

**NORTH SHELBY LIBRARY DISTRICT**

Financial Statements

September 30, 2022

**TABLE OF CONTENTS**

	Page
<b>INDEPENDENT ACCOUNTANTS' COMPILATION REPORT .....</b>	<b>3</b>
<b>FINANCIAL STATEMENTS</b>	
Statement of Assets, Liabilities and Net Assets - Modified Cash Basis .....	4
Statement of Revenues, Expenses and Changes in Net Assets - Modified Cash Basis .....	5

## **INDEPENDENT ACCOUNTANTS' COMPILATION REPORT**

To the Board of Trustees  
North Shelby Library District  
Birmingham, Alabama

Management is responsible for the accompanying financial statements of the business-type activities of North Shelby Library District (a special-purpose governmental entity and nonprofit organization), which comprise the statement of assets, liabilities and net assets - modified cash basis as of September 30, 2022, and the related statement of revenues, expenses and changes in net assets - modified cash basis for the year then ended, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusion about the Organization's assets, liabilities, net assets, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

**BMSS, LLC**

Birmingham, Alabama  
January 27, 2023

**NORTH SHELBY LIBRARY DISTRICT**  
Statement of Assets, Liabilities and Net Assets - Modified Cash Basis  
September 30, 2022

**Assets**

Current assets	
Cash and cash equivalents	\$ 366,475
Non-current assets	
Depreciable capital assets, net of accumulated depreciation of \$2,781,169	1,720,900
Non-depreciable capital assets	722,543
	<u>2,443,443</u>
	<u>\$ 2,809,918</u>

**Liabilities and Net Position**

Current liabilities	
Line of credit	\$ 537,453
Current maturities of long-term debt	46,489
	<u>583,942</u>
Long-term liabilities	
Long-term debt, less current maturities	1,150,867
Net assets	
Without donor restrictions	<u>1,075,109</u>
	<u>\$ 2,809,918</u>

See independent accountants' compilation report.

**NORTH SHELBY LIBRARY DISTRICT**  
Statement of Revenues, Expenses and Changes in Net Assets -  
Modified Cash Basis  
Year ended September 30, 2022

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Operating Revenues</b>			
Assessments	\$ 1,184,033	\$ -	\$ 1,184,033
State aid	49,319	-	49,319
Fines	10,288	-	10,288
Attorney letters	34,045	-	34,045
Attorney collections	50,619	-	50,619
Rent	5,892	-	5,892
Interest	92	-	92
Service charges	16,136	-	16,136
Grants	15,000	-	15,000
Other revenue	193,766	-	193,766
	<u>1,559,190</u>	-	<u>1,559,190</u>
<b>Operating Expenses</b>			
Automation system/HRL	12,454	-	12,454
Computer equipment	9,207	-	9,207
Data processing	19,798	-	19,798
Depreciation and amortization	109,249	-	109,249
Equipment rental	7,994	-	7,994
Insurance	15,225	-	15,225
Interest	54,874	-	54,874
Library materials	161,916	-	161,916
Marketing and public relations	6,686	-	6,686
Miscellaneous	34,586	-	34,586
Office expense	77,852	-	77,852
Payroll taxes	176,456	-	176,456
Postage and printing	9,753	-	9,753
Professional fees	12,469	-	12,469
Repairs and maintenance	91,979	-	91,979
Salaries, contract labor and employee benefits	824,828	-	824,828
Travel	12,763	-	12,763
Utilities	68,092	-	68,092
	<u>1,706,181</u>	-	<u>1,706,181</u>
Change in net assets	(146,991)	-	(146,991)
Net assets - beginning of year	1,331,538	-	1,331,538
Prior period adjustment	(109,438)	-	(109,438)
	<u>1,075,109</u>	-	<u>1,075,109</u>
Net assets - end of year	<u>\$ 1,075,109</u>	<u>\$ -</u>	<u>\$ 1,075,109</u>

See independent accountants' compilation report.