

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

SUPPLEMENTAL COMPLIANCE REPORT
OF
INDEPENDENCE HILL CONSERVANCY DISTRICT
LAKE COUNTY, INDIANA
January 1, 2011 to December 31, 2014



FILED
11/13/2015

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Financial Clerk	Lynn E. Sattler	01-01-11 to 12-31-15
Chairman of the Board of Directors	James W. Beshears	01-01-11 to 12-31-15



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE INDEPENDENCE HILL CONSERVANCY
DISTRICT, LAKE COUNTY, INDIANA

This report is supplemental to our examination report of the Independence Hill Conservancy District (District), for the period from January 1, 2011 to December 31, 2014. It has been provided as a separate report so that the reader may easily identify any Examination Results and Comments that pertain to the District. It should be read in conjunction with our Financial Statements Examination Report of the District, which provides our opinion on the District's financial statements. This report may be found at www.in.gov/sboa/.

As authorized under Indiana Code 5-11-1, we performed procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination Result and Comment contained herein describe the identified reportable instances of noncompliance found as a result of these procedures. Our tests were not designed to identify all instances of noncompliance; therefore, noncompliance may exist that is unidentified.

Any Official Response to the Examination Result and Comment, incorporated within this report, was not verified for accuracy.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

August 31, 2015

INDEPENDENCE HILL CONSERVANCY DISTRICT
EXAMINATION RESULT AND COMMENT

ANNUAL FINANCIAL REPORT

The Annual Financial Report for 2014 did not properly include the Schedule of Payables and Receivables. The total accounts receivable balance for District's customers was \$131,679 at December 31, 2014. In addition, the Schedule of Capital Assets included in the Annual Financial Report was understated by \$515,868 when compared to the District's detail capital asset ledger.

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. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under IC 5-14-3.8-7."

INDEPENDENCE HILL CONSERVANCY DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on August 31, 2015, with Lynn E. Sattler, Financial Clerk, and James W. Beshears, Chairman of the Board of Directors.

INDEPENDENCE HILL CONSERVANCY DISTRICT

7507 Taft Street, Suites 2 & 3
Merrillville, Indiana 46410

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September 14, 2015

Mr. Paul D. Joyce C.P.A.
State Examiner
Indiana State Board of Accounts
Indianapolis, IN

Dear Mr. Joyce,

The Independence Hill Conservancy District will review the capital asset ledger to eliminate all obsolete, traded, or sold assets. Additionally, in November of each year going forward the District will examine the capital asset ledger to write off any obsolete, traded, or sold assets and adjust the capital asset ledger appropriately. A summary sheet has been prepared and will be used to balance the capital asset ledger to the annual report.

Additionally, the total accounts receivable and accounts payable will be reported on the annual report.

Sincerely,



Lynn E. Sattler
Financial Clerk
Independence Hill Conservancy District