

B36994

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

EXAMINATION REPORT
OF
LAKE HOLIDAY CONSERVANCY DISTRICT
MONTGOMERY COUNTY, INDIANA
January 1, 2007 to December 31, 2009



FILED
05/18/2010

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OFFICIALS

Office

Official

Term

Financial Clerk

J. Kay Shelton
Charles J. McKeown

01-01-07 to 07-03-09
07-04-09 to 12-31-10

Chairman of the Board

Michael McKeown

01-01-07 to 12-31-10



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF LAKE HOLIDAY CONSERVANCY
DISTRICT, MONTGOMERY COUNTY, INDIANA

We have examined the financial information presented herein of Lake Holiday Conservancy District (District), for the period of January 1, 2007 to December 31, 2009. 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, 2007, 2008, and 2009, 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

March 4, 2010

LAKE HOLIDAY CONSERVANCY DISTRICT
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL FUND TYPES
As Of And For The Years Ended December 31, 2007, 2008 And 2009

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 114,905	\$ 112,724	\$ 217,412	\$ 10,217
Clubhouse Deposits and Sales Tax	2,492	8,662	3,794	7,360
Cumulative Maintenance	41,574	20,635	-	62,209
Cumulative Improvement	76,893	10,421	-	87,314
Cumulative Equipment	63,381	6,897	13,800	56,478
1998 Bond Fund	137,025	948	137,973	-
EBA Special Assessment	386,431	184,286	508,525	62,192
Sewer Development	738,129	3,935	-	742,064
Totals	<u>\$ 1,560,830</u>	<u>\$ 348,508</u>	<u>\$ 881,504</u>	<u>\$ 1,027,834</u>

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
General	\$ 10,217	\$ 245,597	\$ 224,932	\$ 30,882
Clubhouse Deposits and Sales Tax	7,360	3,873	3,793	7,440
Cumulative Maintenance	62,209	40,865	30,000	73,074
Cumulative Improvement	87,314	19,483	-	106,797
Cumulative Equipment	56,478	10,866	-	67,344
EBA Special Assessment	62,192	44,034	25,000	81,226
Sewer Development	742,064	83,933	-	825,997
Totals	<u>\$ 1,027,834</u>	<u>\$ 448,651</u>	<u>\$ 283,725</u>	<u>\$ 1,192,760</u>

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
General	\$ 30,882	\$ 213,636	\$ 202,725	\$ 41,793
Clubhouse Deposits and Sales Tax	7,440	3,035	6,798	3,677
Cumulative Maintenance	73,074	20,790	20,000	73,864
Cumulative Improvement	106,797	17,972	-	124,769
Cumulative Equipment	67,344	752	-	68,096
EBA Special Assessment	81,226	30,023	59	111,190
Sewer Development	825,997	6,247	-	832,244
Totals	<u>\$ 1,192,760</u>	<u>\$ 292,455</u>	<u>\$ 229,582</u>	<u>\$ 1,255,633</u>

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

LAKE HOLIDAY CONSERVANCY DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The Conservancy District operates under an appointed governing board. The District provides the following services: erosion and flood control, culture and recreation, 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. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the District in June and December. State statute (Indiana Code 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. However due to property tax reassessment the taxes in 2007 were due July 20 and November 13, the taxes in 2008 were due September 9 and November 10 and the taxes in 2009 were due July 31 and November 10.

Note 5. 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 (Indiana Code 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.

LAKE HOLIDAY CONSEVANCY DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2009

Capital assets are reported at actual historical cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 72,400
Buildings	140,773
Improvements	78,368
Machinery and equipment	<u>161,372</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 452,913</u>

LAKE HOLIDAY CONSERVANCY DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on March 4, 2010, with Charles J. McKeown, Financial Clerk; and Michael McKeown, Chairman of the Board of Trustees. Our examination disclosed no material items that warrant comment at this time.