CLARKE COUNTY RESERVOIR COMMISSION

ACCOUNTANT'S REPORT

FINANCIAL REPORT

June 30, 2008

TED WILLETS
CERTIFIED PUBLIC ACCOUNTANT
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MEMBER OF
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AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Clarke County Reservoir Commission
Osceola, Iowa 50213

Accountant's Report

I have reviewed the accompanying statement of financial position of Clarke County Reservoir Commission (a nonprofit organization) as of June 30, 2008 and the related statements of activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of Clarke County Reservoir Commission.

A review consists principally of inquiries of Organization personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Ted Willets CPA
Creston, Iowa
December 30, 2008

CLARKE COUNTY RESERVOIR COMMISSION

STATEMENT OF FINANCIAL POSITION

June 30, 2008

ASSETS

Current Assets	
Cash	$ 1,518
Total Current Assets	1,518
Total Assets	$ 1,518

LIABILITIES AND NET ASSETS

Current Liabilities	
Accounts payable	$ 97,127
Total Current Liabilities	97,127
Net Assets	
Unrestricted	$ (95,609)
Total Net Assets	(96,609)
Total Net Assets and Liabilities	$ 1,518

See accompanying notes and accountant's report.

CLARKE COUNTY RESERVOIR COMMISSION

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2008

Revenue and Support	
Sponsor fees	$ 39,500
Interest	962
Total revenue and support	40,462
Expenses	
Service provider	36,500
Legal	85,920
Engineering	19,909
Insurance	3,626
Accounting	500
Postage	1,312
Other	124
Total expenses	147,891
Change in net assets from operations	(107,429)
Net assets beginning of year	11,820
Net assets end of year	$ (95,609)

See accompanying notes and accountant's report.

CLARKE COUNTY RESERVOIR COMMISSION

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2008

Cash flows from operating activities:	
Change in net assets	$ (107,429)
Increase in accounts payables	97,127
Net cash (used) in operating activities	(10,302)
Net (decrease) in cash	(10,302)
Cash at beginning of year	11,820
Cash at end of year	$ 1,518

See accompanying notes and accountant's report.

CLARKE COUNTY RESERVOIR COMMISSION

NOTES TO FINANCIAL STATEMENTS

Note 1 Nature of Business

Clarke County Reservoir Commission is a public organization established pursuant to the provisions of Chapter 28E, Code of Iowa and amendments thereto. The Commission purposes are to make decisions in the locating, planning, and design of a new reservoir and regional facility in Clarke County, Iowa.

Note 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

Cash and Cash Equivalents

The organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Note 3 SUBSEQUENT EVENTS

Clarke County Reservoir Commission had recorded $ 77,258 from the City of Osceola, Osceola Water Board and Clarke County Development Corporation as revenue at June 30, 2008. Subsequently they received notice that they were to receive LOSST funds. Clarke County Reservoir Commission determined that the funds from the three entities listed above were to be repaid. These funds are listed in the accompanying financial statements as part of the accounts payable.