

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

SUPPLEMENTAL COMPLIANCE REPORT

OF

PRETTY LAKE CONSERVANCY DISTRICT

MARSHALL COUNTY, INDIANA

January 1, 2018 to December 31, 2021



FILED
12/05/2022

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jacqueline Wright Gerald Cannoot	01-01-18 to 05-15-18 05-16-18 to 12-31-22
President of the District Board	John Chamberlin	01-01-18 to 12-31-22



STATE OF INDIANA
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TO: THE OFFICIALS OF THE PRETTY LAKE CONSERVANCY
DISTRICT, MARSHALL COUNTY, INDIANA

This report is supplemental to our audit report of the Pretty Lake Conservancy District (District), for the period from January 1, 2018 to December 31, 2021. It has been provided as a separate report so that the reader may easily identify any Audit Results and Comments that pertain to the District. It should be read in conjunction with our Financial Statements Audit Report of the District, which provides our opinions 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 Audit 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 Audit Result and Comment, incorporated within this report, was not verified for accuracy.

Beth Kelley, CPA, CFE
Deputy State Examiner

November 15, 2022

PRETTY LAKE CONSERVANCY DISTRICT
AUDIT RESULT AND COMMENT

CAPITAL ASSETS

Condition and Context

The District has not adopted a capital asset policy, maintained a detailed listing of capital assets, or completed a physical inventory every two years as required. Thus, the District failed to report capital assets on the Indiana Gateway for Government Units financial reporting system.

Criteria

Every unit must have a capital assets policy that details the threshold at which an item is considered a capital asset. Every unit must have a complete detail listing of all capital assets owned which reflects their acquisition value. Capital Asset Ledger (Form 369) has been prescribed for this purpose. A complete physical inventory must be taken at least every two years, unless more stringent requirements exist, to verify account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Special Districts, Chapter 1)

Indiana Code 5-11-1-4(a) states:

"The state examiner shall require from every audited entity financial reports covering the full period of each fiscal year. These reports shall be prepared, verified, and filed with the state examiner not later than sixty (60) days after the close of each fiscal year. The reports must be in the form and content prescribed by the state examiner and filed electronically in the manner prescribed under [IC 5-14-3.8-7](#)."

PRETTY LAKE CONSERVANCY DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on November 15, 2022, with Gerald Cannoot, Treasurer; John Chamberlin, President of the District Board; and Stephen Carter, District Accountant.