

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

HAMILTON EAST PUBLIC LIBRARY

HAMILTON COUNTY, INDIANA

January 1, 2009 to December 31, 2010



**FILED**  
11/14/2011



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	David Cooper	01-01-09 to 03-31-11
Interim Director	Paris Head	03-31-11 to 12-31-11
Treasurer	Robyn Neal	09-17-09 to 09-16-11
President of the Board	W. Steven Sharp Will Crandall	09-17-09 to 09-16-10 09-17-10 to 09-16-11



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF HAMILTON EAST PUBLIC LIBRARY, HAMILTON COUNTY, INDIANA

We have examined the financial statements of Hamilton East Public Library (Library), for the period of January 1, 2009 to December 31, 2010. The Library's management is responsible for the financial statements. 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 statements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

As discussed in Note 1, the Library prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis noted above is a different basis than that used in the prior year.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Library for the years ended December 31, 2009 and 2010, on the basis of accounting described in Note 1.

The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, 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 financial statements. They have not been subjected to the examination procedures applied to the financial statements and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Library's management, the Library Board, and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

August 29, 2011

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## FINANCIAL STATEMENTS

The financial statements and accompanying notes were approved by management of the Library.  
The financial statements and notes are presented as intended by the Library.

HAMILTON EAST PUBLIC LIBRARY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2009

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Operating	\$ 3,108,180	\$ 6,806,622	\$ 6,185,421	\$ 3,729,381
Rainy Day Fund	80,266	475,876	-	556,142
Rb Event	-	335	-	335
Lsta Grant Fund	-	8,000	8,000	-
Literacy	6,173	248	1,090	5,331
Gift Fund	13,385	10,023	7,518	15,890
Artwork Donation Fund	822	-	-	822
Miese Trust Gift Fund	3,120	3,648	7,450	(682)
Wish Tree Fund	140	-	-	140
Dillinger Donation Fund	15,000	-	-	15,000
Development	5,150	-	4,952	198
Aquarium Gift Fund	-	500	-	500
Rotary Reading Room	10,000	-	-	10,000
Rotary Reading Room Gift Fund	286	-	-	286
State Tech Grant Fund	-	5,400	5,400	-
Lease Rental Payment	1,230,587	2,408,014	2,443,293	1,195,308
Library Improvement Reserve	2,176,607	-	2,500	2,174,107
Payroll	-	3,370,357	3,370,357	-
Plac Card	-	7,892	7,892	-
	<u>\$ 6,649,716</u>	<u>\$ 13,096,915</u>	<u>\$ 12,043,873</u>	<u>\$ 7,702,758</u>

The notes to the financial statements are an integral part of this statement.

HAMILTON EAST PUBLIC LIBRARY  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For The Year Ended December 31, 2010

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Operating	\$ 3,729,381	\$ 6,719,063	\$ 5,889,379	\$ 4,559,065
Rainy Day Fund	556,142	462,370	-	1,018,512
Rb Event	335	110	401	44
Literacy	5,331	100	234	5,197
Levy Excess	-	14,092	-	14,092
Gift Fund	15,890	5,966	11,335	10,521
Artwork Donation Fund	822	-	822	-
Miesse Trust Gift Fund	(682)	4,851	4,169	-
Wish Tree Fund	140	-	-	140
Dillinger Donation Fund	15,000	-	-	15,000
Development	198	-	-	198
Aquarium Gift Fund	500	1,335	1,535	300
Rotary Reading Room	10,000	-	-	10,000
Rotary Reading Room Gift Fund	286	-	-	286
Lease Rental Payment	1,195,308	2,137,400	2,443,293	889,415
Library Improvement Reserve	2,174,107	-	220,714	1,953,393
Payroll	-	3,301,235	3,301,158	77
Plac Card	-	6,431	5,181	1,250
	<u>\$ 7,702,758</u>	<u>\$ 12,652,953</u>	<u>\$ 11,878,221</u>	<u>\$ 8,477,490</u>

The notes to the financial statements are an integral part of this statement.

HAMILTON EAST PUBLIC LIBRARY  
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The Library was established under the laws of the State of Indiana. The Library operates under an appointed governing board and provides culture services.

The accompanying financial statements present the financial information for the Library (primary government), and does not include financial information for any of the Library's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial information of the Library (primary government.)

B. Basis of Accounting

The financial statements are reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts may include, but are not limited to, the following sources:

Taxes, which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax county adjusted gross income tax, and other taxes that are set by the Library.

Special assessments which includes amounts levied against certain properties to defray all or part of the cost of a specific capital improvement or service deemed to benefit primarily those properties.

License and permits which includes amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of license and permits include: peddler licenses; dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits; and gun permits.

HAMILTON EAST PUBLIC LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Intergovernmental receipts which includes receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts includes, but is not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records; copy machine charges; accident report copies, gun permit applications, 911 telephone services; recycling fees, dog pound fees; emergency medical service fees, park rental fees; swimming pool receipts; cable tv receipts; ordinance violations; fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which includes receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Net proceeds from borrowings which includes receipts from general obligation bonds, notes and loans.

Intergovernmental loan activity which includes amounts received from other funds as loans on a temporary basis.

Transfers in which includes funds authorized by statute, ordinance, resolution or court order to be transferred in from another fund.

Utility receipts which are comprised mostly of charges for current services.

Internal service receipts which are comprised mostly of fees received for services performed for other funds.

Fiduciary receipts which are comprised mostly of contributions to the pensions funds from state and local sources.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements may include, but are not limited to, the following uses:

Personal services which includes outflows for salaries, wages and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which includes articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

HAMILTON EAST PUBLIC LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Other services and charges which includes, but is not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance; and rental charges.

Debt service principle and interest which includes fixed obligations resulting from financial transactions previously entered into by the Library. It includes all expenditures for the reduction of the principal and interest of the Library's general obligation indebtedness.

Capital outlay which includes all outflows for land, infrastructure, buildings, improvements, machinery and equipment having an appreciable and calculable period of usefulness.

Interfund loan payments and loans made which includes amounts that are owed to a particular fund by another fund.

Transfers out which includes funds authorized by statute, ordinance, resolution or court order to be transferred to another fund.

F. Interfund Transfers

The Library may, from time to time, transfer money from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the Library. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the Library. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the Library in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Library submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

HAMILTON EAST PUBLIC LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Library in June and December; however, situations can arise which would delay the distributions. 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 percent 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 normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 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.

Note 5. Risk Management

The Library may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the Library to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the Library by recording as a disbursement and replacement items purchased.

Note 6. Pension Plan

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is 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

HAMILTON EAST PUBLIC LIBRARY  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 percent 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.

### SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Library's Annual Reports can be found on the Indiana Transparency Portal website: [www.in.gov/itp/annual\\_reports/](http://www.in.gov/itp/annual_reports/).

Differences may be noted between the financial information presented in the financial statements contained in this report and the financial information presented in the Annual Reports of the Library which are referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

The supplementary information presented was prepared and/or approved by management of the Library. It is presented as intended by the Library.

HAMILTON EAST PUBLIC LIBRARY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009

	Operating	Rainy Day Fund	Rb Event	Lsta Grant Fund	Literacy	Gift Fund	Artwork Donation Fund
Cash and investments - beginning	\$ 3,108,180	\$ 80,266	\$ -	\$ -	\$ 6,173	\$ 13,385	\$ 822
Receipts:							
Taxes	2,722,676	-	-	-	-	-	-
Intergovernmental	3,724,415	475,876	-	8,000	-	-	-
Charges for services	9,179	-	-	-	-	-	-
Fines and forfeits	248,211	-	-	-	-	-	-
Other receipts	102,141	-	335	-	248	10,023	-
Total receipts	<u>6,806,622</u>	<u>475,876</u>	<u>335</u>	<u>8,000</u>	<u>248</u>	<u>10,023</u>	<u>-</u>
Disbursements:							
Personal services	4,268,937	-	-	-	-	-	-
Supplies	185,507	-	-	-	-	1,187	-
Other services and charges	1,007,853	-	-	-	1,000	-	-
Capital outlay	723,124	-	-	8,000	90	6,331	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>6,185,421</u>	<u>-</u>	<u>-</u>	<u>8,000</u>	<u>1,090</u>	<u>7,518</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>621,201</u>	<u>475,876</u>	<u>335</u>	<u>-</u>	<u>(842)</u>	<u>2,505</u>	<u>-</u>
Cash and investments - ending	<u>\$ 3,729,381</u>	<u>\$ 556,142</u>	<u>\$ 335</u>	<u>\$ -</u>	<u>\$ 5,331</u>	<u>\$ 15,890</u>	<u>\$ 822</u>

HAMILTON EAST PUBLIC LIBRARY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	Miesse Trust Gift Fund	Wish Tree Fund	Dillinger Donation Fund	Development	Aquarium Gift Fund	Rotary Reading Room	Rotary Reading Room Gift Fund
Cash and investments - beginning	\$ 3,120	\$ 140	\$ 15,000	\$ 5,150	\$ -	\$ 10,000	\$ 286
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	3,648	-	-	-	500	-	-
Total receipts	3,648	-	-	-	500	-	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	7,450	-	-	4,127	-	-	-
Other services and charges	-	-	-	125	-	-	-
Capital outlay	-	-	-	700	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	7,450	-	-	4,952	-	-	-
Excess (deficiency) of receipts over disbursements	(3,802)	-	-	(4,952)	500	-	-
Cash and investments - ending	\$ (682)	\$ 140	\$ 15,000	\$ 198	\$ 500	\$ 10,000	\$ 286

HAMILTON EAST PUBLIC LIBRARY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2009  
 (Continued)

	State Tech Grant Fund	Lease Rental Payment	Library Improvement Reserve	Payroll	Plac Card	Totals
Cash and investments - beginning	\$ -	\$ 1,230,587	\$ 2,176,607	\$ -	\$ -	\$ 6,649,716
Receipts:						
Taxes	-	2,202,165	-	-	-	4,924,841
Intergovernmental	5,400	205,849	-	-	-	4,419,540
Charges for services	-	-	-	-	-	9,179
Fines and forfeits	-	-	-	-	-	248,211
Other receipts	-	-	-	3,370,357	7,892	3,495,144
Total receipts	<u>5,400</u>	<u>2,408,014</u>	<u>-</u>	<u>3,370,357</u>	<u>7,892</u>	<u>13,096,915</u>
Disbursements:						
Personal services	-	-	-	-	-	4,268,937
Supplies	-	-	-	-	-	198,271
Other services and charges	5,400	2,443,293	2,500	-	-	3,460,171
Capital outlay	-	-	-	-	7,892	746,137
Other disbursements	-	-	-	3,370,357	-	3,370,357
Total disbursements	<u>5,400</u>	<u>2,443,293</u>	<u>2,500</u>	<u>3,370,357</u>	<u>7,892</u>	<u>12,043,873</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(35,279)</u>	<u>(2,500)</u>	<u>-</u>	<u>-</u>	<u>1,053,042</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,195,308</u>	<u>\$ 2,174,107</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,702,758</u>

HAMILTON EAST PUBLIC LIBRARY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010

	Operating	Rainy Day Fund	Rb Event	Literacy	Levy Excess	Gift Fund	Artwork Donation Fund
Cash and investments - beginning	\$ 3,729,381	\$ 556,142	\$ 335	\$ 5,331	\$ -	\$ 15,890	\$ 822
Receipts:							
Taxes	2,925,395	-	-	-	-	-	-
Intergovernmental	3,497,148	462,370	-	-	14,092	-	-
Charges for services	9,281	-	-	-	-	-	-
Fines and forfeits	236,667	-	-	-	-	-	-
Other receipts	50,572	-	110	100	-	5,966	-
Total receipts	<u>6,719,063</u>	<u>462,370</u>	<u>110</u>	<u>100</u>	<u>14,092</u>	<u>5,966</u>	<u>-</u>
Disbursements:							
Personal services	4,221,337	-	-	-	-	-	-
Supplies	130,419	-	401	174	-	7,169	-
Other services and charges	940,301	-	-	-	-	-	822
Capital outlay	597,322	-	-	60	-	4,166	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>5,889,379</u>	<u>-</u>	<u>401</u>	<u>234</u>	<u>-</u>	<u>11,335</u>	<u>822</u>
Excess (deficiency) of receipts over disbursements	<u>829,684</u>	<u>462,370</u>	<u>(291)</u>	<u>(134)</u>	<u>14,092</u>	<u>(5,369)</u>	<u>(822)</u>
Cash and investments - ending	<u>\$ 4,559,065</u>	<u>\$ 1,018,512</u>	<u>\$ 44</u>	<u>\$ 5,197</u>	<u>\$ 14,092</u>	<u>\$ 10,521</u>	<u>\$ -</u>

HAMILTON EAST PUBLIC LIBRARY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Miesse Trust Gift Fund	Wish Tree Fund	Dillinger Donation Fund	Development	Aquarium Gift Fund	Rotary Reading Room
Cash and investments - beginning	\$ (682)	\$ 140	\$ 15,000	\$ 198	\$ 500	\$ 10,000
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	4,851	-	-	-	1,335	-
Total receipts	4,851	-	-	-	1,335	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	4,169	-	-	-	1,535	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	4,169	-	-	-	1,535	-
Excess (deficiency) of receipts over disbursements	682	-	-	-	(200)	-
Cash and investments - ending	\$ -	\$ 140	\$ 15,000	\$ 198	\$ 300	\$ 10,000

HAMILTON EAST PUBLIC LIBRARY  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2010  
 (Continued)

	Rotary Reading Room Gift Fund	Lease Rental Payment	Library Improvement Reserve	Payroll	Plac Card	Totals
Cash and investments - beginning	\$ 286	\$ 1,195,308	\$ 2,174,107	\$ -	\$ -	\$ 7,702,758
Receipts:						
Taxes	-	1,950,692	-	-	-	4,876,087
Intergovernmental	-	186,708	-	-	-	4,160,318
Charges for services	-	-	-	-	-	9,281
Fines and forfeits	-	-	-	-	-	236,667
Other receipts	-	-	-	3,301,235	6,431	3,370,600
Total receipts	-	2,137,400	-	3,301,235	6,431	12,652,953
Disbursements:						
Personal services	-	-	-	-	-	4,221,337
Supplies	-	-	-	-	-	143,867
Other services and charges	-	2,443,293	-	-	-	3,384,416
Capital outlay	-	-	220,714	-	5,181	827,443
Other disbursements	-	-	-	3,301,158	-	3,301,158
Total disbursements	-	2,443,293	220,714	3,301,158	5,181	11,878,221
Excess (deficiency) of receipts over disbursements	-	(305,893)	(220,714)	77	1,250	774,732
Cash and investments - ending	\$ 286	\$ 889,415	\$ 1,953,393	\$ 77	\$ 1,250	\$ 8,477,490

HAMILTON EAST PUBLIC LIBRARY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2010

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	\$ 5,180,000
Buildings	30,750,000
Machinery and equipment	<u>15,557,090</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 51,487,090</u>

HAMILTON EAST PUBLIC LIBRARY  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 December 31, 2010

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:		
Lease Rental Payments	\$ 31,720,000	\$ 2,440,000
Total governmental activities debt	<u>\$ 31,720,000</u>	<u>\$ 2,440,000</u>

HAMILTON EAST PUBLIC LIBRARY  
EXIT CONFERENCE

The contents of this report were discussed on September 7, 2011, with Robyn Neal, Treasurer; Paris Head, Interim Director; and Will Crandall, President of the Board. Our examination disclosed no material items that warrant comment at this time.