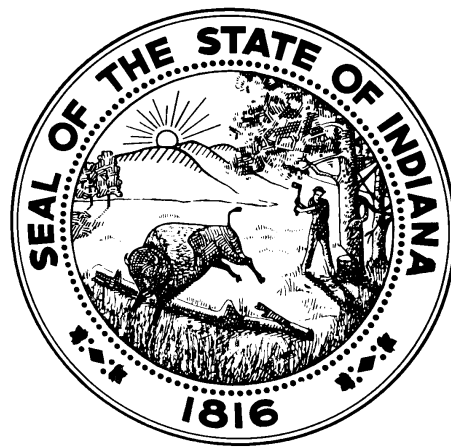


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT
OF
UTICA TOWNSHIP FIRE PROTECTION DISTRICT
CLARK COUNTY, INDIANA
January 1, 2005 to December 31, 2006



FILED
12/28/2007

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jamey Noel	01-01-05 to 12-31-07
President of the Board	William Noel	01-01-05 to 12-31-07



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE UTICA TOWNSHIP FIRE
PROTECTION DISTRICT, CLARK COUNTY, INDIANA

We have examined the financial information presented herein of the Utica Township Fire Protection District (District), for the period of January 1, 2005 to December 31, 2006. The District'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 District 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.

The Schedule of Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information, and accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

November 27, 2007

UTICA TOWNSHIP FIRE PROTECTION DISTRICT
 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 <u>01-01-05</u>	Receipts <u> </u>	Disbursements <u> </u>	Cash and Investments <u>12-31-05</u>
Governmental Funds:				
General	\$ 4,363	\$ 268,094	\$ 219,250	\$ 53,207
Cumulative Fire	31,168	112,881	63,080	80,969
Fire Equipment and Construction	<u>-</u>	<u>250,100</u>	<u>250,100</u>	<u>-</u>
Totals	<u>\$ 35,531</u>	<u>\$ 631,075</u>	<u>\$ 532,430</u>	<u>\$ 134,176</u>
	Cash and Investments <u>01-01-06</u>	Receipts <u> </u>	Disbursements <u> </u>	Cash and Investments <u>12-31-06</u>
Governmental Funds:				
General	\$ 53,207	\$ 209,097	\$ 212,944	\$ 49,360
Cumulative Fire	80,969	106,162	81,838	105,293
Fire Equipment and Construction	-	144,900	144,900	-
Debt Payment	<u>-</u>	<u>59,667</u>	<u>53,761</u>	<u>5,906</u>
Totals	<u>\$ 134,176</u>	<u>\$ 519,826</u>	<u>\$ 493,443</u>	<u>\$ 160,559</u>

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

UTICA TOWNSHIP FIRE PROTECTION DISTRICT
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The District was established under the laws of the State of Indiana. The District provides the following service: public safety.

Note 2. Fund Accounting

The District 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 District 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 District 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. Construction Contract

On February 15, 2007, the District contracted with Latco Construction, Inc., to perform interior finish work on the fire station. The contract amount is \$74,986 and is being funded using Cumulative Fire funds.

Note 7. Short-Term Loan

On August 8, 2007, the District obtained a short-term loan in the amount of \$90,150 in order to meet budgeted expenditures needs. The loan has an interest rate of 6.50% and matures on January 15, 2008. The District anticipates repaying this loan once the District receives their property tax distribution from the County Treasurer.

UTICA TOWNSHIP FIRE PROTECTION DISTRICT
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2006

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 20,000
Buildings	145,000
Machinery and equipment	<u>250,000</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 415,000</u>

UTICA TOWNSHIP FIRE PROTECTION DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2006

The Fire District has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Notes and loans payable	\$ 352,160	\$ 42,520

UTICA TOWNSHIP FIRE PROTECTION DISTRICT
EXAMINATION RESULTS AND COMMENTS

DEPOSITS

We noted instances where local tax distributions received were not deposited until 10 to 89 days after the date the distributions were made by the County Treasurer.

Indiana Code 5-13-6-1(c) states in part: "All local officers . . . who collect public funds of their respective political subdivisions shall deposit funds not later than the business day following the receipt of funds on business days of the depository in the depository or depositories selected by the . . . local boards of finance. . . ."

APPROPRIATIONS

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

<u>Fund</u>	<u>Years</u>	<u>Excess Amount Expended</u>
General	2005	\$ 54,100
General	2006	22,794
Debt Payment	2006	13,033

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."

UTICA TOWNSHIP FIRE PROTECTION DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on November 27, 2007, with Jamey Noel, Treasurer; and William Noel, President of the Board. The officials concurred with our findings.