

CORBIN PUBLIC LIBRARY DISTRICT
Corbin, Kentucky

AUDITED STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
STATE PUBLIC LIBRARY CONSTRUCTION GRANT

For the Period May 31, 2017 to October 31, 2020

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Marr, Miller & Myers, PSC

Certified Public Accountants
(606) 528-2454 (FAX 528-1770)
www.marrmillermeyers.com

P.O. Box 663
Corbin, Kentucky 40702

INDEPENDENT AUDITOR'S REPORT

December 17, 2020

Board Members
Corbin Public Library District
Corbin, Kentucky

We have audited the accompanying statement of cash receipts and cash disbursements of the State Public Library Construction Grant of the Corbin Public Library District for the grant period May 31, 2017 to October 31, 2020. This financial statement is the responsibility of the management of the Corbin Public Library District. Our responsibility is to express an opinion on this statement of cash receipts and cash disbursements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statement presents only the State Public Library Construction Grant and is not intended to present fairly the financial position and results of operations of the Corbin Public Library District in conformity with U.S. generally accepted accounting principles.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash receipts and cash disbursements of the State Public Library Construction Grant of the Corbin Public Library District as of October 31, 2020.

In accordance with Government Auditing Standards, we have also issued a report dated December 17, 2020 on our consideration of Corbin Public Library District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of

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that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

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CORBIN PUBLIC LIBRARY DISTRICT
Corbin, Kentucky

STATE PUBLIC LIBRARY CONSTRUCTION GRANT
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
For the Period May 31, 2017 to October 31, 2020

RECEIPTS	
Interest	\$ 24,569
Lease proceeds	957,892
Commonwealth of Kentucky construction grants	98,280
Local sources	14,708
TOTAL RECEIPTS	<u>1,095,449</u>
DISBURSEMENTS	
Site survey	2,205
Advertisement of bids	1,377
Architect's fees	41,618
Construction	852,291
Debt service	153,565
TOTAL DISBURSEMENTS	<u>1,051,056</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 44,393</u>

The accompanying notes are an integral part of this financial statement.

CORBIN PUBLIC LIBRARY DISTRICT
Corbin, Kentucky

STATE PUBLIC LIBRARY CONSTRUCTION GRANT
NOTES TO THE FINANCIAL STATEMENT
For the Period May 31, 2017 to October 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY: The Corbin Public Library District (Library) is a Special Purpose Governmental Entity (SPGE) under Kentucky Revised Statutes, and identified by the Department for Local Government and the Kentucky Auditor's Office to be a SPGE, and is in compliance with the applicable registration and reporting requirements. The Library operates under a five member board of trustees, each appointed by the Mayor to a term of four years, the terms not to run concurrently.

BASIS OF PRESENTATION: This financial statement has been prepared on the cash basis of accounting.

SCOPE OF FINANCIAL STATEMENT: The Corbin Public Library District received grant funding under a State Public Library Construction Grant with the Kentucky Department of Libraries and Archives. The financial statement in this report covers only the allocations under the grant. All other operations of the Library are not included in these financial statements.

NOTE 2 – CASH IN BANK

In accordance with grant requirements the Library established and maintained a separate bank account for all funding of the construction project. The grant funds were fully expended as of October 31, 2020. There was \$44,393 remaining in the account from local sources.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

December 17, 2020

Board Members
Corbin Public Library District
Corbin, Kentucky

We have audited the financial statement of the State Public Library Construction Grant of the Corbin Public Library District as of and for the period ended October 31, 2020, and have issued our report thereon dated December 17, 2020. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Corbin Public Library District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the Library's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Library's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with U.S. generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Corbin Public Library District's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of the board members of the Corbin Public Library District and all required state and local governmental entities and is not intended to be and should not be used by anyone other than these specified parties.

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