

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

EXAMINATION REPORT
OF
NORTH TOWNSHIP
MARSHALL COUNTY, INDIANA
January 1, 2007 to December 31, 2009



FILED
04/26/2010

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OFFICIALS

Office

Official

Term

Trustee

Elma E. Konya

01-01-07 to 12-31-10

Chairman of the
Township Board

Ron McCartney

01-01-07 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF NORTH TOWNSHIP, MARSHALL COUNTY, INDIANA

We have examined the financial information presented herein of North Township (Township), for the period of January 1, 2007 to December 31, 2009. 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, 2007, 2008, and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

April 1, 2010

NORTH TOWNSHIP, MARSHALL COUNTY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL FUND TYPES

As Of And For The Years Ended December 31, 2007, 2008, And 2009

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
Township	\$ 83,065	\$ 60,787	\$ 45,530	\$ 98,322
Dog	616	-	616	-
Township Assistance	78,997	9,060	14,465	73,592
Firefighting	213,854	44,637	38,121	220,370
Levy Excess	1,787	-	1,787	-
Fire Equipment Debt	446	19	465	-
Cumulative Fire	127,025	18,749	-	145,774
Emergency Medical Services	72,434	22,433	52,596	42,271
Rainy Day	8,528	29,159	-	37,687
Totals	\$ 586,752	\$ 184,844	\$ 153,580	\$ 618,016
	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
Township	\$ 98,322	\$ 40,627	\$ 49,643	\$ 89,306
Township Assistance	73,592	6,622	12,405	67,809
Firefighting	220,370	86,983	58,409	248,944
Cumulative Fire	145,774	34,465	18,000	162,239
Emergency Medical Services	42,271	98,219	90,988	49,502
Rainy Day	37,687	26,253	55,403	8,537
Totals	\$ 618,016	\$ 293,169	\$ 284,848	\$ 626,337
	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
Township	\$ 89,306	\$ 20,228	\$ 42,166	\$ 67,368
Township Assistance	67,809	2,497	18,552	51,754
Firefighting	248,944	52,332	32,793	268,483
Cumulative Fire	162,239	18,351	-	180,590
Emergency Medical Services	49,502	69,931	53,509	65,924
Rainy Day	8,537	-	-	8,537
Totals	\$ 626,337	\$ 163,339	\$ 147,020	\$ 642,656

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

NORTH TOWNSHIP, MARSHALL 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. 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.

NORTH TOWNSHIP, MARSHALL COUNTY
EXAMINATION RESULT AND COMMENT

COMPENSATION AND BENEFITS

Three cemetery workers received compensation for the years 2007, 2008, and 2009, which was not included on the salary resolution.

Also, a total of \$2.25 in interest and penalties was paid to the Internal Revenue Service in April 2008, for a delinquent withholding tax payment for the period ending December 31, 2007.

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)

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Additionally, officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the governmental unit. Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Townships, Chapter 13)

Each governmental unit is responsible for compliance with all rules, regulations, guidelines, and directives of the Internal Revenue Service and the Indiana Department of Revenue. All questions concerning taxes should be directed to these agencies. (Accounting and Uniform Compliance Guidelines Manual for Townships, Chapter 13)

NORTH TOWNSHIP, MARSHALL COUNTY
EXIT CONFERENCE

The contents of this report were discussed on April 1, 2010, with Elma E. Konya, Trustee. The official concurred with our finding.