

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

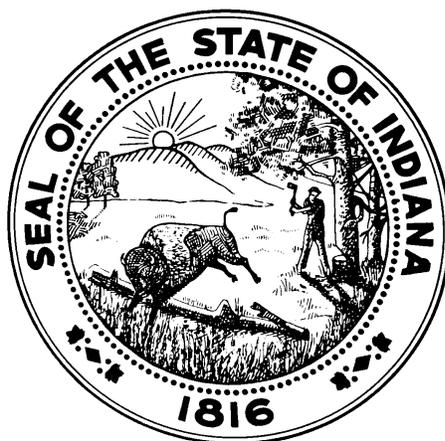
EXAMINATION REPORT

OF

LAURAMIE TOWNSHIP REGIONAL SEWER DISTRICT

TIPPECANOE COUNTY, INDIANA

January 1, 2006 to December 31, 2007



FILED
01/16/2009

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 |
| Supplementary Information: Schedule of Long-Term Debt | 6 |
| Examination Result and Comment: Disbursements..... | 7 |
| Exit Conference..... | 8 |

OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|------------------------|------------------------|----------------------|
| Fiscal Officer | William J. Easterbrook | 01-01-06 to 12-31-08 |
| President of the Board | William J. Easterbrook | 01-01-06 to 12-31-08 |



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 LAURAMIE TOWNSHIP REGIONAL
SEWER DISTRICT, TIPPECANOE COUNTY, INDIANA

We have examined the financial information presented herein of Lauramie Township Regional Sewer 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 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

November 20, 2008

LAURAMIE TOWNSHIP REGIONAL SEWER DISTRICT
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL PROPRIETARY 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 |
|--------------------|-------------------------------------|-------------------|-------------------|-------------------------------------|
| Proprietary Funds: | | | | |
| Operating | \$ 15,349 | \$ 130,682 | \$ 128,949 | \$ 17,082 |
| Bond & Interest | 22,660 | 39,005 | 38,162 | 23,503 |
| Debt Service | 7,801 | 3,900 | - | 11,701 |
| Construction | 35,159 | 162,087 | 185,524 | 11,722 |
| Romney | 300 | - | 10 | 290 |
| Totals | <u>\$ 81,269</u> | <u>\$ 335,674</u> | <u>\$ 352,645</u> | <u>\$ 64,298</u> |

| | Cash and Investments 01-01-07 | Receipts | Disbursements | Cash and Investments 12-31-07 |
|--------------------|-------------------------------------|-------------------|-------------------|-------------------------------------|
| Proprietary Funds: | | | | |
| Operating | \$ 17,082 | \$ 139,083 | \$ 146,353 | \$ 9,812 |
| Bond & Interest | 23,503 | 38,645 | 38,825 | 23,323 |
| Debt Service | 11,701 | 3,901 | - | 15,602 |
| Construction | 11,722 | - | 1,000 | 10,722 |
| Romney | 290 | 5 | 295 | - |
| Totals | <u>\$ 64,298</u> | <u>\$ 181,634</u> | <u>\$ 186,473</u> | <u>\$ 59,459</u> |

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

LAURAMIE TOWNSHIP 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 the following services: wastewater treatment and general administrative services.

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.

LAURAMIE TOWNSHIP REGIONAL SEWER DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2007

The Regional Sewer District has entered into the following debt:

| Description of Debt | Ending Principal Balance | Principal and Interest Due Within One Year |
|--------------------------------------|--------------------------------|---|
| Business-type Activities: | | |
| Regional Sewer District | | |
| Revenue bonds: | | |
| Sewage works construction | \$ 681,000 | \$ 38,465 |
| Total business-type activities debt: | <u>\$ 681,000</u> | <u>\$ 38,465</u> |

LAURAMIE TOWNSHIP REGIONAL SEWER DISTRICT
EXAMINATION RESULT AND COMMENT

DISBURSEMENTS

In reviewing disbursements the following conditions were noted:

Several payments were observed which did not contain adequate supporting documentation, such as receipts, invoices, and other public records.

Not all disbursements had been approved by the Board.

Several instances of the unit paying sales tax were noted.

All claims, invoices, receipts, accounts payable vouchers, including those presented to the governing body for approval in accordance with IC 5-11-10, should contain adequate detailed documentation. Payments which do not have proper itemization showing the business nature of the claim may be the personal obligation of the responsible official, employee or other person for the claim is made. (Accounting and Uniform Compliance Guidelines Manual for Special Districts, Chapter 10)

Governmental funds generally are exempt from the payment of sales tax on qualifying purchases. If sales tax is paid erroneously, a refund application may be obtained from the Sales Tax Division of the Department of Revenue. (Accounting and Uniform Compliance Manual for Special Districts, Chapter 10)

LAURAMIE TOWNSHIP REGIONAL SEWER DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on November 20, 2008, with William J. Easterbrook, President of the Board and Fiscal Officer.