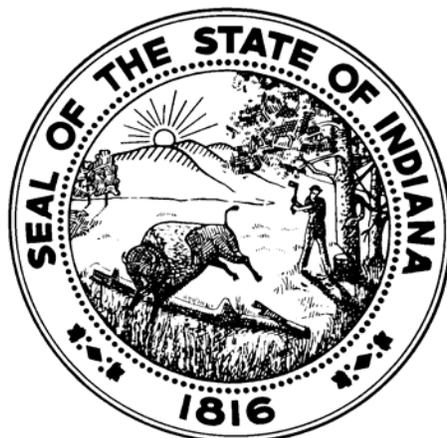


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT
OF

RIVER HILLS ECONOMIC DEVELOPMENT DISTRICT
AND REGIONAL PLANNING COMMISSION
CLARK COUNTY, INDIANA

January 1, 2004 to December 31, 2006



FILED
03/30/2007

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report	3
Financial Information: Schedules of Receipts, Disbursements, and Cash and Investment Balances	4
Notes to Financial Information.....	5
Exit Conference.....	6

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Executive Director	Jill S. Saegesser	01-01-04 to 12-31-07
Treasurer	Fred K. Cammack Perry L. Smith	01-01-04 to 12-31-04 01-01-05 to 12-31-07
Chairman of the Board	William H. Graham	01-01-04 to 12-31-07



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 RIVER HILLS ECONOMIC DEVELOPMENT DISTRICT
AND REGIONAL PLANNING COMMISSION, CLARK COUNTY, INDIANA

We have examined the financial information presented herein of the River Hills Economic Development District and Regional Planning Commission (Commission), for the period of January 1, 2004 to December 31, 2006. The Commission'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 Commission for the years ended December 31, 2004, 2005, and 2006, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

March 12, 2007

RIVER HILLS ECONOMIC DEVELOPMENT DISTRICT AND REGIONAL PLANNING COMMISSION
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL FUND TYPES
As Of And For The Years Ended December 31, 2004, 2005, And 2006

	Cash and Investments 01-01-04	Receipts	Disbursements	Cash and Investments 12-31-04
Governmental Funds:				
General	\$ 318,662	\$ 645,664	\$ 792,897	\$ 171,429
Grant Funds	<u>(13,785)</u>	<u>40,405</u>	<u>86,099</u>	<u>(59,479)</u>
Totals	<u>\$ 304,877</u>	<u>\$ 686,069</u>	<u>\$ 878,996</u>	<u>\$ 111,950</u>

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 171,429	\$ 282,745	\$ 324,266	\$ 129,908
Grant Funds	<u>(59,479)</u>	<u>109,641</u>	<u>80,522</u>	<u>(30,360)</u>
Totals	<u>\$ 111,950</u>	<u>\$ 392,386</u>	<u>\$ 404,788</u>	<u>\$ 99,548</u>

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
General	\$ 129,908	\$ 393,425	\$ 334,585	\$ 188,748
Grant Funds	<u>(30,360)</u>	<u>90,316</u>	<u>88,197</u>	<u>(28,241)</u>
Totals	<u>\$ 99,548</u>	<u>\$ 483,741</u>	<u>\$ 422,782</u>	<u>\$ 160,507</u>

The accompanying notes are an integral part of the schedules.

RIVER HILLS ECONOMIC DEVELOPMENT DISTRICT AND REGIONAL PLANNING COMMISSION
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Commission was established under the laws of the State of Indiana. The Commission operates under an appointed governing board consisting of representatives within a region comprised of Clark, Floyd, Harrison, Scott, and Washington Counties. The Commission provides planning services and technical assistance to governmental units within the region.

Note 2. Fund Accounting

The Commission 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.

Note 4. 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 District 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. County Membership Assessments

Assessment of each participating county is made on a per capita basis applied to the annual appropriation request adopted by the Commission. Population figures utilized are those of the last preceding federal decennial census.

Note 6. Cash and Investment Balance Deficit

At December 31, 2004, 2005, and 2006, the Grant Fund reported deficits in cash and investments. The deficits arose from disbursements allocated to various grant programs exceeding grant receipts. These deficits are to be repaid from future grant receipts.

RIVER HILLS ECONOMIC DEVELOPMENT DISTRICT AND REGIONAL PLANNING COMMISSION
EXIT CONFERENCE

The contents of this report were discussed on March 12, 2007, with Jill S. Saegesser, Executive Director; and Perry L. Smith, Treasurer. Our examination disclosed no material items that warrant comment at this time.