

**EDINBURG TOWNSHIP
PORTAGE COUNTY**

REGULAR AUDIT

FOR THE YEARS ENDED DECEMBER 31, 2009 - 2008



Mary Taylor, CPA

Auditor of State

Board of Trustees
Edinburg Township
6856 Tallmadge Road
P. O. Box 485
Rootstown, Ohio 44272

We have reviewed the *Independent Accountants' Report* of Edinburg Township, Portage County, prepared by Knox & Knox, for the audit period January 1, 2008 through December 31, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

The financial statements in the attached report are presented in accordance with a regulatory basis of accounting prescribed or permitted by the Auditor of State. Due to a February 2, 2005 interpretation from the American Institute of Certified Public Accountants (AICPA), modifications were required to the *Independent Accountants' Report* on your financial statements. While the Auditor of State does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. The attached report includes an opinion relating to GAAP presentation and measurement requirements, but does not imply the statements are misstated under the non-GAAP regulatory basis. The *Independent Accountants' Report* also includes an opinion on the financial statements using the regulatory format the Auditor of State permits.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. Edinburg Township is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

June 28, 2010

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EDINBURG TOWNSHIP
PORTAGE COUNTY

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KNOX & KNOX

Accountants and Consultants

Independent Accountants' Report

Edinburg Township
Portage County
6856 Tallmadge Road
P.O. Box 485
Rootstown, Ohio 44272

To the Board of Trustees:

We have audited the accompanying financial statements of Edinburg Township, Portage County (the Township) as of and for the years ended December 31, 2009 and 2008. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the Township has prepared its financial statements using accounting practices the Auditor of State prescribes or permits. These practices differ from accounting principles generally accepted in the United States of America (GAAP). Although we cannot reasonably determine the effects on the financial statements of the variances between these regulatory accounting practices and GAAP, we presume they are material.

Instead of the combined funds the accompanying financial statements present, GAAP requires presenting entity wide statements and also presenting the Township's larger (i.e. major) funds separately. While the Township does not follow GAAP, generally accepted auditing standards require us to include the following paragraph if the statements do not substantially conform to GAAP presentation requirements. The Auditor of State permits, but does not require governments to reformat their statements. The Township has elected not to follow GAAP statement formatting requirements. The following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the years ended December 31, 2009 and 2008 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2009 and 2008, or its changes in financial position for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the fund cash balances and reserves for encumbrances of Edinburg Township, Portage County, as of December 31, 2009 and 2008, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 1 describes.

The Township has not presented Management's Discussion and Analysis, which accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 7, 2010, on our consideration of the Township's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we do not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards*. You should read in conjunction with this report in assessing the results of our audit.

Knox & Knox

Orrville, Ohio
June 7, 2010

EDINBURG TOWNSHIP
PORTAGE COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Governmental Fund Types</u>			Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Permanent Funds</u>	
CASH RECEIPTS:				
Property and Other Local Taxes	\$124,510	\$215,335		\$339,845
Licenses, Fees, and Permits	15,541			15,541
Intergovernmental	235,775	164,103		399,878
Earnings on Investments	857	56	\$49	962
	<u>376,683</u>	<u>379,494</u>	<u>49</u>	<u>756,226</u>
CASH DISBURSEMENTS				
Current:				
General Government	140,052			140,052
Public Safety	2,377	156,133		158,510
Public Works	2,100	147,223		149,323
Health	24,085			24,085
Conservation/Recreation	15,186	8,872		24,058
Capital Outlay	45,554			45,554
	<u>229,354</u>	<u>312,228</u>		<u>541,582</u>
Total Receipts Over/(Under) Disbursements)	147,329	67,266	49	214,644
Fund Cash Balances, January 1	<u>259,963</u>	<u>197,508</u>	<u>17,899</u>	<u>475,370</u>
FUND CASH BALANCES, DECEMBER 31	<u>\$407,292</u>	<u>\$264,774</u>	<u>\$17,948</u>	<u>\$690,014</u>
Reserves for Encumbrances	<u>\$2,220</u>	<u>\$2,656</u>		<u>\$4,876</u>

The notes to the financial statements are an integral part of this statement.

EDINBURG TOWNSHIP
PORTAGE COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2008

	Governmental Fund Types			Totals (Memorandum Only)
	General	Special Revenue	Permanent Funds	
CASH RECEIPTS:				
Property and Other Local Taxes	\$124,167	\$186,847		\$311,014
Licenses, Fees, and Permits	16,519			16,519
Intergovernmental	133,869	162,159		296,028
Earnings on Investments	4,537	244	\$447	5,228
	<u>279,092</u>	<u>349,250</u>	<u>447</u>	<u>628,789</u>
CASH DISBURSEMENTS				
Current:				
General Government	138,219			138,219
Public Safety	12,405	168,097		180,502
Public Works	2,100	144,190		146,290
Health	27,832			27,832
Conservation/Recreation	10,119	8,972		19,091
Capital Outlay	89,851	20,145		109,996
	<u>280,526</u>	<u>341,404</u>	<u>447</u>	<u>621,930</u>
Total Cash Disbursements	<u>280,526</u>	<u>341,404</u>	<u>447</u>	<u>621,930</u>
Total Receipts Over/(Under) Disbursements	<u>(1,434)</u>	<u>7,846</u>	<u>447</u>	<u>6,859</u>
OTHER FINANCING RECEIPTS/DISBURSEMENTS				
Transfers-In		13,706		13,706
Transfers-Out	(5,978)			(5,978)
Other Financing Sources	261			261
Other Financing Uses	(3,318)	(639)		(3,957)
	<u>(9,035)</u>	<u>13,067</u>	<u>447</u>	<u>4,032</u>
Total Other Financing Receipts/Disbursements	<u>(9,035)</u>	<u>13,067</u>	<u>447</u>	<u>4,032</u>
Excess of Cash Receipts and Other Financing Receipts over/(Under) Cash Disbursements and Other Financing Disbursements	(10,469)	20,913	447	10,891
Fund Cash Balances, January 1	<u>270,432</u>	<u>176,595</u>	<u>17,452</u>	<u>464,479</u>
FUND CASH BALANCES, DECEMBER 31	<u>\$259,963</u>	<u>\$197,508</u>	<u>\$17,899</u>	<u>\$475,370</u>
Reserves for Encumbrances	<u>\$2,220</u>	<u>\$2,673</u>	<u></u>	<u>\$4,893</u>

The notes to the financial statements are an integral part of this statement.

EDINBURG TOWNSHIP
PORTAGE COUNTY

COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - AGENCY FUND
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Agency Fund</u>
CASH DISBURSEMENTS	
Employee Fringe Benefits	<u>\$8,012</u>
OTHER FINANCING RECEIPTS/DISBURSEMENTS	
Other Financing Sources	18,541
Other Financing Uses	(2,801)
Transfers-Out	<u>(7,728)</u>
Total Other Financing Receipts/Disbursements	8,012
Fund Cash Balances, January 1	<u> </u>
FUND CASH BALANCES, DECEMBER 31	<u><u> </u></u>

The notes to the financial statements are an integral part of this statement.

EDINBURG TOWNSHIP
PORTAGE COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. **DESCRIPTION OF THE ENTITY**

The constitution and laws of the State of Ohio establish the rights and privileges of Edinburg Township, Portage County, (the Township) as a body corporate and politic. A publicly-elected three-member Board of Trustees directs the Township. The Township provides general government services, road and bridge maintenance, cemetery maintenance, fire protection, and emergency medical services.

The Township's management believes these financial statements present all activities for which the Township is financially accountable.

B. **ACCOUNTING BASIS**

These financial statements follow the accounting basis the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements accounting basis. The Township recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (ie. when an encumbrance is approved).

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

C. **DEPOSITS AND INVESTMENTS**

The Township's accounting basis includes investments as assets. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively.

Certificates of deposit are valued at cost.

Money market mutual funds including Star Ohio are recorded at share values the mutual funds report. The Township's investments are limited to Star Ohio.

D. **FUND ACCOUNTING**

The Township uses fund accounting to segregate cash and investments that are restricted as to use. The Township classifies its funds into the following types:

1. **General Fund** - The General Fund reports all financial resources except those required to be accounted for in another fund.
2. **Special Revenue Funds** - These funds account for proceeds from specific sources (other than from private-purpose trusts or for capital projects) that are restricted to expenditure for specific purposes. The Township had the following significant Special Revenue Funds:

EDINBURG TOWNSHIP
PORTAGE COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

D. **FUND ACCOUNTING** (continued)

Gasoline Tax Fund - This fund receives gasoline tax money to pay for constructing, maintaining, and repairing Township roads.

1.5 Mill Fire Levy Fund - This fund receives money from the 1.5 mill special property tax levy passed in 1998 for the purpose of purchasing and maintaining fire apparatus/ equipment, providing and maintaining current and additional facilities, and/or the payment of permanent, part-time or volunteer firemen or firefighting companies, and to operate same.

2.0 Mill Fire Levy Fund - This fund receives money from the 2.0 mill special property tax levy passes in 1999 for the purpose of purchasing and maintaining fire apparatus / equipment, providing and maintaining current and additional facilities, and /or the payment of permanent, part-time or volunteer firemen or firefighting companies, and to operate same.

3. **Permanent Funds**

These funds account for assets held under a trust agreement that are legally restricted to the extent that only earnings, not principal, are available to support the Township's programs. The Township had the following significant Permanent Fund:

Cemetery Bequest Fund - These funds receives interest earned on the nonexpendable corpus from a trust agreement. These earnings are used for the general maintenance and upkeep of the Township's cemetery.

E. **BUDGETARY PROCESS**

The Ohio Revised Code requires that each fund be budgeted annually.

1. **Appropriations** - Budgetary expenditures (that is disbursements and encumbrances) may not exceed appropriations at the fund, function, or object level of control, and appropriations may not exceed estimated resources. The Board of Trustees must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve the annual appropriation measure. Unencumbered appropriations lapse at year end.
2. **Estimated Resources** - Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must also approve estimated resources.
3. **Encumbrances** - The Ohio Revised Code requires the Township to reserve (encumber) appropriations when commitments are made. Encumbrances outstanding at year end are carried over, and need not be reappropriated.

A summary of 2009 and 2008 budgetary activity appears in Note 3.

EDINBURG TOWNSHIP
PORTAGE COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

F. **PROPERTY, PLANT AND EQUIPMENT**

The Township records disbursements for acquisitions of property, plant and equipment when paid. The accompanying financial statements do not report these items as assets.

G. **ACCUMULATED LEAVE**

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

A summary of 2009 and 2008 budgetary activity appears in Note 3.

2. **EQUITY IN POOLED CASH AND INVESTMENTS**

The Township maintains a deposit and investments pool all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amount of deposits and investments at December 31, 2009 and 2008 was as follows:

	2009	2008
Demand deposits	\$495,946	\$281,837
STAR Ohio	194,068	193,533
Total deposits	\$690,014	\$475,370

Deposits: Deposits are insured by the Federal Depository Insurance Corporation; collateralized by securities specifically pledged by the financial institution to the Township; or collateralized by the financial institution's public entity deposit pool.

Investments: Investments in STAR Ohio are not evidenced by securities that exist in physical or book-entry form.

3. **BUDGETARY ACTIVITY**

Budgetary activity for the years ended December 31, 2009 and 2008, follows:

Fund Type	2009 Budgeted vs. Actual Receipts		
	Budgeted Receipts	Actual Receipts	Variance
General	\$344,967	\$376,683	\$31,716
Special Revenue	\$365,093	\$379,494	14,401
Permanent	576	49	(527)
Total	\$710,636	\$756,226	\$45,590

EDINBURG TOWNSHIP
PORTAGE COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

3. BUDGETARY ACTIVITY (continued)

2009 Budgeted vs Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$349,577	\$231,574	\$118,003
Special Revenue	422,135	314,884	107,251
Permanent	575		575
Total	\$772,287	\$546,458	\$225,829

2008 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$285,500	\$279,353	(\$6,147)
Special Revenue	354,671	362,956	8,285
Permanent	559	447	(112)
Agency		18,541	18,541
Total	\$640,730	\$661,297	\$20,567

2008 Budgeted vs Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$312,720	\$292,042	\$20,678
Special Revenue	373,871	344,716	29,155
Permanent	559		559
Agency	18,541	18,541	0
Total	\$705,691	\$655,299	\$50,392

Contrary to the Ohio Revised Code, appropriations exceeded estimated resources in the General and Special Revenue Fund Types in 2009, and the General, Special Revenue, and Agency Fund Types in 2008.

The Special Revenue Funds involved are:

- Motor Vehicle License Tax Fund
- Gasoline Tax Fund
- Road & Bridge Fund
- Township Park Fund
- Fire/Special Levy - Capital Improvement Fund
- Fire and Rescue - Ambulance and EMS Service

The Agency Fund:

The Agency Fund is purely custodial in nature and is used to hold resources for individuals, organizations, and other governments

EDINBURG TOWNSHIP
PORTAGE COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

4. PROPERTY TAX

Real property taxes become a lien on January 1 preceding the October 1 date for which rates are adopted by the Board of Trustees. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable homestead and rollback deductions. Homestead and rollback amounts are then paid by the State, and are reflected in the accompanying financial statements as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to make semiannual payments, for the first half is due December 31. The second half payment is due the following June 20.

Public utilities are also taxed on personal and real property located within the Township.

Tangible personal property tax is assessed to property owners who must file a list of such property to the County by each April 30.

The County is responsible for assessing property taxes, and for billing, collecting and distributing all property taxes on behalf of the Township.

5. RETIREMENT SYSTEMS

The Township's employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement healthcare, and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2009 and 2008, OPERS members contributed 10% of their gross salaries and the Township contributed an amount equaling to 14% of participants' gross salaries. The Township has paid all contributions required through December 31, 2009.

7. RISK MANAGEMENT

The Township is exposed to various risks of property and casualty losses, and injuries to employees.

The Township insures against injuries to employees through the Ohio Bureau of Worker's Compensation.

The Township belongs to the Ohio Township Association Risk Management Authority (OTARMA), a risk-sharing pool available to Ohio townships. OTARMA provides property and casualty coverage for its members. American Risk Pooling Consultants (ARPCO) functions as administrator of OTARMA which is administered by ARPCO. OTARMA is a member of the American Public Entity Excess Pool (APEEP). Member governments pay annual contributions to fund OTARMA. OTARMA pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty and Property Coverage

APEEP provides OTARMA with an excess risk-sharing program. Under this arrangement, OTARMA retains insured risks up to an amount specified in the contracts. At December 31, 2008, OTARMA retained \$350,000 for casualty claims and \$100,000 for property claims.

EDINBURG TOWNSHIP
PORTAGE COUNTY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 and 2008

6 **RISK MANAGEMENT** (continued)

The aforementioned casualty and property reinsurance agreement does not discharge OTARMA's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective governments.

Property and casualty settlements did not exceed insurance coverage for the past three fiscal years.

Financial Position

OTARMA's financial statements (audited by other accountants) conform with generally accepted accounting principles, and reported the following assets, liabilities and retained earnings at December 31, 2008 and 2007 (the latest information available).

	<u>2008</u>	<u>2007</u>
Assets	\$40,737,740	\$43,210,703
Liabilities	<u>(12,981,818)</u>	<u>(13,357,837)</u>
Net Assets	<u>\$27,755,922</u>	<u>\$29,852,866</u>

At December 31, 2008 and 2007, respectively, liabilities above include approximately \$12.1 million and \$12.5 million of estimated incurred claims payable. The assets and retained earnings above also include approximately \$10.9 million and \$11.6 million of unpaid claims to be billed to approximately 950 member governments in the future, as of December 31, 2008 and 2007, respectively. These amounts will be included in future contributions from members when the related claims are due for payment.

Based on discussions with OTARMA, the expected rates OTARMA charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to OTARMA for each year of membership

After completing one year of membership, members may withdraw on each anniversary of the date they joined OTARMA provided they provide written notice to OTARMA 60 days in advance of the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year's budgetary contribution. Withdrawing members have no other future obligation to the pool. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to the withdrawal.

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KNOX & KNOX

Accountants and Consultants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Edinburg Township
Portage County
6856 Tallmadge Road
P.O. Box 485
Rootstown, Ohio 44272

To the Board of Trustees:

We have audited the financial statements of Edinburg Township, Ohio, as of and for the years ended December 31, 2009 and December 31, 2008, which collectively comprise the basic financial statements and have issued our report thereon dated June 7, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered Edinburg Township, Ohio's internal control over financial reporting as basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not to express an opinion on the effectiveness of the Edinburg Township, Ohio's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of Edinburg Township, Ohio's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Edinburg Township, Ohio's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Edinburg Township, Ohio, in a separate letter dated June 7, 2010.

We intend this report solely for the information and use of the, management, the Board of Trustees, others within the entity, and is not intended to be and should not be used by anyone other than these specified parties.

KNOX & KNOX

Orrville, Ohio
June 7, 2010

EDINBURG TOWNSHIP
PORTAGE COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2009 and 2008

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2007-001	Ohio Revised Code Section 5705.39 requires that appropriations not exceed estimated resources.	Yes	Finding is no longer valid.



Mary Taylor, CPA
Auditor of State

EDINBURG TOWNSHIP

PORTAGE COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 13, 2010