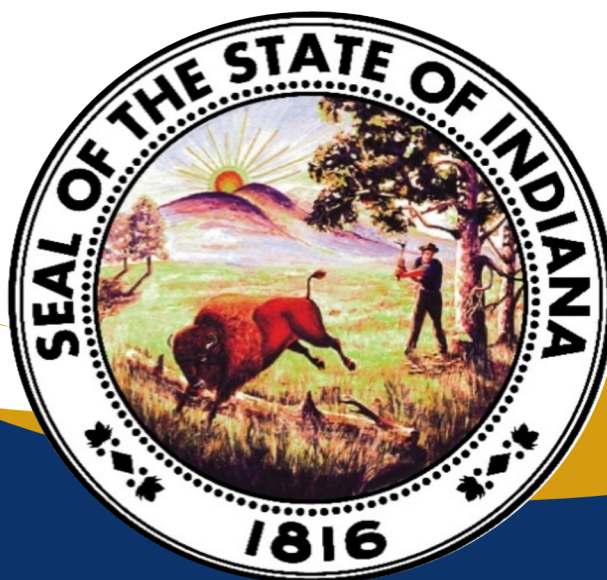


**STATE BOARD OF ACCOUNTS  
302 West Washington Street  
Room E418  
INDIANAPOLIS, INDIANA 46204-2769**

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

COMPLIANCE EXAMINATION REPORT  
OF  
TWIN LAKES REGIONAL SEWER DISTRICT  
WHITE COUNTY, INDIANA  
January 1, 2022 to December 31, 2023



**FILED**  
01/29/2025



Paul D. Joyce, CPA  
State Examiner

## INDIANA STATE BOARD OF ACCOUNTS

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January 29, 2025

Board of Directors  
Twin Lakes Regional Sewer District  
White County, Indiana

This report is supplemental to the audit report of the Twin Lakes Regional Sewer District (District), for the period from January 1, 2022 to December 31, 2023. It has been provided as a separate report so that the reader may easily identify any findings that pertain to the District. It should be read in conjunction with the financial statement audit report of the District, which provides an opinion on the District's financial statements. This report may be found at [www.in.gov/sboa/](http://www.in.gov/sboa/).

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the District and perform procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The findings contained herein describe the identified reportable instances of noncompliance found as a result of these procedures.

We have reviewed the supplemental report for the Twin Lakes Regional Sewer District prepared by Crowe LLP, Independent Public Accountants, for the period January 1, 2022 to December 31, 2023. In our opinion, the supplemental report was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

We call your attention to the finding in the report on page 3.

The report is filed with this letter in our office as a matter of public record.

Tammy R. White, CPA  
Deputy State Examiner

**COMPLIANCE EXAMINATION OF**  
TWIN LAKES REGIONAL SEWER DISTRICT  
White County, Indiana  
January 1, 2022 through December 31, 2023

TWIN LAKES REGIONAL SEWER DISTRICT

White County, Indiana  
January 1, 2022 through December 31, 2023

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TWIN LAKES REGIONAL SEWER DISTRICT  
SCHEDULE OF OFFICIALS  
January 1, 2022 through December 31, 2023

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<u>Office</u>	<u>Official</u>	<u>Term</u>
District Superintendent	Michael Darter	01-01-22 to 12-31-23
Treasurer	Donald Koleszar	01-01-22 to 12-31-23
President of the Board	Jamie Rough	01-01-22 to 12-31-22
President of the Board	Otto Leis	01-01-23 to 12-31-23
Financial Manager	Jacqueline Franklin	01-01-22 to 12-31-23

## INDEPENDENT ACCOUNTANT'S REPORT

To the Indiana State Board of Accounts and  
Management of the Twin Lakes Regional Sewer District

We have examined the Twin Lakes Regional Sewer District's ("District") compliance with the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines Manual For Special District's* during the period January 1, 2022 through December 31, 2023. Management of the District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the District's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our qualified opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the District's compliance with specified requirements.

Our examination disclosed material noncompliance with the *Accounting and Uniform Compliance Guidelines Manual For Special District's* applicable to the District during the period of January 1, 2022 through December 31, 2023, as described in item 2023-001 on the following Schedule of Examination Findings and Results.

In our opinion, except for the material noncompliance described in the preceding paragraph, the District complied, in all material respects, with the aforementioned requirements during the period January 1, 2022 through December 31, 2023.

*Crowe LLP*  
Crowe LLP

Indianapolis, Indiana  
December 30, 2024

TWIN LAKES REGIONAL SEWER DISTRICT  
SCHEDULE OF EXAMINATION FINDINGS AND RESULTS  
January 1, 2022 through December 31, 2023

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**FINDING 2023-001: ANNUAL FINANCIAL REPORT – OTHER INFORMATION**

**Criteria:** The Annual Financial Report (AFR) required under IC 5-11-1-4(a) shall be filed with the state examiner not later than sixty (60) days after the close of each fiscal year. (Accounting and Uniform Guidelines Compliance Manual for Special Districts, Chapter 1)

**Condition:** Financial and other information are required to be entered annually into the Annual Financial Report via the Indiana Gateway for Government Units (Gateway) financial reporting system. The District had not established an effective system of internal controls over the information entered into Gateway. This resulted in incorrect information being reported that did not agree with the District's records.

The capital asset information entered into Gateway was overstated in the amount of \$2,485,916. Audit adjustments were proposed, accepted by the District and made to the Schedule of Capital Assets presented as Other Information in the Financial Statement Audit Report of the District.

TWIN LAKES REGIONAL SEWER DISTRICT  
EXIT CONFERENCE  
January 1, 2022 through December 31, 2023

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The contents of this report were discussed on December 5, 2024, with Bruce Wilson, President of the District Board; Michael Darter, District Superintendent; and Jacqueline Franklin, Financial Manager.