

**MARYVILLE PUBLIC LIBRARY
FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

MARYVILLE PUBLIC LIBRARY

TABLE OF CONTENTS

	Page No.
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
FINANCIAL STATEMENTS:	
Statement of Net Position	17
Statement of Activities	18
Balance Sheet – Governmental Fund and Reconciliation of Total Governmental Fund Balances to Net position of Governmental Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of the Governmental Fund to the Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Governmental Fund	22
Second Century Library Endowment Fund Corporation Statement of Financial Position	23
Second Century Library Endowment Fund Corporation Statement of Activities	24
Second Century Library Endowment Fund Corporation Statement of Cash Flows	25
Notes to Financial Statements	26
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Changes in Net Pension Liability and Related Ratios Multiyear	41
Schedule of Contributions	42
Notes to the Schedule of Contributions	43



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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Maryville Public Library
Maryville, MO 64468

Unmodified and Disclaimer of Opinions

We have audited the accompanying financial statements of Maryville Public Library, as of and for the year ended September 30, 2025, and the related notes to the financial statements. We were not engaged to audit the financial statements of the discretely presented component unit. These financial statements collectively comprise the Library's basic financial statements as listed in the table of contents.

Disclaimer of Opinion on Discretely Presented Component Unit

We do not express an opinion on the financial statements of the discretely presented component unit of the Maryville Public Library. Because of the significance of the matter described in the "Basis for Disclaimer of Opinion on the discretely presented component unit" paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements of the Second Century Library Endowment Fund Corporation.

Unmodified Opinion on Governmental Activities

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the Maryville Public Library as of September 30, 2025, and the changes in financial position and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Disclaimer of Opinion on Discretely Presented Component Unit

The financial statements of Second Century Library Endowment Fund Corporation (Foundation) have not been audited, and we were not engaged to audit the Foundation's financial statements as part of our audit of the Library's basic financial statements. The Foundation's financial activities are included in the Library's financial statements as a discretely presented component unit.

Basis for Unmodified Opinion

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

Auditors' Responsibilities for the Audit of the Discretely Presented Component Unit

Our responsibility is to conduct an audit of the Maryville Public Library's financial statements in accordance with generally accepted auditing standards and to issue an auditor's report. However, because of the matter described in the "Basis for Disclaimer of Opinion on the Discretely Presented Component Unit" section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the discretely presented component unit.

We are required to be independent of the Maryville Public Library and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Harden, Cummins, Moss & Miller, L.L.C.

Maryville, Missouri
May 6, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

Maryville Public Library Financial Reports for FY 2025 ending September 30, 2025

Management Discussion and Analysis

OVERVIEW OF ANNUAL FINANCIAL STATEMENTS

Maryville Public Library currently maintains the following five (5) individual governmental funds*, all of which are included in the Maryville Public Library's financial statements and overseen by the Maryville Public Library Executive Board of Trustees:

1. Library Operating Fund consisting of two interest-bearing accounts held at Nodaway Valley Bank in Maryville. One serves to receive real and personal property tax deposits in accordance with the library's current levy of .2668 per \$100 Assessed Valuation. The other is an interest checking account out of which the library's main operating expenditures are paid, including payroll, utilities, book purchases, and other expenses. User fees, state income, and other miscellaneous fees are collected in this account.
2. Memorials/Restricted Gifts Fund serves to hold deposits made in memory of individuals, or monetary gifts given for specific purposes.
3. Friends of the Maryville Public Library Fund holds deposits from Friends membership dues and any other fundraising activities undertaken by members of the Friends of the Maryville Public Library. Friends funds are used to both support the library's operating funds directly in the form of an annual check, and to directly pay for expenses related to Friends-sponsored library activities such as children's giveaway books at special events and non-resident fees for low-income Nodaway County residents. Along with 501(c)(3) Second Century Library Fund Corporation assets, Friends funds are overseen by the Maryville Public Library Executive Board of Trustees.*
4. Capital Projects Fund holds library reserves in excess of 30% of the previous year's regular expenses. This fund is restricted to large capital improvements beyond those provided through the annual building maintenance and capital outlay line items.
5. Closed in November 2025: Price and Hawkins Endowments consisted of a Certificate of Deposit in the amount of \$4,500, one account with an end balance of \$5,653.28; and one savings account holding \$239.85. At closing, these funds were transferred to the Memorials/Restricted Gifts Fund to be used for their original purpose.

**NOTE: In addition to the four governmental funds listed above, the Library also benefits from the Second Century Library Fund Corporation, a Type 1 501 (c)(3) Supportive Organization. In 2025, the library received a check for \$24,469 from Second Century, which is included in the general revenue of the Library Operating Fund. In September of 2021, the Friends/Foundation Board merged with the Maryville Public Library Executive Board of Trustees. The FFMP Board of Directors shall be interlocked and the same as the Maryville Public Library (MPL) Executive Board of Trustees, a public body. The Second Century Library Fund Corporation is not audited on its own and but a summary of activities within this foundation fund is included as a separate item in these annual financial statements.*

For the purpose of allowing trustees, administration, and other stakeholders to track both the overall financial health of the organization as well as activities within individual revenue and expense items in the library's line-item annual budget, these financial statements are presented in the following three formats:

1. Balance Sheet: Shows current assets and liabilities. (Current assets are cash and assets expected to be converted to cash within one year. Current liabilities are liabilities obligated to be paid within one year.)

2. Statement of Revenue, Expenditures, and Changes in Fund Balances show categories of Revenues and Expenditures collected and spent by the organization within the fiscal year being reported.¹

3. Statement of Net Position: Similar to the Balance Sheet, but also includes noncurrent assets and noncurrent liabilities in addition to current assets and liabilities. Noncurrent assets can include property, equipment, and long-term investments.

4. Statement of Activities: Includes revenues and expenditures which won't be realized within one year and depreciation on capital assets.

Both the governmental fund balance sheet and the statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Budgeted Capital Outlay expenses rolled over into FY2026 and additional restricted funds raised for window restoration resulted in an increase of \$125,037 in net position.

¹ *There is a difference between the Statement of Revenues, Expenses, and Changes in Fund Balances presented in these annual financial statements and the more detailed Monthly Statement of Revenues, Expenses, and Changes in Fund Balance presented at public monthly meetings of the government board in that the former encompasses all four governmental funds, while the latter is limited to the Library Operating Fund and usually accompanied by separate reports detailing restricted funds activities.*

SUMMARY OF SIGNIFICANT FINANCIAL ACTIVITY IN 2025

Library Operating Fund

From .2740 in the previous year, the library's 2024 levy rate rose to .2761 per \$100 of valuation due to a net decrease in local assessed valuation.

Regular revenue slightly exceeded original budget projections. A fourth full-time position was added mid-year with payroll costs offset by leaving two part-time positions unfilled. After major capital expenditures on the library historic window project were delayed, fiscal year 2025 ended with regular operating budget revenues exceeding expenditures by \$107,358. That carry-over is expected to be spent on scheduled capital expenditures before the end of FY2026, and accounts for most of the excess revenue over expenditures in the Library's Government-wide *Statement of Revenue, Expenditures, and Changes in Fund Balance* on page 20.

The Library holds one PayPal account to accept patron online payments. In late 2024, that account was adjusted to accept capital fundraising gifts in addition to regular fee payments to the Library's Operating Fund. After a February bulk deposit, it was discovered that some online payments had been posted to the incorrect account. The appropriate transfers were made and some online payment buttons were temporarily disabled. Subsequent PayPal payments totaling \$788.89 (\$822.98 minus \$34.09 in PayPal fees) were deposited to the Library's operating account on February 3, 2026.

Library also holds a Square account to allow credit/debit card point of sale transactions at the front desk. Transactions are recorded in QuickBooks on a monthly basis.

The table below shows how the fiscal year's net balances compared with the library's original FY 2025 budget goals.

October 1, 2024 Budget Estimate	FY2025 Actual
Personnel Expenditures 50%	48%
Books and digital content 11%	11% <i>(Does not include restricted funds spent on patron resources.)</i>
Unrestricted reserves balance 46%	82%

Capital Fundraising Update: After raising \$35,018.90 in FY2024, the Library continued its Capital Fundraising Campaign in FY2025. A match challenge grant agreement between

the Bolger Foundation and the Library's Second Century Library Fund Corporation required \$200,000 to be raised to restore and repair the building's original 1912 wood windows and door moulding. A total of \$277,833.66 raised through donations and grants was deposited in a separate account created by Family Investment Center of St. Joseph. An additional \$50,056.65 in donations for the same purpose were deposited into the Library's Memorials/Restricted Funds Account. As of late 2025, the Library has contracted for historic window and door area restoration and replication to be completed at a cost of over \$658,000 that includes the asbestos and lead paint removal and abatement associated with that project. In FY2026, the Library expects to pay for this project out of restricted funds raised, operating funds, and unrestricted reserves.

Attachment 1: Fiscal Year 2026 Budget Adopted shows FY2025 actual revenue and expenses in the Library's main operating fund compared with those in the three preceding years.

Net pension asset (liability):

After several years of decreasing required contribution rates due to a credit balance, LAGERS contribution rates have been rising again. This is connected with the retirement of one long-time employee in December 2023, and the minor fluctuations in payroll that may require a higher rate to balance monthly contributions. Rate increase can also be affected by LAGERS lower investment returns that create upward pressure on all employer contribution rates.

	LAGERS Actuarial unfunded liability balance*	Library required contribution rate
2022	24,638 credit balance	9.7%
2023	29,177 credit balance	9.5%
2024	4,932 liability	9.6%
2025	10,218 credit balance*	10.6%
2026		11.3%

*Reflects February 28, 2025 LAGERS Actuarial Valuation.

Memorials/Restricted Gifts Account:

With a beginning October 2024 balance of \$47,014.48, a total of \$6,007.01 was expended out of this account during the year, predominantly for restricted expenses

with the addition some minor PayPal transaction fees. This account received \$56,830.30 in deposits that included \$50,163.94 in capital funds raised, \$6,217.29 in other restricted gifts, and one \$449.07 transfer from operating funds (book budget) to reconcile overspending memorial balances in memory of three individuals. As of September 30, 2025, the Memorial/Restricted Gifts Fund balance was \$97,837.77

Friends Checking Account:

The October 1, beginning balance for this account was \$11,091.41. Just \$1,077 in dues were deposited before September 30, with more dues arriving later in the calendar year. In FY 2025, expenditures included \$206.74 for children's giveaway books, \$5,000 in Library budget support, and \$1,800 in non-resident library cards for low-income families in rural Nodaway County. The September 30 ending balance was \$5,161.67

Capital Projects Fund:

The October 1, 2024 beginning balance for this fund was \$108,805.66. No expenditures were made from this account during the year, but total interest earned \$4,073.94, leaving a September 30, 2025 ending balance of \$112,879.60

Second Century Library Fund Corporation:

The beginning portfolio value for Second Century Library Corporation's general investment fund was \$543,764.89 on October 1, 2024. After a match challenge grant agreement was accepted, the Library raised and deposited \$277,833.66 over the course of the year for the Historic Window project. Family Investment Center of St. Joseph placed those funds in a separate interest-bearing cash account to be held for that purpose. Cash transactions in Second Century's general fund included an expenditure of \$292 for postage related to a direct mail fundraising drive, \$24,469 in annual support to the Library, and \$5,465.53 in FIC advisor fees. The September 30, 2025 ending value of all Second Century accounts was \$849,771.35.

Attachment 1

2026 Budget Approved, August 2025

		2022 Actual	2023 Actual	2024 Actual	2025 Budget Actual	2026 Budget Approved
REVENUE						
1	Advalorem Taxes	451,100	466,390	480,089	490,907	490,000
2	MO State Aid	5,986	7,516	7,562	7,570	7,570
3	Non Resident Fee	14,736	13,807	12,553	13,540	8,500
4	Book replacement fees	1,700	1,135	1,464	1,432	1,200
5	Copies, Bags, Rentals	2,262	3,401	3,346	3,536	2,500
6	Sale/Donated Books	2,470	3,852	5,816	3,499	2,800
7	Miscellaneous ILL fee, fax fees	386	657	236	342	150
8	Foundation	23,150	19,975	21,303	24,469	24,300
9	Interest on Investments	540	552	1,658	1,855	1,000
10	Total Revenues	502,330	517,285	534,047	547,150	538,020
11	<i>[Spending out of RESERVES]</i>	0	5,239	0	0	105,197

EXPENSE						
	<i>Personnel Services</i>					
12	Payroll Expenses	189,600	200,834	193,412	194,556	206,164
13	FICA (~7.7% of payroll)	14,598	16,595	15,297	14,912	15,875
14	Group Insurance/Employee	32,980	38,078	38,646	39,432	51,260 (includes 8% increase in 2026)
15	Retirement/LAGERS (14.3% of eligible wages)	20,074	14,534	15,816 (9.5% of eligible wages)	13,118 (9.6 % of eligible wages)	18,581
16	Longevity	1,271	1,458	1,334	601	691
17	Total Personnel Services	258,523	271,499	264,505	262,619	292,571 (around 54% of revenue)
	<i>Commodities</i>					
18	Circulation Materials (includes electronic resources for patron use)	59,767	67,415 (With A&E income, 14.8% of regular revenue)	61,924	60,001	53,002 (10% of revenue)

19	General Supplies (Book processing supplies, programming supplies, janitorial supplies, office furniture, etc.)	10,373	13,856	10,633	11,349	17,000
20	Total Commodities	70,140	81,271	72,587	71,350	70,002
	<i>Contractual Services</i>					
21	Utilities	11,539	13,831	11,153	10,890	14,000
22	Co. Tax Collection Fee... (estimate: 4.5% of tax income)	19,257	19,779	20,478	21,051	22,050
23	Independent Audit	5,000	5,500	5,500	5,500	6,000
24	Building Maintenance	29,083	23,322		14,980	26,000
25	Other Contractual Services (i.e., network support, ILS, copier/printer support)	14,139	13,784	10,883 (Snow removal and landscaping costs are now in line item 24)	14,150	15,000

26	Bookkeeping	880	2,825	3,070	3,440	3,500
27	ILL Postage	0	0	32	10	35
28	Postage and Delivery	513	1,330	556	413	1,000
29	Printing and Advertising	4,669	4,552	6,192	5,414	6,000
30	Telephone	3,329	3,757	3,550	3,952	4,300
31	Internet Provider	1,200	1,104	1,204	1,202	1,200
32	Programming (Contract based costs)	0	(under other contractual services)	530	0	550
33	Travel/Registration	532	1,356	0	59	1,500
34	Total Contractual Services	90,141	91,140	74,917	81,061	101,135
	<i>Other Charges</i>					
35	Other Charges	1,514	1,360	2,132	800	2,300
36	Membership dues	185	215	237	145	250
37	Insurance (Building & Workman's Comp)	20,170	22,347	24,990	21,570	23,000
38	Software licenses/Permits	316	1,677	3,150	3,276	5,500

39	MO Sales Tax	864	129	638	710	800
40	Total Other Charges	23,049	25,728	31,147	26,501	31,850
41	<u>Total Expense</u>	<u>441,853</u>	<u>469,638</u>	<u>470,320</u>	<u>441,531</u>	<u>495,558</u>
	<i>Other Income (Expense)</i>					
42	Donations (Unrestricted)	4,626	2,026	1,199	966	800
43	MO State Aid Expenditures		Not separate d in 2023	(7,583) (Building, Books, e- resources)	(7,503)	(7,581)
44	Athletes & Entertainers Tax income	3,169	9,193	9,239	9,118	9,118
45	A&E Tax Expenditures	(3,168)	(9,194)	(9,214) (Books, e- resources)	(9,118)	(9,118)
46	Grant income	0 (ARPA grant deposited in	54,500	6,750	3,688	0

		Restrict				
		ed Funds)				
47	Grant expenditures	(306)	(491)	0 (in Capital Outlay)	0	0
48	Capital Outlay	0	(108,920)	(54,612)	0	(145,878)
49	Total Other Income (Expense)	4,321	(52,886)	(54,265)	(2,849)	(152,659)
50	Transfer from Restricted [Friends Funds]	12,642	4,000	4,000 (Friends Support)	5,000	5,000
51	<u>Excess of revenues over expenses:</u>	77,440	(5,239)	40,626 (rev. – exp.) (64,267) including fund transfer below	107,358	(105,197)
52	Transfer to Capital Projects Fund			(104,695)	0	0

58	Fund balance, unreserved, September 30, 2021	250,769
59	Fund balance, unreserved, September 30, 2022	282,682
60	Fund balance, unreserved, Oct. 1, 2022 as adjusted	244,376
61	Fund balance, unreserved, October 1, 2023 as adjusted	319,330
	Fund balance after transfer of \$104,893 to Capital Projects Fund	214,437
62	Fund balance, unreserved, October 1, 2024 Does not include Capital Projects Fund.	249,161
63	Fund balance, unreserved, September 30, 2025	349,549
64	<i>Estimated unrestricted fund balance, September 30, 2026</i>	<i>258,893</i>

FY 2026 Budget Proposal Notes:

REVENUE Assessed Valuation rose 6.5% and CPI rose 2.9%. Missouri Hancock Law allows for revenue growth the smaller of the two. To offset revenue growth beyond 2.9%, the Library's collectible levy was adjusted down from .2761 to .2668. Estimated tax revenue includes \$476,337 in regular property tax revenue and additional funds from associated Merchants Surtax, Railroad & Utility Taxes, and Penalties & Interest. The Foundation support estimate is 4.5% of the Foundation's July 31 portfolio balance (capital funds not included). Actual revenue on this line will be based on the September 30, 2025 balance per the Foundation policy.

EXPENSES

Items 12-17: Personnel Expenditures: This budget brings personnel spending to just over 54% of estimated regular income, closer to the Exemplary level in *Missouri Public Library Standards*.

Items 19-20: Circulation materials and supplies: Spending at least 10% of the budget on patron materials keeps the Library in the Enhanced level in the Missouri Standards. Additional fund for materials from Athletes & Entertainer's Tax and other sources will likely elevate spending in this category to Exemplary.

Items 24 and 49: Building Maintenance and Capital Outlay: This budget allows for \$26,000 for routine building maintenance and \$145,878 in Capital Outlay to be used toward window/door frame restoration and the 2000 roof replacement, in conjunction with additional funds from capital/grant fundraising and the Library's Capital Improvement fund respectively.

Item 64: Estimated Unrestricted Fund Balance, September 30, 2026: This budget maintains an unrestricted fund balance over the minimum 30% of anticipated regular expenditures (item 41).

ADDITIONAL NOTES:

This document reflects Maryville Public Library's main operating budget and does not include separate funds such as the library's Memorial/Restricted Gifts Fund, Restricted Capital Fundraising, nor details of the Friends of the Library checking account or the Second Century Library Fund Foundation.

**For more information on those funds, contact the director at
director@maryvillepubliclibrary.org**

FINANCIAL STATEMENTS

**Maryville Public Library
Statement of Net Position
September 30, 2025**

Assets	
Cash and cash equivalents	\$ 483,718
Taxes receivable, net	11,804
Prepaid Insurance	18,553
Property, plant and equipment	682,914
Restricted assets-cash and certificates of deposit	107,968
Net pension asset	53,191
Total Assets	1,358,148
Deferred Outflows of Resources	
Deferred outflows	57,267
Liabilities	
Accrued expenses	33,093
Total Liabilities	33,093
Deferred inflows of Resources	
Deferred inflows	4,521
Net Position	
Invested in capital assets	682,914
Restricted	
Nonexpendable	4,500
Expendable	103,468
Unrestricted	
Designated	112,880
Undesignated	474,039
Total Net Position	\$ 1,377,801

The accompanying notes are an integral part of these financial statements.

Maryville Public Library
Statement of Activities
For the Year Ended September 30, 2025

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net Revenue and Change in Net Assets</u>
		<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities:				
General Government	\$ (460,896)	\$ 22,334	\$ 82,903	\$ (355,659)
Depreciation	<u>(32,844)</u>	<u>-</u>	<u>-</u>	<u>(32,844)</u>
Total Governmental Activities	<u>\$ (493,740)</u>	<u>\$ 22,334</u>	<u>\$ 82,903</u>	<u>(388,503)</u>
General Revenues:				
Property taxes				490,919
Intergovernmental				16,688
Unrestricted investment earnings				<u>5,933</u>
Total general revenues				<u>513,540</u>
Change in net position				125,037
Net assets, beginning of year				<u>1,252,764</u>
Net assets, end of year				<u>\$ 1,377,801</u>

The accompanying notes are an integral part of these financial statements.

**Maryville Public Library
Balance Sheet - Governmental Fund
September 30, 2025**

Assets	
Cash and cash equivalents	\$ 483,718
Taxes receivable, net	11,804
Prepaid insurance	18,553
Restricted assets:	
Cash and certificates of deposit	107,968
Total Assets	\$ 622,043
Liabilities	
Accrued expenses	33,093
Total Liabilities	33,093
Fund Balances	
Nonspendable	23,053
Spendable	
Restricted	103,468
Unrestricted	
Assigned	112,880
Unassigned	349,549
Total Fund Balance	588,950
Total Liabilities and Fund Balances	\$ 622,043

**Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
September 30, 2025**

Total Governmental Fund Balances	\$ 588,950
Amounts reported in governmental activities in the statement of net assets are different because:	
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	682,914
Certain items are not a financial resource and, therefore are not reported in the governmental funds. These consist of :	
Net deferred (inflows) outflows, pension related	52,746
Net pension asset	53,191
Net Position of Governmental Activities	\$ 1,377,801

The accompanying notes are an integral part of these financial statements.

Maryville Public Library
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund
For The Year Ended September 30, 2025

Revenues:

Property taxes	\$ 490,919
Intergovernmental	16,688
Fines	1,432
Gifts	82,903
Copier	3,199
Other	17,703
Interest	5,933
Total revenues	618,777

Expenditures:

Current:

Salaries	195,157
Payroll taxes	14,238
Health insurance	39,432
Pension expense	14,935
General insurance	21,670
Professional fees	5,500
Other charges	68,554
Books, materials and binding	62,325
Equipment maintenance	160
Supplies	11,777
Building maintenance	14,820
Utilities	14,843
Travel and conferences	59

Total expenditures	463,470

Excess (deficiency) of revenues over (under) expenditures	155,307

Fund balances, beginning of year	433,643

Fund balances, end of year	\$ 588,950

The accompanying notes are an integral part of these financial statements.

**Maryville Public Library
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of the Governmental Fund
to the Statement of Activities
For the Year Ended September 30, 2025**

Net Change in Governmental Fund Balances	\$ 155,307
Amounts reported for the governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	
	(32,844)
Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount the cost of pension contributions paid exceeded the pension benefits earned.	
	2,574
Change in net position of governmental activities	\$ 125,037

The accompanying notes are an integral part of these financial statements.

Maryville Public Library
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - Governmental Fund
For The Year Ended September 30, 2025

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Property taxes	\$ 478,100	\$ 480,000	\$ 490,919	\$ 10,919
Intergovernmental	16,581	16,688	16,688	-
Fines	1,000	1,156	1,432	276
Gifts	24,889	25,269	82,903	57,634
Interest	1,200	1,535	5,933	4,398
Grants	-	3,688	-	(3,688)
Copier	2,000	2,815	3,199	384
Other	10,700	12,795	17,703	4,908
Total Revenues:	534,470	543,946	618,777	74,831
Expenditures:				
Current:				
Salaries	193,324	195,601	195,157	444
Payroll taxes	14,823	15,015	14,238	777
Health insurance	40,000	40,866	39,432	1,434
Employee retirement	13,379	14,168	14,935	(767)
General insurance	26,000	21,570	21,670	(100)
Professional fees	6,000	6,000	5,500	500
Other charges	70,796	73,804	68,554	5,250
Books, materials and binding	57,714	57,714	62,325	(4,611)
Travel and conferences	500	500	59	441
Equipment maintenance	-	-	160	(160)
Supplies	20,020	20,020	11,777	8,243
Building maintenance	26,437	26,437	14,820	11,617
Utilities	18,800	18,800	14,843	3,957
Capital Outlay:				
Equipment and furnishings	49,921	49,921	-	49,921
Total expenditures	537,714	540,416	463,470	76,946
Excess (deficiency) of revenues over (under) expenditures	(3,244)	3,530	155,307	151,777
Transfers	5,000	5,000	-	(5,000)
Fund balances, beginning of year	433,643	433,643	433,643	-
Fund balances, end of year	\$ 435,399	\$ 442,173	\$ 588,950	\$ 146,777

The accompanying notes are an integral part of these financial statements.

Second Century Library Endowment Fund Corporation
Statement of Financial Position
Unaudited
September 30, 2025

Assets

Cash and cash equivalents	\$ 300,492
Investments	549,279
Total Assets	\$ 849,771

Net assets

Net assets without donor restrictions	\$ 571,937
Net assets with donor restrictions	277,834
Total Net assets	\$ 849,771

The accompanying notes are an integral part of these financial statements.

Second Century Library Endowment Fund Corporation
Statement of Activities
Unaudited
For The Year Ended September 30, 2025

Revenue

Contributions	\$ 277,834
Investment earnings	27,719
Realized gain (loss) on investments	5,428
Unrealized gain (loss) on investments	25,250

Total revenue	336,231
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Expenses

Program	
Library support	24,761
General and Administrative	
Investment fees	5,466

Total expenses	30,227
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Change in net assets	306,004
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Net assets, beginning of year	543,767
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Net assets, end of year	\$ 849,771
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The accompanying notes are an integral part of these financial statements.

Second Century Library Endowment Fund Corporation
Statement of Cash Flows
Unaudited
For The Year Ended September 30, 2025

Cash flows from operating activities

Change in net assets	\$ 306,004
Adjustments to reconcile change in net assets cash provided by (used by) operating activities:	
Unrealized (gain) loss on investments	(25,250)
(Gain) loss on sale of investments	(5,428)
Total Adjustments	(30,678)
Net cash provided by (used in) operating activities	275,326

Cash flows from investing activities

Purchases of investments	(102,761)
Proceeds from the sale of investments	102,318
Net cash provided by (used in) investing activities	(443)
Net increase (decrease) in cash and cash equivalents	274,883
Cash and cash equivalents at beginning of year	25,609
Cash and cash equivalents at end of year	\$ 300,492

The accompanying notes are an integral part of these financial statements.

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Maryville Public Library (the Library), a political subdivision, was formed in 1904 as a tax-exempt organization for the purpose of providing library services to residents of Maryville, Missouri. As required by accounting principles generally accepted in the United States of America, the financial statements herein present the financial position, results of operations and changes in fund balances of the Maryville Public Library and its discretely presented component unit, for which the Library is considered to be financially accountable.

The Second Century Library Endowment Fund Corporation (Foundation) is a legally separate, tax-exempt component unit of the Library. The Foundation was organized as a fund-raising organization for the benefit of the Maryville Public Library. As a nonprofit organization, the Foundation reports under the Financial Accounting Standards Board (FASB) standards. As such, certain revenue recognition criteria and presentation differs from GASB revenue recognition and presentation. No modifications have been made to the Foundation's separately presented financial statements for these differences.

The Foundation's significant disclosures are summarized in Note 7.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Library.

The Library's statement of activities demonstrates the degree to which the direct expenses of a given function or segments 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements. Other items not properly included among program revenues are reported instead as general revenues.

C. 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 the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within thirty-one days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Grants, entitlements and interest associated with the current fiscal period are all considered susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the Library receives cash.

Fund Accounting

The Library uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The Library uses only governmental funds.

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The following is the Library's Governmental Fund Type:

The General Fund is the principal operating fund of the Library and accounts for all financial transactions not accounted for in other funds. The general operating expenditures, fixed charges and capital improvement costs that are not paid for through other funds are financed through revenues received by the General Fund.

D. Cash and Cash Equivalents

The Library considers cash and cash equivalents to consist of checking, savings accounts, money market accounts and certificates of deposit with an initial maturity of three months or less.

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Restricted Assets

Restricted assets are cash and cash equivalents and investments whose use is limited by donor or grantor requirements.

F. Taxes Receivable

Taxes receivable are stated at the amount expected to be collected. Personal property taxes outstanding for more than two years are estimated to be uncollectible and included as an allowance for uncollectible taxes. After five years, the outstanding balances are written off. Real estate taxes receivable are always considered to be collectible. Taxes receivable of \$13,799, are shown net of the allowance for uncollectible taxes of \$1,995, at September 30, 2025.

G. Property, plant and equipment

Capital assets generally result from expenditures in the governmental funds. These assets are reported in the government-wide statement of net position, but are not reported as an asset in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Improvements costing \$5,000 or more are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are expensed.

H. Compensated Absences

Paid time off (PTO) benefits are granted to employees based on position, length of service and hours worked. Full time employees that work 38 hours or more a week earn PTO at the rate of six hours and fifteen minutes per bi-weekly pay period for a total of 20.31 days per year for employees with 1 to 5 years of employment. This benefit increases for length of service up to seven hours and eight minutes per pay period accumulating 23.18 days per year for employees with 6 to 9 years of employment and up to eight hours per pay period accumulating for 26 days per year for employees over 10 years of employment. PTO may be accrued up to 480 hours for full-time employees. Part time employees are eligible to earn PTO after three full continuous years of employment, but are not allowed to carry over time. Accrued PTO, included in accrued expenses at September 30, 2025, was approximately \$22,625.

I. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Net position

The government-wide financial statements utilize a net asset presentation. Net position are classified in the following components:

Investment in capital assets, net of related debt - This component of net position consists of fixed assets, net of accumulated depreciation, and reduced by the outstanding balances of any notes or other borrowings that are attributable to the acquisition, construction or improvement of these assets.

Restricted net position - This component of net position consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

The following net asset balances have been restricted by donors for specific uses by the Library. The restricted nonexpendable net positions are to be held in perpetuity, with earnings available for use. The restricted expendable net positions are available for expenditure as specified by the donor. The restricted expendable and nonexpendable net positions are as follows:

Restricted, expendable net position	\$103,468
Restricted, nonexpendable net position	<u>4,500</u>
Total restricted net position	<u>\$107,968</u>

When an expense is incurred for purposes for which both restricted and unrestricted assets are available, the District's policy is to apply restricted assets first.

Unrestricted net position - This component of net position consists of net position that do not meet the definition of "restricted" or "investment in capital assets, net of related debt." Included in unrestricted net position is \$112,880 which has been designated for capital projects.

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Fund Balances

The fund balance of the governmental fund financial statements is comprised of two categories, nonspendable and spendable. The nonspendable fund balance is amounts that cannot be spent because they are not in spendable form or are legally required to be maintained intact. The spendable fund balance is further classified as restricted, committed or assigned by the Board of Directors or unassigned based upon the extent by which the Library must observe constraints on the use of resources. The nonspendable and spendable fund balances are as follows:

Nonspendable	
Prepaid expenses	\$ 18,553
Price fund principal	<u>4,500</u>
Total nonspendable	23,053
Spendable	
Restricted by donor and grantor requirements	103,468
Unrestricted	
Assigned	112,880
Unassigned	<u>349,549</u>
Total fund balance	<u><u>\$588,950</u></u>

It is management's policy to first apply assigned resources when an expenditure is incurred for which both assigned and unassigned fund balances are available.

L. Budgetary Data

The reported budgetary data represents the approved budget as adopted by the Board of Directors. The Board of Directors follows these outlined procedures in establishing the budgetary data reflected in the financial statements:

- 1) In August or September, the Library Director submits to the Board of Directors a proposed operating budget for the fiscal year commencing the following October 1.
- 2) Prior to October 1, the budget is approved by the Board of Directors.
- 3) The budgeted expenditures cannot legally be exceeded unless the amounts are subsequently amended by the Board of Directors. The Library is a political subdivision of the State of Missouri and, therefore, is subject to the regulations of the Revised Statutes of Missouri.
- 4) Appropriations lapse at the end of each fiscal year.

M. Use of Estimates in Preparing Financial Statements

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

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. Date of Management's Review

Management has evaluated subsequent events through May 6, 2026, the date on which the financial statements were available to be issued.

NOTE 2: CASH AND CERTIFICATES OF DEPOSIT

Although the Library does not have an investment policy, it follows Missouri State Statutes, which authorize the Library, with certain restrictions, to deposit funds in open accounts, time deposits and certificates of deposit. Statutes also require that collateral pledged have a fair market value equal to 100% of the funds on deposit, less insured amounts. Collateral securities must be held by the Library or a disinterested third party and must be of the kind prescribed by State Statutes and approved by the State.

At September 30, 2025, the carrying amount of deposits, including certificates of deposit, was \$591,546, and the bank balance was \$605,011.

The cash and certificates of deposits balances were as follows:

Restricted cash	\$ 103,468
Restricted certificates of deposit	<u>4,500</u>
Total restricted cash and certificates of deposit	107,968
Unrestricted cash on hand	140
Unrestricted cash on deposit	<u>483,578</u>
Cash and certificates of deposits	<u>\$591,686</u>

Custodial credit risk is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its deposits. As of September 30, 2025, the Library's deposits were fully collateralized.

NOTE 3: ASSESSED VALUATION AND TAX LEVY

The Library's property tax is levied each November on the assessed value as of the prior January 1 for all property located in the City of Maryville. Assessed valuations are established by the county assessor for property located in the City of Maryville, Missouri, as of January 1, 2025 on which the 2025 levy was based. Property taxes are due on or before December 31.

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

NOTE 4: PLANT, PROPERTY AND EQUIPMENT

A summary of changes in plant, property and equipment at September 30, 2025, is as follows:

	Balance, October 1, 2024	Additions	Dispositions	Balance, September 30, 2025
Equipment and furnishings	\$ 74,178	\$ -	\$ -	\$ 74,178
Building	1,253,191		-	1,253,191
Other	-	-	-	-
Total	1,327,369	-	-	1,327,369
Less accumulated depreciation	(611,611)	(32,844)	-	(644,455)
Total	<u>\$ 715,758</u>	<u>\$ (32,844)</u>	<u>\$ -</u>	<u>\$ 682,914</u>

Depreciation expense of the library, which is reported in the government-wide financial statements, totaled \$32,844.

NOTE 5: EMPLOYEES RETIREMENT SYSTEM

General Information about the Pension Plan

Plan description. The Maryville Public Library defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The Maryville Public Library participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS 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 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at www.molagers.org.

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 5: EMPLOYEES RETIREMENT SYSTEM (continued)

Benefits provided. LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 and receive a reduced allowance.

	<u>2025 Valuation</u>
Benefit Multiplier:	1.50%
Final Average Salary:	5 Years
Member Contributions:	0%

Benefit terms provide for annual post retirement adjustments to each member's retirement allowance subsequent to the member's retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4% per year.

Employees covered by benefit terms. At June 30, 2025 the following employees were covered by the benefit terms:

Retirees or beneficiaries currently receiving benefits	2
Inactive employees entitled to but not yet receiving benefits	0
Active employees	<u>3</u>
	<u>5</u>

Contributions. The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer do not contribute to the pension plan. Employer contribution rates are 9.6% of annual covered payroll.

Net Pension Liability. The employer's net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 28, 2025.

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 5: EMPLOYEES RETIREMENT SYSTEM (continued)

Actuarial assumptions. The total pension liability in the February 28, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% wage inflation, 2.25% price inflation
Salary Increase	2.75% to 6.75% including wage inflation
Investment rate of return	7.00%, net of investment expenses

The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups.

Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above-described tables.

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Equity	39.00%	3.39%
Fixed Income	23.00%	3.54%
Real Assets	33.00%	2.68%
Strategic Assets	7.00%	2.83%
Alpha	5.00%	1.76%
Cash/Leverage	-7.00%	-0.86%

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 5: EMPLOYEES RETIREMENT SYSTEM (continued)

Discount rate. The discount rate used to measure the total pension liability (asset) is 7.00%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability (asset).

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (Asset)	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) – (b)
Balance at June 30, 2024	\$604,057	\$662,884	\$ (58,827)
Changes for the year:			
Service cost	11,998	-	11,998
Interest	41,450	-	41,450
Difference between expected and actual experience	4,160	-	4,160
Change of Assumptions	-	-	-
Contributions – employer	-	13,630	(13,630)
Contributions – employee	-	-	-
Net investment income	-	39,235	(39,235)
Benefit payments, including refunds	(36,226)	(36,226)	-
Administrative expense	-	(755)	755
Other changes (Net transfer)	-	(138)	138
Net changes	21,382	15,746	5,636
Balance at June 30, 2025	\$625,439	\$678,630	\$ (53,191)

Sensitivity of the net pension liability (asset) to changes in the discount rate.

The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.00%, as well as what the employer's Net Pension Liability (Asset) would be using a discount rate that is 1 percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate.

1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
\$22,194	\$(53,191)	\$(116,612)

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 5: EMPLOYEES RETIREMENT SYSTEM (continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended September 30, 2025, the employer recognized pension expense of \$12,363. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows of Resources	Total
Differences in experience	\$ 31,047	\$ -	\$ 31,047
Differences in assumptions	-	(4,521)	(4,521)
Excess (deficit) investment returns	22,058	-	22,058
Contributions subsequent to the Measurement date*	<u>4,162</u>	<u>-</u>	<u>4,162</u>
Total	<u>\$ 57,267</u>	<u>\$ (4,521)</u>	<u>\$ 52,746</u>

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

Year ended:	
2026	\$ 23,883
2027	12,633
2028	8,532
2029	7,024
2030	674
Thereafter	<u>0</u>
Total	<u>\$ 52,746</u>

Payable to the Pension Plan

Maryville Public Library had no outstanding payable to the pension plan required for the year ended September 30, 2025.

NOTE 6: RISK MANAGEMENT POOL

The Library is a member of the Missouri Intergovernmental Risk Management Association (MIRMA), a not-for-profit association formed by political subdivisions of the State of Missouri organized to operate as a group self-insurer. The purpose of the self-insurance pool is to seek the prevention or lessening of casualty and property losses to member political subdivisions and injuries to persons or employees which might result in claims being made against such subdivisions. MIRMA provides property, liability, and workers' compensation coverage to its participating members. The Maryville Public Library has no direct control over budgeting, financing, the governing body or management selection.

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

NOTE 6: RISK MANAGEMENT POOL (continued)

MIRMA is fully funded by its member participants. Funds are used to pay losses within specific risk retention limits shared equally by all members, purchase excess insurance which provides a transfer of catastrophic risk to private insurance carriers, purchase services such as claims administration and data processing, and pay administrative expenses. Coverage obtained by the Maryville Public Library through the Association includes property, crime, general liability, workers' compensation, and public officials' professional liability. Per occurrence coverage limits provided by the Association (the Association's self-insured retention limits combined with excess insurance contract limits) vary by type of insurance coverage. Losses from individual claims in excess of these limits remain the responsibility of the respective entities.

Additionally, the Articles of the Association provide for supplemental assessments in the event the annual assessment is not sufficient to meet obligations. No supplemental assessments were required by the Association during fiscal year ending June 30, 2025.

Total assessments to the Library for the year ended September 30, 2025, were \$21,470.

**NOTE 7: SECOND CENTURY LIBRARY ENDOWMENT FUND CORPORATION
ACCOUNTING POLICIES AND DISCLOSURES**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The financial statements of the Second Century Library Endowment Fund Corporation (the Foundation) have been prepared on the accrual basis of accounting.

B. Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United State of America and, accordingly, reflect all significant receivables, payables and other liabilities.

The Foundation reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions or with donor restrictions.

Net assets without donor restrictions are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. The Foundation's board may designate assets without restrictions for specific operational purposes from time to time.

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

**NOTE 7: SECOND CENTURY LIBRARY ENDOWMENT FUND CORPORATION
ACCOUNTING POLICIES AND DISCLOSURES (continued)**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (continued)

Net assets with donor restrictions are subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Net assets with donor restrictions was \$277,834 to be used for the Library's window restoration project.

C. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

D. Contributed Support

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Contributed support is reported as without donor restrictions or as with donor restrictions depending on the existence of donor stipulations that limit the use of the support. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activity as net assets released from restrictions.

Long-lived assets acquired with gifts of cash restricted for those acquisitions are reported as without donor restrictions or as with donor restrictions depending on whether there is an explicit, donor-imposed time requirement as to how long the assets must be maintained. Long-lived assets are reported as with donor restrictions only if the Foundation must maintain the assets in perpetuity or if the donor explicitly restricted the proceeds from any future disposition of the assets to reinvestment in long-lived assets.

E. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Maryville Public Library
Notes to Financial Statements
September 30, 2025

NOTE 7: SECOND CENTURY LIBRARY ENDOWMENT FUND CORPORATION
ACCOUNTING POLICIES AND DISCLOSURES (continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Income Taxes

The Foundation is exempt from federal and state income taxes under Internal Revenue Service Code Section 501(c) (3) as a public charity.

NOTE 8: SECOND CENTURY LIBRARY ENDOWMENT FUND CORPORATION
INVESTMENTS

The Organization reports its investments in accordance with generally accepted accounting principles for not-for-profit organizations, which establish accounting standards for investments in certain equity securities and for all debt securities. The guidance prescribes that investments be reported in the statement of financial position at fair value with any realized or unrealized gains or losses reported in the statement of activities. Investment income is recognized as revenue in the period it is earned and gains and losses are recognized as changes in net assets in the accounting period in which they occur.

Fair value measurements

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs have the lowest priority. The Foundation uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Foundation measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are used only when Level 1 or Level 2 inputs are not available.

The following presents the Foundation's fair value hierarchy for the investments measured at fair value on a recurring basis:

September 30, 2025		
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)
Exchange traded funds	\$ 204,841	\$ 204,841
Mutual funds		
Equity funds	<u>344,438</u>	<u>344,438</u>
Total investments	<u>\$549,279</u>	<u>\$549,279</u>

**Maryville Public Library
Notes to Financial Statements
September 30, 2025**

**NOTE 8: SECOND CENTURY LIBRARY ENDOWMENT FUND CORPORATION
INVESTMENTS (continued)**

Level 1: The fair value of investments is based on quoted net asset values of the shares held by the Foundation at year-end.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although Foundation management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

NOTE 9: SUBSEQUENT EVENTS

Subsequent to year-end the Second Century Library Endowment Fund Corporation was awarded a grant of \$50,000, which was contingent on the Foundation raising an additional \$200,000 of contributions within the next 13 months.

Subsequent to year-end, the Library has also entered into contracts for the restoration and replication, including asbestos removal and abatement for approximately \$658,000.

REQUIRED SUPPLEMENTARY INFORMATION

Maryville Public Library
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios Multiyear
September 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
1. Service Cost	\$11,998	\$13,099	\$13,431	\$12,860	\$ 12,691	\$ 11,907	\$ 8,714	\$ 7,448	\$ 7,203	\$ 6,935
2. Interest on Total Pension Liability	41,450	38,090	35,636	33,2214	33,277	30,856	28,625	27,690	25,897	24,092
3. Changes of Benefit Terms	0	0	0	0	0	0	0	0	0	0
4. Difference between expected and actual experience of the Total Pension Liability	4,160	28,880	8,441							
5. Changes of Assumptions	0	0	0	5,642	7,698	6,716	8,110	(6,984)	7,081	(3,781)
6. Benefit payments, including refunds of employee contributions	(36,226)	(26,975)	(17,753)	(17,070)	(16,547)	(16,401)	(16,088)	(15,686)	(15,459)	(15,338)
7. Net change in total pension liability	21,382	53,094	39,755	34,646	15,673	33,078	29,361	12,468	24,722	24,833
8. Total pension liability – beginning	604,057	550,963	511,208	476,562	460,889	427,811	398,450	385,982	361,260	336,427
9. Total pension liability – ending	625,439	604,057	550,963	511,208	476,562	460,889	427,811	398,450	385,982	361,260
1. Contributions – employer	13,630	15,110	15,406	20,853	69,403	69,063	65,555	14,046	11,611	10,528
2. Contributions – employee	0	0	0	0	0	0	0	0	0	0
3. Net investment income	39,235	42,451	20,762	378	116,709	4,780	19,312	31,185	27,487	(554)
4. Benefit payments, including refunds of employee contributions	(36,226)	(26,975)	(17,753)	(17,070)	(16,547)	(16,401)	(16,088)	(15,686)	(15,459)	(15,338)
5. Pension Plan Administrative Expense	(755)	(669)	(609)	(442)	(411)	(538)	(483)	(342)	(253)	(252)
6. Other (Net Transfer)	(138)	19,111	1,984	681	(3,063)	1,455	1,299	902	2,226	3,264
7. Net change in plan fiduciary net position	15,746	49,028	19,790	4,400	166,091	58,359	69,595	30,105	25,612	(2,352)
8. Plan fiduciary net position – beginning	662,884	613,856	594,066	589,666	423,575	365,216	295,621	265,516	239,904	242,256
9. Plan fiduciary net position – ending	678,630	662,884	613,856	594,066	589,666	423,575	365,216	295,621	265,516	239,904
C. Net pension liability/(asset)	\$(53,191)	\$(58,827)	\$(62,893)	\$(82,858)	\$(113,104)	\$ 37,314	\$ 62,595	\$102,829	\$120,466	\$121,356
D. Plan fiduciary net position as a percentage of the total pension liability	108.50%	109.74%	111.42%	116.21%	123.73%	91.90%	85.37%	74.19%	68.79%	66.41%
E. Covered-employee payroll	\$132,559	\$121,045	\$141,431	\$135,526	\$131,035	\$125,594	\$117,325	\$78,344	\$78,863	\$73,650
F. Net pension liability as a percentage of covered employee payroll	(40.13)%	(48.60)%	(44.47)%	(61.14)%	(89.32)%	29.71%	53.35%	131.25%	152.75%	164.77%

**Maryville Public Library
Required Supplementary Information
Schedule of Contributions
Last 10 Fiscal Years**

Fiscal Year	Actuarially Determined Contribution	Contribution In Relation	Contribution Deficiency	Covered Employee Payroll	Contribution As Percentage
2016	15,908.46	10,805.66	5,102.80	75,039.66	14.40
2017	16,773.20	11,903.46	4,869.74	77,295.50	15.40
2018	22,884.62	15,835.92	7,048.70	96,559.88	16.40
2019	30,236.11	21,299.94	8,936.17	122,413.63	17.40
2020	32,691.06	23,869.65	8,821.41	129,726.17	18.40
2021	24,547.21	24,547.21	0.00	133,408.86	18.40
2022	19,724.84	19,724.92	(0.08)	137,936.11	14.30
2023	15,141.20	15,141.18	0.02	156,094.78	9.70
2024	13,701.83	13,701.88	(0.05)	144,230.31	9.50
2025	14,935.69	14,935.72	(0.03)	155,580.58	9.60

**Maryville Public Library
Required Supplementary Information
Notes to the Schedule of Contributions**

Valuation Date: February 28, 2025

Notes: The roll-forward of total pension liability from February 28, 2025 to June 30, 2025 reflects expected service cost and interest reduced by actual benefit payments.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal and Modified Terminal Funding
Amortization Method	A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period or (ii) 15 years.
Remaining Amortization Period	Multiple bases from 7 to 15 years
Asset Valuation Method	5-Year smoothed market; 20% corridor
Inflation	2.75% wage inflation; 2.25% price inflation
Salary Increases	2.75% to 6.75% including wage inflation
Investment Rate of Return	7.00%, net of investment expenses
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition.
Mortality	The healthy retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubG-2010 Retiree Mortality Table for males and females. The disabled retiree mortality tables, for post-retirement mortality, used in evaluating allowances to be paid were 115% of the PubNS-2010 Disabled Retiree Mortality Table for males and females. The pre-retirement mortality tables used were 75% of the PubG-2010 Employee Mortality Table for males and females of General groups. Mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scale to the above-described tables.
Other Information:	None