

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

FINANCIAL STATEMENTS EXAMINATION REPORT

OF

MORGAN COUNTY PUBLIC LIBRARY

MORGAN COUNTY, INDIANA

January 1, 2010 to December 31, 2012



FILED
09/25/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Krista Ledbetter	01-01-10 to 12-31-13
Treasurer	Judy Rumbaugh	01-01-10 to 12-31-16
President of the Board	Constance Feagans	01-01-10 to 12-31-13



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INDEPENDENT ACCOUNTANT'S REPORT

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

We have examined the accompanying financial statements of the Morgan County Public Library (Library), for the period of January 1, 2010 to December 31, 2012. The financial statements are the responsibility of the Library's management. Our responsibility is to express an opinion on the financial statements 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 effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position and results of operations of the Library for the period of January 1, 2010 to December 31, 2012.

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 period of January 1, 2010 to December 31, 2012, on the basis of accounting described in Note 1.

Our examination was conducted for the purpose of forming an opinion on the Library's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, 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.

Bruce Hartman
State Examiner

August 20, 2013

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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.

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

Fund	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Operating Fund	\$ 921,621	\$ 1,898,778	\$ 1,970,597	\$ 849,802
Petty Cash	185	1,178	1,178	185
Cash Change	183	60	-	243
Gift Fund	15,971	4,363	3,523	16,811
Kendrick Grant	1,077	-	1,077	-
Rainy Day	335,192	440,129	-	775,321
Children's Gift Fund	4,354	3,963	6,798	1,519
Walmart Literacy	897	1,000	897	1,000
Barry Schroeder Memorial Fund	65	-	-	65
Morgan Co. Foundation	406	1,700	908	1,198
Levy Excess	40,754	4,169	40,754	4,169
Gates Grant	-	5,850	2,163	3,687
2004 Bond Fund	14,216	7	14,223	-
2007 Bond Fund	6,773	238,797	227,356	18,214
Library Improvement Reserve	366,189	221,207	-	587,396
Capital Projects Fund	131,187	-	131,187	-
Withholding	438	162,171	161,089	1,520
Plac Card	360	1,070	1,230	200
Totals	<u>\$ 1,839,868</u>	<u>\$ 2,984,442</u>	<u>\$ 2,562,980</u>	<u>\$ 2,261,330</u>

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

MORGAN COUNTY PUBLIC LIBRARY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Years Ended December 31, 2011 And 2012

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11	Receipts	Disbursements	Cash and Investments 12-31-12
Operating Fund	\$ 849,802	\$ 1,756,073	\$ 1,833,119	\$ 772,756	\$ 1,872,875	\$ 1,420,558	\$ 1,225,073
Rainy Day	775,321	241,887	-	1,017,208	2,057	213,575	805,690
Levy Excess	4,169	-	4,169	-	15,931	-	15,931
Library Improvement Reserve	587,396	257,159	-	844,555	1,760	-	846,315
Plac Card	200	250	400	50	300	350	-
Rainy Day Fund Checking	-	-	-	-	100,000	3,460	96,540
Petty Cash	185	1,508	1,473	220	1,654	1,654	220
Cash Change	243	-	-	243	-	-	243
Gift Fund	16,811	6,068	3,551	19,328	970	13,882	6,416
Children's Gift Fund	1,519	3,889	4,708	700	5,605	6,219	86
Walmart Literacy	1,000	-	1,000	-	-	-	-
Barry Schroeder Memorial Fund	65	-	-	65	300	300	65
Morgan Co. Foundation	1,198	1,450	1,196	1,452	1	1,249	204
Gates Grant	3,687	-	2,438	1,249	-	90	1,159
2007 Bond Fund	18,214	241,374	231,181	28,407	323,457	229,689	122,175
Withholding	1,520	158,051	158,906	665	179,281	179,572	374
Totals	<u>\$ 2,261,330</u>	<u>\$ 2,667,709</u>	<u>\$ 2,242,141</u>	<u>\$ 2,686,898</u>	<u>\$ 2,504,191</u>	<u>\$ 2,070,598</u>	<u>\$ 3,120,491</u>

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

MORGAN COUNTY 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.

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 include 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.

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are 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

MORGAN COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 include 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).

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements include the following uses:

Personal services include 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 include 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.

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

Debt service principal and interest which include 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 include all outflows for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Other disbursements which include, but are not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

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.

MORGAN COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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 should be 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 statutes authorize 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.

MORGAN COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Note 6. Pension Plan

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 Indiana Public Retirement System (INPRS) 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 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.

INPRS 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:

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS.

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Library's Annual Reports for years prior to 2011 can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

For additional financial information, the Library's Annual Report information for years 2011 and later can be found on the Gateway website: <https://gateway.ifionline.org/>.

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 approved by management of the Library. It is presented as intended by the Library.

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

	Operating Fund	Petty Cash	Cash Change	Gift Fund	Kendrick Grant	Rainy Day	Children's Gift Fund
Cash and investments - beginning	\$ 921,621	\$ 185	\$ 183	\$ 15,971	\$ 1,077	\$ 335,192	\$ 4,354
Receipts:							
Taxes	908,302	-	-	-	-	-	-
Intergovernmental	881,635	-	-	-	-	190,259	-
Charges for services	10,901	-	-	-	-	-	-
Fines and forfeits	34,772	-	-	-	-	-	-
Other receipts	63,168	1,178	60	4,363	-	249,870	3,963
Total receipts	<u>1,898,778</u>	<u>1,178</u>	<u>60</u>	<u>4,363</u>	<u>-</u>	<u>440,129</u>	<u>3,963</u>
Disbursements:							
Personal services	785,576	-	-	-	-	-	-
Supplies	41,417	1,129	-	433	-	-	3,311
Other services and charges	276,048	49	-	793	150	-	1,337
Capital outlay	426,965	-	-	2,297	927	-	2,150
Other disbursements	440,591	-	-	-	-	-	-
Total disbursements	<u>1,970,597</u>	<u>1,178</u>	<u>-</u>	<u>3,523</u>	<u>1,077</u>	<u>-</u>	<u>6,798</u>
Excess (deficiency) of receipts over disbursements	<u>(71,819)</u>	<u>-</u>	<u>60</u>	<u>840</u>	<u>(1,077)</u>	<u>440,129</u>	<u>(2,835)</u>
Cash and investments - ending	<u>\$ 849,802</u>	<u>\$ 185</u>	<u>\$ 243</u>	<u>\$ 16,811</u>	<u>\$ -</u>	<u>\$ 775,321</u>	<u>\$ 1,519</u>

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

	Walmart Literacy	Barry Schroeder Memorial Fund	Morgan Co. Foundation	Levy Excess	Gates Grant	2004 Bond Fund
Cash and investments - beginning	\$ 897	\$ 65	\$ 406	\$ 40,754	\$ -	\$ 14,216
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	4,169	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,000	-	1,700	-	5,850	7
Total receipts	<u>1,000</u>	<u>-</u>	<u>1,700</u>	<u>4,169</u>	<u>5,850</u>	<u>7</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	240	-	-	-
Other services and charges	-	-	668	-	31	-
Capital outlay	897	-	-	-	2,132	-
Other disbursements	-	-	-	40,754	-	14,223
Total disbursements	<u>897</u>	<u>-</u>	<u>908</u>	<u>40,754</u>	<u>2,163</u>	<u>14,223</u>
Excess (deficiency) of receipts over disbursements	<u>103</u>	<u>-</u>	<u>792</u>	<u>(36,585)</u>	<u>3,687</u>	<u>(14,216)</u>
Cash and investments - ending	<u>\$ 1,000</u>	<u>\$ 65</u>	<u>\$ 1,198</u>	<u>\$ 4,169</u>	<u>\$ 3,687</u>	<u>\$ -</u>

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

	2007 Bond Fund	Library Improvement Reserve	Capital Projects Fund	Withholding	Plac Card	Totals
Cash and investments - beginning	\$ 6,773	\$ 366,189	\$ 131,187	\$ 438	\$ 360	\$ 1,839,868
Receipts:						
Taxes	211,457	-	-	-	-	1,119,759
Intergovernmental	27,247	-	-	-	-	1,103,310
Charges for services	-	-	-	-	-	10,901
Fines and forfeits	-	-	-	-	-	34,772
Other receipts	93	221,207	-	162,171	1,070	715,700
Total receipts	<u>238,797</u>	<u>221,207</u>	<u>-</u>	<u>162,171</u>	<u>1,070</u>	<u>2,984,442</u>
Disbursements:						
Personal services	-	-	-	161,089	-	946,665
Supplies	-	-	45,320	-	-	91,850
Other services and charges	227,356	-	85,866	-	1,230	593,528
Capital outlay	-	-	-	-	-	435,368
Other disbursements	-	-	1	-	-	495,569
Total disbursements	<u>227,356</u>	<u>-</u>	<u>131,187</u>	<u>161,089</u>	<u>1,230</u>	<u>2,562,980</u>
Excess (deficiency) of receipts over disbursements	<u>11,441</u>	<u>221,207</u>	<u>(131,187)</u>	<u>1,082</u>	<u>(160)</u>	<u>421,462</u>
Cash and investments - ending	<u>\$ 18,214</u>	<u>\$ 587,396</u>	<u>\$ -</u>	<u>\$ 1,520</u>	<u>\$ 200</u>	<u>\$ 2,261,330</u>

MORGAN COUNTY PUBLIC LIBRARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011

	Operating Fund	Rainy Day	Levy Excess	Library Improvement Reserve	Plac Card	Rainy Day Fund Checking
Cash and investments - beginning	\$ 849,802	\$ 775,321	\$ 4,169	\$ 587,396	\$ 200	\$ -
Receipts:						
Taxes	959,404	-	-	-	-	-
Intergovernmental	706,502	-	-	-	-	-
Charges for services	18,776	-	-	-	250	-
Fines and forfeits	42,921	-	-	-	-	-
Other receipts	28,470	241,887	-	257,159	-	-
Total receipts	<u>1,756,073</u>	<u>241,887</u>	<u>-</u>	<u>257,159</u>	<u>250</u>	<u>-</u>
Disbursements:						
Personal services	828,400	-	-	-	-	-
Supplies	44,398	-	-	-	-	-
Other services and charges	299,281	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	177,400	-	-	-	-	-
Other disbursements	483,640	-	4,169	-	400	-
Total disbursements	<u>1,833,119</u>	<u>-</u>	<u>4,169</u>	<u>-</u>	<u>400</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(77,046)</u>	<u>241,887</u>	<u>(4,169)</u>	<u>257,159</u>	<u>(150)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 772,756</u>	<u>\$ 1,017,208</u>	<u>\$ -</u>	<u>\$ 844,555</u>	<u>\$ 50</u>	<u>\$ -</u>

MORGAN COUNTY PUBLIC LIBRARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Petty Cash	Cash Change	Gift Fund	Children's Gift Fund	Walmart Literacy	Barry Schroeder Memorial Fund
Cash and investments - beginning	\$ 185	\$ 243	\$ 16,811	\$ 1,519	\$ 1,000	\$ 65
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,508	-	6,068	3,889	-	-
Total receipts	1,508	-	6,068	3,889	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	1,292	-	641	3,154	932	-
Other services and charges	146	-	2,228	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	35	-	432	1,554	68	-
Other disbursements	-	-	250	-	-	-
Total disbursements	1,473	-	3,551	4,708	1,000	-
Excess (deficiency) of receipts over disbursements	35	-	2,517	(819)	(1,000)	-
Cash and investments - ending	\$ 220	\$ 243	\$ 19,328	\$ 700	\$ -	\$ 65

MORGAN COUNTY PUBLIC LIBRARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011
 (Continued)

	Morgan Co. Foundation	Gates Grant	2007 Bond Fund	Withholding	Totals
Cash and investments - beginning	\$ 1,198	\$ 3,687	\$ 18,214	\$ 1,520	\$ 2,261,330
Receipts:					
Taxes	-	-	213,292	-	1,172,696
Intergovernmental	-	-	27,952	-	734,454
Charges for services	-	-	-	-	19,026
Fines and forfeits	-	-	-	-	42,921
Other receipts	1,450	-	130	158,051	698,612
Total receipts	1,450	-	241,374	158,051	2,667,709
Disbursements:					
Personal services	-	-	-	-	828,400
Supplies	296	-	-	-	50,713
Other services and charges	900	960	-	-	303,515
Debt service - principal and interest	-	-	231,181	-	231,181
Capital outlay	-	1,478	-	-	180,967
Other disbursements	-	-	-	158,906	647,365
Total disbursements	1,196	2,438	231,181	158,906	2,242,141
Excess (deficiency) of receipts over disbursements	254	(2,438)	10,193	(855)	425,568
Cash and investments - ending	\$ 1,452	\$ 1,249	\$ 28,407	\$ 665	\$ 2,686,898

MORGAN COUNTY PUBLIC LIBRARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012

	Operating Fund	Rainy Day	Levy Excess	Library Improvement Reserve	Plac Card	Rainy Day Fund Checking
Cash and investments - beginning	\$ 772,756	\$ 1,017,208	\$ -	\$ 844,555	\$ 50	\$ -
Receipts:						
Taxes	901,719	-	-	-	-	-
Intergovernmental	898,985	-	15,931	-	-	-
Charges for services	17,373	-	-	-	300	-
Fines and forfeits	34,595	-	-	-	-	-
Other receipts	20,203	2,057	-	1,760	-	100,000
Total receipts	<u>1,872,875</u>	<u>2,057</u>	<u>15,931</u>	<u>1,760</u>	<u>300</u>	<u>100,000</u>
Disbursements:						
Personal services	888,692	-	-	-	-	-
Supplies	52,803	-	-	-	-	-
Other services and charges	266,140	-	-	-	-	1,800
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	212,923	113,575	-	-	-	1,660
Other disbursements	-	100,000	-	-	350	-
Total disbursements	<u>1,420,558</u>	<u>213,575</u>	<u>-</u>	<u>-</u>	<u>350</u>	<u>3,460</u>
Excess (deficiency) of receipts over disbursements	<u>452,317</u>	<u>(211,518)</u>	<u>15,931</u>	<u>1,760</u>	<u>(50)</u>	<u>96,540</u>
Cash and investments - ending	<u>\$ 1,225,073</u>	<u>\$ 805,690</u>	<u>\$ 15,931</u>	<u>\$ 846,315</u>	<u>\$ -</u>	<u>\$ 96,540</u>

MORGAN COUNTY PUBLIC LIBRARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Petty Cash	Cash Change	Gift Fund	Children's Gift Fund	Walmart Literacy	Barry Schroeder Memorial Fund
Cash and investments - beginning	\$ 220	\$ 243	\$ 19,328	\$ 700	\$ -	\$ 65
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Other receipts	1,654	-	970	5,605	-	300
Total receipts	<u>1,654</u>	<u>-</u>	<u>970</u>	<u>5,605</u>	<u>-</u>	<u>300</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	1,565	-	11,791	5,740	-	-
Other services and charges	81	-	1,100	479	-	300
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	8	-	991	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>1,654</u>	<u>-</u>	<u>13,882</u>	<u>6,219</u>	<u>-</u>	<u>300</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>(12,912)</u>	<u>(614)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 220</u>	<u>\$ 243</u>	<u>\$ 6,416</u>	<u>\$ 86</u>	<u>\$ -</u>	<u>\$ 65</u>

MORGAN COUNTY PUBLIC LIBRARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Morgan Co. Foundation	Gates Grant	2007 Bond Fund	Withholding	Totals
Cash and investments - beginning	\$ 1,452	\$ 1,249	\$ 28,407	\$ 665	\$ 2,686,898
Receipts:					
Taxes	-	-	287,783	-	1,189,502
Intergovernmental	-	-	35,564	-	950,480
Charges for services	-	-	-	-	17,673
Fines and forfeits	-	-	-	-	34,595
Other receipts	1	-	110	179,281	311,941
Total receipts	1	-	323,457	179,281	2,504,191
Disbursements:					
Personal services	-	-	-	-	888,692
Supplies	449	-	-	-	72,348
Other services and charges	800	90	-	-	270,790
Debt service - principal and interest	-	-	229,689	-	229,689
Capital outlay	-	-	-	-	329,157
Other disbursements	-	-	-	179,572	279,922
Total disbursements	1,249	90	229,689	179,572	2,070,598
Excess (deficiency) of receipts over disbursements	(1,248)	(90)	93,768	(291)	433,593
Cash and investments - ending	\$ 204	\$ 1,159	\$ 122,175	\$ 374	\$ 3,120,491

MORGAN COUNTY PUBLIC LIBRARY
SCHEDULE OF PAYABLES AND RECEIVABLES
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 95,515</u>	<u>\$ -</u>

MORGAN COUNTY PUBLIC LIBRARY
SCHEDULE OF LEASES AND DEBT
December 31, 2012

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Governmental activities:			
General obligation bonds	Construction of Library building	\$ 1,240,000	\$ 232,800
Totals		<u>\$ 1,240,000</u>	<u>\$ 232,800</u>

MORGAN COUNTY PUBLIC LIBRARY
SCHEDULE OF CAPITAL ASSETS
December 31, 2012

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>Ending Balance</u>
Governmental activities:	
Buildings	\$ 7,083,321
Machinery, equipment, and vehicles	501,132
Books and other	<u>2,484,375</u>
Total governmental activities	<u>10,068,828</u>
Total capital assets	<u>\$ 10,068,828</u>

MORGAN COUNTY PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on August 20, 2013, with Constance Feagans, President of the Board; Krista Ledbetter, Director; and Denise Burpo, Business Manager. Our examination disclosed no material items that warrant comment at this time.