

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

EXAMINATION REPORT
OF
MCCLELLAN TOWNSHIP
NEWTON COUNTY, INDIANA
January 1, 2008 to December 31, 2009



FILED
04/16/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Trustee	Mary M. Jarvis	01-01-07 to 12-31-10
Chairman of the Township Board	Nathan Gibson	01-01-08 to 02-26-08
	Edwina F. Collins	02-26-08 to 12-31-08
	Connie Davis	01-01-09 to 12-31-09
	Edwina F. Collins	01-01-10 to 12-31-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF MCCLELLAN TOWNSHIP, NEWTON COUNTY, INDIANA

We have examined the financial information presented herein of McClellan Township (Township), for the period of January 1, 2008 to December 31, 2009. 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, 2008 and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

February 15, 2010

MCCLELLAN TOWNSHIP, NEWTON 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, 2008 And 2009

	Cash and Investments 01-01-08	Receipts	Disbursements	Cash and Investments 12-31-08
Governmental Funds:				
Township	\$ 43,686	\$ 20,864	\$ 15,882	\$ 48,668
Township Assistance	15,252	272	1,247	14,277
Fire Fighting	2,965	8,212	7,500	3,677
Rainy Day	1,300	2,020	-	3,320
Landfill Donation	175,835	108,328	90,299	193,864
Fiduciary Fund:				
Payroll Withholdings	-	675	675	-
Totals	<u>\$ 239,038</u>	<u>\$ 140,371</u>	<u>\$ 115,603</u>	<u>\$ 263,806</u>
	Cash and Investments 01-01-09	Receipts	Disbursements	Cash and Investments 12-31-09
Governmental Funds:				
Township	\$ 48,668	\$ 23,139	\$ 15,679	\$ 56,128
Township Assistance	14,277	300	2,145	12,432
Fire Fighting	3,677	7,549	7,500	3,726
Rainy Day	3,320	306	73	3,553
Landfill Donation	193,864	103,457	228,926	68,395
Fiduciary Fund:				
Payroll Withholdings	-	675	675	-
Totals	<u>\$ 263,806</u>	<u>\$ 135,426</u>	<u>\$ 254,998</u>	<u>\$ 144,234</u>

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

MCCLELLAN TOWNSHIP, NEWTON 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. 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.

MCCLELLAN TOWNSHIP, NEWTON COUNTY
EXAMINATION RESULT AND COMMENT

DONATIONS

The Landfill Donation Fund which is funded primarily by landfill host fees, donated monies to several community service organizations and to scholarship funds. A similar comment was in the prior Report B31897.

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)

MCCLELLAN TOWNSHIP, NEWTON COUNTY
EXIT CONFERENCE

The contents of this report were discussed on February 15, 2010, with Mary M. Jarvis, Trustee.