

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

EXAMINATION REPORT

OF

CLARK TOWNSHIP

JOHNSON COUNTY, INDIANA

January 1, 2002 to December 31, 2005



**FILED**  
09/26/2006



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	Lisa E. Stidham	01-01-02 to 12-31-02
	Gregory D. Stidham	01-01-03 to 12-31-06
Chairman of the Township Board	Phillip Hutchinson	01-01-02 to 12-31-02
	John H. Trisler	01-01-03 to 12-31-04
	Neil H. Trisler	01-01-05 to 12-31-06



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2765

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF CLARK TOWNSHIP, JOHNSON COUNTY, INDIANA

We have examined the schedules of receipts, disbursements, and cash and investment balances of Clark Township (Township), for the period of January 1, 2002 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, 2002, 2003, 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 8, 2006

CLARK TOWNSHIP, JOHNSON COUNTY  
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES  
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES  
As Of And For The Years Ended December 31, 2002, 2003, 2004, And 2005

	Cash and Investments 01-01-02	Receipts	Disbursements	Cash and Investments 12-31-02
Governmental Funds:				
General	\$ 26,297	\$ 22,453	\$ 18,165	\$ 30,585
Dog	1,110	755	686	1,179
Township Assistance	11,407	2,660	3,752	10,315
Firefighting	42,111	47,737	31,239	58,609
Levy Excess	-	472	-	472
Fire Debt	4,938	-	-	4,938
Cumulative Fire	34,951	18,204	1,156	51,999
Fiduciary Fund:				
Payroll Withholdings	-	193	-	193
Totals	<u>\$ 120,814</u>	<u>\$ 92,474</u>	<u>\$ 54,998</u>	<u>\$ 158,290</u>

	Cash and Investments 01-01-03	Receipts	Disbursements	Cash and Investments 12-31-03
Governmental Funds:				
General	\$ 30,585	\$ 20,730	\$ 20,562	\$ 30,753
Dog	1,179	852	879	1,152
Township Assistance	10,315	2,489	3,251	9,553
Firefighting	58,609	38,028	34,914	61,723
Levy Excess	472	-	-	472
Fire Debt	4,938	-	-	4,938
Cumulative Fire	51,999	17,463	-	69,462
Fiduciary Fund:				
Payroll Withholdings	193	-	193	-
Totals	<u>\$ 158,290</u>	<u>\$ 79,562</u>	<u>\$ 59,799</u>	<u>\$ 178,053</u>

	Cash and Investments 01-01-04	Receipts	Disbursements	Cash and Investments 12-31-04
Governmental Funds:				
General	\$ 30,753	\$ 20,932	\$ 19,752	\$ 31,933
Dog	1,152	673	852	973
Township Assistance	9,553	2,422	4,310	7,665
Firefighting	61,723	52,207	83,592	30,338
Levy Excess	472	-	-	472
Fire Debt	4,938	-	-	4,938
Cumulative Fire	69,462	17,506	72,059	14,909
Rainy Day Fund	-	2,031	-	2,031
Totals	<u>\$ 178,053</u>	<u>\$ 95,771</u>	<u>\$ 180,565</u>	<u>\$ 93,259</u>

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 31,933	\$ 14,844	\$ 21,082	\$ 25,695
Dog	973	732	673	1,032
Township Assistance	7,665	8,939	6,334	10,270
Firefighting	30,338	36,353	46,729	19,962
Levy Excess	472	-	472	-
Fire Debt	4,938	-	-	4,938
Cumulative Fire	14,909	18,106	9,550	23,465
Rainy Day Fund	2,031	-	-	2,031
Totals	<u>\$ 93,259</u>	<u>\$ 78,974</u>	<u>\$ 84,840</u>	<u>\$ 87,393</u>

The accompanying notes are an integral part of the schedules.

CLARK TOWNSHIP, JOHNSON 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. Long-Term Debt

The Township has entered into a debt such as a loan for firefighting equipment. The outstanding principal at December 31, 2005, was \$3,896.

CLARK TOWNSHIP, JOHNSON COUNTY  
EXAMINATION RESULTS AND COMMENTS

PENALTIES, INTEREST AND OTHER CHARGES

Penalties and interest totaling \$32.40, \$18.10, \$34.39 and \$88. 13 were paid to the Internal Revenue Service on February 19, 2002, August 2, 2002, May 10, 2004, and June 16, 2004, for the periods ending September 30, 2001, March 31, 2002, September 30, 2003, and June 30, 2003, respectively.

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the governmental unit.

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)

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

<u>Fund</u>	<u>Year</u>	<u>Excess Amount Expended</u>
Firefighting	2004	<u>\$ 18,384.81</u>

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

CLARK TOWNSHIP, JOHNSON COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on August 10, 2006, with Gregory D. Stidham, Trustee.  
The official concurred with our findings.