

Washington State Auditor's Office
Accountability Audit Report

Crystal Springs Water District No 3
Kitsap County

Report Date
June 17, 2013

Report No. 1010047

Issue Date
July 8, 2013



WASHINGTON
TROY KELLEY
STATE AUDITOR



**Washington State Auditor
Troy Kelley**

July 8, 2013

Board of Commissioners
Crystal Springs Water District No 3
Bainbridge Island, Washington

Report on Accountability

We appreciate the opportunity to work in cooperation with your District to promote accountability, integrity and openness in government. The State Auditor's Office takes seriously our role to advocate for government accountability and transparency and to promote positive change.

Please find attached our report on Crystal Springs Water District No 3's internal controls and compliance. This report will also be published on our website at www.sao.wa.gov as a matter of public record. Our audit was performed under the authority of state law (RCW 43.09.260) and included procedures we considered necessary under the circumstances.

Thank you for working with us to ensure the efficient and effective use of public resources.

Sincerely,

A handwritten signature in cursive script that reads "Troy X. Kelley".

**TROY KELLEY
STATE AUDITOR**

Audit Summary

Crystal Springs Water District No 3 Kitsap County June 17, 2013

ABOUT THE AUDIT

This report contains the results of our independent accountability audit of Crystal Springs Water District No 3 from January 1, 2010 through December 31, 2011.

The objective of our audit was to evaluate the adequacy of the District's internal controls to safeguard public resources and the District's compliance with state law and its own policies. In keeping with general auditing practices, we did not review every aspect of the District's internal controls and compliance. Instead, our review focused on areas representing the highest risk of misappropriation, misuse or noncompliance.

Our report is addressed to the governing body and management of the District. However, this report is a matter of public record and its distribution is not limited.

RESULTS

In the areas we examined, the District's internal controls were adequate to safeguard public assets. The District also complied with state laws and its own policies in the areas we examined.

However, we noted certain matters that we communicated to the District. We appreciate the District's commitment to resolving those matters.

Description of the District

Crystal Springs Water District No 3 Kitsap County June 17, 2013

ABOUT THE DISTRICT

Crystal Springs Water District No. 3 provides water services to customers within its boundaries, which includes portions of the city of Bainbridge Island. An elected, three-member Board of Commissioners governs the District. The District received \$3,840 for water service in 2011.

DISTRICT CONTACT INFORMATION

Address: Crystal Springs Water District No 3
4500 Crystal Springs Drive N.E.
Bainbridge Island, WA 98110

Phone: (206) 842-2258



ABOUT THE STATE AUDITOR'S OFFICE

The State Auditor's Office is established in the state's Constitution and is part of the executive branch of state government. The State Auditor is elected by the citizens of Washington and serves four-year terms.

Our mission is to work with our audit clients and citizens as an advocate for government accountability. As an elected agency, the State Auditor's Office has the independence necessary to objectively perform audits and investigations. Our audits are designed to comply with professional standards as well as to satisfy the requirements of federal, state, and local laws.

The State Auditor's Office employees are located around the state to deliver services effectively and efficiently.

Our audits look at financial information and compliance with state, federal and local laws on the part of all local governments, including schools, and all state agencies, including institutions of higher education. In addition, we conduct performance audits of state agencies and local governments and fraud, whistleblower and citizen hotline investigations.

The results of our work are widely distributed through a variety of reports, which are available on our Web site and through our free, electronic subscription service.

We take our role as partners in accountability seriously. We provide training and technical assistance to governments and have an extensive quality assurance program.

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