

OKABENA-OCHEDA WATERSHED DISTRICT

WORTHINGTON, MINNESOTA

REPORT ON AUDIT OF

BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

TABLE OF CONTENTS

	<u>Reference</u>	<u>Page</u>
Organization		1
Independent Auditor's Report		2-3
Management's Discussion and Analysis		4-6
<u>Basic Financial Statements</u>		
Statement of Net Position and Governmental Fund Balance Sheet For the Year ended December 31, 2014	Exhibit A	7
Statement of Activities and Governmental Revenues, Expenditures And Changes in Fund Balance For the Year ended December 31, 2014	Exhibit B	8
Notes to the Financial Statements		9-14
Auditor's Report on Legal Compliance		15

OKABENA-OCHEDEA WATERSHED DISTRICT

WORTHINGTON, MINNESOTA

ORGANIZATION

	<u>Position</u>
Les Johnson	President
Rolf Mahlberg	Vice President
Jeff Rogers	Secretary
Casey Ingenthron	Treasurer
Jay Milbrandt	Manager
Dan Livdahl	Administrator
Advisory Committee:	
Doug Anton	Tom Krohn
David Benson	Paul Langseth
Bob Demuth, Jr.	Scott Rall
Richard Fellows	Robert Rohrer
Galen Gordon	Eric Roos
Dwayne Haffield	Keith Schroeder
Herman Hinders	Katherine Tieken

DENNIS L. RICK, LTD.

CERTIFIED PUBLIC ACCOUNTANTS

American Institute of Certified Public Accountants
Minnesota Society of Certified Public Accountants

DENNIS L. RICK, CPA
TISHA S. PAPLOW, CPA
ANDREA M. JOHNSON, CPA

INDEPENDENT AUDITOR'S REPORT

To The Board of Managers
Okabena-Ocheda
Watershed District
Worthington, Minnesota

We have audited the accompanying financial statements of the governmental activities of Okabena-Ocheda Watershed District, Worthington, Minnesota, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 opinions 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. 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 opinions.



Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the Okabena-Ocheda Watershed District as of December 31, 2014 and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Dennis Z. Rick, Ltd.

Worthington, Minnesota

May 11, 2015

