

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

EXAMINATION REPORT
OF
LAKE MICHIGAN MARINA DEVELOPMENT COMMISSION
PORTER COUNTY, INDIANA
January 1, 2006 to December 31, 2007



FILED
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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Jody Melton	07-01-05 to 6-30-08
Treasurer	Paul Karas (Vacant)	07-01-05 to 6-30-07
Chairman of Commission	Douglas W. Olsen (Vacant)	07-01-05 to 6-30-07



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE LAKE MICHIGAN MARINA DEVELOPMENT COMMISSION

We have examined the schedules of receipts, disbursements and cash and investment balances of the Lake Michigan Marina Development Commission (Commission) for the period of January 1, 2006 to December 31, 2007. The Commission's management is responsible for the schedules. 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 cash transactions of the Commission the years ended December 31, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

May 7, 2008

LAKE MICHIGAN MARINA DEVELOPMENT COMMISSION
 SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
 GOVERNMENTAL FUND TYPE
 As Of And For The Years Ended December 31, 2006 And 2007

	<u>Cash and Investments 01-01-06</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 12-31-06</u>
Governmental Fund: General	<u>\$ 1,720,811</u>	<u>\$ 97,377</u>	<u>\$ 97,510</u>	<u>\$ 1,720,678</u>
	<u>Cash and Investments 01-01-07</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 12-31-07</u>
Governmental Fund: General	<u>\$ 1,720,678</u>	<u>\$ 82,706</u>	<u>\$ 50,950</u>	<u>\$ 1,752,433</u>

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

LAKE MICHIGAN MARINA DEVELOPMENT COMMISSION
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Commission was established under the laws of the State of Indiana (IC 14-13-3). The Commission prepares, recommends and coordinates the implementation of proposed marina development along Lake Michigan.

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 Commission does not prepare an operating budget.

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 Commission 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.

LAKE MICHIGAN MARINA DEVELOPMENT COMMISSION
EXAMINATION RESULT AND COMMENT

NONCOMPLIANCE, FAILURE TO ORGANIZE

The Commission did not convene during the examination period.

The commission shall elect the following officers from among the commission's members: a chairman, a vice chairman and a treasurer. Each officer serves a term of (1) year beginning July 1, of each year. (IC 14-13-3-8, Section 8)

The commission shall fix the time for regular meetings and may hold special meetings on call of the chairman with 7 days written notice. Any member may waive written notice of a specific meeting by a written notice filed with the commission. (IC 14-3-3-9, Section 9)

A vacancy occurring in the membership of the commission shall be filled for the unexpired term in the same manner and under the same conditions as that of the original appointment. (IC 14-13-3-5, Section 5)

LAKE MICHIGAN MARINA DEVELOPMENT COMMISSION
EXIT CONFERENCE

The contents of this report were discussed on May 7, 2008, with Jody Melton, Director; and Judy Penn, Accountant for Partner Agencies. The officials concurred with our finding.