

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

EXAMINATION REPORT
OF
TOWN OF MAUCKPORT
HARRISON COUNTY, INDIANA
January 1, 2008 to December 31, 2009



FILED

12/14/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Judy Fleace	01-01-08 to 12-31-11
President of the Town Council	Robert C. Crosier	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 TOWN OF MAUCKPORT, HARRISON COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Mauckport (Town), for the period of January 1, 2008 to December 31, 2009. The Town'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 Town 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 Capital Assets, 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

October 5, 2010

TOWN OF MAUCKPORT
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL 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	\$ 13,634	\$ 10,112	\$ 7,774	\$ 15,972
Motor Vehicle Highway	12,029	2,355	2,021	12,363
Local Road and Street	18,563	1,026	-	19,589
Riverboat	181,036	31,382	21,218	191,200
Cumulative Capital Improvement	4,393	270	4,000	663
County Economic Development Income Tax (CEDIT)	5,579	738	-	6,317
Totals	<u>\$ 235,234</u>	<u>\$ 45,883</u>	<u>\$ 35,013</u>	<u>\$ 246,104</u>
	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 15,972	\$ 6,866	\$ 7,449	\$ 15,389
Motor Vehicle Highway	12,363	2,309	2,016	12,656
Local Road and Street	19,589	965	-	20,554
Riverboat	191,200	46,328	6,713	230,815
Rainy Day	-	131	-	131
Cumulative Capital Improvement	663	254	-	917
County Economic Development Income Tax (CEDIT)	6,317	747	-	7,064
Totals	<u>\$ 246,104</u>	<u>\$ 57,600</u>	<u>\$ 16,178</u>	<u>\$ 287,526</u>

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

TOWN OF MAUCKPORT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Town was established under the laws of the State of Indiana. The Town provides the following services: highways and streets and general administrative services.

Note 2. Fund Accounting

The Town 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 or highway use taxes are received 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 Town 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.

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 Town 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.

TOWN OF MAUCKPORT
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS
For The Year Ended December 31, 2009

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	\$ 10,000
Buildings	183,800
Machinery and Equipment	<u>29,045</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 222,845</u>

TOWN OF MAUCKPORT
EXAMINATION RESULT AND COMMENT

PAYROLL DEDUCTIONS

Payments for salaries were made to Town officials without payroll deductions for Social Security and Medicare taxes during the examination period. The Town paid both the employee and employer share of Social Security and Medicare taxes for the years 2008 and 2009.

Since the Town paid the employees share of the above mentioned taxes, the Clerk-Treasurer was overpaid \$91.80, the Town Council President was overpaid \$30.60, and the other two Town Council members were overpaid \$22.96 each. Officials were requested to reimburse the Town for the amount of their overpayments. All amounts were repaid and deposited into the Town bank account on October 12, 2010.

Political subdivisions are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings, and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Governmental units should file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

Each governmental unit is responsible for compliance with all rules, regulations, guidelines, and directives of the Internal Revenue Service and the Indiana Department of Revenue. All questions concerning taxes should be directed to these agencies. (Accounting and Uniform Compliance Guidelines Manual for Cities and Towns, Chapter 7)

TOWN OF MAUCKPORT
EXIT CONFERENCE

The contents of this report were discussed on October 5, 2010, with Robert C. Crosier, President of the Town Council, and Judy Fleace, Clerk-Treasurer. The officials concurred with our findings.