

Startup Water District
Special Meeting Minutes
October 28, 2013

Commissioner Brad Cone called the Special Session meeting of the Startup Water District Commissioners to order at 5:00 p.m. Monday October 28, 2013.

Commissioners and others present:

Startup Water:

Brad Cone
Renette Villella
Kate Roesler
Nick Sanders

Community:

Mark Aardal - State Auditor
Kristina Baylor - State Auditor

Auditors - Mark & Kristina stopped in to go over the results of the recently concluded audit.

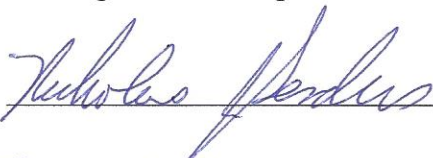
Two types of audit were performed. 1. **Accountability Audit** - for years 2010-2012. This is required of all Special Districts every 3 years. 2. **Financial Statement Audit** - for year 2012, this is required as a condition of the USDA loan.

Accountability Audit - There were no findings. The issues from the previous audit were resolved. These were findings regarding "Conflict of Interest" and the financial condition of the district. The financial condition of the District has improved steadily over the last couple of years.

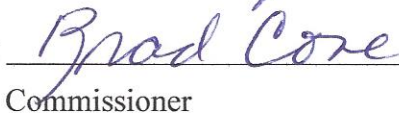
Financial Statement Audit - Required yearly as part of the USDA loan as long as the balance of the loan is above one million dollars (\$1,000,000). As of 12/31/12 the District owes \$1,029,613.02. The District will receive an unmodified opinion on the financial statements. This means they were "presented fairly in all material respects".

This Special Meeting of the Startup Water District was adjourned at 5:25 p.m.

Prepared by:



Signed:


Commissioner