



Mary Taylor, CPA
Auditor of State

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

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Mary Taylor, CPA
Auditor of State

Henry County Regional Water and Sewer District
Henry County
1857 Oakwood Avenue
Napoleon, Ohio 43545

To the Board of Trustees:

As you are aware, the Auditor of State's Office (AOS) must modify the *Independent Accountants' Report* we provide on your financial statements due to an interpretation from the American Institute of Certified Public Accountants (AICPA). While AOS does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. Our Report includes an adverse opinion relating to GAAP presentation and measurement requirements, but does not imply the amounts the statements present are misstated under the non-GAAP basis you follow. The AOS report also includes an opinion on the financial statements you prepared using the cash basis and financial statement format the AOS permits.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 5, 2009

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Henry County Regional Water and Sewer District
Henry County
1857 Oakwood Avenue
Napoleon, Ohio 43545

To the Board of Trustees:

We have audited the accompanying financial statements of Henry County Regional Water and Sewer District, Henry County, (the District) as of and for the years ended December 31, 2008 and 2007. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the District has prepared these financial statements using accounting practices the Auditor of State prescribes or permits. These practices differ from accounting principles generally accepted in the United States of America (GAAP). Although we cannot reasonably determine the effects on the financial statements of the variances between these regulatory accounting practices and GAAP, we presume they are material.

Instead of the combined funds the accompanying financial statements present, GAAP requires presenting entity wide statements and also presenting the District's larger (i.e. major) funds separately. While the District does not follow GAAP, generally accepted auditing standards requires us to include the following paragraph if the statements do not substantially conform to GAAP presentation requirements. The Auditor of State permits, but does not require governments to reformat their statements. The District has elected not to follow GAAP statement formatting requirements. The following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the years ended December 31, 2008 and 2007 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of December 31, 2008 and 2007, or its changes in financial position or cash flows for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined cash balances of Henry County Regional Water and Sewer District, Henry County, as of December 31, 2008 and 2007, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 1 describes.

The District has not presented Management's Discussion and Analysis, which accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 5, 2009, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

A handwritten signature in black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

Mary Taylor, CPA
Auditor of State

August 5, 2009

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES
ALL ENTERPRISE FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2008 AND 2007**

	2008	2007
Operating Cash Receipts:		
Charges for Services	\$28,273	\$24,774
Operating Cash Disbursements:		
Personal Services		
Utilities	6,750	7,029
Other Contractual Services	14,154	61,064
Chemicals and Operating Supplies	284	704
Insurance	2,426	2,426
Total Operating Cash Disbursements	23,614	71,223
Operating Income/(Loss)	4,659	(46,449)
Non-Operating Cash Receipts:		
Other Proceeds from Sale of Public Debt	29,423	68,389
Non-Operating Cash Disbursements:		
Debt Service - Principal	16,376	7,086
Debt Service - Interest	17,786	17,948
Total Non-Operating Cash Disbursements	34,162	25,034
Net Disbursements Over Receipts	(80)	(3,094)
Fund Cash Balances, January 1	4,974	8,068
Fund Cash Balances, December 31	\$4,894	\$4,974

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

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**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008 AND 2007**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

The constitution and laws of the State of Ohio establish the rights and privileges for the Henry County Regional Water and Sewer District, Henry County, (the District) as a body corporate and politic. Each political subdivision within the District appoints one member to the Board of Trustees to direct the District. There are 5 Board members. The District includes all unincorporated areas within the County excluding the Ridgeville District. The District provides water and sewer services to residents of the District.

The District's management believes these financial statements present all activities for which the District is financially accountable.

B. Accounting Basis

These financial statements follow the accounting basis the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements accounting basis. The District recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred.

These statements include adequate disclosure of material matters, as the Auditor of State prescribes or permits.

C. Deposits and Investments

The District's accounting basis includes investments as assets. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively.

D. Fund Accounting

The District uses fund accounting to segregate cash and investments that are restricted as to use. The District classifies its funds into the following Enterprise Fund Type:

Enterprise Funds

These funds account for operations that are similar to private business enterprises, where management intends to recover the significant costs of providing certain goods or services through user charges. The District had the following significant Enterprise Funds:

Water Fund - This fund receives charges for services from the District Road P residents to cover the cost of providing this utility and to repay the OPWC loan used to connect the residents to the waterline.

Sewer Fund - This fund received Ohio Water Development Authority (OWDA) loan monies to help finance the installation of a lagoon jointly with the Village of Florida and to help create a wastewater collection system for the Okolona area residents. This fund also receives charges for services from the Okolona area residents to cover the cost of providing this utility.

E. Budgetary Process

The Ohio Revised Code requires the Board to budget annually.

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008 AND 2007
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the legal level of control, and appropriations may not exceed estimated resources. Appropriation Authority includes current year appropriations plus encumbrances carried over from the prior year (if any). The Board must annually approve appropriation measures and subsequent amendments. Appropriations lapse at year end.

2. Estimated Resources

Estimated resources include estimates of cash to be received (budgeted receipts) plus cash as of January 1.

3. Encumbrances

The Ohio Revised Code requires the District to reserve (encumber) appropriations when commitments are made. The District did not use the encumbrance method of accounting.

A summary of 2008 and 2007 budgetary activity appears in Note 3.

F. Property, Plant, and Equipment

The District records disbursements for acquisitions of property, plant, and equipment when paid. The accompanying financial statements do not report these items as assets.

2. EQUITY IN POOLED DEPOSITS

The District maintains a cash pool both funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of cash at December 31 was as follows:

	2008	2007
Demand deposits	\$4,894	\$4,974

Deposits are insured by the Federal Depository Insurance Corporation.

3. BUDGETARY ACTIVITY

Budgetary activity for the years ending December 31, 2008 and 2007 follows:

Budgeted vs. Actual Receipts		
	2008	2007
Budgeted Receipts		
Actual Receipts	\$57,696	\$93,163
Variance	(\$57,696)	(\$93,163)

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008 AND 2007
(Continued)**

3. BUDGETARY ACTIVITY (Continued)

Budgeted vs. Actual Budgetary Basis Expenditures	2008	2007
Appropriation Authority		
Budgetary Expenditures	\$57,776	\$96,257
Variance	(\$57,776)	(\$96,257)

Contrary to the Ohio Revised Code the District never adopted an operating budget which caused expenditures to exceed appropriations in all funds.

4. DEBT

Debt outstanding at December 31, 2008 was as follows:

	Principal	Interest Rate
OWDA loan #4259	\$436,007	2.88%
OWDA loan #4473	142,750	4.99%
OPWC loan #CE271	75,105	0.00%
Total	\$653,862	

The Ohio Water Development Authority (OWDA) loans are being used as interim financing to help finance the installation and creation of a lagoon and wastewater collection system for the Okolona area residents. These OWDA loans will be repaid with an \$840,000 loan from the United States Department of Agriculture Rural Development. This loan has been approved, but not disbursed or drawn on as of December 31, 2008. As of December 31, 2008, final amortization schedules have not been prepared for the OWDA loans as the loans are either still open with a balloon payment due at an undetermined date or all loan monies have not yet been disbursed.

The Ohio Public Works Commission (OPWC) loan was used to connect the District's Road P customers to the District waterline. Repayment of the OPWC loan began in 2007.

Amortization of the OPWC loan is scheduled as follows:

Year ending December 31:	OPWC Loan #CE271
2009	\$ 2,086
2010	4,173
2011	4,173
2012	4,173
2013	4,173
2014-2018	20,862
2019-2023	20,862
2024-2028	14,603
Total	\$75,105

In addition to the debt noted above the District also has committed to repaying Henry County for an Ohio Water Development Authority loan it issued and recently paid off in total of \$111,898 for the purpose of forming the District. There is currently no agreement or repayment schedule with terms for the repayment of this obligation.

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008 AND 2007
(Continued)**

5. RISK MANAGEMENT

Risk Pool Membership

The District belongs to the Ohio Government Risk Management Plan (the "Plan"), a non-assessable, unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management program and other administrative services to over 550 Ohio governments ("Members").

Pursuant to Section 2744.081 of the Ohio Revised Code, the Plan is a separate legal entity. The Plan provides property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages, modified for each Member's needs. The Plan pays judgments, settlements and other expenses resulting from covered claims that exceed the Member's deductible.

The Plan issues its own policies and reinsures the Plan with A- VII or better rated carriers, except the Plan retains the lesser of 15% or \$37,500 of casualty losses and the lesser of 10% or \$100,000 of property losses. Individual Members are only responsible for their self-retention (deductible) amounts, which vary from member to member.

Plan members are responsible to notify the Plan of their intent to renew coverage by their renewal date. If a member chooses not to renew with the Plan, they have no other financial obligation to the Plan, but still need to promptly notify the Plan of any potential claims occurring during their membership period. The former member's covered claims, which occurred during their membership period, remain the responsibility of the Plan.

Settlement amounts did not exceed insurance coverage for the past three fiscal years.

The Pool's audited financial statements conform with generally accepted accounting principles, and reported the following assets, liabilities and retained earnings at December 31: 2007 and 2006 (the latest information available):

	<u>2007</u>	<u>2006</u>
Assets	\$11,136,455	\$9,620,148
Liabilities	(4,273,553)	(3,329,620)
Members' Equity	<u>\$ 6,862,902</u>	<u>\$6,290,528</u>

You can read the complete audited financial statements for The Ohio Government Risk Management Plan at the Plan's website, www.ohioplan.org.

6. SUBSEQUENT EVENTS

The District has been approved for an \$840,000 loan and \$686,000 grant from the United States Department of Agriculture (USDA) for the installation and construction of a lagoon and wastewater collection system for the Okolona area residents. During 2008 and 2007 the District received interim financing for this project through Ohio Water Development Authority (OWDA) loans. A portion of the USDA monies will be used to retire the OWDA loans. The estimated cost of the project is \$2,026,000. As of August 5, 2009 no USDA monies have been disbursed. Community Development Block Grant (CDBG) monies in the amount of \$500,000 have also been approved to help finance the project.

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2008 AND 2007
(Continued)**

7. DEFICIT FUND BALANCE

The District had a deficit Water Fund balance of (\$27,991) and (\$22,894) as of December 31, 2008 and 2007, respectively. Also, as of December 31, 2008 the District had outstanding unpaid accounts in the amount of \$47,665 for engineering and legal fees that were incurred on a water project that was eventually determined to be unfeasible.

As of August 5, 2009 management has not developed a formalized plan to address these conditions, nor have the Trustees adopted a budget for 2009. The fund balance deficit in the water fund as of July 15, 2009 was (\$28,729), (the most current date available).

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Henry County Regional Water and Sewer District
Henry County
1857 Oakwood Avenue
Napoleon, Ohio 43545

To the Board of Trustees:

We have audited the financial statements of Henry County Regional Water and Sewer District, Henry County, (the District) as of and for the years ended December 31, 2008 and 2007, and have issued our report thereon dated August 5, 2009, wherein we noted the District followed accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinion on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

We consider finding 2008-003 described in the accompanying schedule of findings to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

**Internal Control over Financial Reporting
(Continued)**

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also material weaknesses. We believe the significant deficiency described above is also a material weakness.

We also noted certain internal control matters that we reported to the District's management in a separate letter dated August 5, 2009.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2008-001 and 2008-002.

We also noted certain noncompliance not requiring inclusion in this report that we reported to the District's management in a separate letter dated August 5, 2009.

We intend this report solely for the information and use of management and the Board of Trustees, We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

August 5, 2009

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**SCHEDULE OF FINDINGS
DECEMBER 31, 2008 AND 2007**

FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS
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FINDING NUMBER 2008-001

Noncompliance Citation

Ohio Revised Code § 5705.28(B)(2)(a) states that a taxing authority of a taxing unit that does not levy a tax is required to adopt an operating budget on or before the fifteenth day of July each year for the ensuing fiscal year. Additionally, **Ohio Revised Code § 5705.38** states in part that on or about the first day of each year, the taxing authority of each subdivision or taxing unit shall pass an appropriation measure, and thereafter during the year it may pass any supplemental appropriation measures as it finds necessary, based on the revised tax budget or the official certificate of estimated resources or amendments of the certificate. Also, **Ohio Revised Code 5705.41(B)** states no subdivision or taxing unit is to expend money unless it has been appropriated.

The District did not pass an operating budget or appropriation measure for 2008 and 2007. This resulted in expenditures exceeding appropriations in both the Water and Sewer Funds in both years.

We recommend that the District officials review Auditor of State Bulletin 99-014 entitled Compliance with Budgetary Requirements and the Ohio Compliance Supplement and adopt a budget at the legal level of control for each fund prior to the start of each fiscal year.

FINDING NUMBER 2008-002

Noncompliance Citation

Ohio Revised Code § 5705.41(D)(1) prohibits a subdivision or taxing entity from making any contract or ordering any expenditure of money unless a certificate signed by the Clerk is attached thereto. The Clerk must certify that the amount required to meet any such contract or expenditure has been lawfully appropriated and is in the treasury, or is in the process of collection to the credit of an appropriate fund free from any previous encumbrance. Further, contracts and order for expenditures lacking prior certification shall be null and void.

There are several exceptions to the standard requirement stated above when a Clerk's certificate must be obtained prior to a subdivision or taxing authority entering into a contract or order involving the expenditure of money. The main exceptions are: "then and now" certificates, blanket certificates, and super blanket certificates, which are provided for in sections 5705.41(D)(1) and 5705.41(D)(3), respectively, of the Ohio Revised Code.

1. **"Then and Now" certificate** – If the Clerk can certify that both at the time the contract or order was made ("then"), and at the time the Clerk is completing the certification ("now"), sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the District can authorize the drawing of a warrant for the payment of the amount due. The District has thirty days from the receipt of the "then and now" certificate to approve payment by ordinance or resolution.

Amounts of less than \$3,000 may be paid by the Clerk without a resolution or ordinance upon completion of the "then and now" certificate, provided that the expenditure is otherwise lawful. This does not eliminate any otherwise applicable requirement for approval of expenditures by the District.

**FINDING NUMBER 2008-002
(Continued)**

2. **Blanket Certificate** – Clerks may prepare “blanket” certificates for a certain sum of money not in excess of an amount established by resolution or ordinance adopted by a majority of the members of the legislative authority against any specific line item account over a period not running beyond the end of the current fiscal year. The blanket certificates may, but need not, be limited to a specific vendor. Only one blanket certificate may be outstanding at one particular time for any one particular line item appropriation.
3. **Super Blanket Certificate** – The District may also make expenditures and contracts for any amount from a specific line-item appropriation account in a specified fund upon certification of the Clerk for most professional services, fuel, oil, food items, and any other specific recurring and reasonably predictable operating expense. This certification is not to extend beyond the current year. More than one super blanket certificate may be outstanding at a particular time for any line item appropriation.

None of the transactions tested were certified by the Clerk at the time the commitment was incurred. As noted in Finding 2008-001, the District did not pass an operating budget or appropriation measure for 2008 and 2007, as a result the Clerk would not have been able to legally certify the disbursements. Failure to properly certify the availability of funds can result in overspending funds and negative cash fund balances.

Unless the exceptions noted above are used, prior certification is not only required by statute but is a key control in the disbursement process to assure purchase commitments receive prior approval. To improve controls over disbursements and to help reduce the possibility of the District’s funds exceeding budgetary spending limitations, we recommend the Clerk certify the funds are or will be available prior to obligation by the District. When prior certification is not possible, “then and now” certification should be used.

We recommend the District certify purchases to which section 5705.41(D) applies. The most convenient certification method is to use purchase orders that include the certification language 5705.41(D) requires to authorize disbursements. The Clerk should sign the certification at the time the District incurs a commitment, and only when the requirements of 5705.41(D) are satisfied. The Clerk should post approved purchase commitments to the proper appropriation code, to reduce the available appropriation.

FINDING NUMBER 2008-003

Monitoring of Financial Activity – Material Weakness

Inaccurate posting of transactions impedes the ability of the Board to accurately assess the financial status of the District. We noted examples such as the following in our testing:

- OWDA loan proceeds were posted to Charges for Services in the amounts of \$11,637 and \$50,441, in 2008 and 2007, respectively.
- OWDA loan monies paid on behalf of the District for capitalized interest and fees were not posted by the District to its financial records in the amounts of \$17,786 and \$17,948, in 2008 and 2007, respectively.
- OWDA and OPWC loan payments made by the District in the amounts of \$16,376 and \$7,086, in 2008 and 2007, respectively were incorrectly posted to Other Contractual Services.

As a result, the District’s financial statements did not correctly reflect the financial activity of the District. Six audit adjustments were posted to the financial statements and accounting records to correct these and other errors.

**FINDING NUMBER 2008-003
(Continued)**

We recommend the Board of Trustees adopt policies and procedures including a final review of the financial statements by the Board of Trustees to ensure errors and omissions are detected and corrected. The District should also review the accounting guidance in Auditor of State Bulletin 2000-008 for on-behalf grants.

Officials' Response

We did not receive a response from Officials to the findings reported above.

**HENRY COUNTY REGIONAL WATER AND SEWER DISTRICT
HENRY COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2008 AND 2007**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2006-001	OAC § 117-2-02(A), insufficient records	Yes	
2006-002	ORC § 5705.28(B)2(a), lack of passing budget or appropriations and ORC 5705.41(B), expenditures exceeding appropriations	No	Repeated as Finding 2008-001 in this report.
2006-003	ORC § 5705.41(D), lack of prior certification	No	Repeated as Finding 2008-002 in this report.
2006-004	Board Review of financial activity.	No	Similar comment as Finding 2008-003 in this report.



Mary Taylor, CPA
Auditor of State

REGIONAL WATER AND SEWER DISTRICT

HENRY COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 27, 2009**