

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

SPECIAL INVESTIGATION REPORT
OF
FRIENDSHIP REGIONAL SEWER DISTRICT
RIPLEY COUNTY, INDIANA
January 1, 2011 to December 31, 2014



FILED
02/26/2016

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Mary Nickell	01-01-11 to 12-31-15
President of the Board	Glen Kamman	01-01-11 to 12-31-15



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE FRIENDSHIP REGIONAL SEWER DISTRICT

We have conducted a special investigation of the records of the Friendship Regional Sewer District for the period from January 1, 2011 to December 31, 2014. Our investigation was limited to the records related to payments made to the Board members. The purpose of our investigation was to determine if the accountability for cash and other assets are satisfactory and that the transactions related thereto are in compliance with the laws and regulations of the State of Indiana. The results of our investigation are fully described in the Special Investigation Result and Comment as listed in the Table of Contents.

Any Official Response included herein this report has not been examined or verified for its accuracy.

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

August 25, 2015

FRIENDSHIP REGIONAL SEWER DISTRICT
SPECIAL INVESTIGATION RESULT AND COMMENT

EXCESS COMPENSATION PAID TO BOARD

Each Board member was paid at the rate of \$75 per Board meeting attended during the years 2011, 2012, 2013, and 2014. Indiana Code 13-26-4-7 limits compensation of Board of Directors members to a maximum of \$50 per day. As a result, each Board member was paid in excess of the statutory maximum as shown in the following schedule:

Director	Excess Compensation					Total
	2011	2012	2013	2014		
Glen Kamman	\$ 275	\$ 300	\$ 300	\$ 275	\$ 1,150	
Mary Nickell	275	275	250	275	1,075	
Anthony Wood	275	300	300	275	1,150	
Patricia Thomas	250	250	250	250	1,000	
Gerald Stutler	225	275	300	300	1,100	
Scott Stutler	<u>225</u>	<u>225</u>	<u>250</u>	<u>300</u>	<u>1,000</u>	
Totals	<u>\$ 1,525</u>	<u>\$ 1,625</u>	<u>\$ 1,650</u>	<u>\$ 1,675</u>	<u>\$ 6,475</u>	

Indiana Code 13-26-4-7(a) states in part: ". . . the board of a district may provide for the payment of not more than fifty dollars (\$50) per day to members of the board for each day or major part of a day devoted to the work of the district."

Glen Kamman, President of the Board, was requested to refund \$1,150 to the Friendship Regional Sewer District. On August 11, 2015, Glen Kamman, President of the Board, entered into an agreement to repay \$1,150 to the Friendship Regional Sewer District by January 2016.

Mary Nickell, Board member, was requested to refund \$1,075 to the Friendship Regional Sewer District. On August 12, 2015, Mary Nickell, Board member, entered into an agreement to repay \$1,075 to the Friendship Regional Sewer District by January 2016.

Anthony Wood, Board member, was requested to refund \$1,150 to the Friendship Regional Sewer District. On August 12, 2015, Anthony Wood, Board member, entered into an agreement to repay \$1,150 to the Friendship Regional Sewer District by January 2016.

Patricia Thomas, Board member, was requested to refund \$1,000 to the Friendship Regional Sewer District. On August 11, 2015, Patricia Thomas, Board member, entered into an agreement to repay \$1,000 to the Friendship Regional Sewer District by January 2016.

Gerald Stutler, Board member, was requested to refund \$1,100 to the Friendship Regional Sewer District. On September 11, 2015, Gerald Stutler, Board member, entered into an agreement to repay \$1,100 to the Friendship Regional Sewer District by January 2016,

Scott Stutler, Board member, was requested to refund \$1,000 to the Friendship Regional Sewer District. On August 11, 2015, Scott Stutler, Board member, entered into an agreement to repay \$1,000 to the Friendship Regional Sewer District by January 2016.

FRIENDSHIP REGIONAL SEWER DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on August 25, 2015, with Mary Nickell, Treasurer; Glen Kamman, President of the Board; Patricia Thomas, Board member; Anthony Wood, Board member; Gerald Stutler, Board member; and Scott Stutler, Board member.