiscal year spending" (revenue subject to TABOR.)
5. Various options for the required refunding of excess revenues to taxpayers (unless permitted by voters to retain) will include, but not be limited to, (1) distribute on a per capita basis, (2) provide free services for dollar value equivalent, and (3) effect a temporary property tax credit.
6. The local growth factor will be used in determining permissible growth for the year succeeding the year in which it becomes available.

NOTE 9 – Continued

TABOR is complex and subject to judicial interpretation. However, voters of the District approved a referendum on November 2, 1999 allowing the District to collect, keep and expend all revenues (other than excess property tax revenues) received in 1999 and each year thereafter. Voters also approved on November 2, 2004 to allow the District to increase its operating mill levy from 2.39 to 3.28 mills in 2004 (for 2005 collection) and each year thereafter, qualifying as a TABOR voter-approved revenue change and, if applicable, an authorized exception to the statutory 5.5% tax revenue growth limitation. Considering the above interpretation of TABOR, the governing board believes that it is in compliance with its fiscal requirements for the year ended December 31, 2006.

NOTE 10 - RISK MANAGEMENT

The District is exposed to losses related to torts; theft of, damage to or destruction of assets; errors and omissions; job-related illnesses or injuries to employees, and natural disasters. The District purchases sufficient commercial insurance to cover losses from these events, and does not self-insure or participate in a public entity risk pool. All risk management activities are accounted for in the General Fund. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE 11 – CAPITALIZED LEASE OBLIGATION PAYABLE

On October 16, 2001, the District entered into a lease/purchase agreement of computer equipment and related library software. The intent of management is to retain the property at the end of the lease period. Because of this intent, this lease has been accounted for as a financing or capital lease. The cost of the property totaling \$57,968 has been capitalized according to the District's policy and the related lease liability was recorded. The lease is also financing the cost of annual maintenance agreements on the equipment and related software beginning in 2003 at a cost of \$8,254 each year.

The original lease terms imputed an effective annual interest rate of 9.358%. The lease requires annual payments of \$20,379, due each January 15, with the final payment in 2006. The balance at December 31, 2005 of \$6,569 was paid during 2006.

NOTE 12 – DEFERRED COMPENSATION PLANS

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all permanent District employees at their option, permits them to defer a portion of their salary until future years, without contribution by the District. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The MDTF members of the District may voluntarily contribute to the Voluntary Investment Program (401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature.

NOTE 13 – CHANGES IN ACCOUNTING PRINCIPLES

Prior to January 1, 2006, library books were not depreciated. After December 31, 2005, books are considered capital assets subject to depreciation. The effect of this change in accounting principle on net assets at December 31, 2005 is as follows:

Net Assets of Governmental Activities, as originally stated	\$ 1,615,741
Accumulated depreciation on books at December 31, 2005	<u>(381,267)</u>
Net Assets of Governmental Activities, as restated	<u>\$ 1,234,474</u>

## **REQUIRED AND OTHER SUPPLEMENTAL INFORMATION**

### **INDIVIDUAL FUND BUDGETARY COMPARISON**

These statements provide required supplementary information to the basic financial statements and contain information on the District's budget as compared to actual operating results for the current period.

### **TREND DATA**

Presented as optional supplementary information, trend data provide readers with a broader understanding of the government and the trends in its financial affairs than is possible from the financial statements.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**General Fund**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2006**  
(With Comparative Totals for the Year Ended December 31, 2005)

	2006		Variance Favorable (Unfavorable)	2005
	Budget Original and Final	Actual		Actual
<b>REVENUES</b>				
Taxes	\$ 989,034	\$ 975,972	\$ (13,062)	\$ 952,953
Intergovernmental revenue	200	2,912	2,712	169
Charges for services	7,800	8,880	1,080	9,483
Fines and forfeits	3,000	4,704	1,704	3,969
Miscellaneous	45,000	56,576	11,576	94,042
Total revenues	<u>1,045,034</u>	<u>1,049,044</u>	<u>4,010</u>	<u>1,060,616</u>
<b>EXPENDITURES</b>				
Current				
Library	992,782	923,074	69,708	857,714
Capital outlay	0	21,132	(21,132)	36,957
Debt service	0	7,151	(7,151)	3,871
Total expenditures	<u>992,782</u>	<u>951,357</u>	<u>41,425</u>	<u>898,542</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>\$ 52,252</u>	97,687	<u>\$ 45,435</u>	162,074
<hr/>				
<b>FUND BALANCE</b>				
Beginning of year		<u>410,709</u>		<u>248,635</u>
End of year		<u>\$ 508,396</u>		<u>\$ 410,709</u>

See the accompanying independent auditor's report.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**General Fund**  
**Statement of Revenues - Budget and Actual**  
**For the Year Ended December 31, 2006**  
(With Comparative Totals for the Year Ended December 31, 2005)

	2006			2005
	Budget Original and Final	Actual	Variance Favorable (Unfavorable)	Actual
<b><u>TAXES</u></b>				
General property taxes	\$ 901,534	\$ 883,760	\$ (17,774)	\$ 854,969
Specific ownership taxes	85,000	89,021	4,021	95,052
Interest on delinquent taxes	2,500	3,191	691	2,932
Total taxes	<u>989,034</u>	<u>975,972</u>	<u>(13,062)</u>	<u>952,953</u>
<b><u>INTERGOVERNMENTAL REVENUE</u></b>				
Payment in lieu of taxes	200	106	(94)	163
Weld Library District - HPRLS courier reimbursement	0	300	300	0
State impact assistance distribution	0	6	6	6
State of Colorado	0	2,500	2,500	0
Total intergovernmental revenue	<u>200</u>	<u>2,912</u>	<u>2,712</u>	<u>169</u>
<b><u>CHARGES FOR SERVICES</u></b>				
Audio/visual fees	200	318	118	275
Pay phone/other	300	356	56	383
Computer/typewriter	3,300	4,092	792	3,746
Copier fees	4,000	4,114	114	5,079
Total charges for services	<u>7,800</u>	<u>8,880</u>	<u>1,080</u>	<u>9,483</u>
<b><u>FINES AND FORFEITS</u></b>				
Overdue charges	2,500	3,657	1,157	3,344
Replacement fees	500	1,047	547	625
Total fines and forfeits	<u>3,000</u>	<u>4,704</u>	<u>1,704</u>	<u>3,969</u>
<b><u>MISCELLANEOUS REVENUES</u></b>				
Earnings on investments	10,000	28,058	18,058	13,685
Contributions/private grants	35,000	27,978	(7,022)	80,082
Other miscellaneous revenues	0	540	540	275
Total miscellaneous revenues	<u>45,000</u>	<u>56,576</u>	<u>11,576</u>	<u>94,042</u>
<b><u>TOTAL REVENUES</u></b>	<u>\$1,045,034</u>	<u>\$1,049,044</u>	<u>\$ 4,010</u>	<u>\$1,060,616</u>

See the accompanying independent auditor's report.



**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**General Fund**  
**Statement of Expenditures**  
**For the Year Ended December 31, 2006**  
(With Comparative Totals for the Year Ended December 31, 2005)

	2006		Variance Favorable (Unfavorable)	2005
	Budget Original and Final	Actual		Actual
<b><u>ADMINISTRATION</u></b>				
Salaries				
Director	\$ 60,000	\$ 63,567	\$ (3,567)	\$ 95,214
Employee recognition	1,410	0	1,410	0
PERA and payroll taxes	6,870	7,048	(178)	9,214
Health, life and vision insurance	9,031	6,773	2,258	6,554
Dental insurance	1,344	1,015	329	883
Benefit plan administration fees	1,500	1,709	(209)	1,287
Worker's compensation	147	246	(99)	319
Operating supplies	13,000	14,293	(1,293)	14,306
Programs	100	0	100	56
Publicity/advertising	1,000	2,487	(1,487)	1,094
Liability insurance	125	2,323	(2,198)	2,875
Board of trustees expenses	0	0	0	1,191
Catering/special circumstances	2,000	1,241	759	1,578
Staff development	11,000	3,780	7,220	2,073
Travel and meals	5,500	1,837	3,663	5,994
Accounting	20,000	19,351	649	18,240
Legal	2,500	0	2,500	2,077
Auditing	5,000	5,000	0	5,000
Dues and subscriptions	2,500	2,070	430	230
Telephone	9,000	3,895	5,105	3,856
Postage	2,000	1,935	65	1,846
Equipment repairs	2,000	1,880	120	1,103
Computer/software/copier maintenance	2,000	9,739	(7,739)	11,275
Internet service fees	25,000	10,800	14,200	8,465
Computer fees/supplies	12,000	14,220	(2,220)	16,820
Bank charges	12	12	0	12
Land and storage rent	601	798	(197)	1
Treasurer's fees	22,000	18,448	3,552	17,807
Miscellaneous	50	32	18	0
Contingency	13,766	0	13,766	0
Total administration	231,456	194,499	36,957	229,370
 <b><u>CIRCULATION</u></b>				
Salaries				
Supervisor	43,500	43,502	(2)	43,584
Assistants	60,000	57,751	2,249	48,277
Substitutes	5,000	12,840	(7,840)	13,815
Employee recognition	2,820	4,454	(1,634)	0
Unemployment benefits	0	363	(363)	0
PERA and payroll taxes	12,424	14,164	(1,740)	10,490
Health, life and vision insurance	4,359	6,788	(2,429)	4,248
Dental insurance	522	827	(305)	503
Worker's compensation	258	473	(215)	349
Operating supplies	0	0	0	480
Interlibrary loan fees	0	57	(57)	56
Courier service	2,000	231	1,769	3,282
Total circulation	130,883	141,450	(10,567)	125,084

	2006		Variance Favorable (Unfavorable)	2005
	Budget Original and Final	Actual		Actual
<b><u>YOUTH</u></b>				
Salaries				
Children's librarian	43,500	43,503	(3)	43,584
Children's librarian assistant	37,500	38,001	(501)	38,073
Employee recognition	2,820	3,902	(1,082)	0
PERA and payroll taxes	9,275	9,561	(286)	9,051
Health, life and vision insurance	19,090	14,004	5,086	11,257
Dental insurance	2,712	2,033	679	1,481
Worker's compensation	201	341	(140)	273
Programs	10,000	10,789	(789)	5,386
Print materials	19,000	21,779	(2,779)	27,219
Nonprint materials	7,230	5,732	1,498	3,685
Parent/child center	0	0	0	708
Toybrary	1,400	1,362	38	593
Total youth	<u>152,728</u>	<u>151,007</u>	<u>1,721</u>	<u>141,310</u>
<b><u>REFERENCE</u></b>				
Salaries				
Reference librarian	43,500	44,012	(512)	23,507
Local history librarian	37,500	35,147	2,353	36,779
IT librarian	37,500	12,657	24,843	0
IT assistant librarian	10,400	4,800	5,600	8,320
Employee recognition	5,640	1,884	3,756	0
PERA and payroll taxes	14,759	11,718	3,041	7,636
Health, life and vision insurance	13,040	10,730	2,310	6,530
Dental insurance	1,569	1,306	263	774
Worker's compensation	319	378	(59)	228
Computer technical assistance	10,000	7,000	3,000	0
Print materials	14,000	7,521	6,479	11,152
Database subscriptions	7,000	10,272	(3,272)	4,759
Microforms	300	100	200	150
Total reference	<u>195,527</u>	<u>147,525</u>	<u>48,002</u>	<u>99,835</u>
<b><u>ACQUISITIONS</u></b>				
Salaries	37,500	38,001	(501)	38,073
Employee recognition	1,410	2,124	(714)	0
PERA and payroll taxes	4,294	4,795	(501)	4,359
Health, life and vision insurance	4,340	4,293	47	4,228
Dental insurance	523	522	1	503
Worker's compensation	92	151	(59)	122
Print materials	26,400	31,296	(4,896)	39,638
Nonprint materials	19,050	16,737	2,313	7,830
Total acquisitions	<u>93,609</u>	<u>97,919</u>	<u>(4,310)</u>	<u>94,753</u>

	2006		Variance Favorable (Unfavorable)	2005
	Budget Original and Final	Actual		Actual
<u>PERIODICALS</u>				
Salaries	41,000	45,637	(4,637)	41,079
Employee recognition	1,410	1,951	(541)	0
PERA and payroll taxes	4,695	5,687	(992)	4,712
Health, life and vision insurance	4,350	4,299	51	4,238
Dental insurance	523	522	1	503
Worker's compensation	101	189	(88)	137
Periodicals	9,300	7,802	1,498	6,014
Total periodicals	<u>61,379</u>	<u>66,087</u>	<u>(4,708)</u>	<u>56,683</u>
<u>OUTREACH</u>				
Salaries	30,000	30,001	(1)	30,057
Employee recognition	1,410	571	839	0
PERA and payroll taxes	3,435	3,654	(219)	3,442
Health, life and vision insurance	4,333	4,275	58	4,201
Dental insurance	523	522	1	503
Worker's compensation	74	114	(40)	91
Supplies	0	171	(171)	0
Materials	4,700	4,588	112	5,076
Total outreach	<u>44,475</u>	<u>43,896</u>	<u>579</u>	<u>43,370</u>
<u>BUILDING</u>				
Salaries	3,000	2,977	23	17,178
Other labor	195	0	195	0
PERA and payroll taxes	345	356	(11)	1,881
Worker's compensation	135	953	(818)	741
Maintenance contracts/alarm	8,000	4,734	3,266	4,558
Custodial services	19,000	25,000	(6,000)	0
Supplies	10,000	5,121	4,879	8,550
Repairs	13,000	10,078	2,922	5,752
Electric	11,000	12,778	(1,778)	12,797
Sanitation	1,200	1,603	(403)	1,263
Water	900	1,146	(246)	951
Gas	5,000	4,087	913	3,417
Trash	950	1,086	(136)	1,150
Property insurance	10,000	10,772	(772)	9,071
Total building	<u>82,725</u>	<u>80,691</u>	<u>2,034</u>	<u>67,309</u>
<u>CAPITAL OUTLAY</u>				
Furniture and equipment	0	2,950	(2,950)	0
Building improvements	0	18,182	(18,182)	36,957
Total capital outlay	<u>0</u>	<u>21,132</u>	<u>(21,132)</u>	<u>36,957</u>
<u>DEBT SERVICE</u>				
Principal retirement	0	6,569	(6,569)	1,396
Interest charges	0	582	(582)	2,475
Total debt service	<u>0</u>	<u>7,151</u>	<u>(7,151)</u>	<u>3,871</u>
<u>TOTAL EXPENDITURES</u>	<u>\$992,782</u>	<u>\$951,357</u>	<u>\$ 41,425</u>	<u>\$898,542</u>

See the accompanying independent auditor's report.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**  
**Debt Service Fund**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2006**  
(With Comparative Totals for the Year Ended December 31, 2005)

	2006		Variance	2005
	Budget Original and Final	Actual	Favorable (Unfavorable)	Actual
<b><u>REVENUES</u></b>				
<b>Taxes</b>				
General property taxes	\$ 59,359	\$ 59,267	\$ (92)	\$ 130,045
Specific ownership taxes	14,000	5,971	(8,029)	14,490
Interest on delinquent taxes	400	214	(186)	447
Total taxes	73,759	65,452	(8,307)	144,982
Town of Estes Park/Estes Park URA grants	37,600	37,600	0	37,600
Earnings on investments	10,000	14,381	4,381	11,443
Total revenues	121,359	117,433	(3,926)	194,025
<b><u>EXPENDITURES</u></b>				
Treasurer's fees	3,000	1,237	1,763	2,715
Paying agent fees	850	875	(25)	825
<b>Debt service</b>				
Principal retirement	125,000	125,000	0	125,000
Interest charges	56,263	56,263	0	61,850
Total expenditures	185,113	183,375	1,738	190,390
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u></b>				
	<u>\$ (63,754)</u>	<u>(65,942)</u>	<u>\$ (2,188)</u>	<u>3,635</u>
 <hr/>				
<b><u>FUND BALANCE</u></b>				
Beginning of year		275,763		272,128
End of year		<u>\$209,821</u>		<u>\$275,763</u>

See the accompanying independent auditor's report.

**ESTES VALLEY PUBLIC LIBRARY DISTRICT**

**Trend Data**

**Last Ten Fiscal Years**

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Estimated value of taxable real property(1)	<u>\$2,525,402,530</u>	<u>\$2,363,349,598</u>	<u>\$2,317,217,200</u>	<u>\$1,964,626,840</u>
Assessed valuation (1)	\$ 286,573,450	\$ 274,470,660	\$ 273,252,530	\$ 254,280,030
Estes Park Urban Renewal Authority increment assessed valuation	<u>11,715,449</u>	<u>10,132,738</u>	<u>9,288,080</u>	<u>8,688,470</u>
Assessed valuation - net	<u>\$ 274,858,001</u>	<u>\$ 264,337,922</u>	<u>\$ 263,964,450</u>	<u>\$ 245,591,560</u>
Mill levy by fund (1)				
General fund	3.280	3.280	2.390	2.390
Debt service fund	.220	.500	.750	.190
Total district mill levy	<u>3.500</u>	<u>3.780</u>	<u>3.140</u>	<u>2.580</u>
Mill levy including overlapping governments - by population center (1)				
Town of Estes Park	64.673	66.266	65.670	67.762
Average outside incorporated municipality	62.851	64.444	63.848	65.870
General property tax revenue				
General fund	\$ 883,760	\$ 854,969	\$ 624,986	\$ 584,116
Debt service fund	<u>59,267</u>	<u>130,045</u>	<u>196,673</u>	<u>46,433</u>
Total general property tax revenue	<u>\$ 943,027</u>	<u>\$ 985,014</u>	<u>\$ 821,659</u>	<u>\$ 630,549</u>
General bonded indebtedness - end of year	<u>\$ 960,000</u>	<u>\$ 1,085,000</u>	<u>\$ 1,210,000</u>	<u>\$ 1,330,000</u>
Ratio of general bonded debt to assessed valuation - net	<u>0.35%</u>	<u>0.41%</u>	<u>0.46%</u>	<u>0.54%</u>
Governmental fund type expenditures by function - Library				
Administration (2)	\$ 196,611	\$ 232,910	\$ 207,068	\$ 159,571
Circulation	141,450	125,084	101,344	99,373
Youth (2)	151,007	141,310	92,837	90,036
Reference	147,525	99,835	128,353	119,823
Acquisitions (2)	97,919	94,753	82,691	95,923
Periodicals	66,087	56,683	28,378	28,297
Outreach	43,896	43,370	20,653	17,605
Building	80,691	67,309	62,749	55,898
Capital outlay	21,132	36,957	0	15,439
Debt service				
Principal retirement	131,569	126,396	120,000	115,000
Interest charges	56,845	64,325	67,100	72,039
Taxpayer refunds	0	0	0	0
Total expenditures	<u>\$ 1,134,732</u>	<u>\$ 1,088,932</u>	<u>\$ 911,173</u>	<u>\$ 869,004</u>
Governmental fund type revenues by source -				
Taxes	\$ 1,041,424	\$ 1,097,935	\$ 913,508	\$ 703,832
Intergovernmental revenue	40,512	37,769	38,167	37,658
Charges for services	8,880	9,483	9,299	9,008
Fines and forfeits	4,704	3,969	4,789	5,613
Miscellaneous revenues	<u>70,957</u>	<u>105,485</u>	<u>38,095</u>	<u>72,946</u>
Total revenues	<u>\$ 1,166,477</u>	<u>\$ 1,254,641</u>	<u>\$ 1,003,858</u>	<u>\$ 829,057</u>

(1) For year of property tax collection.

(2) Expenditures allocated to Children's Librarian after 1999.

See the accompanying independent auditor's report.

2002	2001	2000	1999	1998	1997
<u>\$1,914,223,730</u>	<u>\$1,445,390,362</u>	<u>\$1,373,572,731</u>	<u>\$1,089,211,693</u>	<u>\$1,069,706,117</u>	<u>\$925,302,329</u>
\$ 251,974,930	\$ 199,665,240	\$ 193,632,820	\$ 153,064,980	\$ 149,515,910	\$ 135,283,140
8,317,870	6,860,780	6,758,680	5,178,840	4,680,290	4,184,480
<u>\$ 243,657,060</u>	<u>\$ 192,804,460</u>	<u>\$ 186,874,140</u>	<u>\$ 147,886,140</u>	<u>\$ 144,835,620</u>	<u>\$ 131,098,660</u>
2.343	2.390	2.390	2.348	2.338	2.451
.900	1.198	.426	.541	.552	.626
<u>3.243</u>	<u>3.588</u>	<u>2.816</u>	<u>2.889</u>	<u>2.890</u>	<u>3.077</u>
68.061	74.294	69.969	78.741	78.189	80.262
66.169	72.072	67.747	76.032	75.480	77.467
\$ 576,932	\$ 461,117	\$ 446,638	\$ 353,860	\$ 345,578	\$ 320,925
217,295	231,137	79,616	79,750	79,827	81,959
<u>\$ 794,227</u>	<u>\$ 692,254</u>	<u>\$ 526,254</u>	<u>\$ 433,610</u>	<u>\$ 425,405</u>	<u>\$ 402,884</u>
<u>\$ 1,445,000</u>	<u>\$ 1,550,000</u>	<u>\$ 1,655,000</u>	<u>\$ 930,000</u>	<u>\$ 945,000</u>	<u>\$ 1,000,000</u>
<u>0.59%</u>	<u>0.80%</u>	<u>0.89%</u>	<u>0.63%</u>	<u>0.65%</u>	<u>0.76%</u>
\$ 155,311	\$ 149,418	\$ 171,167	\$ 187,624	\$ 150,585	\$ 154,828
96,403	83,222	74,803	79,050	77,208	63,184
85,923	68,419	71,128	0	0	0
116,277	103,738	97,415	67,911	69,563	65,405
98,465	86,900	87,085	73,440	84,861	79,660
28,067	23,654	21,594	18,202	17,279	12,078
15,667	14,376	14,532	751	6,041	15,902
51,362	43,713	38,583	34,902	36,644	38,493
643,704	308,660	20,706	28,498	15,749	2,813
135,478	124,009	80,000	15,000	55,000	50,000
78,438	80,445	40,055	98,605	71,217	75,092
0	0	0	11,238	11,007	7,735
<u>\$ 1,505,095</u>	<u>\$ 1,086,554</u>	<u>\$ 717,068</u>	<u>\$ 615,221</u>	<u>\$ 595,154</u>	<u>\$ 565,190</u>
\$ 886,927	\$ 783,222	\$ 594,550	\$ 491,554	\$ 477,738	\$ 451,815
40,847	43,178	37,610	37,982	37,600	37,600
9,121	6,066	42,310	43,057	39,757	36,215
4,622	4,022	2,982	3,266	3,388	4,076
74,957	62,899	51,317	55,035	33,439	37,218
<u>\$ 1,016,474</u>	<u>\$ 899,387</u>	<u>\$ 728,769</u>	<u>\$ 630,894</u>	<u>\$ 591,922</u>	<u>\$ 566,924</u>