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

EXAMINATION REPORT
OF
ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
RUSH COUNTY, INDIANA
January 1, 2008 to December 31, 2009



FILED
12/27/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Assistant Treasurer/Bookkeeper	Veronica Roberts Sheila Flath	01-01-08 to 02-27-08 02-28-08 to 12-31-10
Treasurer	Craig Duncan	01-01-08 to 12-31-10
President of the Board	Craig Solmon	01-01-08 to 12-31-10



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE ANDERSON TOWNSHIP REGIONAL
SEWER DISTRICT, RUSH COUNTY, INDIANA

We have examined the financial information presented herein of the Anderson Township 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.

The Schedule of Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

October 19, 2010

ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL PROPRIETARY FUND TYPES
As Of And For The Years Ended December 31, 2008 And 2009

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Proprietary Funds:				
Water Utility - Operating	\$ 220,246	\$ 234,410	\$ 102,611	\$ 352,045
Water Utility - Bond and Interest	-	10,000	10,000	-
Water Utility - Debt Service Reserve	10,000	-	-	10,000
Water Utility - Customer Deposit	7,595	2,050	1,645	8,000
Wastewater Utility - Operating	152,820	107,947	190,037	70,730
Wastewater Utility - Debt Service Reserve	15,000	-	-	15,000
Totals	<u>\$ 405,661</u>	<u>\$ 354,407</u>	<u>\$ 304,293</u>	<u>\$ 455,775</u>

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Proprietary Funds:				
Water Utility - Operating	\$ 352,045	\$ 213,489	\$ 192,260	\$ 373,274
Water Utility - Debt Service Reserve	10,000	-	-	10,000
Water Utility - Customer Deposit	8,000	1,200	1,550	7,650
Wastewater Utility - Operating	70,730	81,012	68,623	83,119
Wastewater Utility - Debt Service Reserve	15,000	-	-	15,000
Totals	<u>\$ 455,775</u>	<u>\$ 295,701</u>	<u>\$ 262,433</u>	<u>\$ 489,043</u>

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

ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District provides water and wastewater utility 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.

ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended December 31, 2009

<u>Primary Government</u>	<u>Ending Balance</u>
Business-type activities:	
Water Utility:	
Capital assets, not being depreciated:	
Land	\$ 24,635
Buildings	250,159
Machinery and equipment	<u>649,926</u>
Total Water Utility capital assets	<u>924,720</u>
Wastewater Utility:	
Capital assets, not being depreciated:	
Land	76,025
Buildings	13,799
Improvements other than buildings	194,651
Machinery and equipment	<u>1,722,920</u>
Total Wastewater Utility capital assets	<u>2,007,394</u>
Total business-type activities capital assets	<u>\$ 2,932,114</u>

ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2009

The District has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Business-type activities:		
Water Utility:		
Revenue bonds:		
Additions, extentions and improvements	\$ 130,000	\$ 10,000
Wastewater Utility:		
Revenue bonds:		
Additions, extentions and improvements	<u>195,000</u>	<u>15,000</u>
Total business-type activities debt	<u>\$ 325,000</u>	<u>\$ 25,000</u>

ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
EXAMINATION RESULT AND COMMENT

PAYROLL DEDUCTIONS

Payments were made to board members without payroll deductions for taxes.

Political subdivisions are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings, and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Governmental units should file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Special Districts, Chapter 10)

ANDERSON TOWNSHIP REGIONAL SEWER DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on October 19, 2010, with Craig Solmon, President of the Board; Craig Duncan, Treasurer; Joe Christmas, Utility Superintendent; Sheila Flath, Assistant Treasurer/Bookkeeper; and Janet Christmas, Office Assistant. The officials concurred with our finding.