

B37258

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

EXAMINATION REPORT

OF

WAKARUSA-OLIVE & HARRISON TOWNSHIP PUBLIC LIBRARY

ELKHART COUNTY, INDIANA

January 1, 2007 to December 31, 2009



FILED
07/23/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Jo M. Geleske	01-01-07 to 12-31-10
Treasurer	Joyce E. McDowell	01-01-07 to 12-31-10
President of the Board	Nadine Lengacher Jane Abel	01-01-07 to 12-31-09 01-01-10 to 12-31-10



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE WAKARUSA-OLIVE & HARRISON
TOWNSHIP PUBLIC LIBRARY, ELKHART COUNTY, INDIANA

We have examined the financial information presented herein of the Wakarusa-Olive & Harrison Township Public Library (Library), for the period of January 1, 2007 to December 31, 2009. 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, 2008 and 2009, 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

June 24, 2010

WAKARUSA-OLIVE & HARRISON TOWNSHIP 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, 2008 And 2009

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 367,992	\$ 434,850	\$ 461,711	\$ 341,131
Gift	5,837	2,188	1,486	6,539
Rainy Day	-	1,220	-	1,220
Bond and Interest Redemption	10,368	81,061	84,236	7,193
Library Improvement Reserve	129,294	10,412	-	139,706
Totals	<u>\$ 513,491</u>	<u>\$ 529,731</u>	<u>\$ 547,433</u>	<u>\$ 495,789</u>

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 341,131	\$ 320,926	\$ 458,760	\$ 203,297
Gift	6,539	1,728	1,685	6,582
Rainy Day	1,220	11,625	12,844	1
Bond and Interest Redemption	7,193	85,463	80,921	11,735
Library Improvement Reserve	139,706	4,680	24,052	120,334
Fiduciary Fund:				
PLAC	-	60	60	-
Totals	<u>\$ 495,789</u>	<u>\$ 424,482</u>	<u>\$ 578,322</u>	<u>\$ 341,949</u>

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 203,297	\$ 607,450	\$ 479,956	\$ 330,791
Gift	6,582	3,830	594	9,818
Rainy Day	1	17,882	-	17,883
Bond and Interest Redemption	11,735	120,196	120,937	10,994
Library Improvement Reserve	120,334	31,113	1,500	149,947
Fiduciary Fund:				
PLAC	-	90	90	-
Totals	<u>\$ 341,949</u>	<u>\$ 780,561</u>	<u>\$ 603,077</u>	<u>\$ 519,433</u>

The accompanying notes are an integral part of the financial information

WAKARUSA-OLIVE & HARRISON TOWNSHIP PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Library was established under the laws of the State of Indiana. The Library operates under an appointed governing board and 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 or highway use taxes are received 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.

WAKARUSA-OLIVE & HARRISON TOWNSHIP 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.

WAKARUSA-OLIVE & HARRISON TOWNSHIP PUBLIC LIBRARY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS
December 31, 2009

Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 35,001
Buildings	594,912
Improvements other than buildings	68,870
Machinery and equipment	334,395
Books and materials	<u>1,529,086</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 2,562,264</u>

WAKARUSA-OLIVE & HARRISON TOWNSHIP PUBLIC LIBRARY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2009

The Library has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Bonds payable:		
General obligation bonds:		
Library expansion	\$ 155,000	\$ 83,831
	\$ 155,000	\$ 83,831

WAKARUSA - OLIVE & HARRISON TOWNSHIP PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on June 24, 2010, with Joyce E. McDowell, Treasurer; Jane Abel, President of the Board; and Jo M. Geleske, Director. Our examination disclosed no material items that warrant comment at this time.