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**Notes to Financial Statements**  
**Year Ended December 31, 2022**

**12. RECONCILIATION OF OPERATING RESULTS TO BUDGET**

The Library System compiles a budget on a modified accrual basis. The budget expensed all tangible capital asset purchases rather than including amortization expense. The reconciliation below adjusts excess of revenues over expenses to align with the Library System budgeting process. It should not be used as a replacement for the Statement of Operations. The Library System budgeted for a \$NIL surplus (2021 - \$19,665 deficit).

	2022 Budget	2022 Actual	2021 Actual
Excess (deficiency) of revenues over expenses	-	(346,628)	\$ (219,820)
Add:			
Amortization of tangible capital assets	-	152,730	163,328
Deduct:			
Purchase of tangible capital assets		-	(4,721)
Amortization of deferred contributions - tangible capital assets	-	(42,685)	(42,686)
Deferred allotment carryover	-	(6,223)	(20,438)
Gain on disposal of tangible capital assets	-	(25,750)	-
	\$	<b>(298,556)</b>	<b>\$ (124,337)</b>

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