

REGINA PUBLIC LIBRARY BOARD

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2016

Independent Auditor's Report

To the Members of the Regina Public Library Board:

We have audited the accompanying financial statements of Regina Public Library Board, which comprise the statement of financial position at December 31, 2016, and the statements of operations and changes in accumulated surplus, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Regina Public Library Board as at December 31, 2016, and the results of its operations, changes in its net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.



Chartered Professional Accountants
Licensed Professional Accountants

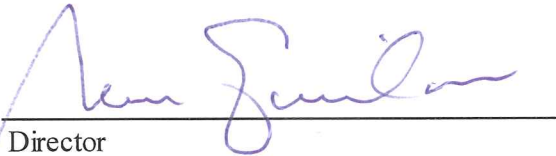
March 28, 2017
Regina, Saskatchewan

REGINA PUBLIC LIBRARY BOARD
Consolidated Statement of Financial Position
As at December 31, 2016

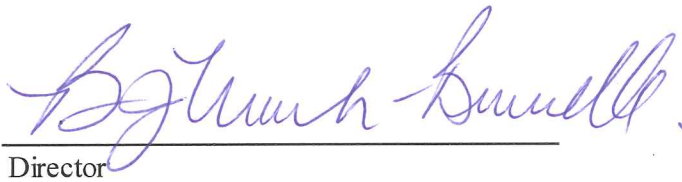
(000's)

	<u>2016</u>	<u>2015</u>
FINANCIAL ASSETS		
Cash (Note 3)	\$ 12,434	\$ 12,880
Accounts receivable	555	309
Total financial assets	12,989	13,189
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities	2,380	1,531
Deferred revenue	144	34
Employee benefits obligations (Note 4)	1,063	1,096
Total financial liabilities	3,587	2,661
Net financial assets	9,402	10,528
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 5)	15,753	12,176
Prepaid expenses	386	525
	16,139	12,701
Accumulated surplus (Note 6)	\$ 25,541	\$ 23,229

See accompanying notes



 Director



 Director

REGINA PUBLIC LIBRARY BOARD

Consolidated Statement of Operations and Changes in Accumulated Surplus

Year ended December 31, 2016

(000's)

	<u>2016</u> <u>Budget</u>	<u>2016</u>	<u>2015</u>
REVENUE			
City of Regina tax levy	\$ 19,080	\$ 19,407	\$ 18,509
Grants-in-lieu of taxes	1,151	1,327	1,189
Provincial services agreement	598	597	597
Capital donations	4	23	159
Other grants	316	348	393
Other revenue	694	676	652
Gain on disposal of tangible capital assets	-	3	-
	<u>21,843</u>	<u>22,381</u>	<u>21,499</u>
EXPENSES (Note 11)			
Public services	12,805	12,373	12,095
Support services	4,258	3,883	3,502
Governance	160	115	90
Administration	1,745	1,413	1,404
Amortization	2,344	2,273	2,217
Loss on disposal of tangible capital assets	-	12	-
	<u>21,312</u>	<u>20,069</u>	<u>19,308</u>
Surplus	531	2,312	2,191
Accumulated surplus, beginning of year		23,229	21,038
Accumulated surplus, end of year		\$ 25,541	\$ 23,229

See accompanying notes

REGINA PUBLIC LIBRARY BOARD

Consolidated Statement of Change in Net Financial Assets

Year ended December 31, 2016

(000's)

	<u>2016</u>	<u>2015</u>
Surplus	\$ 2,312	\$ 2,191
Acquisition of tangible capital assets	(5,862)	(2,859)
Amortization of tangible capital assets	2,273	2,217
Loss on disposal of tangible capital assets	12	-
	<u>(3,577)</u>	<u>(642)</u>
Acquisition of prepaid expenses	(386)	(525)
Use of prepaid expenses	525	418
	<u>139</u>	<u>(107)</u>
(Increase) decrease in net financial assets	(1,126)	1,442
Net financial assets, beginning of year	10,528	9,086
Net financial assets, end of year	\$ 9,402	\$ 10,528

See accompanying notes

REGINA PUBLIC LIBRARY BOARD
Consolidated Statement of Cash Flows
Year ended December 31, 2016

(000's)	<u>2016</u>	<u>2015</u>
OPERATING ACTIVITIES		
Surplus	\$ 2,312	\$ 2,191
Add back non-cash items:		
Amortization of tangible capital assets	2,273	2,217
Loss on disposal of tangible capital assets	12	-
Changes in non-cash working capital items:		
(Increase) decrease in accounts receivable	(246)	91
(Increase) decrease in prepaid expenses	139	(107)
(Increase) decrease in accounts payable and accrued liabilities	849	(115)
Increase (decrease) in deferred revenue	110	(23)
Increase (decrease) in employee benefits obligations	(33)	23
Cash provided by operating activities	5,416	4,277
CAPITAL ACTIVITIES		
Acquisition of tangible capital assets	(5,862)	(2,859)
Cash applied to capital activities	(5,862)	(2,859)
(Decrease) increase in cash and cash equivalents	(446)	1,418
Cash and cash equivalents, beginning of year	12,880	11,462
Cash and cash equivalents, end of year	\$ 12,434	\$ 12,880

See accompanying notes

REGINA PUBLIC LIBRARY BOARD

Notes to the Consolidated Financial Statements

Year ended December 31, 2016

1. PURPOSE OF THE ORGANIZATION

The Regina Public Library Board (the "Library") is governed by *The Public Libraries Act 1996* to facilitate equitable access to basic library services by all residents of Saskatchewan. The Library's mission is to enhance the quality of life in Regina by providing access to information for cultural, economic, educational and recreational development.

2. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards, as recommended by the Chartered Professional Accountants of Canada (CPA Canada).

The preparation of the consolidated financial statements required management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements, as well as the reported amount of revenues and expenses during the period. Accordingly, actual results could differ from those estimates. Estimates and assumptions are reviewed periodically, and as adjustments become necessary, they are reported in surplus in the period in which they become known.

The significant accounting policies used in the preparation of these consolidated financial statements are summarized below:

a) *Basis of consolidation*

These consolidated financial statements include the accounts of the Library and the Library's proportionate share of government partnerships.

b) *Government Partnerships*

Government partnerships represents contractual agreements between the Library and a party or parties outside the Library reporting entity. The partners have significant, clearly defined common goals, make a financial investment in a partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnerships. Government partnerships are accounted for on a proportionate, consolidation basis whereby the Library's pro-rata share of the partnership's assets, liabilities, revenues and expenses are combined on a line by line basis after adjusting the accounting policies to a basis consistent with the accounting policies of the Library. Intercompany balances and transactions between the Library and the Partnerships have been eliminated.

The Library's interest in government partnerships include the Saskatchewan Information & Library Services Consortium Inc. ("SILS") and Mâdawêyatitân Centre. In the current year, the Library's share of SILS was 21.75% (2015 – 21.78%) and of the Mâdawêyatitân Centre was 5.79% (2015 -5.79%).

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

c) Employee benefit plans

The Library is a member of the City of Regina Civic Employees' Superannuation and Benefit Plan and the Regina Civic Employees' Long Term Disability Plan, which are multiemployer plans. The Library's contributions to the pension and disability plans are expensed as incurred.

The Library has a post-employment obligation for sick leave and severance payments earned by long service employees which is expected to be paid out upon retirement or termination. The obligations have been determined on an actuarial basis using the projected benefit method prorated on services. Experience gains/losses are amortized over the estimated average remaining service life of the employee group.

d) Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

Buildings	20 - 50 years
Leasehold improvements	lease term
Furnishings and information technology:	
Furniture and equipment	10 years
Audio visual and security	5 years
Computer hardware	3 – 5 years
Computer software	3 – 8 years
Land improvements	20 years
Library Materials	8 years
Shelving	25 years
Vehicles	8 years

Assets under construction are not amortized until the asset is available for productive use.

Leases are classified as either capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred. Assets under capital lease are included within the respective asset classification in the table above.

Purchases of works of art are expensed. Purchases of electronic information (annual licenses for access to databases) and serials/periodicals are expensed over the subscription period.

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

e) Non-financial assets

Non-financial assets are held for use in the provision of services and are not available to discharge existing liabilities. They have useful lives beyond the current year and are not intended for sale in the ordinary course of operations.

f) Revenue recognition

Taxation revenue is recognized in the fiscal period the tax assessment was levied against property owners. The City of Regina administers the assessment and collection of the Library mill rate and remits tax revenues to the Library. Tax revenues are recorded net of a provision for potential losses on outstanding assessment appeals and uncollected taxes.

Unless the grant is restricted, grant revenue is recognized when the funds are received. If the grant is restricted by the contributor, the revenue is deferred and recognized when the conditions of the funding have been met.

Donation revenue is recognized in the period in which the funds are received unless the donation is restricted. If the donation is restricted by the contributor, the revenue is deferred and recognized when the conditions of the donation have been met.

Other revenue, such as fines, interest and exhibits, is recognized when received or when goods or services have been provided.

The amount reported in these financial statements as grant revenue from the Saskatchewan Arts Board is made up of a combination of Lottery and non-Lottery funding. This is made possible through the Partnership Agreement between the Saskatchewan Arts Board and SaskCulture Inc., which is the Trustee for the Culture Section of Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation. Under the terms of this agreement for the applicable period, SaskCulture allocated a specified amount of Lottery funds to the Saskatchewan Arts Board as a portion of the total envelope of funds available for the program(s) through which this grant was adjudicated and approved.

g) Risk

Credit risk is the risk of financial loss to the Library if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Library has minimal credit risk since it has minimal accounts receivable.

Liquidity risk is the risk that the Library will not be able to meet its financial obligations as they become due. The staff on behalf of Regina Public Library manages liquidity risk by continually monitoring cash flow requirements to ensure that it has sufficient funds to meet obligations when they become due.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The Library is not exposed to significant interest rate risk.

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

3. CASH

	2016	2015
	<u>(000's)</u>	<u>(000's)</u>
Unrestricted cash	\$ 12,049	\$ 12,378
SILS cash	385	362
Dunlop art projects reserve cash	-	140
	<u>\$ 12,434</u>	<u>\$ 12,880</u>

The Library has an authorized line of credit available to a maximum amount of \$500,000 (2015 - \$500,000) with an assignment of accounts receivable as collateral. The Library did not draw on these funds during the year (2015 - \$nil).

Funds are invested in interest bearing accounts earning interest at a rate of 1.05% to 1.25% (2015 - 1.00% to 1.05%).

4. EMPLOYEE BENEFITS OBLIGATIONS

The Library's Collective Agreement with the Canadian Union of Public Employees ("CUPE") provides for a partial pay out of accumulated sick leave credits on termination or retirement for eligible employees with at least 10 years of service. Eligible out-of-scope employees receive severance payments on termination.

An actuarial valuation of vested sick leave and severance payments was completed using the projected benefit method at December 31, 2016. The actuarial valuation was based on assumptions about future events including employee turnover and mortality, wage and salary increases, sick leave usage and interest rates. The discount rate used to determine the unfunded employee benefit is 2.0% (2015- 2.2%). Compensation rates for In-scope employees are assumed to increase at an average rate of 3.0% per annum for 2017, and 2.5% per annum thereafter, while compensation rates for Out-of-scope employees are assumed to increase at an average rate of 3.0% per annum.

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

4. EMPLOYEE BENEFITS OBLIGATIONS (continued)

The Library's accrued employee benefits liability and benefits plan expense are disclosed below:

Accrued benefits liability	2016	2015
	(000's)	(000's)
Accrued benefits obligation, beginning of year	\$ 1,009	\$ 1,039
Current period benefit cost	80	84
Interest on accrued benefit obligation	23	26
Experience (gain)	(126)	(58)
Less: benefits paid	(125)	(82)
Accrued benefit obligation, end of year	861	1,009
Unamortized net actuarial gain	202	87
Accrued benefits liability, end of year	\$ 1,063	\$ 1,096

The obligation amount of \$861,000 (2015 - \$1,009,000) is unfunded and will be paid from future revenues.

Employee benefits related expense	2016	2015
	(000's)	(000's)
Benefit expense		
Current period benefit cost	\$ 80	\$ 84
Amortization of net actuarial gains	(11)	(5)
Total benefit expense	69	79
Interest expense		
Interest cost on accrued benefit obligations	23	26
Total benefit plan related expense	\$ 92	\$ 105

Actual benefits payments for the year were \$125,000 (2015 - \$82,000).

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

5. TANGIBLE CAPITAL ASSETS

Tangible capital assets consist of the following:

	2016	2015
	(000's)	(000's)
Buildings and leasehold improvements	\$ 5,118	\$ 3,038
Construction in progress	1,712	790
Furnishings and information technology	2,056	1,708
Land	331	331
Land improvements	134	139
Library Materials	5,998	5,828
Shelving	326	248
Vehicles	78	94
	\$ 15,753	\$ 12,176

Tangible capital asset cost:

	Beginning of Year (000's)	Additions (000's)	Disposals and Write Downs (000's)	Transfers (000's)	End of Year (000's)
2016					
Buildings and leasehold improvements	\$ 10,768	\$ -	\$ -	2,351	13,119
Construction in progress	790	3,273	-	(2,351)	1,712
Furnishings and information technology	4,005	872	542	-	4,335
Land	331	-	-	-	331
Land improvements	172	3	-	-	175
Library Materials (Note12)	11,347	1,610	1,273	\$ -	11,684
Shelving	762	104	97	-	769
Vehicles	173	-	42	-	131
2016 Totals	\$ 28,348	\$ 5,862	\$ 1,954	\$ -	\$ 32,256
 2015 Totals	 \$ 26,997	 \$ 2,859	 \$ 1,508	 \$ -	 \$ 28,348

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

5. TANGIBLE CAPITAL ASSETS (continued)

Accumulated amortization:

	Beginning of Year <u>(000's)</u>	Amortization Expense <u>(000's)</u>	Disposals and Write Downs <u>(000's)</u>	End of Year <u>(000's)</u>
2016				
Buildings and leasehold improvements	\$ 7,730	\$ 271	\$ -	\$ 8,001
Furnishings and information technology	2,297	524	542	2,279
Land improvements	33	8	-	41
Library Materials	5,519	1,440	1,273	5,686
Shelving	514	14	85	443
Vehicles	79	16	42	53
2016 Totals	\$ 16,172	\$ 2,273	\$ 1,942	\$ 16,503
2015 Totals	\$ 15,463	\$ 2,217	\$ 1,508	\$ 16,172

The Library purchased and expensed works of art of \$5,499 during the year (2015 - \$14,623).

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

6. ACCUMULATED SURPLUS

The Board of Directors has established internally restricted reserves for specific future purposes. These appropriated reserves may be used or increased at the discretion of the Board of Directors. The summary of appropriated and unappropriated surplus is as follows:

	2016	2015
	(000's)	(000's)
Appropriated surplus:		
Capital project reserve	\$ 6,008	\$ 6,611
North Central Shared Facility reserve	1,661	1,661
Operating reserve	1,705	1,705
Technology reserve	950	950
Vehicle reserve	20	-
Dunlop art projects reserve	84	109
Fine arts reserve	(26)	11
SILS	237	297
	10,639	11,344
Obligations to be funded from future revenues:		
Employee benefits obligations	(861)	(1,009)
	(861)	(1,009)
Investment in tangible capital assets	15,753	12,176
Unappropriated surplus	10	718
Accumulated surplus	\$ 25,541	\$ 23,229

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

7. COMMITMENTS AND CONTINGENCIES

a) Operating leases

The Library is committed to the following payments for operating leases and service agreements:

	George Bothwell Branch lease (000's)	Regent Place Branch lease (000's)	Other (000's)	Total (000's)
2017	\$ 327	\$ 169	\$ 33	\$ 529
2018	327	186	27	540
2019	327	186	12	525
2020	327	186	-	513
2021	335	186	-	521
Total payments	\$ 1,643	\$ 913	\$ 72	\$ 2,628

b) Branch construction

As referred to in note 8, the Library has entered into a partnership agreement with the City of Regina and the Board of Education of the Regina School Division No. 4 Saskatchewan to construct an integrated educational/library/community facility in the North Central area of the City of Regina. The total commitment to the project is estimated at \$2,500,000 (2015 - \$2,500,000).

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

8. INVESTMENT IN GOVERNMENT PARTNERSHIPS

SILS was incorporated in 2009 as a non-profit membership corporation by the ten public library systems in Saskatchewan. The purpose of SILS is to develop and maintain a single integrated library information system and provide a common experience for library users throughout the province. SILS is funded by grants from the Ministry of Education and member libraries. The member libraries share in annual operating expenses based on a service level formula.

The condensed supplementary financial information of SILS is as follows:

	<u>(000's)</u>	<u>(000's)</u>
Statement of Financial Position		
Financial assets	\$ 1,975	\$ 1,881
Financial liabilities	617	671
Net financial assets	1,358	1,210
Non-financial assets:		
Tangible capital assets	1	3
Prepaid expenses	338	317
	339	320
Accumulated surplus	\$ 1,697	\$ 1,530
Statement of Operations		
Revenue	\$ 1,184	\$ 1,377
Expenses	1,016	1,783
Excess (deficiency) of revenue over expenses	\$ 168	\$ (406)

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

8. INVESTMENT IN GOVERNMENT PARTNERSHIPS (continued)

The financial statements shown are proportionately consolidated with the Library financial statements at 21.75% (2015 – 21.78%) representing the Library’s interest in SILS. After eliminating inter-company transactions, the following amounts have been included in the consolidated financial statements:

	2016	2015
	(000's)	(000's)
Statement of Financial Position		
Financial assets	\$ 418	\$ 398
Financial liabilities	123	135
Net financial assets	295	263
Non-financial assets:		
Tangible capital assets	1	-
Prepaid expenses	74	69
	75	69
Accumulated surplus	\$ 370	\$ 332
Statement of Operations		
Revenue	\$ 207	\$ 250
Expenses	171	338
Excess (deficit) of revenues over expenses	\$ 36	\$ (88)

In the event that SILS is dissolved, the Library is responsible for its share of any costs in excess of the net assets of SILS. At December 31, 2016, SILS plans to continue operations for the foreseeable future.

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

8. INVESTMENT IN GOVERNMENT PARTNERSHIPS (continued)

The Library has entered into a master agreement with the City of Regina and the Board of Education of the Regina School Division No. 4 to construct an integrated educational/library/community facility in the North Central area of the City of Regina known as the Mâdawêyatitân Centre. Construction began in 2015 and will be completed in 2017. The purpose of the partnership is to develop and operate a Facility as an integrated gathering place for the community and to deliver programs and services to the public. Any distribution (recovery) of annual operating surplus (deficit) is shared between the partners according to their respective usage of the services.

The condensed supplementary financial information of the Mâdawêyatitân Centre is as follows:

	2016 (000's)	2015 (000's)
	<u> </u>	<u> </u>
Tangible Capital Assets	\$ 29,568	\$ 11,589

The above financial information has been proportionately consolidated with the Library's financial statements at the Library's partnership share of 5.79% (2015 - 5.79%). After adjusting the accounting policies to be consistent with those of the Library and eliminating transactions between the partnership and the Library, the following amounts have been included in the Library's consolidated financial statements:

	2016 (000's)	2015 (000's)
	<u> </u>	<u> </u>
Tangible Capital Assets	\$ 1,712	\$ 671

9. PENSION AND BENEFIT PLANS

The Library is a member of the City of Regina Civic Employees' Superannuation and Benefit Plan (the "Plan") which is overseen by its own Administrative Board. All eligible permanent employees of the Library are members of the Plan. This multiemployer plan provides defined retirement benefits and is integrated with the Canada Pension Plan ("CPP"). The Plan provides a lifetime monthly pension based on an employee's years of service and the average of their best five consecutive years of earnings. During the year, employees contributed 8.8% (2015 - 9.42%) of their earnings below the CPP maximum and 13.1% (2015 - 13.96%) of earnings above the CPP maximum. The Library contributed 9.8% (2015 - 9.42%) of their earnings below the CPP maximum and 14.6% (2015 - 13.96%) of earnings above the CPP maximum.

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

9. PENSION AND BENEFIT PLANS (continued)

The financial statements as at December 31, 2015 indicate the plan had a deficit (unfunded liability) of net assets available to pay accrued pension benefits of \$25,727,000 (2014 - \$70,410,000). The plan is a multiemployer defined benefit plan, therefore neither benefits nor contributions are segregated by employer. The Plan managers have been unable to determine the portion of the unfunded liability attributable to each employer. Accordingly, no portion of the deficiency has been recognized as a liability or expense in the financial statements.

The Plan has been accounted for using the method appropriate for defined contribution plans and, as such, the amount of pension expense is equal to the contributions required for the year. Pension costs of \$964,000 (2015 - \$914,000) were expensed during the year.

10. LONG TERM DISABILITY BENEFIT PLAN

The Library is a member of the Regina Civic Employees' Long Term Disability Plan ("Disability Plan"). The financial statements as of December 31, 2015 indicate a surplus of net assets available for benefits of \$33,421,000 (2014 - \$24,154,000).

The Disability Plan is a multiemployer plan and consequently, identification of individual employer's assets is not available from the Plan managers. Accordingly, no portion of the surplus has been recognized as an asset or expense reduction in the financial statements. The Plan has been accounted for using the method appropriate for defined contribution plans and, as such, the amount of benefit expense is equal to the contributions required for the year. Contribution rates for the current year were 0.92% for both employees and employers (2015 - 0.92%). The Library recorded disability premium costs of \$84,000 for the year (2015 - \$82,000).

11. EXPENSES BY OBJECT

	2016		2016	2015
	Budget		(000's)	(000's)
	(000's)		(000's)	(000's)
Wages, benefits and honoraria	\$ 13,095	\$	12,383	\$ 11,983
Purchased goods and services	5,833	5,390		5,082
Interest	40	23		26
Amortization	2,344	2,273		2,217
	\$ 21,312	\$	20,069	\$ 19,308

REGINA PUBLIC LIBRARY BOARD
Notes to the Consolidated Financial Statements
Year ended December 31, 2016

12. LIBRARY MATERIALS

	2016 Budget (000's)	2016 (000's)	2015 (000's)
	<u> </u>	<u> </u>	<u> </u>
Books	\$ 1,024	\$ 1,004	\$ 962
E-audio & E-books	247	306	201
DVDs	239	219	202
Sound recordings	29	81	86
	<u>\$ 1,539</u>	<u>\$ 1,610</u>	<u>\$ 1,451</u>

Purchases of serials/periodicals of \$123,000 (2015 - \$129,000) and electronic information of \$337,000 (2015 - \$307,000) were expensed during the year.