

B38039

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

EXAMINATION REPORT

OF

HARRISON COUNTY REGIONAL SEWER DISTRICT

HARRISON COUNTY, INDIANA

January 1, 2008 to December 31, 2009



**FILED**  
12/09/2010



## 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           |
| Examination Result and Comment:  |             |
| Official Bond .....  | 6           |
| Exit Conference.....   | 7           |

OFFICIALS

Office

Official

Term

Treasurer

Gary Davis

01-01-08 to 12-31-10

President of the Board

Tom Tucker

01-01-08 to 12-31-10



**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](http://www.in.gov/sboa)

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE HARRISON COUNTY REGIONAL  
SEWER DISTRICT, HARRISON COUNTY, INDIANA

We have examined the financial information presented herein of the Harrison County Regional Sewer District (District), for the period of January 1, 2008 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, 2008 and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

September 20, 2010

HARRISON COUNTY REGIONAL SEWER DISTRICT  
 SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
 PROPRIETARY FUND TYPE  
 As Of And For The Years Ended December 31, 2008 And 2009

|                                | Cash and<br>Investments<br>01-01-08 | Receipts            | Disbursements       | Cash and<br>Investments<br>12-31-08 |
|--------------------------------|-------------------------------------|---------------------|---------------------|-------------------------------------|
| Proprietary Fund:<br>Operating | \$ <u>          -</u>               | \$ <u>  152,981</u> | \$ <u>  103,700</u> | \$ <u>    49,281</u>                |
|                                | Cash and<br>Investments<br>01-01-09 | Receipts            | Disbursements       | Cash and<br>Investments<br>12-31-09 |
| Proprietary Fund:<br>Operating | \$ <u>    49,281</u>                | \$ <u>  122,313</u> | \$ <u>  119,121</u> | \$ <u>    52,473</u>                |

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

HARRISON COUNTY REGIONAL SEWER DISTRICT  
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District was created to provide wastewater treatment 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.

Note 4. Creation of the Regional Sewer District

On September 23, 2005, the Indiana Department of Environmental Management signed the final order creating the Harrison County Regional Sewer District. The District began having financial activity during 2008; although, Harrison County has provided financial support to the District since its creation and throughout the examination period.

HARRISON COUNTY REGIONAL SEWER DISTRICT  
EXAMINATION RESULT AND COMMENT

OFFICIAL BOND

The Board has not provided a bond for officers, trustees, or employees who have any power to disburse funds of the District.

IC 13-26-2-10(b) states in part: "An order must do the following: . . . (2) Provide requirements for sufficient bond for all officers, trustees, or employees having power to dispense money of the District. . . ."

The Indiana Department of Environmental Management signed the final order creating the Harrison County Regional Sewer District on September 23, 2005. Per item 20 of this order "The Harrison County RSD shall provide sufficient bond for all officers, Trustees or employees who have any power to disburse funds of the Harrison County RSD."

HARRISON COUNTY REGIONAL SEWER DISTRICT  
EXIT CONFERENCE

The contents of this report were discussed on September 20, 2010, with Gary Davis, Treasurer, and Tom Tucker, President of the Board. The officials concurred with our finding.