

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

EXAMINATION REPORT
OF
NATURE WORKS CONSERVANCY DISTRICT
PORTER COUNTY, INDIANA
January 1, 2008 to December 31, 2010



FILED
04/12/2011

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OFFICIALS

Office

Official

Term

President of the Board of Directors

Timothy A. Dehring
Kevin Steele

01-01-08 to 12-31-08
01-01-09 to 12-31-11



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AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE NATURE WORKS CONSERVANCY
DISTRICT, PORTER COUNTY, INDIANA

We have examined the financial information presented herein of the Nature Works Conservancy District (District), for the period of January 1, 2008 to December 31, 2010. 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, 2009, and 2010, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Capital Assets, as listed in the Table of Contents, is presented for additional analysis and is not a required part of the basic financial information. It has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

March 17, 2011

NATURE WORKS CONSERVANCY DISTRICT
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND PROPRIETARY FUND TYPES
As Of And For The Years Ended December 31, 2008, 2009, And 2010

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Fund:				
General	\$ 38,949	\$ 422,016	\$ 322,428	\$ 138,537
Proprietary Fund:				
Wastewater Operating	<u>399,666</u>	<u>582,963</u>	<u>481,023</u>	<u>501,606</u>
Totals	<u>\$ 438,615</u>	<u>\$ 1,004,979</u>	<u>\$ 803,451</u>	<u>\$ 640,143</u>

	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Fund:				
General	\$ 138,537	\$ 169,753	\$ 98,261	\$ 210,029
Proprietary Fund:				
Wastewater Operating	<u>501,606</u>	<u>377,862</u>	<u>488,702</u>	<u>390,766</u>
Totals	<u>\$ 640,143</u>	<u>\$ 547,615</u>	<u>\$ 586,963</u>	<u>\$ 600,795</u>

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Governmental Fund:				
General	\$ 210,029	\$ 130,232	\$ 177,814	\$ 162,447
Proprietary Fund:				
Wastewater Operating	<u>390,766</u>	<u>370,369</u>	<u>349,670</u>	<u>411,465</u>
Totals	<u>\$ 600,795</u>	<u>\$ 500,601</u>	<u>\$ 527,484</u>	<u>\$ 573,912</u>

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

NATURE WORKS CONSERVANCY DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District provides collection and treatment of liquid waste and storm water management 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. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the District in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively.

Note 5. 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.

NATURE WORKS CONSERVANCY DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2010

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Wastewater Utility:	
Capital assets, not being depreciated:	
Land	\$ 13,456
Improvements other than buildings	1,274,503
Machinery and equipment	<u>23,320</u>
 Total Wastewater Utility capital assets	 <u>\$ 1,311,279</u>

NATURE WORKS CONSERVANCY DISTRICT
EXAMINATION RESULT AND COMMENT

PRESCRIBED FORMS

The following prescribed or approved forms were not in use:

General Form 353, Check
General Form 358, Ledger of Receipts, Disbursements, and Balances
Utility Form 323, Simplified Cash Journal – Municipal Sewage Utility

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Special Districts, Chapter 10)

NATURE WORKS CONSERVANCY DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on March 17, 2011, with Kevin Steele, President of the Board of Directors.