

Weld Library District

1939 61ST Avenue
Greeley, Colorado 80634

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the year ended December 31, 2007

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Associate Director for Public Services
Elena Rosenfeld

Prepared by:
Andrew Romero, CGFM
Finance Director

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Weld Library District

To the Members of the Board of Trustees and Patrons of the Weld Library District:

State Law requires that the Weld Library District (WLD) publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the WLD for the fiscal year ended December 31, 2007.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the WLD has established a system of internal controls that are designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by Anderson & Whitney, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended December 31, 2007, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and evaluating the overall financial statement presentation.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Weld Library District's MD&A can be found immediately following the report of the independent auditors.

Profile of the District

The District is considered to be a "Library District" established through Colorado State Statute (C.R.S. 24-90-110) and governed by the Colorado Library Law, Article 90 of Title 24, Colorado Revised Statutes, as amended (the "Act"). The District was established on September 11, 1985 by the Weld County Board of County Commissioners, the city councils of Ault, Eaton, Evans, Fort Lupton, Greeley and Hudson and the Governing Board of Fort Lupton School District No. RE-8. The District is not considered to be a component unit of Weld County, Colorado, and is fiscally, managerially and operationally an independent political subdivision in Colorado.

Branch Libraries:

Outreach Services / Carbon Valley Regional Library, Firestone / Centennial Park Branch Library, Greeley
Erie Community Library, Erie / Farr Regional Library, Greeley / Lincoln Park Branch Library, Greeley

Member Libraries:

Eaton Public Library / Fort Lupton Public and School Library / Glenn A. Jones, M.D. Memorial Library, Johnstown
Hudson Public Library / Northern Plains Public Library, Ault / Platteville Public Library

Affiliated Library:

Wellspring Health Library / North Colorado Medical Center, Greeley

Administration

1939 61st Avenue
Greeley, CO 80634-7940
(970) 506-8550
Fax: (970) 506-8551
www.MyLibrary.us

The towns of Ault, Eaton, Hudson and the city of Fort Lupton, which are located within the District's boundaries own and operate their own library facilities. The District provides centralized support services to these locations. The citizens of these municipalities pay ad valorem property taxes to the District as District residents. Two-thirds of those ad valorem property taxes are then given to these towns for library collection, acquisition and capital expenditures. The District retains one-third for providing centralized support services.

The Weld Library Finance Corporation was formed in 2001 for the purpose of purchasing, leasing or otherwise acquiring certain real property and to construct or install certain improvements in the service area of the District. The Weld Library Finance Corporation is included as a blended component unit with the financial statements of the District.

There are four branch libraries and two bookmobiles that provide services to patrons in Weld County. Three branches are located in the City of Greeley and one branch is located in Frederick. Four member libraries serve the communities of Ault, Eaton, Fort Lupton and Hudson. The towns of Johnstown and Platteville also have service agreements with the District. Wellspring Library located within North Colorado Medical Center in Greeley is an affiliated Library.

Administrative and support departments, including the Executive Director, Human Resources, Public Information, Finance, Facilities Maintenance and Information Technology are located at the Farr Regional Library.

Management and control of the District is vested in a board of trustees consisting of seven members, all of which are appointed by a committee representing the original towns that established the District. Trustees serve staggered five-year terms, with a two-term limit. The trustees hold regular monthly meetings and special meetings when necessary. Board members are prohibited by law from receiving compensation for their services; however, they may be reimbursed for necessary travel, training or miscellaneous expenses.

The annual budget serves as the foundation for the Weld Library District's financial planning and control. Weld Library District is required to submit a request for appropriation to the State of Colorado no later than January 30 of each year. The Weld Library District begins the budgeting process in July each year and develops a proposed budget. The Executive Director presents this proposed budget to the Board of Trustees for review prior to October 15. The Board of Trustees is required to hold public hearings on the proposed budget and to adopt a final budget by no later than December 31, the close of the Weld Library District's fiscal year. The appropriated budget is prepared by fund, account, location, and department. Budget-to-actual comparisons are provided in this report for the general fund, debt service fund, and capital projects fund.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Weld Library District operates.

Local economy. The Weld County economy continues its steady recovery from the 2001 recession. Since 2001, the Colorado Department of Labor and Employment reports that Weld County's workforce has grown by 9,050 positions, a 13% gain. In the last year alone, it has risen by 3,185 jobs, a 4.2% increase. Key industries driving employment growth are service, energy, insurance, government, and health services. The average earnings per worker totaled \$34,661, a 10.6% increase over last year; however, per capita income for Weld County was only \$24,687, compared to the Colorado per capita average of \$37,946, and the U.S. average of \$34,586.

Population growth in Weld County continues to rise. According to the U.S. Census Bureau's report released April 4, 2007, Weld County continues to be the second fastest growing metropolitan area in the country at 31% from 2000-2006. A good portion of that growth is occurring in the southwest area of the country along interstate 25; however, another area, the interstate 76 corridor near Hudson, Lochbuie, and Keenesburg, is emerging as the next big growth area. The Greeley area continues in its slowdown as residential housing is overbuilt and little new construction is being started, given higher interest rates.

Although increased energy prices play havoc with the national economy, the energy market offers a number of positives for Weld County. The county has over 19,500 oil and gas wells. As a result, Weld County has enjoyed significant growth in this area due to the increase in the demand for oil and natural gas. Even with the County's leadership in fossil fuel extraction, attention is also shifting towards alternative renewable energy technologies. A major wind farm operates in northeastern Weld County. In March 2007, Vestas Wind Systems from Denmark announced it was opening its North American headquarters and manufacturing plant in Windsor to make wind turbine blades and will employ over 400 people.

Weld County economic fortunes are heavily tied to agriculture and manufacturing, which are vulnerable and dependent on a few large employers. However, new businesses are being attracted to this area and existing employers are expanding their operations. In the last year, Owens-Illinois, Great West Ethanol, and Greenlight Energy have opened major new operations in the county. In addition, a number of small new and existing companies are expanding in Weld County, especially in the southwest. The level of capital investment in Weld County bodes well as an indicator of business confidence in the region and this would create an environment conducive to continued infrastructure development.

Long-term financial planning. The Weld Library District Board of Trustees acting on the recommendations made by the Southwest Weld Task Force completed a sale of Certificates of Participation on December 6, 2006 to construct two new facilities. The Erie Community Library and the Carbon Valley Regional Library grand openings occurred January 12, 2008 and March 15, 2008.

Cash management policies and practices. Cash temporarily idle during the year was invested in obligations of the U.S. Treasury, federal instrumentality securities, commercial paper, repurchase agreements, and Colotrust, a local government investment pool. The maturities of the investments range from under 90 days to five years, with a weighted average effective maturity of 370 days. The annualized return year to date net of fees was 5.95 percent on a fair value basis. The District's investment policy addresses the methods, procedures and practices, which must be exercised to ensure effective and judicious fiscal and investment management of its funds. All funds, which are held for future disbursement, are deposited and invested by the District in accordance with Colorado State Statutes and Ordinances and Resolutions enacted by the District's Board of Trustees in a manner to accomplish the following objectives:

- Preservation of capital and protection of investment principal.
- Maintenance of sufficient liquidity to meet anticipated cash flows.
- Attainment of a market value rate of return.
- Diversification to avoid incurring unreasonable market risks.
- Conformance with all applicable District policies, State statutes and Federal regulations.

Additional information on the District's investment practices can be obtained by reviewing the investment policy.

Risk management. The District currently carries a workers compensation policy based on salary levels. The District also carries general liability, directors and officers, employee dishonesty for the retirement plan and for employees handling cash, along with automobile coverage on its two outreach vehicles.

Retirement benefits. The District provides a single-employer, defined contribution retirement plan, which provides retirement and death benefits to plan members and beneficiaries. The District continues to fully fund each year's annual required contribution based on an analysis conducted by an actuary engaged by the District.

Additional information on the Weld Library District's pension arrangements can be found on page 32, Note 9 of the notes to the financial statements.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Weld Library District for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2006. This was the fifth consecutive year that the Weld Library District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administration departments. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the Weld Library District's finances. We would also like to express our appreciation to the audit firm of Anderson & Whitney, P.C. who provided guidance in preparing the annual report.

Respectfully submitted,



Janine Reid
Executive Director

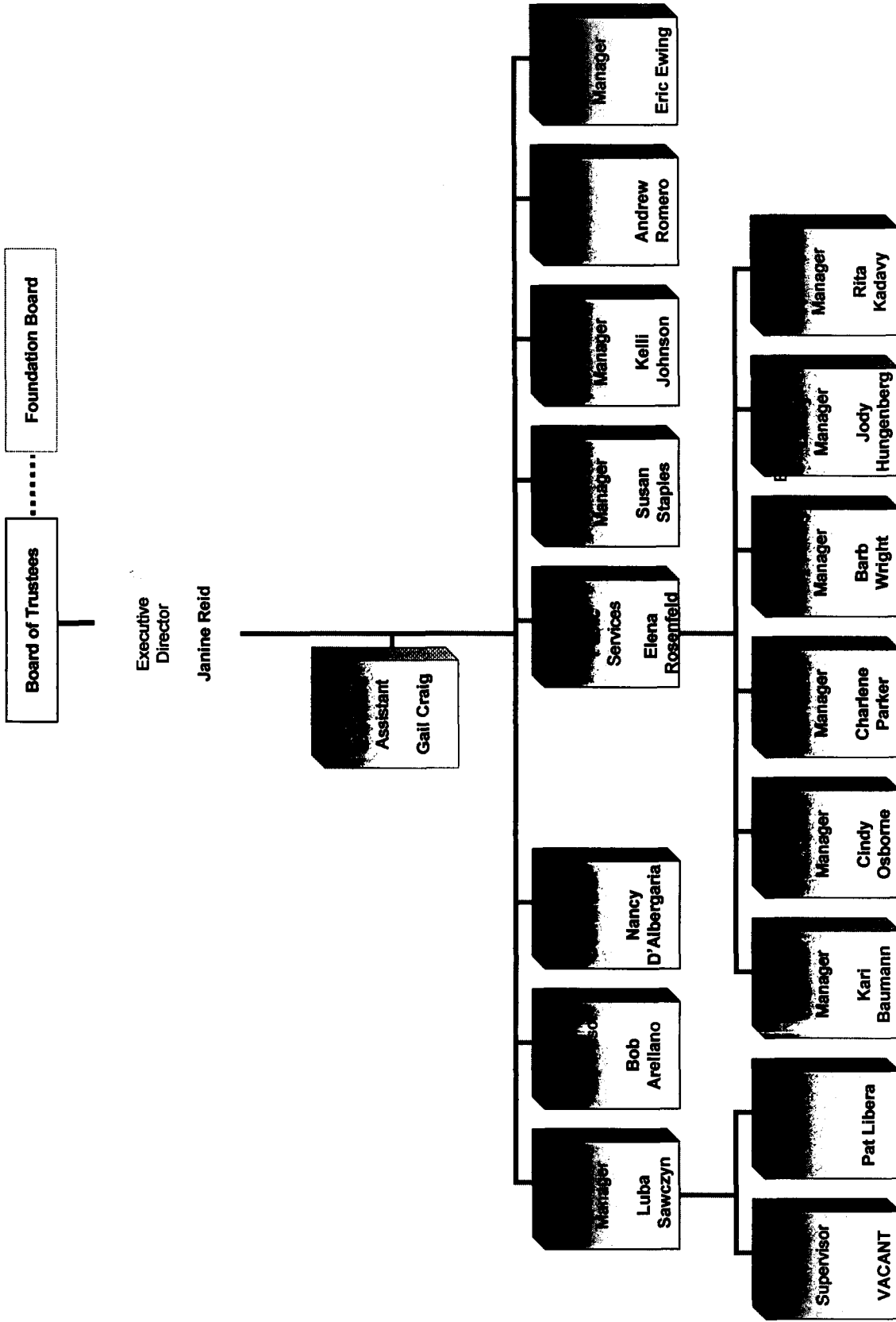


Andrew Romero, CGFM
Finance Director

**WELD LIBRARY DISTRICT
PRINCIPAL DISTRICT OFFICIALS**

Janine Reid Executive Director
Elena Rosenfeld..... Associate Director for Public Services
Bob Arellano Facilities Supervisor
Kari Baumann Farr Regional Library Manager
Nancy D'Albergaria Development Coordinator
Eric Ewing Human Resources Manager
Kelli Johnson..... Public Information Coordinator
Andrew Romero..... Finance Director
Susan Staples Information Technology Manager

2007 WLD Management Organization Plan



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Weld Library District
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Oliver S. Cox

President

Jeffrey R. Emer

Executive Director



Independent Auditors' Report

Board of Directors
Weld Library District
Greeley, Colorado

We have audited the accompanying financial statements of the governmental activities and the major funds of the Weld Library District as of December 31, 2007, and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major funds of the Weld Library District as of December 31, 2007, and the changes in its financial position and the General Fund budgetary comparison for the year then ended in conformity with accounting principles generally accepted in the United States.

Management Discussion and Analysis is not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Weld Library District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Anderson & Whitney P. C.

June 13, 2008

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of Weld Library District for the year ended December 31, 2007. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

- Weld Library District's assets exceeded liabilities by \$20.2 million at the end of 2007. Of this amount, \$11.3 million may be used to meet the government's ongoing obligations to citizens and creditors. The remaining \$8.9 million are capital assets or are restricted by law.
- The District's General Fund balance was \$11.9 million as of December 31, 2007. Of this amount, \$437,649 is reserved for emergencies.
- The 2007 General Fund balance is \$1.5 million higher than the previous year. The total fund balance is 91% of 2007 General Fund operating expenditures and transfers out.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information including budgeting comparison statements for certain funds, and a statistical section.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances in a manner similar to a private sector business.

The *statement of net assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the District's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

The government-wide financial statements can be found on pages 16-21 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Weld Library District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Weld Library District can be categorized as governmental funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources, as well as on balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Weld Library District maintains three individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and Capital Projects Fund. Individual fund data for the Debt Service Fund and Capital Projects Fund is provided in the form of a budget comparison schedule on pages 34-35 of this report.

The basic governmental fund financial statements can be found on pages 16 through 21 of this report.

Budgetary comparisons. Weld Library District adopts an annual appropriated budget for its funds. A budgetary comparison statement has been provided for the General Fund on pages 22 to 23 of this report. Budget to actual comparison for the Debt Service and Capital Projects funds is provided on pages 34 and 35.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24 through 33 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. As of December 31, 2007, assets exceeded liabilities by \$20.2 million.

The following table provides a summary of the Library District's net assets at December 31.

Table 1 - Net Assets (in Millions)		
	2007	2006
Assets		
Current and other assets	\$ 28.4	\$ 35.8
Capital assets	27.8	15.0
Total assets	56.2	50.8
Liabilities		
Current and other liabilities	14.7	12.7
Long-term liabilities	21.3	21.8
Total liabilities	36.0	34.5
Net Assets		
Invested in capital assets, net of related debt	7.5	5.1
Restricted	1.4	1.3
Unrestricted	11.3	9.9
Total net assets	\$ 20.2	\$ 16.3

A significant portion of Weld Library District's net assets (56%) represents unrestricted net assets of \$11.3 million, which may be used to meet the Library District's ongoing obligations to citizens and creditors.

Another significant portion of the Library District's net assets (37%) reflects its investment in capital assets. These assets include land, buildings, furniture, and equipment. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. The only debt is the certificate of participation for the construction of the Farr Library and the upcoming new facilities. Weld Library District has no other debt.

An additional \$1.4 million of the District's net assets (7%) represents resources that are subject to external restrictions on how they may be used. Included in this category are the TABOR emergency reserve and reserves for debt service requirements.

The following table indicates the changes in net assets:

Governmental Activities	2007	2006
Revenues:		
General revenues:		
Property and specific ownership taxes	\$ 13,625,022	\$ 11,890,986
Investment earnings	1,110,903	452,392
Program revenues:		
Charges for services	147,428	140,608
Operating grants and contributions	173,212	135,273
Capital grants and contributions	121,490	--
Total revenues	15,178,055	12,619,259
Expenses:		
Library services	8,399,368	7,709,129
Operations and maintenance	1,276,388	994,993
Depreciation	616,484	616,753
Interest on long-term debt	1,015,541	480,715
Total expenses	11,307,781	9,801,590
Increase in net assets	\$ 3,870,274	\$ 2,817,669

Governmental activities. Governmental activities increased Weld Library District's net assets by \$3,870,274 in 2007. Key elements of this increase are as follows:

- Total revenues were up 20% over the prior year. These changes primarily came from increases in property taxes, due to higher assessed valuations. Investment income was higher as a result of investing the proceeds of the 2006 COP's during 2007.
- Expenses totaled an 15% increase over the previous year. Increases occurred in most categories due to normal wage inflation and costs of providing services to a growing District base. Distribution to member libraries also increased as they are related to increased property taxes. Interest expense was higher as a full year of interest was due on the 2006 COP's.

FINANCIAL ANALYSIS OF THE LIBRARY DISTRICT'S FUNDS

As noted earlier, Weld Library District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds Overview. The focus of Library District governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Library District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

As of the end of 2007, the combined ending fund balance of Weld Library District governmental funds was \$13.6 million. Approximately 85% of this consists of unreserved fund balance, which is available as working capital and for current spending in accordance with the purposes of the specific funds. The remainder of fund balance is reserved to indicate that it is not available for new spending because it is committed for the following purposes: 1) state-constitution mandated emergency reserve of \$437,649, and 2) a debt service reserve of \$982,877 and a capital projects reserve of \$717,370.

The District has three major governmental funds:

1. **General Fund.** This is the primary operating fund of the Weld Library District. It accounts for all of the District's library services. The general fund balance was \$11.9 million as of December 31, 2007. The 2007 fund balance is \$1.5 million higher than the previous year. As a measure of the General Funds liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures and transfers out. Unreserved fund balance represents 88% of total 2007 expenditures and transfers out, while total fund balance is 91% of the same amount.
2. **Debt Service Fund.** The debt service fund has a fund balance of \$982,877 all of which is reserved for the payment of debt. This balance changed only slightly during the year.
3. **Capital Projects Fund.** The capital projects fund has a fund balance of \$717,370 for the remaining construction of two new facilities. This balance is from the proceeds of the 2006 certificates of participation. The construction of new facilities reduced the fund balance significantly in 2007.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund.

In December of 2006, the Board of Trustees appropriated \$16.7 million for general fund expenditures and other financing uses, using \$2.6 million in fund balance. The budget was not amended during the year.

Table		
2007 General Fund Budget		
(in Millions)		
	Budget	Actual
Beginning Fund Balance	\$ 10.4	\$ 10.4
Revenue	14.1	14.6
Expenditures and other financing uses	(16.7)	(13.1)
Ending Fund Balance	\$ 7.8	\$ 11.9

Actual expenditures were below budget in most categories.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. Weld Library District's investment in capital assets for its governmental activities as of December 31, 2007 totals \$27.8 million (net of accumulated depreciation). This investment includes all land, buildings, opening day collections, furniture, and equipment.

Additional information on the District's capital assets can be found in Note 4 of this report.

Long-term debt. At December 31, 2007, Weld Library District had outstanding long-term debt (principal amount) of \$21.05 million in Certificates of Participation (COP's), funded by lease payments for the Farr Regional Library, the Centennial Park Library, the Carbon Valley Regional Library, and the Erie Community Library.

Additional information on Weld Library District's debt can be found in Note 5.

OTHER MATTERS

The following factors are expected to have a significant effect on the Weld Library District's financial position or results of operations and were taken into account in developing the 2008 budget:

- Continued growth in Weld County causes increased demands in all service areas of the library system.
- Opening of new facilities took place in early 2008. The *Carbon Valley Regional Library* is 35,000 square feet with an opening day collection of 80,000 items. The *Erie Community Library* is 20,000 square feet with an opening day collection of 60,000 items.
- Oil and gas property tax revenues continue to be high but volatile. Although property tax revenue is expected to be 5% higher in 2008 over 2007, expenditures for 2008 will be closely monitored.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Weld Library District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided or for additional financial information should be addressed to the Finance Director, 1939 61st Avenue, Greeley, CO 80634.

WELD LIBRARY DISTRICT

GOVERNMENTAL FUNDS BALANCE SHEET/ STATEMENT OF NET ASSETS

December 31, 2007	General Fund	Debt Service Fund	Capital Projects Fund	Total
ASSETS				
Cash and Investments	\$12,551,345	\$1,024,621	\$ 1,685,985	\$15,261,951
Receivables:				
Property taxes	13,027,541	-	-	13,027,541
Other libraries	37,481	-	-	37,481
Capital Assets:				
Depreciable	-	-	-	-
Nondepreciable	-	-	-	-
Total Assets	25,616,367	1,024,621	1,685,985	28,326,973
LIABILITIES				
Accounts Payable	416,163	-	968,615	1,384,778
Accrued Expenses	230,594	41,744	-	272,338
Unearned Revenue	13,027,541	-	-	13,027,541
Long-Term Liabilities:				
Due within one year	-	-	-	-
Due after one year	-	-	-	-
Total Liabilities	13,674,298	41,744	968,615	14,684,657
FUND BALANCES/NET ASSETS				
Fund Balances:				
Reserved for:				
Emergencies	437,649	-	-	437,649
Debt service	-	982,877	-	982,877
Capital projects	-	-	717,370	717,370
Unreserved	11,504,420	-	-	11,504,420
Total Fund Balances	11,942,069	982,877	717,370	13,642,316
Total Liabilities and Fund Balances	\$25,616,367	\$1,024,621	\$ 1,685,985	\$28,326,973
Net Assets:				
Invested in capital assets, net of debt				
Restricted for debt service and emergencies				
Unrestricted				
Total Net Assets				

See Accompanying Notes to Financial Statements.

Adjustments (Note 10)	Statement of Net Assets
\$ -	\$15,261,951
-	13,027,541
-	37,481
12,640,565	12,640,565
15,186,494	15,186,494
<u>27,827,059</u>	<u>56,154,032</u>
-	1,384,778
-	272,338
-	13,027,541
590,000	590,000
20,664,420	20,664,420
<u>21,254,420</u>	<u>35,939,077</u>
(437,649)	-
(982,877)	-
(717,370)	-
(11,504,420)	-
<u>(13,642,316)</u>	-
7,494,429	7,494,429
1,420,526	1,420,526
11,300,000	11,300,000
<u>\$20,214,955</u>	<u>\$20,214,955</u>

WELD LIBRARY DISTRICT

STATEMENT OF GOVERNMENTAL FUNDS REVENUE, EXPENDITURES AND CHANGE IN FUND BALANCES/ STATEMENT OF ACTIVITIES

Year Ended December 31, 2007	General Fund	Debt Service Fund	Capital Projects Fund	Total
Revenue:				
General property taxes	\$12,394,319	\$ -	\$ -	\$12,394,319
Specific ownership taxes	1,230,703	-	-	1,230,703
Penalties and interest on delinquent taxes	15,664	-	-	15,664
Grants	33,236	-	100,000	133,236
Charges for services	19,346	-	-	19,346
Library fines	128,082	-	-	128,082
Earnings on investments	643,007	51,143	416,753	1,110,903
Contributions in kind - rent	113,750	-	-	113,750
Donations	358	-	21,490	21,848
Miscellaneous	10,204	-	-	10,204
Total Revenue	14,588,669	51,143	538,243	15,178,055
Expenditures/Expenses:				
Current:				
Salaries, wages, and benefits	4,585,803	-	-	4,585,803
Programs	19,911	-	-	19,911
Supplies	224,549	-	-	224,549
Small equipment	37,737	-	-	37,737
Software	50,269	-	-	50,269
Postage	21,781	-	-	21,781
Printing	10,494	-	-	10,494
Book collections	561,195	-	1,024,276	1,585,471
Periodicals	10,795	-	-	10,795
Public relations	40,406	-	-	40,406
Audio visual	274,239	-	-	274,239
CD and online databases	219,796	-	-	219,796
Telephone	107,380	-	-	107,380
Contract services	305,357	-	-	305,357
Buildings and grounds	63,618	-	-	63,618
Travel and meetings	101,563	-	-	101,563
County Treasurer's fees	186,250	-	-	186,250
Maintenance of equipment	194,305	-	-	194,305
Miscellaneous	9,909	-	-	9,909
Insurance	34,128	-	-	34,128
Rent	113,750	-	-	113,750
Utilities	160,128	-	-	160,128
Grants-in-aid	2,247,618	-	-	2,247,618
Depreciation	-	-	-	-
Total Current	9,580,981	-	1,024,276	10,605,257

Continued on next page.

Adjustments (Note 11)	Statement of Activities
\$ -	\$12,394,319
-	1,230,703
-	15,664
-	133,236
-	19,346
-	128,082
-	1,110,903
-	113,750
-	21,848
-	10,204
-	15,178,055

24,498	4,610,301
-	19,911
-	224,549
-	37,737
-	50,269
-	21,781
-	10,494
(1,024,276)	561,195
-	10,795
-	40,406
-	274,239
-	219,796
-	107,380
-	305,357
-	63,618
-	101,563
-	186,250
-	194,305
-	9,909
-	34,128
-	113,750
-	160,128
-	2,247,618
616,484	616,484
(383,294)	10,221,963

WELD LIBRARY DISTRICT

STATEMENT OF GOVERNMENTAL FUNDS REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES/STATEMENT OF ACTIVITIES - Continued

Year Ended December 31, 2007	General Fund	Debt Service Fund	Capital Projects Fund	Total
Expenditures/Expenses - Continued:				
Capital Outlay	\$ 444,726	\$ -	\$12,026,827	\$12,471,553
Debt Service:				
Principal	-	550,000	-	550,000
Interest	-	1,015,541	-	1,015,541
Total Expenditures/Expenses	10,025,707	1,565,541	13,051,103	24,642,351
Revenue Over (Under) Expenditures	4,562,962	(1,514,398)	(12,512,860)	(9,464,296)
Other Financing Uses:				
Transfers - internal activities	(3,067,149)	1,502,884	1,564,265	-
Net Change in Fund Balances	1,495,813	(11,514)	(10,948,595)	(9,464,296)
Fund Balances/Net Assets, Beginning of Year	10,446,256	994,391	11,665,965	23,106,612
Fund Balances/Net Assets, End of Year	\$11,942,069	\$ 982,877	\$ 717,370	\$13,642,316

See Accompanying Notes to Financial Statements.

Adjustments (Note 11)	Statement of Activities
\$(12,401,276)	\$ 70,277
(550,000)	-
-	1,015,541
(13,334,570)	11,307,781
13,334,570	3,870,274
-	-
13,334,570	3,870,274
(6,761,931)	16,344,681
<u>\$ 6,572,639</u>	<u>\$20,214,955</u>

WELD LIBRARY DISTRICT

BUDGETARY COMPARISON STATEMENT - GENERAL FUND

Year Ended December 31, 2007	Actual	Original and Final Budget	Variance
Revenue:			
General property taxes	\$12,394,319	\$12,347,831	\$ 46,488
Specific ownership taxes	1,230,703	1,080,000	150,703
Penalties and interest on delinquent taxes	15,664	45,606	(29,942)
Grants	33,236	15,000	18,236
Charges for services	19,346	28,500	(9,154)
Library fines	128,082	125,000	3,082
Earnings on investments	643,007	300,000	343,007
Contributions - in kind	113,750	113,750	-
Donations	358	-	358
Miscellaneous	10,204	12,000	(1,796)
Total Revenue	14,588,669	14,067,687	520,982
Expenditures:			
Current:			
Salaries, wages, and benefits	4,585,803	4,794,992	209,189
Programs	19,911	38,015	18,104
Supplies	224,549	214,142	(10,407)
Small equipment	37,737	55,006	17,269
Software	50,269	61,398	11,129
Postage	21,781	27,049	5,268
Printing	10,494	25,224	14,730
Book collection	561,195	487,000	(74,195)
Periodicals	10,795	45,000	34,205
Public relations	40,406	66,953	26,547
Audio visual	274,239	90,000	(184,239)
CD and Online databases	219,796	375,000	155,204
Telephone	107,380	101,454	(5,926)
Contract services	305,357	329,714	24,357
Buildings and grounds	63,618	57,719	(5,899)
Travel, training, and meetings	101,563	136,866	35,303
County Treasurer's fees	186,250	185,217	(1,033)
Maintenance of equipment	194,305	319,686	125,381
Miscellaneous	9,909	21,489	11,580
Insurance	34,128	64,603	30,475
Rent	113,750	113,750	-
Utilities	160,128	165,057	4,929
Grants-in-aid	2,247,618	2,347,618	100,000
Total Current	9,580,981	10,122,952	541,971
Capital Outlay	444,726	575,315	130,589
Total Expenditures	10,025,707	10,698,267	672,560

Continued on next page.

WELD LIBRARY DISTRICT

BUDGETARY COMPARISON STATEMENT - GENERAL FUND -

Continued

<u>Year Ended December 31, 2007</u>	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
Revenue Over Expenditures	\$ 4,562,962	\$ 3,369,420	\$ 1,193,542
Other Financing Sources (Uses):			
Transfer to Debt Service Fund	(1,502,884)	(1,538,834)	35,950
Transfer to Capital Projects Fund	(1,564,265)	(4,500,000)	2,935,735
Excess of Revenue Over Expenditures and Other Financing Sources (Uses)	1,495,813	(2,669,414)	4,165,227
Fund Balances, Beginning of Year	10,446,256	10,446,256	-
<u>Fund Balances, End of Year</u>	<u>\$11,942,069</u>	<u>\$ 7,776,842</u>	<u>\$ 4,165,227</u>

See Accompanying Notes to Financial Statements.