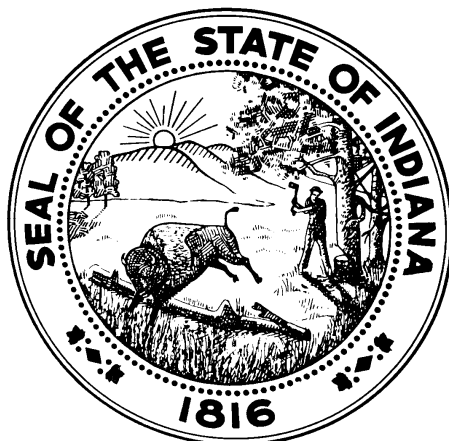


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT
OF
ROCKVILLE PUBLIC LIBRARY
PARKE COUNTY, INDIANA
January 1, 2007 to December 31, 2008



FILED
01/19/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Cindy Hein	01-01-07 to 12-31-09
Treasurer	Alberta Butler	01-01-07 to 12-31-09
President of the Board	Ted Pearson	01-01-07 to 12-31-07
	Doyne Cruse	01-01-08 to 12-31-09



STATE OF INDIANA

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE ROCKVILLE PUBLIC LIBRARY, PARKE COUNTY, INDIANA

We have examined the financial information presented herein of the Rockville Public Library (Library), for the period of January 1, 2007 to December 31, 2008. 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, 2007 and 2008, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

November 18, 2009

ROCKVILLE PUBLIC LIBRARY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL FUND TYPES
As Of And For The Years Ended December 31, 2007 And 2008

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 231,380	\$ 292,485	\$ 348,694	\$ 175,171
Littick Genealogy	26,889	1,282	1,196	26,975
Gift	23,758	1,210	7,520	17,448
Library Improvement Reserve	<u>226,022</u>	<u>20,859</u>	<u>10,000</u>	<u>236,881</u>
Totals	<u>\$ 508,049</u>	<u>\$ 315,836</u>	<u>\$ 367,410</u>	<u>\$ 456,475</u>

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 175,171	\$ 311,905	\$ 326,548	\$ 160,528
Littick Genealogy	26,975	1,085	9,353	18,707
Gift	17,448	10,341	15	27,774
Library Improvement Reserve	236,881	19,954	-	256,835
Rainy Day	-	5,042	837	4,205
Hair Fairy	<u>-</u>	<u>565</u>	<u>565</u>	<u>-</u>
Totals	<u>\$ 456,475</u>	<u>\$ 348,892</u>	<u>\$ 337,318</u>	<u>\$ 468,049</u>

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

ROCKVILLE PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Library was established under the laws of the State of Indiana. The Library provides cultural 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.

ROCKVILLE 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.

Note 7. Restatements and Reclassifications

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the Library. The following schedule presents a summary of restated beginning balances by fund. New Funds represents the inclusion of existing funds which were not presented in the prior report. Prior period adjustments represent interest earned but not recorded.

Fund	Balance as Reported December 31, 2006	Prior Period Adjustments	Balance as Restated January 1, 2007
Littick Genealogy	\$ 25,550	\$ 1,339	\$ 26,889
Library Improvement Reserve	218,227	7,795	226,022

ROCKVILLE PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on November 18, 2009, with Cindy Hein, Director. Our examination disclosed no material items that warrant comment at this time.