

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY

HENRY COUNTY, INDIANA

January 1, 2011 to December 31, 2012



FILED
10/01/2013

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Accountant's Report.....	3
Financial Statement:	
Statement of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	7
Notes to Financial Statement.....	8-12
Supplementary Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	14-17
Schedule of Payables.....	18
Schedule of Leases and Debt	19
Schedule of Capital Assets.....	21
Exit Conference.....	22

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Winifred Logan	01-01-11 to 12-31-13
Treasurer	Ramona Hacker	01-01-11 to 12-31-13
President of the Board	Joyce Winchester Linda Madison	01-01-11 to 12-31-11 01-01-12 to 12-31-13



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 NEW CASTLE-HENRY
COUNTY PUBLIC LIBRARY, HENRY COUNTY, INDIANA

We have examined the accompanying financial statement of the New Castle-Henry County Public Library (Library), for the period of January 1, 2011 to December 31, 2012. The financial statement is the responsibility of the Library's management. Our responsibility is to express an opinion on the financial statement 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 statement 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 statement 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 statement 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 statement referred to above does 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, 2011 to December 31, 2012.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the Library for the period of January 1, 2011 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 statement. 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 statement. They have not been subjected to the examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

Bruce Hartman
State Examiner

August 19, 2013

(This page intentionally left blank.)

FINANCIAL STATEMENT

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

φ

(This page intentionally left blank.)

NEW CASTLE-HENRY 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	\$ 1,913,692	\$ 1,694,309	\$ 1,906,231	\$ 1,701,770	\$ 1,885,812	\$ 2,041,942	\$ 1,545,640
Levy Excess	5,121	-	5,121	-	-	-	-
LIRF	69,950	11,522	-	81,472	7,550	-	89,022
PLAC	150	100	200	50	350	350	50
Literacy	-	-	-	-	20,075	15,378	4,697
Petty Cash	40	-	-	40	-	-	40
Damage Deposit/ Other Fee	6,878	6,314	7,483	5,709	3,984	477	9,216
Gift (Unrestricted)	457,554	210,993	13,672	654,875	11,530	37,923	628,482
Gift (Restricted)	947	16,764	12,138	5,573	12,868	12,721	5,720
Gates/ HCCF Found. Grant	5,200	5,200	10,400	-	-	-	-
Community Read	1,202	10,437	10,605	1,034	5,064	5,887	211
BIRF	350,831	969,216	964,000	356,047	927,761	964,026	319,782
Capital Projects	73,058	92,197	71,471	93,784	97,790	42,586	148,988
Payroll Withholdings	3,113	240,047	243,286	(126)	245,598	237,218	8,254
Totals	<u>\$ 2,887,736</u>	<u>\$ 3,257,099</u>	<u>\$ 3,244,607</u>	<u>\$ 2,900,228</u>	<u>\$ 3,218,382</u>	<u>\$ 3,358,508</u>	<u>\$ 2,760,102</u>

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

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENT

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 statement presents the financial information for the Library.

B. Basis of Accounting

The financial statement is 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 statement. 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 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.

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENT
(Continued)

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 statement. 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.

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

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENT
(Continued)

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 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.

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.

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENT
(Continued)

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 statement. 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.

Note 7. Cash Balance Deficit

The financial statement contains a fund with a deficit in cash. This is a result of payments made to the insurance company before the collection was made from the employee.

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. Holding Corporation

The Library has entered into a capital lease with the New Castle-Henry County Public Library Building Corporation (the lessor). The lessor was organized as a not for profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the Library. The lessor has been determined to be a related party of the Library. Lease payments during the years 2011 and 2012 totaled \$964,000 and \$964,000, respectively.

Note 9. Combined Funds

Funds related to operations were reported individually in the current financial statement but were combined into one fund (Operating Fund included the Damage Deposit Fund and the Petty Cash Fund) for the prior financial statement. Also, funds related to gifts were reported individually in the current financial statement but were combined into one fund (Gift Fund included the Gift (Unrestricted) Fund and the Gift (Restricted) Fund) for the prior financial statement.

SUPPLEMENTARY INFORMATION – UNAUDITED

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

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Annual Reports of the Library which is 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.

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

	<u>Operating</u>	<u>Levy Excess</u>	<u>LIRF</u>	<u>PLAC</u>	<u>Petty Cash</u>	<u>Damage Deposit/ Other Fee</u>	<u>Gift (Unrestricted)</u>
Cash and investments - beginning	\$ 1,913,692	\$ 5,121	\$ 69,950	\$ 150	\$ 40	\$ 6,878	\$ 457,554
Receipts:							
Taxes	912,621	-	-	-	-	-	-
Intergovernmental	703,549	-	-	-	-	-	-
Charges for services	51,056	-	-	100	-	6,314	-
Other receipts	27,083	-	11,522	-	-	-	210,993
Total receipts	<u>1,694,309</u>	<u>-</u>	<u>11,522</u>	<u>100</u>	<u>-</u>	<u>6,314</u>	<u>210,993</u>
Disbursements:							
Personal services	1,130,513	-	-	-	-	-	-
Supplies	82,362	-	-	-	-	-	-
Other services and charges	365,015	-	-	-	-	-	12,172
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	318,100	-	-	-	-	-	-
Other disbursements	10,241	5,121	-	200	-	7,483	1,500
Total disbursements	<u>1,906,231</u>	<u>5,121</u>	<u>-</u>	<u>200</u>	<u>-</u>	<u>7,483</u>	<u>13,672</u>
Excess (deficiency) of receipts over disbursements	<u>(211,922)</u>	<u>(5,121)</u>	<u>11,522</u>	<u>(100)</u>	<u>-</u>	<u>(1,169)</u>	<u>197,321</u>
Cash and investments - ending	<u>\$ 1,701,770</u>	<u>\$ -</u>	<u>\$ 81,472</u>	<u>\$ 50</u>	<u>\$ 40</u>	<u>\$ 5,709</u>	<u>\$ 654,875</u>

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

	Gift (Restricted)	Gates/ HCCF Found. Grant	Community Read	BIRF	Capital Projects	Payroll Withholdings	Totals
Cash and investments - beginning	\$ 947	\$ 5,200	\$ 1,202	\$ 350,831	\$ 73,058	\$ 3,113	\$ 2,887,736
Receipts:							
Taxes	-	-	-	880,851	83,791	-	1,877,263
Intergovernmental	-	-	-	86,303	8,210	-	798,062
Charges for services	-	-	-	-	-	-	57,470
Other receipts	16,764	5,200	10,437	2,062	196	240,047	524,304
Total receipts	16,764	5,200	10,437	969,216	92,197	240,047	3,257,099
Disbursements:							
Personal services	-	-	-	-	-	-	1,130,513
Supplies	9,471	-	-	-	-	-	91,833
Other services and charges	-	-	-	-	-	-	377,187
Debt service - principal and interest	-	-	-	964,000	-	-	964,000
Capital outlay	2,667	10,400	-	-	71,471	-	402,638
Other disbursements	-	-	10,605	-	-	243,286	278,436
Total disbursements	12,138	10,400	10,605	964,000	71,471	243,286	3,244,607
Excess (deficiency) of receipts over disbursements	4,626	(5,200)	(168)	5,216	20,726	(3,239)	12,492
Cash and investments - ending	\$ 5,573	\$ -	\$ 1,034	\$ 356,047	\$ 93,784	\$ (126)	\$ 2,900,228

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

	Operating	LIRF	PLAC	Literacy	Petty Cash	Damage Deposit/ Other Fee	Gift (Unrestricted)
Cash and investments - beginning	\$ 1,701,770	\$ 81,472	\$ 50	\$ -	\$ 40	\$ 5,709	\$ 654,875
Receipts:							
Taxes	947,280	-	-	-	-	-	-
Intergovernmental	790,407	-	-	-	-	-	-
Charges for services	14,622	-	350	-	-	-	-
Fines and forfeits	27,954	-	-	-	-	-	-
Other receipts	105,549	7,550	-	20,075	-	3,984	11,530
Total receipts	<u>1,885,812</u>	<u>7,550</u>	<u>350</u>	<u>20,075</u>	<u>-</u>	<u>3,984</u>	<u>11,530</u>
Disbursements:							
Personal services	1,104,696	-	-	-	-	-	-
Supplies	94,155	-	-	-	-	-	1,000
Other services and charges	392,577	-	-	-	-	-	12,665
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	281,065	-	-	15,378	-	-	-
Other disbursements	169,449	-	350	-	-	477	24,258
Total disbursements	<u>2,041,942</u>	<u>-</u>	<u>350</u>	<u>15,378</u>	<u>-</u>	<u>477</u>	<u>37,923</u>
Excess (deficiency) of receipts over disbursements	<u>(156,130)</u>	<u>7,550</u>	<u>-</u>	<u>4,697</u>	<u>-</u>	<u>3,507</u>	<u>(26,393)</u>
Cash and investments - ending	<u>\$ 1,545,640</u>	<u>\$ 89,022</u>	<u>\$ 50</u>	<u>\$ 4,697</u>	<u>\$ 40</u>	<u>\$ 9,216</u>	<u>\$ 628,482</u>

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

	Gift (Restricted)	Community Read	BIRF	Capital Projects	Payroll Withholdings	Totals
Cash and investments - beginning	\$ 5,573	\$ 1,034	\$ 356,047	\$ 93,784	\$ (126)	\$ 2,900,228
Receipts:						
Taxes	-	-	848,232	80,081	-	1,875,593
Intergovernmental	-	-	78,732	7,433	-	876,572
Charges for services	-	-	-	10,000	-	24,972
Fines and forfeits	-	-	-	-	-	27,954
Other receipts	12,868	5,064	797	276	245,598	413,291
Total receipts	<u>12,868</u>	<u>5,064</u>	<u>927,761</u>	<u>97,790</u>	<u>245,598</u>	<u>3,218,382</u>
Disbursements:						
Personal services	-	-	-	-	-	1,104,696
Supplies	11,475	-	-	-	-	106,630
Other services and charges	1,150	-	-	-	-	406,392
Debt service - principal and interest	-	-	964,000	-	-	964,000
Capital outlay	96	5,887	-	42,586	-	345,012
Other disbursements	-	-	26	-	237,218	431,778
Total disbursements	<u>12,721</u>	<u>5,887</u>	<u>964,026</u>	<u>42,586</u>	<u>237,218</u>	<u>3,358,508</u>
Excess (deficiency) of receipts over disbursements	<u>147</u>	<u>(823)</u>	<u>(36,265)</u>	<u>55,204</u>	<u>8,380</u>	<u>(140,126)</u>
Cash and investments - ending	<u>\$ 5,720</u>	<u>\$ 211</u>	<u>\$ 319,782</u>	<u>\$ 148,988</u>	<u>\$ 8,254</u>	<u>\$ 2,760,102</u>

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
SCHEDULE OF PAYABLES
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>
Governmental activities	<u>\$ 19,936</u>

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
SCHEDULE OF LEASES AND DEBT
December 31, 2012

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
3M	Strip Instrument 611 s/n 1946539	\$ 767	04-06-12	04-06-13
3M	Detection System s/n 3822106	1,577	10-22-12	10-21-13
3M	Detection System s/n3822119	1,577	10-22-12	10-21-13
3M	Bookcheck 955F	284	10-22-12	10-21-13
Xerox	Workcenter 5222 Copier	1,631	06-01-09	06-01-14
Xerox	Workcenter 5222 Copier	1,631	06-01-09	06-01-14
Xerox	WCBK40P Copier	2,832	05-01-12	05-02-17
Xerox	3CQ9303 Color Cube Copier	6,538	05-23-11	05-24-16
New Castle-Henry County Public Library Building Corp.	Building Lease	<u>905,000</u>		
Total governmental activities		<u>921,837</u>		
Total of annual lease payments		<u>\$ 921,837</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Lease with Holding Corp			
Governmental activities:			
General obligation bonds	Libray Bond Series 2003 - Building Lease	\$ 8,025,000	\$ 905,000
Totals		<u>\$ 8,025,000</u>	<u>\$ 905,000</u>

(This page intentionally left blank.)

NEW CASTLE-HENRY 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	\$ 11,765,953
Machinery, equipment, and vehicles	584,402
Books and other	<u>4,441,978</u>
Total governmental activities	<u>16,792,333</u>
Total capital assets	<u>\$ 16,792,333</u>

NEW CASTLE-HENRY COUNTY PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on August 19, 2013, with Winifred Logan, Director; Ramona Hacker, Treasurer; Linda Madison, President of the Board; and Brenda Martinez, Business Manager. Our examination disclosed no material items that warrant comment at this time.