

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

EXAMINATION REPORT

OF

MADISON - JEFFERSON COUNTY PUBLIC LIBRARY

JEFFERSON COUNTY, INDIANA

January 1, 2006 to December 31, 2007



FILED
01/15/2009

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Charlene Abel	07-01-05 to 06-30-09
Treasurer	Claudette Kramer Terry Phillips Donna Errett	11-15-05 to 06-30-06 07-01-06 to 06-30-07 07-01-07 to 06-30-09
President of the Board	Walter Morrill Mary Kay Butler Mary Seifert Dana Riddle	07-01-05 to 06-30-06 07-01-06 to 06-30-07 07-01-07 to 06-30-08 07-01-08 to 06-30-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE MADISON - JEFFERSON COUNTY
PUBLIC LIBRARY, JEFFERSON COUNTY, INDIANA

We have examined the financial information presented herein of the Madison - Jefferson County Public Library (Library), for the period of January 1, 2006 to December 31, 2007. The Library'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 Library 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 and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

December 9, 2008

MADISON - JEFFERSON COUNTY PUBLIC LIBRARY
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:				
General	\$ 694,761	\$ 949,217	\$ 907,393	\$ 736,585
Gift and Bequests	118,029	17,602	58,592	77,039
Olyer Memorial book	50,008	1,407	1,399	50,016
Refunds	70	100	149	21
Gates Foundation	993	-	750	243
Library Improvement Reserve	18,203	465	-	18,668
Library Capital Projects	74,895	110,690	77,012	108,573
State Technology Grant	-	2,700	-	2,700
Fiduciary Funds:				
Payroll Withholdings	-	127,779	127,779	-
PLAC	-	62	62	-
Totals	<u>\$ 956,959</u>	<u>\$ 1,210,022</u>	<u>\$ 1,173,136</u>	<u>\$ 993,845</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 736,585	\$ 1,008,768	\$ 1,185,984	\$ 559,369
Gift and Bequests	77,039	63,174	37,307	102,906
Olyer Memorial book	50,016	-	16	50,000
Refunds	21	123	138	6
Gates Foundation	243	-	-	243
Library Improvement Reserve	18,668	3,187	18,000	3,855
Library Capital Projects	108,573	154,196	221,659	41,110
State Technology Grant	2,700	2,700	2,700	2,700
Fiduciary Funds:				
Payroll Withholdings	-	142,343	142,343	-
PLAC	-	30	30	-
Totals	<u>\$ 993,845</u>	<u>\$ 1,374,521</u>	<u>\$ 1,608,177</u>	<u>\$ 760,189</u>

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

MADISON - JEFFERSON COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Library was established under the laws of the State of Indiana. The Library provides cultural services.

Note 2. Fund Accounting

The Library 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 subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Library in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Library on or prior to December 31 of the year collected.

Note 5. 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.

MADISON - JEFFERSON COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION
(Continued)

State statute (IC 5-13-9) authorizes the Library 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 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

The Library 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 Library 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.

Madison-Jefferson County Public Library

420 W. Main St. Madison, Indiana 47250. (812) 265-2744. fax (812) 265-2217. <http://www.mjcpl.org>

MADISON - JEFFERSON COUNTY PUBLIC LIBRARY 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	\$ -
Infrastructure	-
Buildings	1,149,681
Improvements other than buildings	46,893
Machinery and equipment	237,274
Construction in progress	-
	<hr/>
Total governmental activities, capital assets not being depreciated	<u>\$ 1,433,848</u>

Madison-Jefferson County Public Library

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MADISON - JEFFERSON COUNTY PUBLIC LIBRARY
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
December 31, 2007

The Library has entered into the following debt:

<u>Description of Debt</u>	<u>Ending Principal Balance</u>	<u>Principal and Interest Due Within One Year</u>
Governmental Activities:		
Capital leases:		
Chiller Lease	<u>\$ 173,371</u>	<u>\$ 32,347</u>

MADISON - JEFFERSON COUNTY PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on December 9, 2008, with Charlene Abel, Director; Donna Errett, Treasurer; and Joy Culp, Bookkeeper. Our examination disclosed no material items that warrant comment at this time.