WOODFORD COUNTY LIBRARY DISTRICT

FINANCIAL STATEMENTS
MANAGEMENT'S DISCUSSION AND ANALYSIS
AND
INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED JUNE 30, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the
Woodford County Library District
Versailles, Kentucky

Opinion

We have audited the accompanying financial statements of the governmental activities of the Woodford County Library District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the Woodford County Library District, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Woodford County Library District, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

CRAFT, WANINGER, NOBLE
& COMPANY, PLLC
CPAs & Trusted Advisors

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 and *Government 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 and *Government 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 Woodford County Library District'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 Woodford County Library District'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, budgetary comparison information, schedule of proportionate share of the net pension liability, the schedule of pension contributions, the schedule of changes in benefits and assumptions- pension, schedule of proportionate share of the net OPEB liability, the schedule of OPEB contributions, and the schedule of changes in benefits and assumptions- OPEB on pages 3 through 5, and pages 25 through 31 be presented to supplement the basic financial statements. Such information, 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 10, 2026, on our consideration of the Woodford County Library District'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Woodford County Library District's internal control over financial reporting and compliance.

Craft, Waninger, Noble & Company, PLLC

Craft, Waninger, Noble & Company, PLLC
Richmond, Kentucky
February 10, 2026

Woodford County Library District
Management's Discussion and Analysis

The Woodford County Library District's management offers readers of the financial statements this narrative overview and analysis of the financial activities of the library for the fiscal year ended June 30, 2025. Please read this MD&A in conjunction with the Library's Financial Statements, which follow.

Financial Highlights

I. *The Library spent approximately 12.14% of its tax revenues on Library Materials.*

II. *The Library's income from property tax increased 2.29% from the previous fiscal year due to an increase in the taxable assessments.*

III. *The Library continues to spend on improved computer equipment, facilities, and programming services.*

Overview of the Financial Statements

This annual report includes this management's discussion and analysis report, the independent auditor's report and the basic financial statements of the Library. The financial statements also include notes that explain in more detail some of the information in the financial statements.

Required Financial Statements

The government-wide financial statements provide both long-term and short-term information about the Library's overall financial status. The fund financial statements focus on the current operational activity of the Library, reporting the Library's operations in more detail than the government-wide statements. Both perspectives (government-wide and fund) allow the user to address relevant questions, broaden the basis of comparison (year to year or government to government) and enhance the Library's accountability.

Government-Wide Statements

The government-wide statements report information about the Library as a whole using accounting methods similar to those used by private-sector companies. One of the most important questions asked about the Library's finances is "Is the Library as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Library's activities in a way that will help answer this question. These statements include all assets and liabilities using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the net position of the Library and the changes in them. One can think of the Library's net position – the difference between assets and liabilities – as a way to measure the Library's financial position. Over time, increases or decreases in the Library's net position are one indicator of whether the Library is doing better or worse financially. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth and new or changed government legislation.

Fund Financial Statements

Traditional users of government financial statements will find the fund financial statement presentation more familiar. The focus is now on the Library's funds. The fund financial statements provide more information about the Library's funds and current year detail operations and not the Library as a whole.

The Library's fund statement encompasses the activity of the general fund. The general fund is the primary and only operating fund of the Library. It accounts for financial resources used for general types of operations. This statement offers a short-term view of the current year.

Financial Analysis of the Library as a Whole

Below is an analysis of the comparative statement of net position for the years ending June 30, 2025 and 2024:

	June 30, 2025	June 30, 2024	Variance
Capital assets, net of depreciation	$ 8,229,599	$ 8,442,421	$ (212,822)
Other assets	3,409,361	3,149,326	260,035
Deferred outflows	320,775	474,108	(153,333)
Long-term liabilities	3,778,940	4,053,307	(274,367)
Current liabilities	160,881	171,830	(10,949)
Deferred inflows	611,759	768,841	(157,082)
Invested in fixed assets	5,433,413	5,542,646	(109,233)
Unrestricted net position	1,974,742	1,529,231	445,511

Revenue and Expense Comparison for the years ended:

	June 30, 2025	June 30, 2024	Variance
Taxing district revenues	$ 2,070,198	$ 2,023,927	$ 46,271
Grants and public support	70,275	41,680	28,595
Investment income	162,845	154,638	8,207
Charges for sevices	2,295	1,780	515
Other revenues	2,309	2,487	(178)
Total revenues	2,307,922	2,224,512	83,410
Personnel expenses	953,740	942,927	10,813
Library materials	251,284	241,475	9,809
General maintenance	68,119	60,169	7,950
Telecommunication	9,262	15,650	(6,388)
Postage	2,890	4,895	(2,005)
Utilities	58,786	65,220	(6,434)
Building repair and maintenance	73,159	80,357	(7,198)
Other operating expenses	7,321	458	6,863
Bookmobile operations	1,598	4,284	(2,686)
Computer expenses	78,005	71,996	6,009
Insurance	25,967	18,040	7,927
Continuing education	9,410	2,851	6,559
Public relations, dues	32,394	31,516	878
Professional services	20,063	20,099	(36)
Programming	48,014	44,672	3,342
Interest	54,115	61,078	(6,963)
Collection adjustment	(12,509)	(104,236)	91,727
Depreciation	290,027	282,849	7,178
Total expenditures	1,971,645	1,844,300	127,345
Change in net position	$ 336,277	$ 380,212	$ (43,935)

The Library's main source of revenue is property tax, which is approximately 89.70% of the Library's total revenue – slightly lower than the state overage of 91.90%. Other income sources included grants, donations, state aid, and fines and fees. The personnel expense represents 48.37% of total operating expenditures – below the state average of 64.81%.

Capital Asset Activity

Capital asset activity included improvement to our geothermal unit, including a new condenser water pump that will prolong the life of the system.

Budget Highlights

The Library adopts an annual budget at the May Board meeting after it has been presented in April for discussion. The budget is done through a cooperative team of Board members and staff members plus the Bookkeeper. Several meetings are held prior to the April Board meeting, and goals for the next year are established by the staff and possible expenditures related to those goals are identified. The Operating Budget includes proposed expenses and the means of financing them. The Library's operating budget is amended during the year if unusual events occur. A current Fiscal Year budget comparison for the current month and year to date is presented to management and the Board of Trustees as interim financial statements; however, they are not reported on, nor shown, on the financial statements section of this report. A procurement code, based on the KY Model Procurement Code has been established by the Board to give direction to larger spending amounts.

The Library has operated on a zero-balance budget so that at the end of the fiscal year, each budget category reverts back to the new balance for the new year. Each year the library staff has worked diligently to keep the overall budget in line with the projected budget. Some categories may be over but in general the overall amounts are taken to the Board of Trustees for approval before the purchase is made. A summarized comparison of budget highlights is listed below:

Budget Comparison for 2024 – 2025

	Budgeted	Actual Amount	Difference
Net revenues	$ 2,096,000	$ 2,307,922	$ 211,922
Personnel expenses	1,223,070	1,132,301	90,769
Library materials	203,500	251,284	(47,784)
General maintenance	60,000	68,119	(8,119)
Telecommunication	23,000	9,262	13,738
Postage	5,000	2,890	2,110
Utilities	69,000	58,786	10,214
Building repair and maintenance	65,000	73,159	(8,159)
Other operating expenses	25,000	7,320	17,680
Bookmobile operations	6,600	1,598	5,002
Computer expenses	125,000	78,005	46,995
Insurance	24,000	25,967	(1,967)
Continuing education	16,000	9,410	6,590
Public relations, dues	32,830	32,394	436
Professional services	20,000	20,063	(63)
Programming	35,000	48,014	(13,014)
Capital outlay	-	64,696	(64,696)
Debt service	163,000	162,169	831
	$ -	$ 262,485	$ 262,485

Economic Factors and Next Year's Budget

The Library considered many factors when setting the fiscal year 2026 budget. One of the major factors was the local economy and the anticipated tax revenue from the property tax. This is the Library's main source of revenue. The Library's operating expense increases and future capital expansion plans are dependent upon growth in tax revenue.

Contacting the Library Management

The financial report is designed to provide the citizens of Woodford County with a general overview of the Library's finances and to demonstrate the Library's accountability of the money it receives. If you have questions about this report or need additional financial information, do not hesitate to contact the Director, Stacy Thurman or the Treasurer, Daniel Schulman.

Woodford County Library District
Statement of Net Position
June 30, 2025

Assets		
Cash and cash equivalents	$	3,256,945
Restricted cash and cash equivalents		73,763
Accounts receivable		17,455
Prepaid expenses		30,314
Net OPEB asset		30,884
Fixed Assets:		
Depreciable buildings, property and equipment, net of depreciation		6,812,811
Nondepreciable assets including land and library collection		1,416,788
Total Fixed Assets		8,229,599
Total Assets		11,638,960
Deferred Outflows of Resources:		
Subsequent pension contributions		112,979
Deferred outflows related to pensions		131,382
Deferred outflows related to OPEB		76,414
Total Deferred Outflows of Resources		320,775
Total Assets and Deferred Outflows of Resources	$	11,959,735
Liabilities:		
Accounts payable	$	49,236
Accrued interest payable		5,056
Current portion of compensated absences		3,000
Current portion of long-term debt		100,000
Current portion of bond premium		3,589
Long-Term Obligations:		
Compensated absences		19,615
Long-term debt		2,625,000
Bond premium		67,597
Net pension liability		1,066,728
Total Liabilities		3,939,821
Deferred Inflows of Resources:		
Deferred inflows related to pensions		261,252
Deferred inflows related to OPEB		350,507
Total Deferred Inflows of Resources		611,759
Net Position:		
Invested in fixed assets		5,433,413
Unrestricted		1,974,742
Total Net Position		7,408,155
Total Liabilities, Deferred Inflows of Resources, and Net Position	$	11,959,735

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

Woodford County Library District
Statement of Activities
For The Year Ended June 30, 2025

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position Primary Government
Governmental activities				
Library Services	$ (1,971,645)	$ 2,295	$ 70,275	$ (1,899,075)

General Revenues:	
Taxing district revenues	2,070,198
Investment income	162,845
Other income	2,309
Total general revenues	2,235,352
Change in net position	336,277
Net position - beginning	7,071,878
Net position - ending	$ 7,408,155

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

Woodford County Library District
Balance Sheet
Governmental Fund
June 30, 2025

	Governmental Fund
Assets	
Cash and cash equivalents	$ 3,330,708
Accounts receivable	17,455
Prepaid expenses	30,314
Total Assets	$ 3,378,477
Liabilities	
Accounts payable	$ 49,236
Compensated absences	3,000
Total Liabilities	$ 52,236
Fund Balances	
Nonspendable	$ 30,314
Committed- Construction Fund	73,763
Committed- Contingency Fund	981,750
Unassigned	2,240,414
Total Fund Balances	$ 3,326,241
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the fund	$ 8,229,599
Deferred outflows, inflows, and net pension and OPEB liabilities related to the implementation of GASB 68 and 75 which are not receivable or payable in the current period and therefore, not reported in the fund	(1,326,828)
Certain liabilities (including bonds payable, bond premium and compensated absences) are not due and payable in the current period and therefore, not reported in the fund	(2,820,857)
Net position of governmental activities	$ 7,408,155

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

Woodford County Library District
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Fund
For The Year Ended June 30, 2025

	Governmental Fund
Revenues	
Taxing district revenues	$ 2,070,198
Grants and public support	70,275
Investment income	162,845
Charges for services	2,295
Other revenues	2,309
Total Revenues	2,307,922
Expenditures	
Personnel expenses	1,132,301
Library materials	251,284
General maintenance	68,119
Telecommunication	9,262
Postage	2,890
Utilities	58,786
Building repair and maintenance	73,159
Other operating expenses	7,320
Bookmobile operations	1,598
Computer expenses	78,005
Insurance	25,967
Continuing education	9,410
Public relations, dues	32,394
Professional services	20,063
Programming	48,014
Total Current Expenditures	1,818,572
Operating capital outlays	64,696
Total Expenditures	1,883,268
Debt service	
Principal	100,000
Interest	62,169
Total debt service	162,169
Net change in fund balance	262,485
Fund balance - beginning	3,063,756
Fund balance - ending	$ 3,326,241

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

Woodford County Library District
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund
Balance of Governmental Fund to the Statement of Activities
For The Year Ended June 30, 2025

Reconciliation to the Statement of Activities:		
Net Change in Fund Balance - Governmental Fund	$	262,485
Government Funds report capital outlays as expenditures; however, in the Statement of Activities, the cost of those assets are allocated over their useful lives and reported as depreciation expenses.		
Capital Outlay		64,696
Depreciation Expense		(290,027)
Collection Adjustment		12,509
Governmental Funds report pension and OPEB related expenses of $112,937. However, the Statement of Net Position reports pension and OPEB expenses calculated pursuant to GASB 68 and 75 of ($76,001).		188,938
Repayment of loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		100,000
Government Funds report expense as paid by the Organization; however, in the Statement of Activities, expenses are reported as due based on a 60-day accrual. Accordingly, the Statement of Activities recorded more expenses than the fund accounting due to accrued compensated absences and accrued interest.		(2,324)
Change in Net Position of Governmental Activities	$	336,277

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Woodford County Library District was created in 1978 as a taxing district. This public library district was formed by the Woodford County Fiscal Court pursuant to K.R.S. 65.182 et. seq. and K.R.S. 173.450 et. seq. The public library district was created to provide all Woodford County residents with access to public library services, and to establish, equip, maintain and administer a countywide public library system. A countywide tax shall be collected for the public library district in the manner described in K.R.S. 65.182 and other applicable law. The affairs of the public library district shall be operated by a Board of Trustees as set forth by K.R.S. 173.450.

The Library opened at its present locations in 1904, and to preserve the historic location, underwent extensive renovations and expansion in 2006. To better serve the citizens of Woodford County, a second branch was opened in Midway in 2009.

Basis of Presentation

The financial statements of the Woodford County Library District have been prepared in conformity with generally accepted accounting principles as applied to government units. The Governmental Accounting Standards Board is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

Government-Wide Financial Statements – The Statement of Net Position and the Statement of Activities display information about the library's taxing district as a whole.

Fund Financial Statements – are organized into funds, each of which is considered separately. The library has only one such governmental fund that accounts for the daily operating activity of the library. A description of such fund is as follows:

- The General Fund is the primary and only operating fund of the library. It accounts for financial resources used for general types of operations. This is a budgeted fund and any unrestricted fund balances are considered as resources available for use.

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Revenues are recognized when they become measurable and available. Property taxes are recorded as revenue when collected and available to be remitted to the Library by county tax collection agencies. Expenditures are recognized when the related fund liability is incurred.

Cash and Cash Equivalents

The Library considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Budgeting

The Organization follows the procedures established pursuant to Section 91A.030 of the Kentucky Statutes in establishing the budgetary data reflected in the financial statements. Budgets for the general fund are adopted on a basis consistent with United States generally accepted accounting principles.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables and Property Tax Revenues

In the government-wide statements, property tax revenues are recognized when they become available. Available property tax revenues include those property tax receivables expected to be collected within sixty days after year-end. Delinquent taxes are considered fully collectible and, therefore, no allowance for uncollectible taxes is provided.

Property, Equipment and Depreciation

Property and equipment is stated at cost or, if donated, at the approximate fair value at the date of donation. All property and equipment purchases have been capitalized and recorded in the government-wide financial statements. Additionally, as all capital assets are directly utilized in the Library's operating activities, an expense for capital outlays has been reported in the fund financial statements. The Library expenses all books and materials as purchased and does not capitalize such items.

Equipment & furniture	3-10 years
Buildings & improvements	7-40 years
Vehicles	5-10 years

Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Depreciation for the year ended June 30, 2025, was $290,027.

Fund Balance

The Library follows GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions. Fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the Board. The Board is the highest level of decision-making authority for the Library. Commitments may be established, modified, or rescinded only through resolutions approved by the Board.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Only the Board may assign amounts for specific purposes.

Unassigned – all other spendable amounts.

As of June 30, 2025, fund balances are comprised of the following:

	General Fund
Nonspendable	$ 30,314
Committed- Construction Fund	$ 73,763
Committed- Contingency Fund	$ 981,750
Unassigned	$ 2,240,414

Use of 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.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Retirement Plan

For purposes of measuring the net pension and OPEB liabilities, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County Employees Retirement System Non-Hazardous ("CERS") and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the pensions. 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.

NOTE 2 – CONCENTRATION OF CREDIT RISK

The Library maintains cash and cash equivalents in local banks which may, at times, exceed the FDIC limits. The Library's cash and cash equivalents are categorized as either (1) insured or collateralized with securities held by the entity or by its agent in the entity's name, (2) collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name or (3) uncollateralized (this includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity's name). The Library's categorization as of June 30, 2025, was as follows:

Category 1	$	479,965
Category 2	$	2,879,075
Category 3	$	-

NOTE 3 – CAPITAL ASSETS

The Library purchases various educational materials each year, some of which increase in value and some that depreciate. Rather than attempting to depreciate each unit, the Library values these materials based on a five-year rolling average. The average takes the costs of library materials over the most recent five-year period. During the year, the Library thoroughly reviewed and evaluated the collection resulting in an increase in the value of the collection of $12,509.

Capital asset activity for the fiscal year ended June 30, 2025, was as follows:

Governmental Activities	June 30, 2024	Additions	Deletions	June 30, 2025
Land	$ 40,000	$ -	$ -	$ 40,000
Library collection	1,364,278	12,509	-	1,376,787
Buildings and improvements	9,991,849	-	-	9,991,849
Construction in progress	-	6,608	-	6,608
Furniture and equipment	1,224,436	58,088	-	1,282,524
Vehicles	79,185	-	-	79,185
Total at historical cost	12,699,748	77,205	-	12,776,953
Less: Accumulated Depreciation	(4,257,327)	(290,027)	-	(4,547,354)
Capital assets – net	$ 8,442,421	$ (212,822)	$ -	$ 8,229,599

NOTE 4 – COMPENSATED ABSENCES

It is the Library's policy to compensate all employees for certain absences not used at the end of their employment. As of June 30, 2025, the liability for these absences was $22,615 and has been included in the personnel expenses. Such liability is recorded in the government-wide financial statements.

NOTE 5 – LONG-TERM DEBT

Series 2021 Bonds

During the year ended June 30, 2021, The library issued $3,060,000 of General Obligation Bonds, Series 2021 dated April 6, 2021, with an average interest rate of 3% to finance the renovation and expansion of the Library. The bonds will mature on December 1, 2045.

The maturities of bonds payable of $2,725,000 are summarized as follows:

	Principal	Interest	Total
2026	$ 100,000	$ 59,169	$ 159,169
2027	105,000	56,094	161,094
2028	110,000	52,869	162,869
2029	110,000	49,569	159,569
2030	115,000	46,194	161,194
2031-2035	605,000	192,594	797,594
2036-2040	675,000	128,694	803,694
2041-2045	745,000	56,747	801,747
2046	160,000	1,700	161,700
Total	$ 2,725,000	$ 643,630	$ 3,368,630

Premium on Series 2021 Bonds

The Series 2021 Bonds were issued at a premium of $85,543 which will be amortized over the life of the bonds which was 300 months. Below is the amortization of the bond premium of $71,186.

	Bond Premium
2026	$ 3,589
2027	3,589
2028	3,589
2029	3,589
2030	3,589
2031 - 2035	17,945
2036 - 2040	17,945
2041 - 2045	15,853
2046	1,498
Total	$ 71,186

NOTE 6 – LONG-TERM OBLIGATIONS

A summary of changes in long-term debt follows:

	Compensated Absences	Bonds Payable	Bond Premium	Net Pension Liability	Net OPEB Liability(Asset)	Total
Payable at June 30, 2024	$ 12,238	$ 2,825,000	$ 74,775	$ 1,247,883	$ (26,850)	$ 4,133,046
Increase in obligation	10,377	-	-	-	-	10,377
Decrease in obligation	-	(100,000)	(3,589)	(181,155)	(4,034)	(288,778)
Payable at June 30, 2025	$ 22,615	$ 2,725,000	$ 71,186	$ 1,066,728	$ (30,884)	$ 3,854,645

NOTE 7 – STATE AID, GRANTS AND CONTRIBUTIONS

In the normal course of operations, the Library received grant funds from various Federal and State agencies. The grant programs are subject to audit of agents of the granting authority, the purpose of which is to ensure compliance with conditions pursuant to the granting of funds. Any liability for reimbursement, which may arise as the result of these audits, is not believed to be material.

Contributions were received from various donors and sources during the year. These contributions totaling $70,275 were unrestricted and were spent on operations.

NOTE 8 – PROPERTY TAX CALENDAR

Property taxes for fiscal year 2025 were levied on October 1, 2024, on the assessed property located in Woodford County as of the preceding January 1. The assessments are determined by the County Property Valuation Administrator in accordance with Kentucky Revised Statutes. The due date collection periods for all taxes exclusive of vehicle taxes are as follows:

Description	Date Per K.R.S. 134.020
1. Due date for payment	Upon receipt
2. 2% discount applies	To November 30
3. Face value payment period	To December 31
4. Past due date, 5% penalty	January 1
5. Interest charge	16% effective January 1

Vehicle taxes are collected by the County Clerk of Woodford County and are due and collected in the birth month of the vehicle's licensee.

NOTE 9 – RETIREMENT PLAN

The Library's employees are provided with the County Employees Retirement System.

General information about the County Employees Retirement System Non-Hazardous ("CERS")

Plan description—Employees whose positions do not require a degree beyond a high school diploma are covered by the CERS, a cost-sharing multiple-employer defined benefit pension plan administered by the Kentucky Retirement System, an agency of the Commonwealth of Kentucky. Under the provisions of the Kentucky Revised Statute ("KRS") Section 61.645, the Board of Trustees of the Kentucky Retirement System administers CERS and has the authority to establish and amend benefit provisions. The Kentucky Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for CERS. That report may be obtained from http://kyret.ky.gov/.

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Benefits provided—CERS provides retirement, health insurance, death and disability benefits to Plan employees and beneficiaries. Employees are vested in the plan after five years' service. For retirement purposes, employees are grouped into three tiers, based on hire date.

Tier 1	Participation date	Before September 1, 2008
	Unreduced retirement	27 years service or at least 4 years of service and 65 years old
	Reduced retirement	At least 5 years service and 55 years old
		At least 25 years service and any age
Tier 2	Participation date	September 1, 2008 - December 31, 2013
	Unreduced retirement	At least 5 years service and 65 years old
		Or age 57+ and sum of service years plus age equal 87
	Reduced retirement	At least 10 years service and 60 years old
Tier 3	Participation date	After December 31, 2013
	Unreduced retirement	At least 5 years service and 65 years old
		Or age 57+ and sum of service years plus age equal 87
	Reduced retirement	Not available

Cost of living adjustments are provided at the discretion of the General Assembly. Retirement is based on a factor of the number of years' service and hire date multiplied by the average of the highest five years' earnings. Reduced benefits are based on factors of both of these components. Participating employees become eligible to receive the health insurance benefit after at least 180 months of service. Death benefits are provided for both death after retirement and death prior to retirement. Death benefits after retirement are $5,000 in lump sum. Five years' service is required for death benefits prior to retirement and the employee must have suffered a duty-related death. The decedent's beneficiary will receive the higher of the normal death benefit and $10,000 plus 25% of the decedent's monthly final rate of pay and any dependent child will receive 10% of the decedent's monthly final rate of pay up to 40% for all dependent children. Five years' service is required for nonservice-related disability benefits.

Contributions—Required contributions by the employee are based on the tier:

	Required contribution
Tier 1	5%
Tier 2	5% + 1% for insurance
Tier 3	5% + 1% for insurance

All current employees participating in County Employees Retirement Systems (CERS) are eligible for healthcare benefits provided by KRS in conjunction with their pension service benefits described. Retiree cost depends on length of service prior to retirement. Employer contribution rates are established annually by the KRS Board of Trustees. KRS issues separate stand-alone financial statements for the statewide multiple employer cost-sharing plan that provides other post-employment benefits for local government employees participating in CERS.

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

At June 30, 2025, the Library reported a liability for its proportionate share of the net pension liability for CERS. The amount recognized by the Library as its proportionate share of the net pension liability, the related Commonwealth support, and the total portion of the net pension liability that was associated with the Library were as follows in the table on the following page:

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Library's proportionate share of the CERS net pension liability	$	1,066,728
Commonwealth's proportionate share of the CERS net pension liability associated with the Library		5,979,357,040
	$	5,980,423,768

The net pension liability for each plan was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The Library's proportion of the net pension liability for CERS was based on the actual liability of the employees and former employees relative to the total liability of the System as determined by the actuary. At June 30, 2024, the Library's proportion was 0.017837%, a decrease from the prior year proportionate share of 0.019447%.

For the year ended June 30, 2025, the Library recognized pension expense of $14,713 related to CERS. At June 30, 2025, the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between projected and actual experience	$ 51,632	$ -
Changes of assumptions	-	48,195
Difference between projected and actual earnings	73,260	141,845
Changes in proportionate share and differences between contributions and proportionate share of contributions	6,490	71,212
Contributions made subsequent to the measurement date	112,979	-
	$ 244,361	$ 261,252

The $112,979 reported as deferred outflows of resources related to pensions resulting from Library contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows related to pensions will be recognized in pension expense as follows:

Fiscal year ending June 30,	Increase (decrease) in pension expense
2026	$ (80,396)
2027	(7,825)
2028	(26,365)
2029	(15,284)
Total	$ (129,870)

Actuarial assumptions—The total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Payroll growth rate	2.00%
Salary increases	3.30% to 10.30%, varying by service
Investment rate of return	6.50%, net of plan investment expense, including inflation

NOTE 9 – RETIREMENT PLAN (CONTINUED)

For CERS, the mortality table used for active members was a Pub-2010 General Mortality table, for the Nonhazardous System, and the Pub-2010 Public Safety Mortality table for the Hazardous System, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010. The mortality table used for healthy retired members was a system-specific mortality table based on mortality experience from 2013-2022, projected with the ultimate rates from MP-2020 mortality improvement scale using a base year of 2023. The mortality table used for the disabled members was PUB-2010 Disabled Mortality table, with rates multiplied by 150% for both male and female rates, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.

The long-term expected rate of return was determined by using a building block method in which best estimate ranges of expected future real rates of returns are developed for each asset class. The ranges are combined by weighting the expected future real rate of return by the target asset allocation percentage. The target allocation and best estimates of arithmetic real rate of return for each major asset class is summarized in the table below. The current long-term inflation assumption is 2.50% per annum for both the non-hazardous and hazardous plan. The target allocation and best estimates of nominal real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-term Expected Real
Public Equity	50.00%	4.15%
Private Equity	10.00%	9.10%
Core Fixed Income	10.00%	2.85%
Specialty Credit/High Yield	10.00%	3.82%
Cash	0.00%	1.70%
Real Estate	7.00%	4.90%
Real Return	13.00%	5.35%
Expected Real Return	**100.00%**	**4.69%**
Long Term Inflation Assumption		**2.50%**
Expected Nominal Return for Portfolio		**7.19%**

Discount rate—The projection of cash flows used to determine the discount rate of 6.50% for CERS Nonhazardous assumes that the funds receive the required employer contributions each future year, as determined by the current funding policy established in Statute as amended by House Bill 362 (passed in 2018) over the remaining 27 years (closed) amortization period of the unfunded actuarial accrued liability.

Sensitivity of the Library's proportionate share of net pension liability to changes in the discount rate—The following table presents the net pension liability of the Library, calculated using the discount rates selected by each pension system, as well as what the Library's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	Discount rate	Library's proportionate share of net pension
1% decrease	5.50%	$ 1,375,187
Current discount rate	6.50%	$ 1,066,728
1% increase	7.50%	$ 810,789

Pension plan fiduciary net position—Detailed information about the pension plan's fiduciary net position is available in the separately issued financial reports of CERS.

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Other Post-Employment Benefits (OPEB) Liabilities(Assets), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the Library reported a liability for its proportionate share of the OPEB liability(asset) for CERS. The amount recognized by the Library as its proportionate share of the net OPEB liability(asset), the related Commonwealth support, and the total portion of the net OPEB liability(asset) that was associated with the Library were as follows:

Library's proportionate share of the CERS net OPEB liability(asset)	$	(30,884)
Commonwealth's proportionate share of the CERS net OPEB liability(asset) associated with the Library		(172,949,258)
	$	(172,980,142)

The net OPEB liability(asset) for each plan was measured as of June 30, 2024, and the total OPEB liability(asset) used to calculate the net OPEB liability(asset) was determined by an actuarial valuation as of that date.

The Library's proportion of the net OPEB liability(asset) for CERS was based on the actual liability of the employees and former employees relative to the total liability of the System as determined by the actuary. At June 30, 2024, the Library's proportion was 0.017854%, a decrease from the prior year proportionate share of 0.019447%.

For the year ended June 30, 2025, the Library recognized OPEB income of $90,714 related to CERS. At June 30, 2025, the Library reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between projected and actual experience	$ 17,134	$ 242,995
Changes of assumptions	27,985	21,792
Difference between projected and actual earnings	27,148	55,331
Changes in proportionate share and differences between contributions and proportionate share of contributions	4,147	30,389
Contributions made subsequent to the measurement date	-	-
	$ 76,414	$ 350,507

There were no Library contributions subsequent to the measurement date to be recognized as a reduction of the net OPEB liability(asset) in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows related to OPEBs will be recognized in OPEB expense as follows:

Fiscal year ending June 30,	Increase (decrease) in OPEB expense
2026	$ (110,905)
2027	(83,732)
2028	(72,990)
2029	(6,466)
Total	$ (274,093)

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Actuarial assumptions—The total OPEB liability(asset) in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement on the following page:

Inflation	2.30%
Payroll growth rate	2.00%
Salary increases	3.30% to 10.30%, varying by service
Investment rate of return	6.25%, net of Plan investment expense, including inflation
Healthcare Cost Trend Rate	
Pre-65	Initial trend starting at 6.20% at January 1, 2024 and gradually decreasing to an ultimate trend rate of 4.05% over a period of 12 years.
Post-65	Initial trend starting at 9.00% at January 1, 2024 and gradually decreasing to an ultimate trend rate of 4.05% over a period of 12 years. The 2023 premiums were known at the time of the valuation and were incorporated into the liability measurement.

For CERS, the mortality table used for active members was a Pub-2010 General Mortality table, for the Nonhazardous System, and the Pub-2010 Public Safety Mortality table for the Hazardous System, projected with the ultimate rates from the MP-2014 mortality improvement scale using a base year of 2010. The mortality table used for healthy retired members was a system-specific mortality table based on mortality experience from 2013-2022, projected with the ultimate rates from MP-2020 mortality improvement scale using a base year of 2023. The mortality table used for the disabled members was PUB-2010 Disabled Mortality table, with rates multiplied by 150% for both male and female rates, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.

The long-term expected rate of return was determined by using a building block method in which best estimate ranges of expected future real rates of returns are developed for each asset class. The ranges are combined by weighting the expected future real rate of return by the target asset allocation percentage. The target allocation and best estimates of arithmetic real rate of return for each major asset class is summarized in the table below. The current long-term inflation assumption is 2.50% per annum for both the non-hazardous and hazardous plan.

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

Asset Class	Target	Long-term Expected Real
Public Equity	50.00%	4.15%
Private Equity	10.00%	9.10%
Core Fixed Income	10.00%	2.85%
Specialty Credit/High Yield	10.00%	3.82%
Cash	0.00%	1.70%
Real Estate	7.00%	4.90%
Real Return	13.00%	5.35%
Expected Real Return	**100.00%**	**4.69%**
Long Term Inflation Assumption		**2.50%**
Expected Nominal Return for Portfolio		**7.19%**

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Discount rate— Single discount rates of 5.93% for the CERS non-hazardous insurance plan were used to measure the total OPEB liability as of June 30, 2024. The single discount rates are based on the expected rate of return on OPEB plan investments of 6.50% and a municipal bond rate of 3.69%, as reported in Fidelity Index's "20-Year Municipal GO AA Index" as of June 30, 2023. Based on the stated assumptions and the projection of cash flows as of each fiscal year ending, each plan's fiduciary net position and future contributions were projected separately and were sufficient to finance the future benefit payments of the current plan members. Therefore, the long-term expected rate of return on insurance plan investments was applied to all periods of the projected benefit payments paid from the plan. However, the cost associated with the implicit employer subsidy is not currently being included in the calculation of the plan's actuarially determined contributions, and it is our understanding that any cost associated with the implicit subsidy will not be paid out of the plan's trust. Therefore, the municipal bond rate was applied to future expected benefit payments associated with the implicit subsidy.

Sensitivity of the Library's proportionate share of net OPEB liability(asset) to changes in the discount rate—The following table presents the net OPEB liability(asset) of the Library, calculated using the discount rates selected by each OPEB system, as well as what the Library's net OPEB liability(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	Discount rate	**Library's proportionate share of net OPEB liability(asset)**
1% decrease	4.99%	$ 41,758
Current discount rate	5.99%	$ (30,884)
1% increase	6.99%	$ (91,962)

Sensitivity of the Library's proportionate share of net OPEB liability(asset) to changes in the healthcare cost trend rate—The following table on the next page presents the net OPEB liability(asset) of the Library, calculated using the current healthcare cost trend rate selected by each OPEB system, as well as what the Library's net OPEB liability(asset) would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	Library's proportionate share of net OPEB liability(asset)
1% decrease	$ (74,303)
Current healthcare cost trend rate	$ (30,884)
1% increase	$ 19,696

OPEB plan fiduciary net position—Detailed information about the OPEB plan's fiduciary net position is available in the separately issued financial reports of CERS.

NOTE 10 – 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; injuries to employees; and natural disasters. In addition to its general liability insurance, the library also carries commercial insurance for all other risks of loss such as worker's compensation and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTE 11 – SUBSEQUENT EVENTS

Management of the Organization has considered subsequent events through February 10, 2026, the date this report became available for issuance.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Trustees
Woodford County Library District
Versailles, Kentucky

We have audited, in accordance with the 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, the financial statements of the governmental activities of Woodford County Library District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Woodford County Library District's basic financial statements, and have issued our report thereon dated February 10, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Woodford County Library District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Woodford County Library District's internal control. Accordingly, we do not express an opinion on the effectiveness of Woodford County Library District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies. (2025-001).

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Woodford County Library District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



Woodford County Library District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Woodford County Library District's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. Woodford County Library District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Craft, Waninger, Noble & Company, PLLC

Craft, Waninger, Noble & Company, PLLC
Richmond, Kentucky
February 10, 2026

WOODFORD COUNTY LIBRARY DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2025

FINDINGS- FINANCIAL STATEMENT AUDIT

2025-001

Criteria:
As discussed in *Standards for Internal Control in the Federal Government* published by the General Accounting Office of the United States, internal control is an integral component of an organization's management that provides reasonable assurance that an objective of reliable financial reporting is being achieved. Organizations should implement procedures to ensure this objective is achieved.

Condition:
During the audit procedures performed, instances of this objective not being completely achieved were noted.

Cause:
At present, the Library does not have an individual with the required expertise for financial accounting and reporting necessary to successfully apply generally accepted accounting principles in regard to recording the entity's financial transactions and in drafting the financial statements and related disclosures.

Effect:
The Library did not have effective procedures in place to ensure that all accruals and adjustments that are needed have been appropriately recorded. Additionally, the Library's staff or contracted personnel did not collectively possess a full working knowledge of generally accepted accounting principles.

Organization Response and Corrective Action Plan:
The Library does not currently feel that it would be feasible to contract an individual with the required skill and knowledge at the cost to taxpayers. The constant board supervision will remain an integral part of the Library's interim financial statements.

We did not audit the Library's response and, accordingly, we express no opinion on it.

Woodford County Library District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended June 30, 2025

Revenues	Original Budget	Final Budget	Actual	Favorable (Unfavorable) Variance
Taxing district revenues	$ 1,970,000	$ 1,970,000	$ 2,070,198	$ 100,198
Grants and public support	5,000	5,000	70,275	65,275
Investment income	120,000	120,000	162,845	42,845
Charges for services	1,000	1,000	2,295	1,295
Other revenues	-	-	2,309	2,309
Total Revenues	2,096,000	2,096,000	2,307,922	211,922
Expenditures				
Current				
Personnel expenses	1,223,070	1,223,070	1,132,301	90,769
Library materials	203,500	203,500	251,284	(47,784)
General maintenance	60,000	60,000	68,119	(8,119)
Telecommunication	23,000	23,000	9,262	13,738
Postage	5,000	5,000	2,890	2,110
Utilities	69,000	69,000	58,786	10,214
Building repair and maintenance	65,000	65,000	73,159	(8,159)
Other operating expenses	25,000	25,000	7,320	17,680
Bookmobile operations	6,600	6,600	1,598	5,002
Computer expenses	125,000	125,000	78,005	46,995
Insurance	24,000	24,000	25,967	(1,967)
Continuing education	16,000	16,000	9,410	6,590
Public relations, dues	32,830	32,830	32,394	436
Professional services	20,000	20,000	20,063	(63)
Programming	35,000	35,000	48,014	(13,014)
Total Current Expenditures	1,933,000	1,933,000	1,818,572	114,428
Operating capital outlays	-	-	64,696	(64,696)
Total Expenditures	1,933,000	1,933,000	1,883,268	49,732
Debt service				
Principal and interest	163,000	163,000	162,169	831
Total debt service	163,000	163,000	162,169	831
Net change in fund balance	-	-	262,485	262,485
Fund balance - beginning	3,063,756	3,063,756	3,063,756	
Fund balance - ending	$ 3,063,756	$ 3,063,756	$ 3,326,241	

See Independent Auditor's Report.

Woodford County Library District
Schedule of Proportionate Share of the Net Pension Liability
For the Years Ended June 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, and 2016

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Proportion of the net pension liability	0.017837%	0.019447%	0.019091%	0.019458%	0.020705%	0.020489%	0.019600%	0.020741%	0.021053%	0.020510%
Proportionate share of the net pension liability	$ 1,066,728	$ 1,247,883	$ 1,380,081	$ 1,240,600	$ 1,588,077	$ 1,441,000	$ 1,193,700	$ 1,214,333	$ 1,035,699	$ 881,820
Covered employee payroll	$ 573,205	$ 559,970	$ 564,520	$ 527,910	$ 497,017	$ 530,366	$ 517,798	$ 501,224	$ 509,742	$ 501,924
Share of the net pension liability as a percentage of its covered employee payroll	186.10%	222.85%	244.47%	235.00%	319.52%	271.70%	230.53%	242.27%	203.18%	175.69%
Plan fiduciary net position as a percentage of the total pension liability	61.61%	57.48%	52.42%	57.33%	47.81%	50.45%	53.54%	53.32%	55.50%	59.97%

Notes: See the following Schedule of Changes in Benefits and Assumptions for any changes during the periods shown above.
The amounts presented for each fiscal year were determinted (measured) as of the previous fiscal year.

See Independent Auditor's Report.

Woodford County Library District
Schedule of Pension Contributions
For the Years Ended June 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, and 2016

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required employer contribution	$ 112,979	$ 130,697	$ 132,098	$ 120,258	$ 95,924	$ 102,361	$ 83,987	$ 72,577	$ 71,108	$ 62,339
Contributions relative to contractually required employer contribution	112,979	130,697	132,098	120,258	95,924	102,361	83,987	72,577	71,108	62,339
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Company's covered employee payroll	$ 573,205	$ 559,970	$ 564,520	$ 527,910	$ 497,017	$ 530,366	$ 517,798	$ 501,224	$ 509,742	$ 501,924
Employer contributions as a percentage of covered-employee payroll	19.71%	23.34%	23.40%	22.78%	19.30%	19.30%	16.22%	14.48%	13.95%	12.42%

Notes: See the following Schedule of Changes in Benefits and Assumptions for any changes during the periods shown above.
Contractually required employer contributions exclude the portion of contributions paid to CERS but allocated to the insurance fund of CERS. The above contributions only include those contributions allocated directly to the CERS pension fund.

See Independent Auditor's Report.

Woodford County Library District
Schedule of Changes in Benefits and Assumptions- Pension
For the Year Ended June 30, 2025

County Employee Retirement System

Changes of benefit terms – The following changes were adopted during the 2018 legislative session.

- Benefits paid to the spouses of deceased members have been increased from 25% of the member's final pay rate to 75% of the member's average pay. If the member does not have a surviving spouse, benefits paid to surviving children have been increased from 10% of the member's final pay to 50% of the average pay for one child, 65% of the average pay for two children, or 75% of the average pay for three children.

Changes in assumptions – The following changes were adopted by the Board of Trustees and reflected in the valuation performed as of June 30, listed below:

2023

- The discount rate was increased from 6.25% to 6.50%

2019

- Updated the mortality tables from RP-2000 to Pub-2010
- The salary increase assumption was increased from an average of 3.05% to a range of 3.30% to 10.30%.

2017

- The assumed investment rate of return was decreased from 7.50% to 6.25%
- The assumed rate of inflation was reduced from 3.25% to 2.30%
- The assumed rate of wage inflation decreased by 0.95%
- The payroll growth assumption was reduced from 4.00% to 2.00%

2015

- The mortality table used for active members is RP-2000 Combined Mortality Table projected with Scale BB to 2013 (multiplied by 50% for males and 30% for females).
- For healthy retired members and beneficiaries, the mortality table used is the RP-2000 Combined Mortality Table projected with Scale BB to 2013 (setback one year for females). For disabled members the RP-2000 Combined Disabled Mortality Table projected with Scale BB to 2013 (setback four year for males) is used for the period after disability retirement. There is some margin in the current mortality tables for possible future improvement in mortality rates and that margin will be reviewed again when the next experience investigation is conducted.
- Assumed rates of retirement, withdrawal, and disability were updated to more accurately reflect experience.

Method and assumptions used in calculations of actuarially determined contributions –The following actuarial methods and assumptions were used to determine contribution effective for the fiscal year ended June 30, 2023:

Actuarial cost method	Entry age normal
Amortization method	Level of percentage of payroll
Remaining amortization period	30 years
Payroll growth rate	2.00%
Asset valuation method	20% of the difference between the market value of assets and the expected actuarial value of assets is recognized
Inflation	2.30%
Salary increase	3.30% to 10.30%, varies by service
Investment rate of return	6.25%, net of pension plan investment expense, including inflation
Phase-in provision	Board certified rate is phased into the actuarially determined rate in accordance with HB 362 enacted in 2018

Woodford County Library District
Schedule of Proportionate Share of the Net OPEB Liability
For the Years Ended June 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, and 2017

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Library's proportion of the net OPEB liability(asset)	0.017854%	0.019447%	0.019088%	0.019454%	0.020705%	0.020489%	0.019600%	0.020741%	0.021053%
Library's proportionate share of the net OPEB liability(asset)	$ (30,884)	$ (26,850)	$ 376,704	$ 372,437	$ 499,844	$ 344,515	$ 347,994	$ 416,961	$ 327,053
Library's covered employee payroll	$ 573,205	$ 559,970	$ 564,520	$ 527,910	$ 497,017	$ 530,366	$ 517,798	$ 501,224	$ 509,742
Library's share of the net OPEB liability(asset) as a percentage of its covered employee payroll	-5.39%	-4.79%	66.73%	70.55%	100.57%	64.96%	67.21%	83.19%	64.16%
Plan fiduciary net position as a percentage of the total OPEB liability(asset)	104.89%	104.23%	60.95%	62.91%	60.44%	60.44%	57.62%	52.39%	55.24%

Notes: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.
See the following Schedule of Changes in Benefits and Assumptions for any changes during the periods shown above.
The amounts presented for each fiscal year were determined (measured) as of the previous fiscal year.

See Independent Auditor's Report.

Woodford County Library District
Schedule of OPEB Contributions
For the Years Ended June 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, and 2017

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Contractually required employer contribution	$ -	$ -	$ 19,137	$ 22,014	$ 23,658	$ 25,245	$ 27,236	$ 23,558	$ 24,111
Contributions relative to contractually required employer contribution	-	-	19,137	22,014	23,658	25,245	27,236	23,558	24,111
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Company's covered employee payroll	$ 573,205	$ 559,970	$ 564,520	$ 527,910	$ 497,017	$ 530,366	$ 517,798	$ 501,224	$ 509,742
Employer contributions as a percentage of covered-employee payroll	0.00%	0.00%	3.39%	4.17%	4.76%	4.76%	5.26%	4.70%	4.73%

Notes: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.
See the following Schedule of Changes in Benefits and Assumptions- OPEB for any changes during the periods shown above.
Contractually required employer contributions exclude the portion of contributions paid to CERS but allocated to the pension fund of CERS. The above contributions only include those contributions allocated directly to the CERS insurance fund.

See Independent Auditor's Report.

Woodford County Library District
Schedule of Changes in Benefits and Assumptions- OPEB
For the Year Ended June 30, 2025

County Employee Retirement System

Changes of benefit terms – The following changes were adopted during the 2018 legislative session.

- The system shall now pay 100% of the insurance premium for spouses and children of all active members who die in the line of duty.

Changes in assumptions – The following changes were adopted by the Board of Trustees and reflected in the valuation performed as of June 30, listed below:

2024
- The single discount rate was increased from 5.93% to 5.99%
- The healthcare cost trend rate was updated to better reflect the plan's anticipated long-term healthcare cost increases.

2023
- The single discount rate was increased from 5.70% to 5.93%
- The assumed investment rate of return was increased from 6.25% to 6.50%

2022
- The single discount rate was increased from 5.20% to 5.70%
- The Pre-65 healthcare trend rate was increased from 6.25% to 6.40%
- The Post-65 healthcare trend rate was increased from 5.50% to 6.30%

2021
- The single discount rate was decreased from 5.34% to 5.20%

2020
- The single discount rate was decreased from 5.68% to 5.34%

2019
- Updated the mortality tables from RP-2000 to Pub-2010
- The single discount rate was decreased from 5.84% to 5.68%
- The salary increase assumption was increased from an average of 3.05% to a range of 3.30% to 10.30%.

2017
- The assumed investment rate of return was decreased from 7.50% to 6.25%
- The assumed rate of inflation was reduced from 3.25% to 2.30%
- The assumed rate of wage inflation decreased by 0.95%
- The payroll growth assumption was reduced from 4.00% to 2.00%

Method and assumptions used in calculations of actuarially determined contributions – The following actuarial methods and assumptions were used to determine contribution effective for fiscal year ending June 30, 2024:

Actuarial cost method	Entry age normal
Amortization method	Level of percentage of payroll
Remaining amortization period	30 years
Asset valuation method	20% of the difference between the market value of assets and the expected actuarial value of assets is recognized
Inflation	2.30%
Payroll growth rate	2.00%
Salary increase	3.30% to 10.30%, varies by service
Investment rate of return	6.25%, net of pension plan investment expense, including inflation
Healthcare Trend Rates	
Pre-65	Initial trend starting at 6.40% at January 1, 2021, gradually decreasing to an ultimate trend rate of 4.05% over a period of 14 years.
Post-65	Initial trend starting at 6.30% at January 1, 2021, gradually decreasing to an ultimate trend rate of 4.05% over a period of 13 years.

See Independent Auditor's Report.