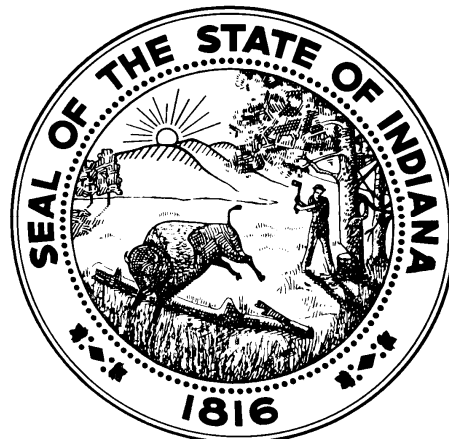


**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

EXAMINATION REPORT  
OF  
LIBERTY TOWNSHIP  
CARROLL COUNTY, INDIANA  
January 1, 2006 to December 31, 2007



**FILED**  
12/02/2008



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	James Tribbett Mark Justice	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Chairman of the Township Board	Steven Scott Richard Rinehart	01-01-06 to 12-31-07 01-01-08 to 12-31-08



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF LIBERTY TOWNSHIP, CARROLL COUNTY, INDIANA

We have examined the financial information presented herein of Liberty Township (Township), for the period of January 1, 2006 to December 31, 2007. 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, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

October 20, 2008

LIBERTY TOWNSHIP, CARROLL 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, 2006 And 2007

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
Township	\$ 3,113	\$ 19,392	\$ 11,966	\$ 10,539
Dog	522	164	235	451
Township Assistance	22,446	1,135	11	23,570
Firefighting	139,734	43,477	10,468	172,743
Rainy Day	801	-	-	801
Cemetery	20,397	1,287	1,395	20,289
Levy Excess	466	175	-	641
Totals	<u>\$ 187,479</u>	<u>\$ 65,630</u>	<u>\$ 24,075</u>	<u>\$ 229,034</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
Township	\$ 10,539	\$ 9,961	\$ 11,953	\$ 8,547
Dog	451	-	-	451
Township Assistance	23,570	1,040	-	24,610
Firefighting	172,743	22,342	13,143	181,942
Rainy Day	801	-	-	801
Cemetery	20,289	850	1,300	19,839
Levy Excess	641	-	-	641
Totals	<u>\$ 229,034</u>	<u>\$ 34,193</u>	<u>\$ 26,396</u>	<u>\$ 236,831</u>

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

LIBERTY TOWNSHIP, CARROLL 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.

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.

LIBERTY TOWNSHIP, CARROLL COUNTY  
EXIT CONFERENCE

The contents of this report were discussed on October 20, 2008, with Mark Justice, Trustee. Our examination disclosed no material items that warrant comment at this time.