

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

EXAMINATION REPORT
OF
RACEWAY WATER CONSERVANCY DISTRICT
HENDRICKS COUNTY, INDIANA
January 1, 2006 to December 31, 2007



FILED
01/14/2009

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OFFICIALS

Office

Official

Term

Financial Clerk

David K. Pasotti

01-01-06 to 12-31-08

President of the Board
of Directors

Tim ShROUT

01-01-06 to 12-31-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT' S REPORT

TO: THE OFFICIALS OF RACEWAY WATER CONSERVANCY
DISTRICT, HENDRICKS COUNTY, INDIANA

We have examined the financial information presented herein of Raceway Water Conservancy District (District), for the period of January 1, 2006 to December 31, 2007. 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 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.

The Schedule of Capital Assets, 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

December 17, 2008

RACEWAY WATER CONSERVANCY DISTRICT
 SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
 ALL GOVERNMENTAL FUND TYPES
 As Of And For The Years Ended December 31, 2006 And 2007

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Fund: Operating	\$ <u>93,561</u>	\$ <u>12,630</u>	\$ <u>10,438</u>	\$ <u>95,753</u>
	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Fund: Operating	\$ <u>95,753</u>	\$ <u>2,105</u>	\$ <u>19,890</u>	\$ <u>77,968</u>

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

RACEWAY WATER CONSERVANCY DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District provides the following service: collection, treatment and disposal of wastewater and other liquid waste.

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.

Raceway Water Conservancy District
Supplementary Information
Schedule of Capital Assets

For the year ended December 31, 2007

Water Utility:

Capital assets, not being depreciated:

Land	\$	-
Construction in progress		-
Buildings		-
Improvements other than buildings		401,855
Machinery and equipment		-
		<u>-</u>

Total Water Utility capital assets 401,855

Total business-type activities
capital assets

\$ 401,855

RACEWAY WATER CONSERVANCY DISTRICT
EXAMINATION RESULTS AND COMMENTS

ANNUAL REPORT

The District prepared the 2007 Annual Report but did not file the report with the State Board of Accounts.

Indiana Code 5-11-1-4(a) states: "The state examiner shall require from every municipality and every state or local governmental unit, entity, or instrumentality financial reports covering the full period of each fiscal year. Except as provided by subsection (b), these reports shall be prepared, verified, and filed with the state examiner not later than thirty (30) days after the close of each fiscal year."

NONUSE OF PRESCRIBED FORM

The District is not using Receipt Form 352.

A receipt is to be issued for each cash collection. (Accounting and Uniform Compliance Guidelines Manual for Special Districts chapter 21)

Receipts shall be issued and recorded at the time of the transaction; for example, when cash or a check is received, a receipt is to be immediately prepared and given to the person making payment. (Accounting and Uniform Compliance Guidelines Manual for Special Districts, Chapter 10)

RACEWAY WATER CONSERVANCY DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on December 17, 2008, with David K. Pasotti, Financial Clerk; David N. Smith, Board member; and Rebecca Devoe Brown, Contractual Accountant.