

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

EXAMINATION REPORT

OF

MOUND TOWNSHIP

WARREN COUNTY, INDIANA

January 1, 2005 to December 31, 2006



FILED

09/24/2007

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OFFICIALS

Office

Official

Term

Trustee

Byron L. Berger

01-01-03 to 12-31-10

Chairman of the
Township Board

Thomas Smith
John Fulton

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 MOUND TOWNSHIP, WARREN COUNTY, INDIANA

We have examined the financial information presented herein of Mound 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

June 26, 2007

MOUND TOWNSHIP, WARREN 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	\$ 28,999	\$ 14,639	\$ 12,896	\$ 30,742
Township Assistance	17,523	2,858	2,512	17,869
Firefighting	38,586	16,231	51,341	3,476
Dog	300	7	4	303
	<u>85,408</u>	<u>33,735</u>	<u>66,753</u>	<u>52,390</u>
Totals	<u>\$ 85,408</u>	<u>\$ 33,735</u>	<u>\$ 66,753</u>	<u>\$ 52,390</u>

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
Township	\$ 30,742	\$ 18,637	\$ 14,865	\$ 34,514
Township Assistance	17,869	4,719	1,139	21,449
Firefighting	3,476	22,404	12,218	13,662
Dog	303	6	-	309
Levy Excess	-	1,411	888	523
	<u>52,390</u>	<u>47,177</u>	<u>29,110</u>	<u>70,457</u>
Totals	<u>\$ 52,390</u>	<u>\$ 47,177</u>	<u>\$ 29,110</u>	<u>\$ 70,457</u>

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

MOUND TOWNSHIP, WARREN 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, 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. However, 2006 taxes became delinquent if not paid by June 2 and November 10, 2006.

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.

MOUND TOWNSHIP, WARREN COUNTY
EXAMINATION RESULTS AND COMMENTS

FIREFIGHTING EQUIPMENT PURCHASE

The Township contributed towards the purchase of a fire truck with two additional Townships and another entity; however the title to the fire truck is not titled in the Township's name.

Any two or more townships desiring to unite in the purchase, housing, care, maintenance, operation and use of firefighting equipment may purchase such equipment by executing conditional sales or mortgage contracts, notes, or bonds. The two or more townships may jointly employ firemen to fight fires and operate the equipment. The title to equipment purchased jointly shall vest and remain in the respective townships in proportion to their respective contributions toward purchase. (Accounting and Uniform Compliance Guidelines Manual for Townships, Chapter 9)

DEPOSIT OF PUBLIC FUNDS

Five of eleven County distributions were deposited after the first or fifteenth of the month.

Indiana Code 5-13-6-1(c) states in part: "The public funds collected by township trustees shall be deposited in the designated depository on or before the first and fifteenth day of each month."

MOUND TOWNSHIP, WARREN COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 26, 2007, with Byron L. Berger, Trustee. The official concurred with our findings.