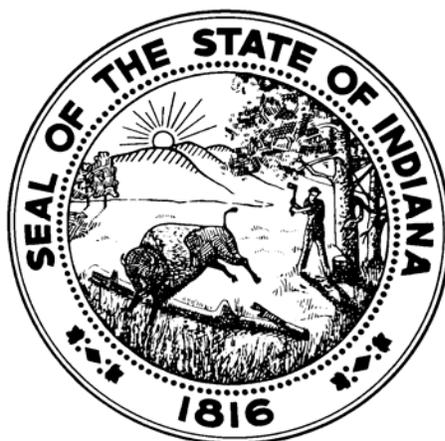


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT
OF
BRINGHURST REGIONAL SEWER DISTRICT
CARROLL COUNTY, INDIANA
January 1, 2006 to December 31, 2006



FILED
08/08/2007

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OFFICIALS

Office

Official

Term

Secretary/Treasurer

William L. McCarty

01-01-06 to 12-31-07

President of the Sewer
District Board

Charles Denny

01-01-06 to 12-31-07



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE BRINGHURST REGIONAL
SEWER DISTRICT, CARROLL COUNTY, INDIANA

We have examined the financial information presented herein of the Bringhurst Regional Sewer District (District), for the period of January 1, 2006 to December 31, 2006. The District'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 District for the year ended December 31, 2006, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Long-Term Debt, 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

July 24, 2007

BRINGHURST REGIONAL SEWER DISTRICT
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
 ALL PROPRIETARY FUND TYPES
 As Of And For The Year Ended December 31, 2006

| | <u>Cash and Investments 01-01-06</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Cash and Investments 12-31-06</u> |
|--------------------|----------------------------------------------|------------------|----------------------|----------------------------------------------|
| Proprietary Funds: | | | | |
| General | \$ 62,929 | \$ 47,017 | \$ 47,076 | \$ 62,870 |
| Bond and Interest | <u>40,000</u> | <u>10,820</u> | <u>9,940</u> | <u>40,880</u> |
| Totals | <u>\$ 102,929</u> | <u>\$ 57,837</u> | <u>\$ 57,016</u> | <u>\$ 103,750</u> |

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

BRINGHURST REGIONAL SEWER DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District provides for the collection, treatment and disposal of sewage within the District.

Note 2. Fund Accounting

The District 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. 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.

BRINGHURST REGIONAL SEWER DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 For The Year Ended December 31, 2006

| Description of Debt | Ending Balance | Due Within One Year |
|----------------------------|-------------------|---------------------------|
| Business-type Activities: | | |
| Wastewater Utility | | |
| Revenue bonds: | | |
| Construction and operating | \$ 96,000 | \$ 5,000 |

BRINGHURST REGIONAL SEWER DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on July 24, 2007, with William L. McCarty, Secretary/Treasurer; and Janis F. Burns, Bookkeeper. Our examination disclosed no material items that warrant comment at this time.