

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

EXAMINATION REPORT
OF
EUGENE TOWNSHIP
VERMILLION COUNTY, INDIANA
January 1, 2005 to December 31, 2006



FILED
10/22/07

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	Anna Lou Fultz Cary L. Jones	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Chairman of the Township Board	Martha Dunkerly Earl Morgan	01-01-05 to 12-31-06 01-01-07 to 12-31-07



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF EUGENE TOWNSHIP, VERMILLION COUNTY, INDIANA

We have examined the financial information presented herein of Eugene Township (Township), for the period of January 1, 2005 to December 31, 2006. 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, 2005 and 2006, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

September 4, 2007

EUGENE TOWNSHIP, VERMILLION COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL FUND TYPES
As Of And For The Years Ended December 31, 2005 And 2006

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
Township	\$ 12,431	\$ 19,636	\$ 22,839	\$ 9,228
Dog	658	220	358	520
Township Assistance	11,814	13,822	23,828	1,808
Firefighting	13,692	14,233	14,202	13,723
Cumulative Fire	<u>89,727</u>	<u>10,686</u>	<u>14,000</u>	<u>86,413</u>
Totals	<u>\$ 128,322</u>	<u>\$ 58,597</u>	<u>\$ 75,227</u>	<u>\$ 111,692</u>

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
Township	\$ 9,228	\$ 45,045	\$ 22,898	\$ 31,375
Dog	520	580	1,100	-
Township Assistance	1,808	26,010	21,011	6,807
Firefighting	13,723	30,029	12,826	30,926
Cumulative Fire	<u>86,413</u>	<u>20,058</u>	<u>-</u>	<u>106,471</u>
Totals	<u>\$ 111,692</u>	<u>\$ 121,722</u>	<u>\$ 57,835</u>	<u>\$ 175,579</u>

The accompanying notes are an integral part of the financial information.

EUGENE TOWNSHIP, VERMILLION 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 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.

EUGENE TOWNSHIP, VERMILLION COUNTY
EXAMINATION RESULT AND COMMENT

COMPENSATION AND BENEFITS

The salaries of the Township Trustee, Township Clerk, and Township Board were included in the approved 2006 budget, but not approved by a salary resolution.

All compensation and benefits paid to officials and employees must be included in the labor contract, salary ordinance, resolution or salary schedule adopted by the governing body unless otherwise authorized by statute. Compensation should be made in a manner that will facilitate compliance with state and federal reporting requirements. (Accounting and Uniform Compliance Guidelines Manual for Townships, Chapter 17)

EUGENE TOWNSHIP, VERMILLION COUNTY
EXIT CONFERENCE

The contents of this report were discussed on September 11, 2007, with Cary L. Jones, Trustee; and Beth A. Poynter, Clerk. The officials concurred with our finding.