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

EXAMINATION REPORT
OF
MOORESVILLE PUBLIC LIBRARY
MORGAN COUNTY, INDIANA
January 1, 2008 to December 31, 2009



FILED
12/29/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Diane Huerkamp	01-01-08 to 12-31-10
Treasurer	Edward Brizendine Steve Saucerman	01-01-08 to 12-31-08 01-01-09 to 12-31-10
President of the Board	Laura Gutzwiller Susan Joyner	01-01-08 to 12-31-08 01-01-09 to 12-31-10
Business Manager	Lori Becker	01-01-08 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE MOORESVILLE PUBLIC LIBRARY, MORGAN COUNTY, INDIANA

We have examined the financial information presented herein of the Mooresville Public Library (Library), for the period of January 1, 2008 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, 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 Long-Term Debt, 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

September 7, 2010

MOORESVILLE 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, 2008 And 2009

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 439,528	\$ 562,072	\$ 644,253	\$ 357,347
Gift	36,880	21,036	27,514	30,402
Collection Agency	10	150	160	-
Cook Endowment	4,076	13,203	14,816	2,463
Cyrus Wetzel	13,263	160	250	13,173
Elsie Perce	1,106	29	-	1,135
Grants	2,145	3,375	2,142	3,378
Indiana Technology Grant	4,877	7,705	6,131	6,451
Kendricks Grant	-	40,000	24,685	15,315
Marian Adams Memorial	4,292	-	-	4,292
Target Grant	750	2,020	1,169	1,601
Youth Project Fund	4,407	53	30	4,430
Bond and Interest Redemption	19,509	50,744	70,226	27
Lease Rental	234,646	241,756	428,000	48,402
Library Improvement Reserve	77,446	4,640	1,514	80,572
Library Capital Projects	15,561	-	8,061	7,500
Construction	170,480	5,391	21,874	153,997
Public Printer/Copier	1,091	1,965	2,160	896
Rainy Day	4,232	53,474	8,179	49,527
Fiduciary Funds:				
Payroll Withholdings	2,790	62,945	62,755	2,980
PLAC	1,441	7,171	8,612	-
Totals	<u>\$ 1,038,530</u>	<u>\$ 1,077,889</u>	<u>\$ 1,332,531</u>	<u>\$ 783,888</u>

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 357,347	\$ 718,739	\$ 720,602	\$ 355,484
Gift	30,402	26,675	13,212	43,865
Collection Agency	-	160	150	10
Cook Endowment	2,463	13,759	15,450	772
Cyrus Wetzel	13,173	66	250	12,989
Elsie Perce	1,135	40	16	1,159
Grants	3,378	2,300	3,378	2,300
Indiana Technology Grant	6,451	8,400	8,400	6,451
Kendricks Grant	15,315	387	12,052	3,650
Marian Adams Memorial	4,292	-	-	4,292
Target Grant	1,601	2,000	1,992	1,609
Youth Project Fund	4,430	28	500	3,958
Bond and Interest Redemption	27	88,272	88,173	126
Lease Rental	48,402	413,088	428,000	33,490
Library Improvement Reserve	80,572	725	-	81,297
Library Capital Projects	7,500	-	4,500	3,000
Construction	153,997	2,276	35,131	121,142
Public Printer/Copier	896	2,266	1,990	1,172
Rainy Day	49,527	61,281	-	110,808
Fiduciary Funds:				
Payroll Withholdings	2,980	62,733	65,350	363
PLAC	-	6,660	5,100	1,560
Totals	<u>\$ 783,888</u>	<u>\$ 1,409,855</u>	<u>\$ 1,404,246</u>	<u>\$ 789,497</u>

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

MOORESVILLE 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: public safety, health and social services, culture and recreation, and general administrative 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.

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.

MOORESVILLE PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION
(Continued)

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.

MOORESVILLE 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:		
Capital Leases:		
Library construction and Improvements - 2004	\$ 4,945,000	\$ 428,000
Bonds payable:		
General obligation bonds:		
Library Improvements - 2001	<u>580,000</u>	<u>90,868</u>
Total governmental activities debt	<u>\$ 5,525,000</u>	<u>\$ 518,868</u>

MOORESVILLE PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on September 16, 2010, with Diane Huerkamp, Director; Lori Becker, Business Manager; and Steve Saucerman, Treasurer. Our examination disclosed no material items that warrant comment at this time.