

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

FINANCIAL STATEMENTS REVIEW REPORT

OF

ST. JOSEPH RIVER BASIN COMMISSION

ST. JOSEPH COUNTY, INDIANA

July 1, 2015 to June 30, 2019



FILED
05/28/2020

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Accountant's Review Report.....	3-4
Financial Statements and Accompanying Notes:	
Statements of Receipts, Disbursements, and Cash and Investment	
Balances - Regulatory Basis.....	6-7
Notes to Financial Statements.....	8-9
Exit Conference.....	10

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	James Turnwald Matt Meersman	07-01-15 to 12-05-16 12-06-16 to 06-30-20
Fiscal Officer	Lori Ratliff Matt Meersman	07-01-15 to 05-31-17 06-01-17 to 06-30-20
Chairperson of the Commission	Daragh Deegan Jon Roberts Martin Franke Kieran Fahey	07-01-15 to 12-31-15 01-01-16 to 12-31-18 01-01-19 to 12-31-19 01-01-20 to 12-31-20
Secretary/Treasurer of the Commission	Paula Reinhold Martin Franke	07-01-15 to 12-31-15 01-01-16 to 12-31-17
Treasurer of the Commission	Daragh Deegan Kris Thomas Alicia van Ee	01-01-18 to 12-31-18 01-01-19 to 12-31-19 01-01-20 to 12-31-20



INDEPENDENT ACCOUNTANT'S REVIEW REPORT

TO: THE OFFICIALS OF THE ST. JOSEPH RIVER BASIN
COMMISSION, ST. JOSEPH COUNTY, INDIANA

We have reviewed the accompanying financial statements of the St. Joseph River Basin Commission (District), for the period of July 1, 2015 to June 30, 2019. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the District's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with a regulatory 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 comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. This includes determining that the basis of accounting the District uses is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatements whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the prescribed basis of accounting described in Note 1. We believe that the results of our procedures provide a reasonable basis for our conclusion.

INDEPENDENT ACCOUNTANT'S REVIEW REPORT
(Continued)

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the prescribed basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with 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 comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.


Paul D. Joyce, CPA
State Examiner

May 26, 2020

FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

The financial statements and accompanying notes were approved by management of the District. The financial statements and notes are presented as intended by the District.

ST. JOSEPH RIVER BASIN COMMISSION
 STATEMENT OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Years Ended June 30, 2016 and 2017

Fund	Cash and Investments 07-01-15	Receipts	Disbursements	Cash and Investments 06-30-16	Receipts	Disbursements	Cash and Investments 06-30-17
General Fund	\$ 166,866	\$ 75,555	\$ 113,233	\$ 129,188	\$ 90,288	\$ 119,761	\$ 99,715
Totals	<u>\$ 166,866</u>	<u>\$ 75,555</u>	<u>\$ 113,233</u>	<u>\$ 129,188</u>	<u>\$ 90,288</u>	<u>\$ 119,761</u>	<u>\$ 99,715</u>

The notes to the financial statements are an integral part of this statement.

ST. JOSEPH RIVER BASIN COMMISSION
 STATEMENT OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Years Ended June 30, 2018 and 2019

<u>Fund</u>	<u>Cash and Investments 07-01-17</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 06-30-18</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash and Investments 06-30-19</u>
General Fund	\$ 99,715	\$ 104,320	\$ 69,047	\$ 134,988	\$ 135,104	\$ 65,761	\$ 204,331
Totals	<u>\$ 99,715</u>	<u>\$ 104,320</u>	<u>\$ 69,047</u>	<u>\$ 134,988</u>	<u>\$ 135,104</u>	<u>\$ 65,761</u>	<u>\$ 204,331</u>

The notes to the financial statements are an integral part of this statement.

ST. JOSEPH RIVER BASIN COMMISSION
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The District was established under the laws of the State of Indiana. The District operates under an appointed governing board.

The accompanying financial statements present the financial information for the District.

B. Basis of Accounting

The financial statements are 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, 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.

C. 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.

D. Receipts

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

Other receipts. Amounts received from various sources, including, but 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.

ST. JOSEPH RIVER BASIN COMMISSION
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Disbursements

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

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

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the District submits a proposed operating budget to the governing board for the following fiscal year. Prior to July 1, the governing board approves the budget for the next year.

Note 3. 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. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the District 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.

ST. JOSEPH RIVER BASIN COMMISSION
EXIT CONFERENCE

The contents of this report were discussed on May 26, 2020, with Matt Meersman, Director and Fiscal Officer; Kieran Fahey, Chairperson of the Commission; James Turnwald, Michiana Area Council of Governments (MACOG) Executive Director; Molly Chenoweth, MACOG Fiscal and Administrative Coordinator; and Deborah Gardner, Fiscal Accounting Manager.