

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

EXAMINATION REPORT
OF
COVINGTON-VEEDERSBURG PUBLIC LIBRARY
FOUNTAIN COUNTY, INDIANA
January 1, 2007 to December 31, 2008



FILED
01/20/2010

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report.....	3
Financial Information:	
Schedules of Receipts, Disbursements, and Cash and Investment Balances	4
Notes to Financial Information	5
Supplementary Information:	
Schedule of Capital Assets.....	6
Exit Conference.....	7

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Regina George	01-01-07 to 12-31-09
Treasurer	Nancy J. Wagner	01-01-07 to 12-31-09
President of the Board	Tim Shumaker John Shambach	01-01-07 to 12-31-07 01-01-08 to 12-31-09



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE COVINGTON-VEEDERSBURG
PUBLIC LIBRARY, FOUNTAIN COUNTY, INDIANA

We have examined the financial information presented herein of the Covington-Veedersburg Public Library (Library), for the period of January 1, 2007 to December 31, 2008. 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, 2007 and 2008, 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

November 24, 2008

COVINGTON-VEEDERSBURG 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, 2007 And 2008

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 77,802	\$ 245,550	\$ 241,430	\$ 81,922
Gift	43,653	9,011	4,538	48,126
State Technology Grant	950	-	950	-
Library Improvement Reserve	51,419	2,019	11,650	41,788
Library Capital Projects	9,680	24,811	24,061	10,430
Fiduciary Fund:				
PLAC	42	-	42	-
Totals	<u>\$ 183,546</u>	<u>\$ 281,391</u>	<u>\$ 282,671</u>	<u>\$ 182,266</u>

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 81,922	\$ 292,875	\$ 347,861	\$ 26,936
Gift	48,126	57,424	49,397	56,153
State Technology Grant	-	768	768	-
Library Improvement Reserve	41,788	40,810	41,740	40,858
Library Capital Projects	10,430	18,478	13,000	15,908
Rainy Day	-	12,132	6,000	6,132
Totals	<u>\$ 182,266</u>	<u>\$ 422,487</u>	<u>\$ 458,766</u>	<u>\$ 145,987</u>

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

COVINGTON-VEEDERSBURG PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Library was established under the laws of the State of Indiana. The Library provides the following services: culture and recreation.

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.

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.

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.

COVINGTON-VEEDERSBURG PUBLIC LIBRARY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For the Year Ended December 31, 2008

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	\$ 1,250
Buildings	52,345
Improvements other than buildings	45,841
Equipment and media	<u>853,431</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 952,867</u>

COVINGTON-VEEDERSBURG PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on November 24, 2009, with Nancy J. Wagner, Treasurer; and Regina George, Director. Our examination disclosed no material items that warrant comment at this time.