

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT

OF

PAW PAW TOWNSHIP

WABASH COUNTY, INDIANA

January 1, 2004 to December 31, 2005



FILED
12/06/2006

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	Kraig Ahlfeld	01-01-03 to 12-31-06
Chairman of the Township Board	Jim Krom	01-01-04 to 12-31-04
	Donald Richardson	01-01-05 to 12-31-05
	Jim Krom	01-01-06 to 12-31-06



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF PAW PAW TOWNSHIP, WABASH COUNTY, INDIANA

We have examined the financial information presented herein of Paw Paw Township (Township), for the period of January 1, 2004 to December 31, 2005. The Township's management is responsible for the financial information presented herein. 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 financial information presented herein 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 financial information referred to above presents fairly, in all material respects, the financial information 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

November 2, 2006

PAW PAW TOWNSHIP, WABASH 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	\$ 54,267	\$ 32,254	\$ 19,476	\$ 67,045
Dog	511	304	208	607
Township Assistance	18,183	332	409	18,106
Firefighting	57,868	28,592	14,102	72,358
Park and Recreation	2,654	2,723	1,915	3,462
Roann Community Cemetery	96,259	12,926	4,350	104,835
Cumulative Fire	47,754	13,419	15,100	46,073
Levy Excess	-	397	-	397
Totals	<u>\$ 277,496</u>	<u>\$ 90,947</u>	<u>\$ 55,560</u>	<u>\$ 312,883</u>

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 67,045	\$ 29,985	\$ 21,264	\$ 75,766
Dog	607	360	384	583
Township Assistance	18,106	29	601	17,534
Firefighting	72,358	27,218	15,113	84,463
Park and Recreation	3,462	2,453	2,516	3,399
Roann Community Cemetery	104,835	8,156	5,106	107,885
Cumulative Fire	46,073	12,087	10,101	48,059
Levy Excess	397	401	-	798
Totals	<u>\$ 312,883</u>	<u>\$ 80,689</u>	<u>\$ 55,085</u>	<u>\$ 338,487</u>

The accompanying notes are an integral part of the schedules.

PAW PAW TOWNSHIP, WABASH COUNTY
NOTES TO FINANCIAL INFORMATION

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, culture and recreation, 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.

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.

PAW PAW TOWNSHIP, WABASH COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 2, 2006, with Kraig Ahlfeld, Trustee. Our examination disclosed no material items that warrant comment at this time.