

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT

OF

SEYMOUR MUNICIPAL AIRPORT AUTHORITY

JACKSON COUNTY, INDIANA

January 1, 2006 to December 31, 2007



FILED
06/20/2008

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Airport Manager	Don R. Furlow	01-01-06 to 12-31-08
President of the Aviation Board	Phillip R. Zickler	01-01-06 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE SEYMOUR MUNICIPAL
AIRPORT AUTHORITY, JACKSON COUNTY, INDIANA

We have examined the financial information presented herein of the Seymour Municipal Airport Authority (Authority), for the period of January 1, 2006 to December 31, 2007. The Authority's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the Authority for the years ended December 31, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Capital Assets as listed in the Table of Contents, is presented for additional analysis and is not a required part of the basic financial information. It has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

May 20, 2008

SEYMOUR MUNICIPAL AIRPORT AUTHORITY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2006 And 2007

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
Aviation Operating	\$ 191,179	\$ 665,826	\$ 619,403	\$ 237,602
Aviation Railroad Spur	6,030	3,100	-	9,130
Airport Authority Concessions	879	-	447	432
Rainy Day Fund	173,035	-	-	173,035
Capital Improvement/Replacement Reserve	607,965	-	-	607,965
Grant Holding	-	146,908	146,908	-
Fiduciary Fund:				
Payroll	4,963	231,583	232,800	3,746
Totals	<u>\$ 984,051</u>	<u>\$ 1,047,417</u>	<u>\$ 999,558</u>	<u>\$ 1,031,910</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
Aviation Operating	\$ 237,602	\$ 623,041	\$ 651,572	\$ 209,071
Aviation Railroad Spur	9,130	2,550	-	11,680
Airport Authority Concessions	432	1,794	685	1,541
Rainy Day Fund	173,035	-	-	173,035
Capital Improvement/Replacement Reserve	607,965	-	174,434	433,531
Grant Holding	-	640,279	640,279	-
Fiduciary Fund:				
Payroll	3,746	239,042	238,963	3,825
Totals	<u>\$ 1,031,910</u>	<u>\$ 1,506,706</u>	<u>\$ 1,705,933</u>	<u>\$ 832,683</u>

The accompanying notes are an integral part of the financial information.

SEYMOUR MUNICIPAL AIRPORT AUTHORITY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Authority was established under the laws of the State of Indiana. The Authority provides the following services: general administrative services and aviation services.

Note 2. Fund Accounting

The Authority uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are received are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the District to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Restatement of Prior Balances

For the year ended December 31, 2005, certain changes have been made to the financial schedule to more appropriately reflect financial activity of the Authority. The following schedule presents a summary of restated beginning balances by fund. The restatement is a result of disbursements in the amount of \$69,000 not being properly reported during 2005.

SEYMOUR MUNICIPAL AIRPORT AUTHORITY
NOTES TO FINANCIAL INFORMATION
(Continued)

Fund Type/Fund	Cash and Investment Balance as Reported December 31, 2005	Prior Period Adjustments	Cash and Investment Balance as Restated January 1, 2006
Governmental Fund:			
Rainy Day Fund	\$ 242,035	\$ (69,000)	\$ 173,035

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

The District contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the District authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

SEYMOUR MUNICIPAL AIRPORT AUTHORITY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2007

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 875,546
Buildings	1,703,988
Improvements other than buildings	6,311,522
Machinery and equipment	<u>703,086</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 9,594,142</u>

SEYMOUR MUNICIPAL AIRPORT AUTHORITY
EXIT CONFERENCE

The contents of this report were discussed on May 20, 2008, with Don R. Furlow, Airport Manager; Phillip R. Zickler, President of the Aviation Board; and Diane I. Schepman, Airport Secretary. Our examination disclosed no material items that warrant comment at this time.