

Notes for Board Financials for 4 September 2025

July Report Notes from RAILS Finance:

Please note that since RSA transitioned to an Illinois Intergovernmental Instrumentality on July 1, 2024, it now follows the Governmental Accounting Standards Board (GASB) guidance. RSA is now subject to GASB Statement No. 96 for Subscription-Based Information Technology Arrangements (SBITAs). The goal of this statement is to recognize that the signing of information technology agreements constitute a purchase of the right to use the underlying asset/software over the period of time in the agreement (only includes agreements exceeding 12 months). Under this statement, RSA capitalizes the present value of the total payments over the agreement term and records monthly amortization expense of this total (similar to depreciation for capital assets). Since these contracts are paid in annual increments over the term of the agreements, the assets are accounted for as though they are being purchased under a financing arrangement with an interest expense component. **The new SBITAs items are highlighted in yellow on this statement.**

The SirsiDynix ILS agreement, which commenced on July 1, 2025, would fall under this GASB statement and will be reflected in RSA's board financials from now on until the end of the agreement. You will note on RSA's Balance Sheet below the 'Capital Assets, net', the SBITA was added at the present value of \$1,877,940, and further down the monthly 'Accumulated Amortization of the SBITA' of \$22,356.42 was also added. Additionally, under the Liabilities, you will see 'Other long-term obligations' of \$1,852,848.67, which is the remaining SBITA liability balance as of July 31, 2025. Since SBITA is calculated at the present value with an interest component, there will be a difference between the SBITA-calculated liability amount and the actual annual payments made to SirsiDynix. The difference of the two is recorded to GL account 5480 – Other Contractual Services. Beginning in FY2027, your reports will also incorporate interest expense for this SBITA, since RSA will be making the second payment of the agreement term.

Some additional items I wanted to note regarding RSA's Statement of Revenues and Expenses:

- All expenses under the 'Personnel' section with the exception of 'Recruiting' were budgeted for the last 6 months (January 2026 – June 2026) of FY26, which is why you will see a \$0 for these accounts on the 'YTD Budget – Original' column. This budget allocation was also done for the expenses under the 'Vehicles' section.
- Payroll Service Fees were budgeted evenly from October 2025 through June 2026. I spoke to Antony and he mentioned this is when some expenses for payroll setup fees could be projected to start.
- The monthly SBITA amortization entry for SirsiDynix, which I discussed above is displayed under the 'Contractual Services' section.

Savings Distribution:

Current 'savings' investment ratio as of July 2025, we've got 64% of our savings in CDARS accounts and 36% in the combines checking/insured sweep account. RAILS Finance suggests no changes until after we've completed our independence efforts completely. Having extra cash available in the bank is good with all the potential unexpected expenses and new purchases required over the next year or so.

**RESOURCE SHARING ALLIANCE
CASH REPORT
FOR THE PERIOD ENDING July 31, 2025**

Beginning Cash Balance	\$ 1,743,797.74
Cash Received	
Payments from Member Libraries, RAILS, etc.	232,192.34
Transfer from ProPay for eCommerce Pay-Outs	-
Interest - Morton Bank Insured Cash Sweep Account	1,870.70
Credit Card Cash Back Rewards	182.93
Total Cash Received	<u>234,245.97</u>
Expenses Paid	
Checks and Vendor ACH Payments	97,929.77
Investment Transfer to Set-Up CDARS	-
Total Disbursements	<u>97,929.77</u>
Ending Cash Balance	<u><u>\$ 1,880,113.94</u></u>

PROPAY FUNDS DETAIL:

ProPay Account Balance	\$15,970.36
ProPay Funds Receivable	\$818.28
eCommerce Receipts Payable to Members	\$16,728.49

RSA PROPAY BALANCE	<u><u>\$60.15</u></u>
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CASH DETAILS:

Member Library Pre-Payments	\$ -
Working Cash (Ending Cash Balance + RSA ProPay Balance - Member Pre-Payments)	1,880,174.09

TOTAL CASH	<u><u>\$ 1,880,174.09</u></u>
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CDARS INVESTMENT DETAILS:

2 Year CD @ 3.44% Interest 5/15/2025 - 5/13/2027	\$329,940.64
2 Year CD @ 3.44% Interest 5/15/2025 - 5/13/2027	\$329,940.63
2 Year CD @ 4.15% Interest 11/16/2023 - 11/13/2025	\$326,836.77
2 Year CD @ 4.15% Interest 11/16/2023 - 11/13/2025	\$333,188.19
2 Year CD @ 4.15% Interest 2/29/2024 - 2/26/2026	\$350,127.96
2 Year CD @ 4.15% Interest 2/29/2024 - 2/26/2026	\$350,092.96
2 Year CD @ 4.15% Interest 4/18/2024 - 4/16/2026	\$345,967.49
2 Year CD @ 4.15% Interest 4/18/2024 - 4/16/2026	\$343,955.02
2 Year CD @ 4.15% Interest 5/9/2024 - 5/7/2026	\$349,681.02
2 Year CD @ 4.15% Interest 5/9/2024 - 5/7/2026	\$352,813.91

TOTAL CD INVESTMENT VALUE	<u><u>\$3,412,544.59</u></u>
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Invested in Capital Assets Balance as of July 2025	\$0.00
Invested in Subscription IT Arrangement Capital Assets Balance as of July 2025	\$1,855,583.58
Unrestricted Net Assets as of July 2025	\$3,649,788.91

FY26 Budgeted Operating Expenses Excluding Reimbursements:	\$ 1,377,811.50
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Working Cash Coverage of FY26 Budgeted Operating Expenses (Months):	16.4
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CD Coverage of FY26 Budgeted Operating Expenses (Months):	29.7
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RSA
Balance Sheet
As of 7/31/2025

	Balance End of Month
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Assets	
Cash and cash equivalents	1,880,113.94
ProPay funds	15,970.36
Investments	3,412,544.59
ProPay Funds Receivable	818.28
Other Receivables	8,815.00
Accounts receivables	609,745.82
Prepaid expenses	330,295.30
Capital Assets, net	
Computers	939,305.29
Subscription Based IT Arrangements	1,877,940.00
Accumulated Depreciation	(939,305.29)
Accumulated Amortization - Subscription Based IT Arrangement	(22,356.42)
Total Capital Assets, net	<u>1,855,583.58</u>
Total Assets	<u>8,113,886.87</u>
Liabilities	
Accrued liabilities	56.51
Deferred revenue	738,880.71
eCommerce Receipts Payable	16,728.49
Other long-term obligations	<u>1,852,848.67</u>
Total Liabilities	<u>2,608,514.38</u>
Net Assets	
Beginning Fund Balance	5,422,945.69
Current YTD Net Income	
Reimbursements-ADML	8,933.17
E-Resources-ADML	(666.67)
E-Resources-eRead Illinois	(6,270.83)
Other	<u>80,431.13</u>
Total Current YTD Net Income	<u>82,426.80</u>
Total Net Assets	<u>5,505,372.49</u>
Total Liabilities and Net Assets	<u><u>8,113,886.87</u></u>

RSA
Statement of Revenues and Expenses
From 7/1/2025 Through 7/31/2025

	Current Month	YTD Actual	YTD Budget - Original	Percent of YTD Budget	Total Budget - Original	Percent of Annual Budget
REVENUES						
Other Grants	0.00	0.00	83.00	0.00%	1,000.00	0.00%
Fees for Services and Materials						
Fees For Services And Materials	70,546.35	70,546.35	80,322.71	87.82%	963,872.52	7.31%
Associate Member Fees	10.42	10.42	12.50	83.36%	150.00	6.94%
Non-OCCLC Member Fees	238.76	238.76	317.89	75.10%	3,814.71	6.25%
Total Fees for Services and Materials	70,795.53	70,795.53	80,653.10	87.78%	967,837.23	7.31%
Reimbursements-General	271.50	271.50	574.70	47.24%	6,896.43	3.93%
Reimbursments-ADML	8,933.17	8,933.17	10,223.34	87.38%	122,680.07	7.28%
Reimbursements-eRead Illinois	0.00	0.00	1,950.00	0.00%	23,400.00	0.00%
Investment Income	13,480.31	13,480.31	10,417.00	129.40%	125,000.00	10.78%
Other Revenue						
Other Revenue	0.00	0.00	17.00	0.00%	200.00	0.00%
RAILS Financial Support Grant	18,726.08	18,726.08	18,726.11	99.99%	224,713.37	8.33%
Total Other Revenue	18,726.08	18,726.08	18,743.11	99.91%	224,913.37	8.33%
Total REVENUES	112,206.59	112,206.59	122,644.25	91.49%	1,471,727.10	7.62%
EXPENSES						
Personnel						
Library Professionals	0.00	0.00	0.00	0.00%	219,545.00	0.00%
Other Professionals	0.00	0.00	0.00	0.00%	182,425.00	0.00%
Support Services	0.00	0.00	0.00	0.00%	29,334.00	0.00%
Social Security Taxes	0.00	0.00	0.00	0.00%	32,993.00	0.00%
Unemployment Insurance	0.00	0.00	0.00	0.00%	2,000.00	0.00%
Worker's Compensation	0.00	0.00	0.00	0.00%	1,078.00	0.00%
Retirement Benefits	0.00	0.00	0.00	0.00%	64,996.00	0.00%
Health, Dental And Life Insurance	0.00	0.00	0.00	0.00%	66,372.00	0.00%
Other Fringe Benefits	0.00	0.00	0.00	0.00%	82.00	0.00%
Staff Professional Memberships	0.00	0.00	0.00	0.00%	1,500.00	0.00%
Recruiting	0.00	0.00	167.00	0.00%	2,000.00	0.00%
Total Personnel	0.00	0.00	167.00	0.00%	602,325.00	0.00%
Library Materials						
Print Materials	0.00	0.00	42.00	0.00%	500.00	0.00%
Nonprint Materials	0.00	0.00	42.00	0.00%	500.00	0.00%
E-Resources-ADML	666.67	666.67	10,214.34	6.52%	122,572.07	0.54%
E-Resources-eRead Illinois	6,270.83	6,270.83	6,500.00	96.47%	78,000.00	8.03%
E-Resources-General	0.00	0.00	167.00	0.00%	2,000.00	0.00%
Total Library Materials	6,937.50	6,937.50	16,965.34	40.89%	203,572.07	3.41%
Vehicles						
Fuel	0.00	0.00	0.00	0.00%	5,000.00	0.00%
Repairs and Maintenance	0.00	0.00	0.00	0.00%	5,000.00	0.00%
Vehicle Insurance	0.00	0.00	0.00	0.00%	7,000.00	0.00%
Other Vehicle Expenses	0.00	0.00	0.00	0.00%	1,500.00	0.00%
Total Vehicles	0.00	0.00	0.00	0.00%	18,500.00	0.00%

RSA
Statement of Revenues and Expenses
From 7/1/2025 Through 7/31/2025

	Current Month	YTD Actual	YTD Budget - Original	Percent of YTD Budget	Total Budget - Original	Percent of Annual Budget
Travel and Continuing Education						
In-State Travel	0.00	0.00	823.00	0.00%	9,880.00	0.00%
Out-Of-State Travel	0.00	0.00	1,168.75	0.00%	14,025.00	0.00%
Registrations And Meeting, Other Fees	0.00	0.00	3,042.00	0.00%	36,500.00	0.00%
Conferences And Continuing Education Meetings	0.00	0.00	1,296.00	0.00%	15,550.00	0.00%
Total Travel and Continuing Education	0.00	0.00	6,329.75	0.00%	75,955.00	0.00%
Public Relations	0.00	0.00	542.00	0.00%	6,500.00	0.00%
Commercial Insurance	153.25	153.25	1,258.00	12.18%	15,100.00	1.01%
Supplies, Postage and Printing						
Computers, Software And Supplies	678.38	678.38	4,240.00	15.99%	50,875.00	1.33%
General Office Supplies And Equipment	0.00	0.00	458.00	0.00%	5,500.00	0.00%
Postage	0.00	0.00	93.75	0.00%	1,125.00	0.00%
Total Supplies, Postage and Printing	678.38	678.38	4,791.75	14.16%	57,500.00	1.18%
Telephone and Telecommunications	0.00	0.00	378.75	0.00%	4,545.00	0.00%
Equipment Rental, Repair and Maintenance						
Equipment Rental	0.00	0.00	250.00	0.00%	3,000.00	0.00%
Total Equipment Rental, Repair and Maintenance	0.00	0.00	250.00	0.00%	3,000.00	0.00%
Professional Services						
Legal	0.00	0.00	1,271.00	0.00%	15,250.00	0.00%
Accounting	0.00	0.00	875.00	0.00%	10,500.00	0.00%
Consulting	0.00	0.00	9,167.00	0.00%	110,000.00	0.00%
Payroll Service Fees	0.00	0.00	0.00	0.00%	10,000.00	0.00%
Contractual Staff	0.00	0.00	833.00	0.00%	10,000.00	0.00%
Total Professional Services	0.00	0.00	12,146.00	0.00%	155,750.00	0.00%
Contractual Services						
Other Contractual Services	(385.71)	(385.71)	32,170.50	(1.19)%	386,045.93	(0.09)%
Amortization - Subscription Based IT Arrangements	22,356.42	22,356.42	0.00	0.00%	0.00	0.00%
Total Contractual Services	21,970.71	21,970.71	32,170.50	68.29%	386,045.93	5.69%
Professional Association Membership Dues	0.00	0.00	112.50	0.00%	1,350.00	0.00%
Miscellaneous	39.95	39.95	53.75	74.32%	645.00	6.19%
Total EXPENSES	29,779.79	29,779.79	75,165.34	39.62%	1,530,788.00	1.95%
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	82,426.80	82,426.80	47,478.91	173.60%	(59,060.90)	(139.56)%

RSA

Check/Voucher Register - Board - RSA Register

1003 - Cash - Morton Bank - Checking - 5661

From 7/1/2025 Through 7/31/2025

Vendor Name	Effective Date	Check Amount
GENNA BUHR	7/2/2025	38.36
KLEIN, THORPE and JENKINS, LTD.	7/2/2025	514.50
Overdrive Inc	7/3/2025	11,131.68
Morton Community Bank	7/9/2025	3,710.04
KLEIN, THORPE and JENKINS, LTD.	7/16/2025	399.65
RAILS	7/16/2025	174.87
Liberty Mutual Insurance	7/16/2025	1,449.00
HR FIT,LLC	7/23/2025	168.75
RAILS	7/23/2025	407.32
Sirsi Corporation	7/23/2025	2,040.00
IHLS-OCLC	7/30/2025	242.60
RAILS	7/30/2025	75,250.00
The Wyman Group	7/30/2025	744.00
The Wyman Group	7/30/2025	1,659.00
Report Total		97,929.77