

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

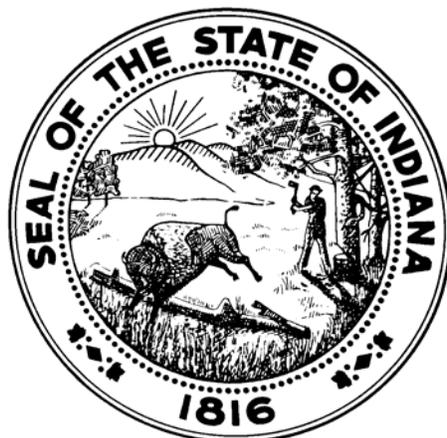
EXAMINATION REPORT

OF

SUMMIT SPRINGS REGIONAL WASTE DISTRICT

HENRY COUNTY, INDIANA

January 1, 2006 to December 31, 2006



FILED
10/29/2007

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Superintendent	Jerry Sherwood	01-01-06 to 12-31-07
Treasurer	Amanda Huff	01-01-06 to 12-31-07
President of the Board	Richard Youngs	01-01-06 to 12-31-07



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF SUMMIT SPRINGS REGIONAL WASTE DISTRICT, HENRY COUNTY, INDIANA

We have examined the financial information presented herein of Summit Springs Regional Waste 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 them.

STATE BOARD OF ACCOUNTS

September 5, 2007

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

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Proprietary Funds:				
Operating	\$ 67,085	\$ 195,256	\$ 174,043	\$ 88,298
Depreciation	1,507	18,000	10,069	9,438
SRF Construction	-	24,000	21,685	2,315
Debt Service-RECD	64,896	28,112	25,300	67,708
Fiduciary Fund:				
Payroll	-	41,196	41,196	-
Totals	<u>\$ 133,488</u>	<u>\$ 306,564</u>	<u>\$ 272,293</u>	<u>\$ 167,759</u>

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

SUMMIT SPRINGS REGIONAL WASTE DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District provides wastewater utility services for the communities of Mt. Summit and Sulphur Springs.

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.

SUMMIT SPRINGS REGIONAL WASTE DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT

For The Year Ended December 31, 2006

Description of Asset	Ending Balance	Due Within One Year (Includes) Interest
Business-type Activities:		
Wastewater Utility		
Revenue bonds:		
Rural Economic and Community Development Bonds	\$ 254,000	\$ 25,750
State Revolving Loan Fund Bond	<u>256,454</u>	<u>21,685</u>
Total Wastewater Utility	<u>\$ 510,454</u>	<u>\$ 47,435</u>

SUMMIT SPRINGS REGIONAL WASTE DISTRICT
EXAMINATION RESULT AND COMMENT

CAPITAL ASSET RECORDS

The District does not maintain sufficiently detailed records of capital assets for its Utility Plant in Service accounts. Records providing historical costs or estimated historical costs for some of the Utility's capital assets are incomplete. Deletions or disposals of capital assets have not been properly recorded.

Every governmental unit should have a complete inventory of all Capital assets owned which reflects their acquisition value. Such inventory should be recorded on the applicable Capital Asset Ledger. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Special Districts, Chapter 16)

SUMMIT SPRINGS REGIONAL WASTE DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on September 5, 2007, with Richard Youngs, President of the Board; and Amanda Huff, Treasurer. The officials concurred with our finding.