

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

SPRINGS VALLEY REGIONAL WATER DISTRICT

ORANGE COUNTY, INDIANA

January 1, 2012 to December 31, 2016



FILED
12/08/2017

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	William H. Harris	01-01-12 to 12-31-12
	Carl Seals (deceased)	01-01-13 to 12-31-13
	William H. Harris	01-01-14 to 12-31-14
	Carl Seals (deceased)	01-01-15 to 12-31-16
	John R. Harrison	01-01-17 to 12-31-17
Office Manager	Susan J. Farris	01-01-12 to 07-07-17
	Lauren Emmons	07-08-17 to 12-31-17
Superintendent	Stephen M. Brown	01-01-12 to 12-31-17
President of the Board	Garry J. Haworth	01-01-12 to 12-31-17



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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TO: THE OFFICIALS OF THE SPRINGS VALLEY REGIONAL
WATER DISTRICT, ORANGE COUNTY, INDIANA

This report is supplemental to our examination report of the Springs Valley Regional Water District (District), Orange County, for the period from January 1, 2012 to December 31, 2016. It has been provided as a separate report so that the reader may easily identify any Examination Result and Comment that pertain to the District. It should be read in conjunction with our Financial Statements Examination Report of the District, which provides our opinion on the District's financial statements. This report may be found at www.in.gov/sboa/.

As authorized under Indiana Code 5-11-1, we performed procedures to determine compliance with applicable Indiana laws and uniform compliance guidelines established by the Indiana State Board of Accounts. The Examination Result and Comment contained herein describes the identified reportable instance of noncompliance found as a result of these procedures. Our tests were not designed to identify all instances of noncompliance; therefore, noncompliance may exist that is unidentified.

Any Official Response to the Examination Result and Comment, incorporated within this report, was not verified for accuracy.

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

December 7, 2017

SPRINGS VALLEY REGIONAL WATER DISTRICT
EXAMINATION RESULT AND COMMENT

INTERNAL CONTROLS - MINIMUM STANDARDS AND TRAINING

The District Board had not adopted the minimum internal control standards; therefore, the fiscal officer did not certify in writing on the 2016 Gateway Annual Financials Report that the District had adopted and trained personnel on the minimum internal control standards. On November 1, 2017, the District passed Ordinance 2017-1, an Ordinance Establishing Internal Control Standards.

Indiana Code 5-11-1-27 states in part:

". . . (g) After June 30, 2016, the legislative body of a political subdivision shall ensure that:

- (1) the internal control standards and procedures developed under subsection (e) are adopted by the political subdivision; and . . .

(h) After June 30, 2016, the fiscal officer of a political subdivision shall certify in writing that:

- (1) the minimum internal control standards and procedures defined under subsection (e) have been adopted by the political subdivision; and . . .

The certification shall be filed with the state board of accounts at the same time as the annual financial report required by section 4(a) of this chapter is filed. The certification shall be filed electronically in the manner prescribed under IC 5-14-3.8-7. . . ."

SPRINGS VALLEY REGIONAL WATER DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on December 7, 2017, with Stephen M. Brown, Superintendent; Lauren Emmons, Office Manager; and Garry J. Haworth, President of the Board.