

**Municipal Library District of Maplewood, Missouri**

Audited Financial Statements

June 30, 2008

*Michael Cummins, CPA, P.C.*

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## *Independent Auditor's Report*

Board of Trustees  
Municipal Library District of Maplewood, Missouri

We have audited the accompanying financial statements of the governmental activities, and only fund of the Municipal Library District of Maplewood, Missouri (The Library), as of and for the year ended June 30, 2008, which collectively comprise the basic financial statements of the Library's primary government as listed in the table of contents. These financial statements are the responsibility of the Library's management. Our responsibility is to express opinions on these financial statements based on our audit.

Except as noted below, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. 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 opinions.

Capital assets presented in the Governmental Activities regarding library collection were based on estimates. Management did not maintain records of the dates purchased and retirements of Library materials. Therefore we were unable to satisfy ourselves regarding the Library collection that were capitalized and the related depreciation.

The Library has not yet determined a pension liability for employees who should have been included in the pension plan that the Library participates in and were not.

In our opinion, except for the effects of adjustments, if any, had we been able to satisfy ourselves regarding library collection included in the capital assets and the unpaid pension liability, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, of the Municipal Library District of Maplewood, Missouri, as of June 30, 2008, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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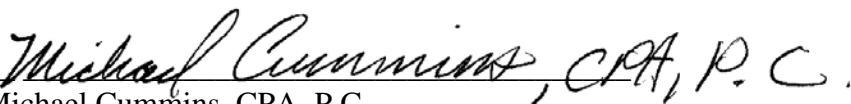
*Michael Cummins, CPA, President - Kathryn Trimarke, Principal*

In our opinion, except for the for the effects of adjustments, if any, had we been able to satisfy ourselves regarding the unpaid pension liability, the financial statements referred to above present fairly, in all material respects, the respective financial position of the general and major funds of the Municipal Library District of Maplewood, Missouri, as of June 30, 2008, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Municipal Library District of Maplewood, Missouri has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In accordance with Government Auditing Standards, we have also issued our report dated February 17, 2009 on our consideration of the Municipal Library District of Maplewood, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The accompanying required supplementary information, budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

  
Michael Cummins, CPA, P.C.  
February 17, 2009

## Municipal Library District of Maplewood, Missouri

### Statement of net assets

June 30, 2008

Assets	
Current assets	
Cash	\$ 1,359,761
Property tax receivables	<u>50,656</u>
Total current assets	<u>1,410,417</u>
Capital assets	
Depreciable assets	
Library collection	358,089
Leasehold improvements	2,291,874
Furniture and equipment	<u>438,832</u>
Total depreciable assets	3,088,795
Less accumulated depreciation	<u>(229,178)</u>
Net depreciable assets	<u>2,859,617</u>
Net capital assets	<u>2,859,617</u>
Total assets	<u><u>\$ 4,270,034</u></u>
Liabilities	
Current liabilities	
Accounts payable	\$ 1,504
Accrued personnel expenses	22,545
Current portion of general obligation bonds	<u>120,000</u>
Total current liabilities	<u>144,049</u>
Long term liabilities	
General obligation bonds net of current portion	3,060,000
Net assets	
Investment in capital assets net of related debt	(320,383)
Net assets	
Unrestricted	478,843
Restricted for construction and debt service	<u>907,525</u>
Total net assets	<u>1,065,985</u>
Total liabilities and net assets	<u><u>\$ 4,270,034</u></u>
See notes to the financial statements	

**Municipal Library District of Maplewood, Missouri**

Statement of activities

For the year ended June 30, 2008

Functions programs/ library services

Expenses

Personnel	\$	(242,035)
Occupancy		(25,409)
Operating expenses		(48,103)
Depreciation		(96,341)
Debt service		
Interest		(140,079)

Total expenses (551,967)

Program revenues

Charges for services	6,342
Operating grants and contributions	9,213

Total program revenues 15,555

Net expenses (536,412)

General revenues

Property taxes	
General	426,247
Restricted for debt service	254,364
Interest income	78,447
Gain ( loss) capital assets	(2,365)
Miscellaneous	5,821

Total general revenues 762,514

Net change in assets 226,102

Net assets beginning	855,313
Prior period adjustment	(15,430)
Net assets beginning restated	<u>839,883</u>

Net assets ending \$ 1,065,985

See notes to the financial statements

**Municipal Library District of Maplewood, Missouri**

Balance sheet - Governmental funds

June 30, 2008

	Governmental funds			Total
	General	Debt Service	Construction	
<b>Assets</b>				
<b>Current assets</b>				
Cash	\$ 473,726	\$ 61,780	\$ 824,255	\$ 1,359,761
Property tax receivables	29,166	21,490	-	50,656
<b>Total assets</b>	<b>\$ 502,892</b>	<b>\$ 83,270</b>	<b>\$ 824,255</b>	<b>\$ 1,410,417</b>
<b>Liabilities</b>				
<b>Current liabilities</b>				
Accounts payable	\$ 1,504	\$ -	\$ -	\$ 1,504
Accrued personnel expenses	22,545	-	-	22,545
Deferred revenue	23,180	17,080	-	40,260
<b>Total current liabilities</b>	<b>47,229</b>	<b>17,080</b>	<b>-</b>	<b>64,309</b>
<b>Fund balance</b>				
Restricted for construction and debt service	-	66,190	824,255	890,445
Unrestricted	455,663	-	-	455,663
<b>Total fund balance</b>	<b>455,663</b>	<b>66,190</b>	<b>824,255</b>	<b>1,346,108</b>
<b>Total liabilities and fund balance</b>	<b>\$ 502,892</b>	<b>\$ 83,270</b>	<b>\$ 824,255</b>	<b>\$ 1,410,417</b>

See notes to the financial statements.

**Municipal Library District of Maplewood, Missouri**  
Reconciliation between fund balance and net assets  
June 30, 2008

Fund balance	\$ 1,346,108
Capital assets used in governmental activities are not financial resources and therefore are not reported in funds	2,859,617
Property taxes are deferred in the fund because they are not available but are not deferred in the statement of net assets	40,260
Some liabilities including bonds payable are not due and payable in the current period and therefore are not reported in the fund	<u>(3,180,000)</u>
Net assets	<u>\$ 1,065,985</u>

See notes to the financial statements



**Municipal Library District of Maplewood, Missouri**  
Statement of revenues expenditures and changes in fund balances - Governmental funds  
For the year ended June 30, 2008

	Governmental funds			Total
	General	Debt Service	Construction	
<b>Revenues</b>				
Property taxes				
General property taxes	\$ 436,119	\$ -	\$ -	\$ 436,119
Property taxes restricted for debt service	-	237,284	-	237,284
Charges for services	6,342	-	-	6,342
Contributions and grants	9,213	-	-	9,213
Interest income	12,942	1,089	64,416	78,447
Miscellaneous	5,821	-	-	5,821
<b>Total revenues</b>	<b>470,437</b>	<b>238,373</b>	<b>64,416</b>	<b>773,226</b>
<b>Expenditures</b>				
Current				
Personnel	242,035	-	-	242,035
Occupancy	25,409	-	-	25,409
Operating expenses	48,103	22	-	48,125
Debt service				
Principal	-	115,000	-	115,000
Interest	-	140,058	-	140,058
Non current				
Library materials	66,408	-	-	66,408
Capital expenditures	-	-	1,398,718	1,398,718
<b>Total expenses</b>	<b>381,955</b>	<b>255,080</b>	<b>1,398,718</b>	<b>2,035,753</b>
Excess of revenues over ( under ) expenditures	88,482	(16,707)	(1,334,302)	(1,262,527)
<b>Other financing sources ( uses)</b>				
Transfers in	2,132			2,132
Transfers out		(2,132)		(2,132)
<b>Net other financing sources (uses)</b>	<b>2,132</b>	<b>(2,132)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>90,614</b>	<b>(18,839)</b>	<b>(1,334,302)</b>	<b>(1,262,527)</b>
Fund balances beginning	2,615,271	-	-	2,615,271
Prior period adjustment	(2,250,222)	85,029	2,158,557	(6,636)
	365,049	85,029	2,158,557	2,608,635
<b>Fund balances ending</b>	<b>\$ 455,663</b>	<b>\$ 66,190</b>	<b>\$ 824,255</b>	<b>\$ 1,346,108</b>

See notes to the financial statements

**Municipal Library District of Maplewood, Missouri**  
 Reconciliation between changes in fund balance and net increase in net assets  
 For the year ended June 30, 2008

Change in fund balance	\$ (1,262,527)
Principal payments on long-term debt reported as expenditures in the fund financial statements are netted against long term debt in the statement of net assets	115,000
Depreciation on capital assets is not reported in the fund financial statements.	(96,341)
Gain (loss)	(2,365)
Capital expenditures for construction and library materials are capitalized in the statement of activities	
Construction expenses	1,398,718
Library materials	66,408
Property tax revenue in the fund financial statements does not include property taxes collected sixty days after the end of the year	7,209
Change in net assets	\$ 226,102

See notes to the financial statements

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

***1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

***A. REPORTING ENTITY***

The Municipal Library District of Maplewood, Missouri (the Library) was incorporated in 1935, under the provisions of the State of Missouri and is operated under a board of trustees and librarian form of management. The City Council of the City of Maplewood is responsible for appointing the governing members of the Library's board, but the City's accountability does not extend beyond this. The City of Maplewood does not include the Library as a component unit within the City's financial reporting entity.

The Library has one component unit the Friends of the Maplewood Library which is not material to the primary government and has not been included in these financial statements.

***B. Basis of Presentation***

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statements 34 and subsequent statements.

***C. Government -Wide and Fund Financial Statements***

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities. The Library only has governmental activities, which normally are supported by taxes, intergovernmental revenues, charges for services and operating grants.

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

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

***D. Government -Wide and Fund Financial Statements ( Continued)***

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Each fund is a separate self-balancing set of accounts.

The Library maintains three funds as follows:

General Fund – The general fund is used to account for all revenues and expenditures not required to be accounted for in another fund.

Debt Service – This fund is for the purpose of paying principal and interest on the Library’s general obligation bonds and is funded by tax revenues specifically levied for this purpose.

Capital Project Fund – This fund is for the purpose of funding the Library leasehold improvements, furniture and equipment. The source of the funding was the proceeds of the bonds issued during the year ended June 30, 2007.

***E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation***

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using current financial resources and measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

For this purpose, the government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

## **Municipal Library District of Maplewood, Missouri**

### Notes to the Financial Statements

June 30, 2008

( Continued )

#### ***F. Capital Assets***

Capital assets include leasehold improvements, the library collection, and furniture and equipment. These are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Capital assets are depreciated over their estimated useful lives using the straight line method.

The Library collection is based on estimates from the Municipal Library Consortium. The Library estimates the dates purchased and depreciates the collection over an assumed estimated useful life of 10 years.

Depreciation is not allocated since the Library has only one function.

#### ***G. Custodial Credit Risk—Deposits.***

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2008 \$ 1,170,000 of the government's bank balance of \$ 1,370,401 was exposed to custodial credit risk since it was collateralized by securities held by pledging bank's trust department not in the Library's name

#### ***H. Use of Estimates***

Preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates. Actual results could differ from those estimates. Management has estimated the Library collection based on a database of Library materials in its collection. In addition, the donated value of certain fixed assets, estimated useful lives, and property taxes are also based on estimates.

#### ***I. Compensated absences***

Compensated absences is recorded based on accumulated vacation pay that is unused as of the end of the Library's fiscal year. The library does not record a liability of sick pay since it does not vest.

#### ***J. Use of restricted assets***

The Library policy is to use restricted resources when an expense is incurred that requires restricted resources. Unrestricted resources are not used for such expenses until the restricted resources have been exhausted.

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

**2. Property Taxes**

Property taxes attach as an enforceable lien on the property as of January 1. Taxes are levied by November 1 and payable by December 31. St. Louis County collects the property tax and remits it to the Library.

The assessed valuation of the tangible taxable property for the calendar years 2008 and 2007 for purposes of local taxation is disclosed in the following schedule:

January 1	2008		2007	
Real estate -residential	\$	83,006,280	\$	82,883,310
Real estate -commercial		72,404,781		72,184,595
Personal property		27,526,472		26,591,149
<b>Total</b>	<b>\$</b>	<b>182,937,533</b>	<b>\$</b>	<b>181,659,054</b>

Rates	General fund	Debt service fund	Total
Residential	0.209	0.162	0.371
Commercial	0.236	0.162	0.398
Personal	0.302	0.162	0.464
Merchants and Manufacturers	0.302	0.162	0.464

**3. CHANGES IN CAPITAL ASSETS**

The following is a summary of changes in capital assets for the year ended June 30, 2008:

	July 1, 2007	Additions	Retire- ments	Reclassifi- cations	June 30, 2008
Non depreciable assets					
Construction in progress	\$ 1,340,782	\$ -	\$ -	\$ (1,340,782)	\$ -
Total non depreciable assets	1,340,782	-	-	(1,340,782)	-
Depreciable capital assets					
Leasehold Improvements		951,092		1,340,782	2,291,874
Furniture and equipment	50,172	438,832	(50,172)	-	438,832
Library collection	291,681	66,408	-	-	358,089
Totals at historical cost	341,853	1,456,332	(50,172)	1,340,782	3,088,795
Less accumulated depreciation					
Leasehold Improvements	-	22,919	-	-	22,919
Furniture and equipment	45,667	27,011	(47,807)	-	24,871
Library collection	134,977	46,411	-	-	181,388
Total accumulated depreciation	180,644	96,341	(47,807)	-	229,178
Net depreciable capital assets	161,209	1,359,991	(2,365)	1,340,782	2,859,617
Capital assets (net)	\$ 1,501,991	\$ 1,359,991	\$ (2,365)	\$ -	\$ 2,859,617

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

**4. BONDS PAYABLE**

In 2007 the Library issued \$ 3,400,000 in general obligation bonds payable over a twenty year period through March 1, 2026 with interest rates ranging from 4.25% to 4.3%. Principal payments range from \$ 105,000 to \$ 485,000 per year.

The terms of bond issue include requirements to maintain a separate construction and debt service fund. All amounts in the construction fund are to be used for the construction of the leasehold improvements. Any surplus is to be transferred to the debt service fund to be used for the payment of debt. If there is any surplus after all of the bonds are retired then the balance may be transferred to the general fund.

The bond documents have numerous other provisions also.

The following are the changes in bonds payable for the year

Balance July 1, 2007	\$	3,295,000
Less payments		<u>(115,000)</u>
Balance June 30, 2008	\$	<u>3,180,000</u>

The principal and interest payments over the remaining life of the bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ended			
June 30, 2009	\$ 120,000	\$ 135,170	\$ 255,170
June 30, 2010	125,000	130,070	255,070
June 30, 2011	130,000	124,758	254,758
June 30, 2012	135,000	119,233	254,233
June 30, 2013	145,000	113,495	258,495
Five years ended			
June 30, 2018	810,000	470,575	1,280,575
June 30, 2023	1,005,000	282,938	1,287,938
Three years ended			
June 30, 2026	<u>710,000</u>	<u>61,910</u>	<u>771,910</u>
Grand Total	<u>\$ 3,180,000</u>	<u>\$ 1,438,149</u>	<u>\$ 4,618,149</u>

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

**5. OPERATING LEASES**

In connection with the issuance of the bonds the Library has entered into a lease agreement on July 1, 2006 effective October 1, 2006 with the City of Maplewood Missouri a related party. The initial term of the lease is for 20 years with options to renew for two consecutive five year terms each.

The lease requires the Library to construct improvements at its cost in addition the Library is required to pay all maintenance and insurance costs. Further the library is required to maintain workmen's compensation coverage throughout the term of the lease

The fair value of the lease has not been determined.

<u>Year ended</u>	<u>Amount</u>
June 30, 2009	\$ 1
June 30, 2010	1
June 30, 2011	1
June 30, 2012	1
June 30, 2013	1
Five years ended	
June 30, 2018	5
June 30, 2023	5
Three years ended	
June 30, 2026	<u>3</u>
	<u>\$ 18</u>

**6. EMPLOYEE RETIREMENT PLAN**

**A. Plan Description**

The Library participates in the Missouri Local Government Employees Retirement System(LAGERS) through the City of Maplewood, an agent multipleemployer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined retirement, disability, beneficiaries.

LAGERS was created and is governed by statute, section RSMo. 70.600 - 70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401a and it is tax exempt. The Missouri Local Government Employees Retirement System issues a publicly



**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

**6. EMPLOYEE RETIREMENT PLAN ( Continued)**

available financial report that includes financial statements and required supplementary information.

That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

***B. Funding Status***

The Library's full-time employees contribute 4% of their gross pay to the pension plan. The political subdivision is required to contribute at an actuarially determined rate; the current rate is 0.7% (general) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision'. The contribution provisions of the political subdivision are established by state statute.

***C. Annual pension cost three year trend information and required supplementary data***

LAGERS does not provide separate information for the Library regarding annual pension cost three year trend information and required supplementary data.

**7. MUNICIPAL LIBRARY CONSORTIUM**

The Library is a member of the Municipal Library Consortium of St. Louis County, an association of independent municipal libraries. The purpose of the Consortium is to develop and maintain a shared automation system and to provide and maintain developing information technologies for the citizens of the member libraries' communities. The members are the Brentwood, Ferguson, Kirkwood, Richmond Heights, Rock Hill, University City Library, Valley Park, Webster Groves and Maplewood Libraries.

The Consortium will have full ownership of all system hardware, software, peripherals and other property relating to the central site automated system, which will be located at University City Library. Each member will purchase or lease and maintain its own terminals, data transmission devices, barcodes, printers and other peripheral equipment.

Initially, each member will pay their proportionate share of the automated system's costs according to its percentage of ports in the total system, its percentage of bibliographic records and its percentage of all members prior year's circulation.

It is not intended that the Consortium shall act for profit. Net assets, if any, will be distributed to members in the event of termination. The Consortium's fiscal year will run from July 1 to June 30. Financial statements are not available.

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

**8. 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 and natural disasters for which the Library participates in insurance costs with the City of Maplewood Missouri. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**9. RELATED PARTY TRANSACTIONS**

The Library had the following transactions with related parties:

City of Maplewood

Insurance	\$ 3,283
Other	<u>35</u>
Total	<u>\$ 3,318</u>

Municipal library consortium

Inter library loan	\$ 1,917
Computer maintenance	<u>7,575</u>
Total	<u>\$ 9,492</u>

Also see note 7 regarding Municipal Library Consortium and note 7 for lease with City of Maplewood.

**10. COMPLIANCE**

The Library did not contribute to LAGERS for certain employees who worked more than 1,500 hours per year. The Library intends to pay for the employees share and their share of the required contributions. The amount has not yet been determined.

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

**11. PRIOR PERIOD ADJUSTMENT**

The following adjustments were made to correct errors in the prior financial statements.

The following is a summary of the correction in governmental fund financial statements:

The correction to the fund allocation was because the Library did not record separate funds for the construction and debt service funds. This adjustment corrects that.

The vacation pay adjustment is for estimated accumulated pay that should have been recorded in at the end of the prior year:

	<u>Correct funds</u>	<u>Vacation pay</u>	<u>Total adjustment</u>
Funds			
General Fund	\$ (2,243,586)	\$ (6,636)	\$ (2,250,222)
Debt service	85,029		85,029
Construction	<u>2,158,557</u>		<u>2,158,557</u>
 Total adjustment	 <u>\$ -</u>	 <u>\$ (6,636)</u>	 <u>\$ (6,636)</u>

The following table represents correction to the prior year net asset balance

The adjustment for capital assets was to correct an error in the cost of capital assets.

The vacation pay adjustment is for estimated accumulated pay that should have been recorded in at the end of the prior year.

Adjustment to net assets

Correction of capital assets	\$ (8,794)
Vacation pay	<u>(6,636)</u>
	 <u>\$ (15,430)</u>

**Municipal Library District of Maplewood, Missouri**

Notes to the Financial Statements

June 30, 2008

( Continued )

***12. RESTRICTIONS OF NET ASSETS AND FUND BALANCES***

The restrictions represent the estimated amounts of bond proceeds and property taxes collected for debt service less construction expenditures and debt service payments.

***13. INTER-FUND ACTIVITY***

The Library inter- fund transfers were to make corrections in the bank balances.

**Municipal Library District of Maplewood, Missouri**

Budgetary comparison schedule - General fund

For the year ended June 30, 2008

	Actual	Amended	Original
Revenues			
Property taxes	\$ 436,119	\$ 405,757	\$ 658,371
Charges for services	6,342	5,500	5,500
Contributions and grants	9,213	3,590	3,590
Interest income	12,942	10,534	10,534
Miscellaneous	5,821	1,400	1,400
	<hr/>	<hr/>	<hr/>
Total Revenues	470,437	426,781	679,395
	<hr/>	<hr/>	<hr/>
Expenditures			
Library materials	66,408	65,660	65,660
Personnel	242,035	244,130	244,130
Occupancy	25,409	50,911	50,911
Operating expenses	48,103	36,082	36,082
Debt service		-	252,614
	<hr/>	<hr/>	<hr/>
Total expenses	381,955	396,783	649,397
	<hr/>	<hr/>	<hr/>
Excess of revenues over ( under ) expenditures	88,482	29,998	29,998
Other financing sources ( uses)			
Transfers in	2,132	-	-
	<hr/>	<hr/>	<hr/>
Net other financing sources (uses)	2,132	-	-
	<hr/>	<hr/>	<hr/>
Net change in fund balance	90,614	29,998	29,998
	<hr/>	<hr/>	<hr/>
Fund balances beginning	2,615,271	2,615,271	2,615,271
Prior period adjustment	(2,250,222)	-	-
	<hr/>	<hr/>	<hr/>
Fund balances ending	365,049	2,615,271	2,615,271
	<hr/>	<hr/>	<hr/>
	\$ 455,663	\$ 2,645,269	\$ 2,645,269
	<hr/>	<hr/>	<hr/>

See notes to budgetary comparison schedule

**Municipal Library District of Maplewood, Missouri**

Notes Budgetary Comparison Schedule

June 30, 2008

The Board of Trustees adopts a budget each year and is required by State statutes to amend the budget as needed or pass a resolution authorizing expenditures.

The budget is consistent with the modified accrual basis of accounting.

Appropriations lapse at year end.