

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

EXAMINATION REPORT  
OF  
FRANKLIN TOWNSHIP  
HARRISON COUNTY, INDIANA  
January 1, 2004 to December 31, 2005



**FILED**  
09/25/2006



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	John (Bill) Lyskowinski	01-01-03 to 12-31-06
Chairman of the Township Board	Wilfred J. Blank Bill Hussung	01-01-04 to 12-31-04 01-01-05 to 12-31-06



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF FRANKLIN TOWNSHIP, HARRISON COUNTY, INDIANA

We have examined the schedules of receipts, disbursements, and cash and investment balances of Franklin 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

August 22, 2006

FRANKLIN TOWNSHIP, HARRISON 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	\$ 31,183	\$ 4,445	\$ 14,640	\$ 20,988
Dog	871	638	571	938
Township Assistance	16,260	1,307	4,945	12,622
Firefighting	46,054	41,176	26,807	60,423
Park and Recreation	-	500	500	-
Riverboat	9,007	11,392	10,128	10,271
Cumulative Fire	109,452	45,286	58,039	96,699
Rainy Day	-	1,995	-	1,995
Totals	<u>\$ 212,827</u>	<u>\$ 106,739</u>	<u>\$ 115,630</u>	<u>\$ 203,936</u>

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 20,988	\$ 7,138	\$ 15,511	\$ 12,615
Dog	938	635	778	795
Township Assistance	12,622	1,736	3,679	10,679
Firefighting	60,423	33,185	34,834	58,774
Park and Recreation	-	500	500	-
Riverboat	10,271	11,294	10,378	11,187
Cumulative Fire	96,699	45,427	86,923	55,203
Rainy Day	1,995	-	-	1,995
Totals	<u>\$ 203,936</u>	<u>\$ 99,915</u>	<u>\$ 152,603</u>	<u>\$ 151,248</u>

The accompanying notes are an integral part of the schedules.

FRANKLIN TOWNSHIP, HARRISON 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, 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.

FRANKLIN TOWNSHIP, HARRISON COUNTY  
EXAMINATION RESULT AND COMMENT

DONATIONS

The Township donated \$500 to the Lanesville Youth League in both 2004 and 2005. The Township also donated \$360 to the Harrison County 4-H Camp in 2004, and \$500 to the Leadership of Harrison County Safety Project in 2005.

Governmental funds should not be donated or given to other organizations, individuals, or governmental units unless specifically authorized by statute. (Accounting and Uniform Compliance Guidelines Manual for Townships, Chapter 13)

FRANKLIN TOWNSHIP, HARRISON COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 22, 2006, with John (Bill) Lyskowski, Trustee.  
The official concurred with our finding.