

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

EXAMINATION REPORT
OF
RISING SUN - OHIO COUNTY PORT AUTHORITY
OHIO COUNTY, INDIANA
January 1, 2008 to December 31, 2009



FILED
10/13/2010

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
Examination Results and Comments:	
Receipts	6
Annual Budget	6
Accounts Payable Vouchers.....	6
Exit Conference.....	7

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Ann H. McMurray	01-01-08 to 12-31-10
Chairman of the Board	Gary L. Brett	01-01-08 to 03-15-09
	Holt Hoffman	03-16-09 to 09-21-09
	Clayton Lamkin	09-22-09 to 01-17-10
	Gary L. Brett	01-18-10 to 05-13-10
	Vacant	05-14-10 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE RISING SUN - OHIO COUNTY
PORT AUTHORITY, OHIO COUNTY, INDIANA

We have examined the financial information presented herein of the Rising Sun - Ohio County Port Authority (Port Authority), for the period of January 1, 2008 to December 31, 2009. The Port 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 Port Authority for the years ended December 31, 2008 and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

July 28, 2010

RISING SUN - OHIO COUNTY PORT AUTHORITY
 SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
 ALL GOVERNMENTAL FUND TYPE
 As Of And For The Years Ended December 31, 2008 And 2009

	<u>Cash and Investments 01-01-08</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 12-31-08</u>
Governmental Fund: General	\$ 214,576	\$ 39,624	\$ 7,220	\$ 246,980
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>Cash and Investments 01-01-09</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 12-31-09</u>
Governmental Funds: General	\$ 246,980	\$ 27,901	\$ 10,716	\$ 264,165
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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

RISING SUN - OHIO COUNTY PORT AUTHORITY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Port Authority was established under the laws of the State of Indiana. The Port Authority provides general administrative services.

Note 2. Fund Accounting

The Port 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 prepared and approved at the local level.

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 Port Authority 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.

RISING SUN - OHIO COUNTY PORT AUTHORITY
EXAMINATION RESULTS AND COMMENTS

RECEIPTS

Seven of the ten receipts tested in the year 2009 were deposited from 10 to 25 days after the receipts were issued.

IC 5-13-6-1(c) states in part: "All local officers . . . who collect public funds of their respective political subdivisions shall deposit funds not later than the business day following the receipt of funds on business days of the depository in the depository or depositories selected by the . . . local boards of finance. . . ."

ANNUAL BUDGET

For the years 2008 and 2009, annual budgets prepared by the Port Authority Board of Directors were not presented for examination.

IC 8-10-5-16 states in part: "The board of directors of a port authority shall annually prepare a budget for the port authority. . . ."

ACCOUNTS PAYABLE VOUCHERS

The following deficiencies were noted on accounts payable vouchers tested during the examination period:

- (1) Accounts Payable Vouchers (claims) were being paid prior to Board approval.
- (2) Claims or invoices were not being signed by the person who received the goods or services.

IC 5-11-10-2(a) states:

"Claims against a political subdivision of the state must be approved by the officer or person receiving the goods or services, be audited for correctness and approved by the disbursing officer of the political subdivision, and, where applicable, be allowed by the governing body having jurisdiction over allowance of such claims before they are paid. If the claim is against a governmental entity (as defined in section 1.6 of this chapter), the claim must be certified by the fiscal officer."

RISING SUN - OHIO COUNTY PORT AUTHORITY
EXIT CONFERENCE

The contents of this report were discussed on July 28, 2010, with Ann H. McMurray, Clerk-Treasurer. The officials concurred with our findings.

The contents of this report were discussed on July 29, 2010, with Larry Gipson, Vice President of the Board.