



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

B52113

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)

February 12, 2019

Board of Trustees  
Norwood Regional Water and Sewer District  
3740 N Norwood Road  
Huntington, IN 46750

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of Norwood Regional Water and Sewer District. We have reviewed the audit report opined upon by Crowe LLP, Independent Public Accountants, for the period January 1, 2014 to December 31, 2017. Per the *Independent Auditor's Report*, the financial statements included in the report present fairly the financial condition of Norwood Regional Water and Sewer District as of December 31, 2014, 2015, 2016 and 2017, and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Crowe LLP prepared the audit report in accordance with the guidelines established by the State Board of Accounts.

In addition to the report presented herein, a Supplemental Report for Norwood Regional Water and Sewer District was prepared in accordance with the guidelines established by the State Board of Accounts.

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

A handwritten signature in blue ink that reads "Paul D. Joyce".

Paul D. Joyce, CPA  
State Examiner

**NORWOOD REGIONAL WATER AND SEWER DISTRICT**  
Huntington County, Indiana

**FINANCIAL STATEMENTS**  
December 31, 2014, 2015, 2016 and 2017

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
Huntington County, Indiana

FINANCIAL STATEMENTS  
December 31, 2014, 2015, 2016 and 2017

CONTENTS

SCHEDULE OF OFFICIALS (Unaudited) .....	1
INDEPENDENT AUDITOR'S REPORT .....	2
FINANCIAL STATEMENTS	
STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES – REGULATORY BASIS.....	4
NOTES TO FINANCIAL STATEMENTS .....	6
SUPPLEMENTARY INFORMATION (Unaudited)	
COMBINING SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES – REGULATORY BASIS.....	9
SCHEDULE OF PAYABLES AND RECEIVABLES .....	13
SCHEDULE OF LEASES AND DEBT.....	14
SCHEDULE OF CAPITAL ASSETS.....	15
OTHER REPORT.....	16

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
SCHEDULE OF OFFICIALS (Unaudited)  
December 31, 2014, 2015, 2016 and 2017

---

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Victoria Allen Doug Boone	01-01-14 to 08-12-14 08-13-14 to 12-31-17
President of the Board	Jeff Shoup	01-01-14 to 12-31-17

## INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance  
Norwood Regional Water and Sewer District  
Huntington, Indiana

**Report on the Financial Statement**

We have audited the accompanying statements of receipts, disbursements, and cash and investment balances of Norwood Regional Sewer District (the Unit) as of and for the years ended December 31, 2014, 2015, 2016 and 2017, and the related notes (the financial statements).

***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6) as described in Note 1. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

---

(Continued)

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As discussed in Note 1 to the financial statements, the Unit prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Unit as of December 31, 2014, 2015, 2016 and 2017, or changes in net position or cash flows thereof for the years then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and investment balances of the Unit as of December 31, 2014, 2015, 2016 and 2017, and its cash receipts and disbursements for the years then ended in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Matters***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Officials and Supplementary Information Schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The information has not been subjected to the auditing procedures applied in the audits of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

  
Crowe LLP

Indianapolis, Indiana  
December 12, 2018

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
REGULATORY BASIS  
For The Years Ended December 31, 2014 And 2015

Fund	Cash and Investments			Cash and Investments			Cash and Investments
	01-01-14	Receipts	Disbursements	12-31-14	Receipts	Disbursements	12-31-15
Water Operating	\$ 21,015	\$ 270,500	\$ 342,194	\$ (50,679)	\$ 285,434	\$ 213,500	\$ 21,255
Maintenance Fund	-	-	-	-	45,000	22,337	22,663
Water Reserve	190,993	2,337	193,330	-	10,367	-	10,367
Water Debt Payment	-	151,904	91,897	60,007	84,618	92,866	51,759
Wastewater Operating	-	413,583	411,295	2,288	277,411	321,183	(41,484)
Wastewater Reserve	-	85,990	-	85,990	10,960	82,936	14,014
Wastewater Debt Payment	-	198,206	121,036	77,170	118,808	120,698	75,280
Yakes Sewer	-	-	-	-	43,119	43,119	-
Sanitation Operating	-	44,150	25,694	18,456	29,467	26,237	21,686
Totals	<u>\$ 212,008</u>	<u>\$ 1,166,670</u>	<u>\$ 1,185,446</u>	<u>\$ 193,232</u>	<u>\$ 905,184</u>	<u>\$ 922,876</u>	<u>\$ 175,540</u>

See accompanying notes to financial statements.

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
REGULATORY BASIS  
For The Years Ended December 31, 2016 And 2017

<u>Fund</u>	<u>Cash and Investments 01-01-16</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 12-31-16</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 12-31-17</u>
Sanitation Operating	\$ 21,686	\$ 29,895	\$ 51,581	\$ -	\$ 33,745	\$ 28,746	\$ 4,999
Water Operating	21,255	224,718	240,954	5,019	232,836	235,626	2,229
Maintenance Fund	22,663	5,000	-	27,663	-	27,150	513
Water Reserve	10,367	7,808	-	18,175	16	10,000	8,191
Water Debt Payment	51,759	90,206	92,773	49,192	103,556	91,659	61,089
Wastewater Operating	(41,484)	278,860	237,377	(1)	321,178	321,178	(1)
Wastewater Reserve	14,014	9,175	-	23,189	16	10,000	13,205
Wastewater Debt Payment	75,280	107,654	121,295	61,639	138,193	120,829	79,003
Yakes Sewer	-	38,872	38,872	-	87,415	86,619	796
Totals	<u>\$ 175,540</u>	<u>\$ 792,188</u>	<u>\$ 782,852</u>	<u>\$ 184,876</u>	<u>\$ 916,955</u>	<u>\$ 931,807</u>	<u>\$ 170,024</u>

See accompanying notes to financial statements.

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2014, 2015, 2016 and 2017

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Reporting Entity: The Norwood Regional Water and Sewer District (the Unit) was established under the laws of the State of Indiana. The Unit operates under an appointed governing board.

The accompanying financial statement presents the financial information for the Unit.

Basis of Accounting: The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP), in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred. The regulatory basis also allows for all investments to be stated at cost, while GAAP requires fair value for qualifying investments.

Cash and Investments: Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

Receipts: Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

*Utility fees.* Amounts received from charges for current services.

*Charges for services.* Amounts received including, but not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable television receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

*Fines and forfeits.* Amounts received including receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

*Other receipts.* Amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

Disbursements: Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

*Personal services.* Amounts disbursed for salaries, wages, and related employee benefits provided for all persons employed. In those Units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

*Other services and charges.* Amounts disbursed for services including, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

---

(Continued)

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2014, 2015, 2016 and 2017

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Debt service principal and interest.* Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the Unit. It includes all expenditures for the reduction of the principal and interest of the Unit general obligation indebtedness.

*Capital outlay.* Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

*Utility operating expenses.* Amounts disbursed for operating the utilities.

*Other disbursements.* Amounts disbursed for various purposes including, but not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, lease agreements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

Interfund Transfers: The Unit may, from time to time, make transfers from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

Fund Accounting: Separate funds are established, maintained, and reported by the Unit. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the Unit. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the Unit in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the Unit itself.

Cash Balance Deficits: The financial statements contain some funds with deficits in cash. This is a result of disbursements in excess of receipts.

**NOTE 2 - DEPOSITS AND INVESTMENTS**

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund (PDIF). This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the Unit to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units. Given the limited investment parameters applicable under state statute, certain risks, such as credit, custodial, concentration, and interest rate are not deemed significant.

The Unit held cash deposits with financial institutions that maintained FDIC and PDIF coverages, as applicable. The Unit did not hold investments for any of the years under audit.

---

(Continued)

### NOTE 3 - RISK MANAGEMENT

The Unit may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions and natural disasters. These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the Unit to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

The Unit has purchased insurance to address the risks described above.

### NOTE 4 - PENSION PLAN

#### A. *Public Employees' Retirement Fund*

##### *Plan Description*

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the Unit authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System  
1 North Capital Street, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

##### *Funding Policy and Annual Pension Cost*

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS. The Unit made contributions to the PERF plan during the year(s) under audit. The contribution rate was 11.2% for the years under audit.

### NOTE 5 - DEBT

In 2005, the Unit issued waterworks and sewage revenue bonds for the purpose of rehabilitating the water and sewer systems. The waterworks bonds, Series A and B, were issued in the amounts of \$1,414,000 and \$390,000, respectively and mature on January 1, 2046. The sewer bonds, Series A and B, were issued in the amounts of \$2,130,000 and \$186,000, respectively and mature on January 1, 2026. The Unit made principal and interest payments during the years under audit.

---

**SUPPLEMENTAL SCHEDULES (Unaudited)**

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2014

	Water Operating	Maintenance Fund	Water Reserve	Water Debt Payment	Wastewater Operating	Wastewater Reserve	Wastewater Debt Payment	Yakes Sewer	Sanitation Operating	Totals
Cash and investments - beginning	\$ 21,015	\$ -	\$ 190,993	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 212,008
Receipts:										
Charges for services	-	-	-	-	-	-	-	-	27,734	27,734
Utility fees	140,770	-	-	-	318,639	-	-	-	-	459,409
Penalties	373	-	-	-	3,974	-	-	-	-	4,347
Other receipts	129,357	-	2,337	151,904	90,970	85,990	198,206	-	16,416	675,180
Total receipts	270,500	-	2,337	151,904	413,583	85,990	198,206	-	44,150	1,166,670
Disbursements:										
Personal services	29,603	-	-	-	29,603	-	-	-	-	59,206
Other services and charges	2,718	-	-	-	8,961	-	-	-	25,694	37,373
Debt service - principal and interest	-	-	-	91,897	-	-	121,036	-	-	212,933
Capital outlay	5,913	-	-	-	3,618	-	-	-	-	9,531
Utility operating expenses	55,650	-	-	-	170,913	-	-	-	-	226,563
Other disbursements	248,310	-	193,330	-	198,200	-	-	-	-	639,840
Total disbursements	342,194	-	193,330	91,897	411,295	-	121,036	-	25,694	1,185,446
Excess (deficiency) of receipts disbursements	(71,694)	-	(190,993)	60,007	2,288	85,990	77,170	-	18,456	(18,776)
Cash and investments - ending	\$ (50,679)	\$ -	\$ -	\$ 60,007	\$ 2,288	\$ 85,990	\$ 77,170	\$ -	\$ 18,456	\$ 193,232

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2015

	Water Operating	Maintenance Fund	Water Reserve	Water Debt Payment	Wastewater Operating	Wastewater Reserve	Wastewater Debt Payment	Yakes Sewer	Sanitation Operating	Totals
Cash and investments - beginning	\$ (50,679)	\$ -	\$ -	\$ 60,007	\$ 2,288	\$ 85,990	\$ 77,170	\$ -	\$ 18,456	\$ 193,232
Receipts:										
Charges for services	-	-	-	-	-	-	-	-	29,467	29,467
Utility fees	265,434	-	-	-	277,411	-	-	43,119	-	585,964
Other receipts	20,000	45,000	10,367	84,618	-	10,960	118,808	-	-	289,753
Total receipts	<u>285,434</u>	<u>45,000</u>	<u>10,367</u>	<u>84,618</u>	<u>277,411</u>	<u>10,960</u>	<u>118,808</u>	<u>43,119</u>	<u>29,467</u>	<u>905,184</u>
Disbursements:										
Personal services	19,075	-	-	-	19,226	-	-	-	-	38,301
Other services and charges	-	-	-	-	5,677	-	-	-	26,237	31,914
Debt service - principal and interest	-	-	-	92,866	-	-	120,698	-	-	213,564
Capital outlay	8,904	-	-	-	15,472	-	-	-	-	24,376
Utility operating expenses	45,558	-	-	-	135,857	-	-	43,119	-	224,534
Other disbursements	139,963	22,337	-	-	144,951	82,936	-	-	-	390,187
Other disbursements										
Total disbursements	<u>213,500</u>	<u>22,337</u>	<u>-</u>	<u>92,866</u>	<u>321,183</u>	<u>82,936</u>	<u>120,698</u>	<u>43,119</u>	<u>26,237</u>	<u>922,876</u>
Excess (deficiency) of receipts over disbursements	<u>71,934</u>	<u>22,663</u>	<u>10,367</u>	<u>(8,248)</u>	<u>(43,772)</u>	<u>(71,976)</u>	<u>(1,890)</u>	<u>-</u>	<u>3,230</u>	<u>(17,692)</u>
Cash and investments - ending	<u>\$ 21,255</u>	<u>\$ 22,663</u>	<u>\$ 10,367</u>	<u>\$ 51,759</u>	<u>\$ (41,484)</u>	<u>\$ 14,014</u>	<u>\$ 75,280</u>	<u>\$ -</u>	<u>\$ 21,686</u>	<u>\$ 175,540</u>

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2016

	Sanitation Operating	Water Operating	Maintenance Fund	Water Reserve	Water Debt Payment	Wastewater Operating	Wastewater Reserve	Wastewater Debt Payment	Yakes Sewer	Totals
Cash and investments - beginning	\$ 21,686	\$ 21,255	\$ 22,663	\$ 10,367	\$ 51,759	\$ (41,484)	\$ 14,014	\$ 75,280	\$ -	\$ 175,540
Receipts:										
Charges for services	29,895	-	-	-	-	-	-	-	-	29,895
Utility fees	-	165,097	-	-	-	247,690	-	-	38,872	451,659
Penalties	-	45,614	-	-	-	-	-	-	-	45,614
Other receipts	-	14,007	5,000	7,808	90,206	31,170	9,175	107,654	-	265,020
<b>Total receipts</b>	<b>29,895</b>	<b>224,718</b>	<b>5,000</b>	<b>7,808</b>	<b>90,206</b>	<b>278,860</b>	<b>9,175</b>	<b>107,654</b>	<b>38,872</b>	<b>792,188</b>
Disbursements:										
Personal services	-	14,851	-	-	-	14,850	-	-	-	29,701
Other services and charges	24,579	8,624	-	-	-	-	-	-	-	33,203
Debt service - principal and interest	-	-	-	-	92,773	-	-	121,295	-	214,068
Utility operating expenses	-	110,304	-	-	-	105,745	-	-	38,872	254,921
Other disbursements	27,002	107,175	-	-	-	116,782	-	-	-	250,959
<b>Total disbursements</b>	<b>51,581</b>	<b>240,954</b>	<b>-</b>	<b>-</b>	<b>92,773</b>	<b>237,377</b>	<b>-</b>	<b>121,295</b>	<b>38,872</b>	<b>782,852</b>
Excess (deficiency) of receipts over disbursements	(21,686)	(16,236)	5,000	7,808	(2,567)	41,483	9,175	(13,641)	-	9,336
Cash and investments - ending	\$ -	\$ 5,019	\$ 27,663	\$ 18,175	\$ 49,192	\$ (1)	\$ 23,189	\$ 61,639	\$ -	\$ 184,876

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND  
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
 For The Year Ended December 31, 2017

	Sanitation Operating	Water Operating	Maintenance Fund	Water Reserve	Water Debt Payment	Wastewater Operating	Wastewater Reserve	Wastewater Debt Payment	Yakes Sewer	Totals
Cash and investments - beginning	\$ -	\$ 5,019	\$ 27,663	\$ 18,175	\$ 49,192	\$ (1)	\$ 23,189	\$ 61,639	\$ -	\$ 184,876
Receipts:										
Charges for services	33,745	-	-	-	-	-	-	-	-	33,745
Utility fees	-	169,310	-	-	-	276,164	-	-	86,630	532,104
Penalties	-	602	-	-	-	1,765	-	-	785	3,152
Other receipts	-	62,924	-	16	103,556	43,249	16	138,193	-	347,954
Total receipts	33,745	232,836	-	16	103,556	321,178	16	138,193	87,415	916,955
Disbursements:										
Personal services	-	27,222	-	-	-	-	-	-	-	27,222
Other services and charges	28,746	8,731	-	-	-	-	-	-	-	37,477
Debt service - principal and interest	-	-	-	-	91,659	-	-	120,829	-	212,488
Capital outlay	-	-	-	-	-	7,065	-	-	16,506	23,571
Utility operating expenses	-	73,622	-	-	-	202,570	-	-	70,113	346,305
Other disbursements	-	126,051	27,150	10,000	-	111,543	10,000	-	-	284,744
Total disbursements	28,746	235,626	27,150	10,000	91,659	321,178	10,000	120,829	86,619	931,807
Excess (deficiency) of receipts over disbursements	4,999	(2,790)	(27,150)	(9,984)	11,897	-	(9,984)	17,364	796	(14,852)
Cash and investments - ending	\$ 4,999	\$ 2,229	\$ 513	\$ 8,191	\$ 61,089	\$ (1)	\$ 13,205	\$ 79,003	\$ 796	\$ 170,024

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
SCHEDULE OF PAYABLES AND RECEIVABLES  
December 31, 2017

---

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Water Utility	\$ 2,911	\$ -
Wastewater Utility	21,306	-
Governmental activities	<u>-</u>	<u>-</u>
Totals	<u>\$ 24,217</u>	<u>\$ -</u>

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
 SCHEDULE OF LEASES AND DEBT  
 December 31, 2017

---

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
<u>Type</u>	<u>Purpose</u>		
Water Utility:			
General obligation bonds	Water Bonds Payable	1,544,000	121,085
Wastewater Utility:			
General obligation bonds	Sewer Bonds Payable	2,006,000	93,103
Totals		\$ 3,550,000	\$ 214,188

---

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
SCHEDULE OF CAPITAL ASSETS  
December 31, 2017

---

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>
Water Utility:	
Infrastructure	\$ 2,865,272
Machinery, equipment and vehicles	<u>43,582</u>
Total Water Utility	<u>2,908,854</u>
Wastewater Utility:	
Infrastructure	4,471,863
Machinery, equipment and vehicles	<u>15,472</u>
Total Wastewater Utility	<u>4,487,335</u>
Total capital assets	<u>\$ 7,396,189</u>

NORWOOD REGIONAL WATER AND SEWER DISTRICT  
OTHER REPORT  
December 31, 2014, 2015, 2016 and 2017

---

The reports presented herein were prepared in addition to another official report prepared for the Unit as listed below:

Indiana State Board of Accounts Compliance Examination of Norwood Regional Water and Sewer District.

The above report contains the results of the compliance examination as required by the Indiana State Board of Accounts' *Accounting and Uniform Compliance Guidelines Manual For Special Districts*.