

**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2765**

EXAMINATION REPORT

OF

BLACK TOWNSHIP

POSEY COUNTY, INDIANA

January 1, 2004 to December 31, 2005



**FILED**

7/28/06



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OFFICIALS

Office

Official

Term

Trustee

William A. Gibbs

01-01-03 to 12-31-06

Chairman of the  
Township Board

Sandra K. Toler  
Eric Austin

01-01-04 to 12-31-05  
01-01-06 to 12-31-06



**STATE OF INDIANA**  
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF BLACK TOWNSHIP, POSEY COUNTY, INDIANA

We have examined the schedules of receipts, disbursements, and cash and investment balances of Black Township (Township), for the period of January 1, 2004 to December 31, 2005. The Township's management is responsible for the schedules. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the schedule of receipts, disbursements, and cash and investment balances and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the schedules referred to above present fairly, in all material respects, the cash transactions of the Township for the years ended December 31, 2004 and 2005, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

June 29, 2006

BLACK TOWNSHIP, POSEY COUNTY  
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
ALL GOVERNMENTAL FUND TYPES  
As Of And For The Years Ended December 31, 2004 And 2005

	Cash and Investments 01-01-04	Receipts	Disbursements	Cash and Investments 12-31-04
Governmental Funds:				
General	\$ 56,181	\$ 75,636	\$ 79,336	\$ 52,481
Dog	425	329	168	586
Township Assistance	195,341	69,937	48,095	217,183
Firefighting	134,237	216,905	158,000	193,142
Levy Excess	1,333	-	-	1,333
Cumulative Fire	452,894	351,556	11,653	792,797
Totals	<u>\$ 840,411</u>	<u>\$ 714,363</u>	<u>\$ 297,252</u>	<u>\$ 1,257,522</u>

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 52,481	\$ 83,621	\$ 86,857	\$ 49,245
Dog	586	436	329	693
Township Assistance	217,183	64,590	57,034	224,739
Firefighting	193,142	215,917	168,109	240,950
Levy Excess	1,333	31,458	-	32,791
Cumulative Fire	792,797	345,196	47,248	1,090,745
Totals	<u>\$ 1,257,522</u>	<u>\$ 741,218</u>	<u>\$ 359,577</u>	<u>\$ 1,639,163</u>

The accompanying notes are an integral part of the schedules.

BLACK TOWNSHIP, POSEY COUNTY  
NOTES TO SCHEDULES

Note 1. Introduction

The Township was established under the laws of the State of Indiana. The Township provides the following services: public safety, health and social services, and general administrative services.

Note 2. Fund Accounting

The Township uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Township in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Township on or prior to December 31 of the year collected.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the Township to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 6. Subsequent Event

On December 30, 2005, the Black Township Board accepted a bid from Key Construction for the construction of a new fire station in the amount of \$1,353,136. During the subsequent period change orders have been approved for an additional \$186,897 bringing the total cost of the project to \$1,540,033. Construction has begun with completion expected in late July 2006.

BLACK TOWNSHIP, POSEY COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on June 29, 2006, with William A. Gibbs, Trustee. Our examination disclosed no material items that warrant comment at this time.