



Mary Taylor, CPA
Auditor of State

**NEW JASPER TOWNSHIP
GREENE COUNTY**

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

New Jasper Township
Greene County
2300 Hoop Road
Xenia, Ohio 45385

To the Board of Trustees:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of New Jasper Township, Greene County, (the Township), as of and for the years ended December 31, 2006 and 2005, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express opinions 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 assure 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. The Township processes its financial transactions with the Auditor of State's Uniform Accounting Network (UAN). *Government Auditing Standards* considers this service to impair the independence of the Auditor of State to audit the Township because the Auditor of State designed, developed, implemented, and as requested, operates UAN. However, *Government Auditing Standards* permits the Auditor of State to audit and opine on this entity, because Ohio Revised Code § 117.101 requires the Auditor of State to provide UAN services, and Ohio Revised Code §§ 117.11(B) and 115.56 mandate the Auditor of State to audit Ohio governments. We believe our audit provides a reasonable basis for our opinions.

As discussed in Note 2, the accompanying financial statements and notes follow the cash accounting basis. This is a comprehensive accounting basis other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash financial position of the governmental activities, each major fund, and the aggregate remaining fund information of New Jasper Township, Greene County, as of December 31, 2006 and 2005, and the respective changes in cash financial position and the respective budgetary comparison for the General Fund, Gasoline Tax Fund, Road and Bridge Fund, Fire District Fund, and Fire and Rescue Ambulance EMS Fund thereof for the years then ended in conformity with the basis of accounting Note 2 describes.

For the years ended December 31, 2006 and 2005, the Township revised its financial presentation comparable to the requirements of Governmental Accounting Standard No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.

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In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2007, 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 did 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 *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's discussion and analysis is not a required part of the basic financial statements but is supplementary information the Governmental Accounting Standards Board requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Mary Taylor, CPA
Auditor of State

November 9, 2007

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
UNAUDITED**

This discussion and analysis of the New Jasper Township's financial performance provides an overall review of the Township's financial activities for the year ended December 31, 2006 and 2005, within the limitations of the Township's cash basis accounting. Readers should also review the basic financial statements and notes to enhance their understanding of the Township's financial performance.

Highlights

Key highlights for 2006 are as follows:

- Net assets increased \$76,787, or 22 percent, a significant change from the prior year. The fund most affected by the increase in cash and cash equivalents was the Road and Bridge Fund. The General Fund and the Fire District Fund spent from the carry over from 2005 but at no time had a negative fund balance. The Road and Bridge Fund received \$30,000 from the County Engineer due to the dedication of 2.62 miles to the Township from the County. This was a one time event.
- The Township's general receipts are primarily property taxes. These receipts represent 40 percent of the total cash received for governmental activities during the year.

Key highlights for 2005 are as follows:

- Net assets decreased \$46,750, or 12 percent from the prior year. The funds most affected by the decrease in cash and cash equivalents were the Road and Bridge Fund, the Fire District Fund, the Gasoline Tax Fund, and the Other Governmental Funds. At no time did any fund have a negative fund balance.
- The Township's general receipts are primarily property taxes. These receipts represent 44 percent of the total cash received for governmental activities during the year.

Using the Basic Financial Statements

This annual report is presented in a format consistent with the presentation requirements of Governmental Accounting Standards Board Statement No. 34, as applicable to the Township's cash basis of accounting.

Report Components

The statement of net assets and the statement of activities provide information about the cash activities of the Township as a whole.

Fund financial statements provide a greater level of detail. Funds are created and maintained on the financial records of the Township as a way to segregate money whose use is restricted to a particular specified purpose. These statements present financial information by fund, presenting funds with the largest balances or most activity in separate columns.

The notes to the financial statements are an integral part of the government-wide and fund financial statements and provide expanded explanation and detail regarding the information reported in the statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
UNAUDITED
(Continued)**

Basis of Accounting

The basis of accounting is a set of guidelines that determine when financial events are recorded. The Township has elected to present its financial statements on a cash basis of accounting. This basis of accounting is a basis of accounting other than generally accepted accounting principles. Under the Township's cash basis of accounting, receipts and disbursements are recorded when cash is received or paid.

As a result of using the cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable) are not recorded in the financial statements. Therefore, when reviewing the financial information and discussion within this report, the reader must keep in mind the limitations resulting from the use of the cash basis of accounting.

Reporting the Township as a Whole

The statement of net assets and the statement of activities reflect how the Township did financially during 2006 and 2005 within the limitations of cash basis accounting. The statement of net assets presents the cash balances and investments of the governmental activities of the Township at year end. The statement of activities compares cash disbursements with program receipts for each governmental program. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program. General receipts are all receipts not classified as program receipts. The comparison of cash disbursements with program receipts identifies how each governmental function draws from the Township's general receipts.

These statements report the Township's cash position and the changes in cash position. Keeping in mind the limitations of the cash basis of accounting, you can think of these changes as one way to measure the Township's financial health. Over time, increases or decreases in the Township's cash position is one indicator of whether the Township's financial health is improving or deteriorating. When evaluating the Township's financial condition, you should also consider other non financial factors as well such as the Township's property tax base, the condition of the Township's capital assets and infrastructure, the extent of the Township's debt obligations, the reliance on non-local financial resources for operations and the need for continued growth in the major local revenue sources such as property and income taxes.

In the statement of net assets and the statement of activities, New Jasper Township has only governmental activities to report.

Reporting the Township's Most Significant Funds

Fund financial statements provide detailed information about the Township's major funds – not the Township as a whole. The Township establishes separate funds to better manage its many activities and to help demonstrate that money that is restricted as to how it may be used is being spent for the intended purpose. The funds of the Township are all governmental funds.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
UNAUDITED
(Continued)**

Governmental Funds – The Township's activities are reported in governmental funds. The governmental fund financial statements provide a detailed view of the Township's governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent to finance the Township's programs. The Township's significant governmental funds are presented on the financial statements in separate columns. The information for nonmajor funds (funds whose activity or balances are not large enough to warrant separate reporting) is combined and presented in total in a single column. The Township's major governmental funds for 2006 and 2005 are the General Fund, the Gasoline Tax Fund, the Road and Bridge Fund, the Fire District Fund and the Fire and Rescue Ambulance EMS Fund. The programs reported in governmental funds are closely related to those reported in the governmental activities section of the entity-wide statements.

The Township as a Whole

Table 1 provides a summary of the Township's net assets for 2006 and 2005 on a cash basis. Since the Township did not prepare financial statements in this format for 2004, a comparative analysis of Township-wide data has not been presented. In future years, when prior information is available, a comparative analysis will be presented.

**(Table 1)
Net Assets**

| | 2006 | 2005 |
|---------------------------|-----------|-----------|
| Assets | | |
| Cash and Cash Equivalents | \$430,589 | \$353,762 |
| Total Assets | 430,589 | 353,762 |
| Net Assets | | |
| Restricted for: | | |
| Capital Projects | 10,000 | 10,000 |
| Permanent Fund Purpose | | |
| Nonexpendable | 1,093 | 1,041 |
| Other Purposes | 288,177 | 180,330 |
| Unrestricted | 131,319 | 162,391 |
| Total Net Assets | \$430,589 | \$353,762 |

As mentioned previously, net assets of governmental activities increased \$76,787, or 22 percent during 2006. The primary reasons contributing to the increases in cash balances are as follows:

- The Township received \$76,609 in estate tax in 2006.
- The Township received \$30,000 from the County Engineer for road maintenance on the 2.62 miles of road dedicated to the Township. This was a one time payment received in 2006.
- The Township received more than \$8,000 more in EMS billings than in the previous year.

As mentioned previously, net assets of governmental activities decreased \$46,750, or 12 percent during 2005. The primary reason contributing to the decreases in cash balances are as follows:

- The Township purchased a tanker truck during 2005 in the amount of \$127,820.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
UNAUDITED
(Continued)**

Table 2 reflects the changes in net assets on a cash basis in 2006 and 2005 for governmental activities. Since the Township did not prepare financial statements in this format for 2004, a comparative analysis of Township-wide data has not been presented. In future years, when prior year information is available, a comparative analysis will be presented.

**(Table 2)
Changes in Net Assets**

| | Governmental Activities | |
|---|--------------------------------|------------------|
| | 2006 | 2005 |
| Receipts: | | |
| Program Receipts: | | |
| Charges for Services and Sales | \$ 42,585 | \$ 35,322 |
| Operating Grants and Contributions | 158,845 | 120,301 |
| Capital Grants and Contributions | 54,578 | |
| Total Program Receipts | <u>256,008</u> | <u>155,623</u> |
| General Receipts: | | |
| Property and Other Local Taxes | 280,708 | 262,482 |
| Grants and Entitlements Not Restricted to Specific Programs | 127,663 | 98,858 |
| Sale of Capital Assets | 10,170 | 3,900 |
| Interest | 21,081 | 11,813 |
| Miscellaneous | 14,774 | 66,179 |
| Total General Receipts | <u>454,396</u> | <u>443,232</u> |
| Total Receipts | <u>710,404</u> | <u>598,855</u> |
| Disbursements: | | |
| General Government | 148,555 | 124,270 |
| Public Safety | 224,036 | 240,464 |
| Public Works | 95,807 | 154,979 |
| Health | 13,973 | 17,786 |
| Other | 719 | 1,731 |
| Capital Outlay | 150,527 | 106,375 |
| Total Disbursements | <u>633,617</u> | <u>645,605</u> |
| Increase (Decrease) in Net Assets | 76,787 | (46,750) |
| Net Assets, January 1 (Restated) | <u>353,802</u> | <u>400,512</u> |
| Net Assets, December 31 | <u>\$430,589</u> | <u>\$353,762</u> |

For 2006, program receipts represent only 36 percent of total receipts and are primarily comprised of restricted intergovernmental receipts such as motor vehicle license and gas tax money, building permits and inspection fees, and EMS billing receipts. General receipts represent 64 percent of the Government's total receipts, and of this amount, over 62 percent are property and other local taxes. State and federal grants and entitlements not restricted to specific programs make up the balance of the Government's general receipts.

For 2005, program receipts represent only 26 percent of total receipts and are primarily comprised of restricted intergovernmental receipts such as motor vehicle license and gas tax money, building permits and inspection fees, and EMS billing receipts. General receipts represent 74 percent of the Township's total receipts, and of this amount, over 59 percent are property and other local taxes. State and federal grants and entitlements not restricted to specific programs make up the balance of the Township's general receipts.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
UNAUDITED
(Continued)**

For both 2006 and 2005 disbursements for General Government represent the overhead costs of running New Jasper Township and the support services provided for the other Township activities. These include the costs of internal services such as payroll and purchasing. Security of Persons and Property are the costs fire protection (Public Safety) and Transportation (Public Works and part of Capital Outlay) is the cost of maintaining the roads.

Governmental Activities

If you look at the Statement of Activities, you will see that the first column lists the major services provided by the Township. The next column identifies the costs of providing these services. The major program disbursements for governmental activities are for public safety, which accounts for 35% and 37% of 2006 and 2005 governmental disbursements, public works, which accounts for 15% and 24% of 2006 and 2005 governmental disbursements, and capital outlay, which accounts for 24% and 16% of 2006 and 2005 governmental disbursement. General government also represents a significant cost, about 23% for 2006 and 19% for 2005. The remaining columns of the Statement entitled Program Cash Receipts identify amounts paid by people who are directly charged for the service and grants received by the Township that must be used to provide a specific service. The net Receipt (Disbursement) column compares the program receipts to the cost of the service. This "net cost" amount represents the cost of the service which ends up being paid from money provided by local taxpayers. These net costs are paid from the general receipts which are presented at the bottom of the Statement. A comparison between the total cost of services and the net cost is presented in Table 3. Since the Township did not prepare financial statements in this format for 2004, a comparative analysis of Township-wide data has not been presented. In future years, when prior year information is available, a comparative analysis will be presented.

**(Table 3)
Governmental Activities**

| | Total Cost Of Services 2006 | Net Cost Of Services 2006 | Total Cost Of Services 2005 | Net Cost Of Services 2005 |
|--------------------|--|--|--|--|
| General Government | \$148,555 | (\$124,437) | \$124,270 | (\$96,667) |
| Public Safety | 224,036 | (120,649) | 240,464 | (201,377) |
| Health | 95,807 | 32,696 | 154,979 | (66,046) |
| Other | 719 | (719) | 1,731 | (1,731) |
| Capital Outlay | 150,527 | (150,527) | 106,375 | (106,375) |
| Total Expenses | <u>\$633,617</u> | <u>(\$377,609)</u> | <u>\$645,605</u> | <u>(\$489,982)</u> |

The dependence upon property tax receipts is apparent as nearly 40 percent and 37 percent of governmental activities are supported through these general receipts for 2006 and 2005, respectively.

The Township's Funds

Total governmental funds for 2006 and 2005 had receipts of \$710,404 and \$598,855 and disbursements of \$633,617 and \$645,605, respectively. The greatest change within governmental funds occurred within several funds. For 2006, the fund balance of the General Fund decreased by \$31,113 as the result of increased costs for salaries and benefits and not achieving anticipated growth in property tax receipts. The Road and Bridge fund increased due to the one time payment from the County Engineer. The Fire and Rescue Ambulance EMS Fund increased due to EMS billing. For 2005, the fund balance of the Gasoline Tax Fund, Road and Bridge Fund and Fire District Fund had decreases due to the purchase of the Fire Truck and the purchase of the Road Department Truck. The Fire and Rescue Ambulance EMS Fund increased due to EMS billing.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
UNAUDITED
(Continued)**

For 2006, General Fund receipts were less than disbursements by \$3,198, indicating that the General Fund is in a deficit spending situation. It was recommended by the Finance Committee and the administration that a reduction in disbursements was preferred over requesting additional funds from the taxpayers. No further land acquisitions will be made from the General Fund. A purchase of property was made from the General Fund in 2006.

For 2005, General Fund receipts were greater than disbursements by over \$56,000.

General Fund Budgeting Highlights

The Township's budget is prepared according to Ohio law and is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted funds are the General, Gasoline Tax, Road and Bridge, Fire District, and Fire and Rescue Ambulance EMS Funds.

Debt Administration

At December 31, 2006 and 2005, New Jasper Township had no outstanding debt. However, the Township has remaining Lease Rental Payments in capital leases for fire equipment. For further information regarding the Township's capital lease, refer to Note 10 to the basic financial statements.

Current Issues

The challenge for all Townships is to provide quality services to the public while staying within the restrictions imposed by limited, and in some cases shrinking, funding. We rely heavily on local taxes and have no industry to support the tax base.

Contacting the Township's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Township's finances and to reflect the Township's accountability for the monies it receives. Questions concerning any of the information in this report or requests for additional information should be directed to Sandy Coakley, Fiscal Officer, New Jasper Township, 2300 Hoop Road, Xenia, OH 45385.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF NET ASSETS - CASH BASIS
DECEMBER 31, 2006**

| | Governmental Activities |
|--|------------------------------------|
| Assets | |
| Equity in Pooled Cash and Cash Equivalents | \$430,589 |
| Total Assets | <u>430,589</u> |
| Net Assets | |
| Restricted for: | |
| Capital Projects | 10,000 |
| Permanent Fund Purpose | |
| Non-expendable | 1,093 |
| Other Purposes | 288,177 |
| Unrestricted | <u>131,319</u> |
| Total Net Assets | <u>\$430,589</u> |

See accompanying notes to the basic financial statements.

NEW JASPER TOWNSHIP
GREENE COUNTY

STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2006

| | Program Cash Receipts | | | Net (Disbursements) Receipts and Changes in Net Assets | |
|---|-----------------------|--------------------------------------|--|---|----------------------------|
| | Cash Disbursements | Charges for Services and Sales | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities |
| Governmental Activities | | | | | |
| General Government | \$148,555 | \$2,000 | \$22,118 | | (\$124,437) |
| Public Safety | 224,036 | 40,585 | 8,224 | \$54,578 | (120,649) |
| Public Works | 95,807 | | 128,503 | | 32,696 |
| Health | 13,973 | | | | (13,973) |
| Other | 719 | | | | (719) |
| Capital Outlay | 150,527 | | | | (150,527) |
| Total Governmental Activities | <u>633,617</u> | <u>42,585</u> | <u>158,845</u> | <u>54,578</u> | <u>(377,609)</u> |
| Total Primary Government | <u>\$633,617</u> | <u>\$42,585</u> | <u>\$158,845</u> | <u>\$54,578</u> | <u>(377,609)</u> |
| General Receipts | | | | | |
| Property Taxes | | | | | 255,027 |
| Other Taxes | | | | | 25,681 |
| Grants and Entitlements not Restricted to Specific Programs | | | | | 127,663 |
| Sale of Capital Assets | | | | | 10,170 |
| Earnings on Investments | | | | | 21,081 |
| Miscellaneous | | | | | <u>14,774</u> |
| Total General Receipts | | | | | 454,396 |
| Change in Net Assets | | | | | 76,787 |
| Net Assets Beginning of Year (Restated) | | | | | <u>353,802</u> |
| Net Assets End of Year | | | | | <u>\$430,589</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES
GOVERNMENTAL FUNDS
DECEMBER 31, 2006**

| | <u>General</u> | <u>Gasoline Tax</u> | <u>Road and Bridge</u> | <u>Fire District</u> | <u>Fire & RSC Ambulance EMS</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|------------------|-------------------------|--------------------------------|--------------------------|---|---|---|
| Assets | | | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$131,318 | \$55,139 | \$110,338 | \$32,383 | \$63,348 | \$38,063 | \$430,589 |
| Total Assets | <u>131,318</u> | <u>55,139</u> | <u>110,338</u> | <u>32,383</u> | <u>63,348</u> | <u>38,063</u> | <u>430,589</u> |
| Fund Balances | | | | | | | |
| Reserved: | | | | | | | |
| Reserved for Encumbrances | 3,983 | 980 | | 552 | 1,064 | | 6,579 |
| Unreserved: | | | | | | | |
| Undesignated (Deficit), Reported in: | | | | | | | |
| General Fund | 127,335 | | | | | | 127,335 |
| Special Revenue Funds | | 54,159 | 110,338 | 31,831 | 62,284 | 26,970 | 285,582 |
| Capital Projects Funds | | | | | | 10,000 | 10,000 |
| Permanent Fund | | | | | | 1,093 | 1,093 |
| Total Fund Balances | <u>\$131,318</u> | <u>\$55,139</u> | <u>\$110,338</u> | <u>\$32,383</u> | <u>\$63,348</u> | <u>\$38,063</u> | <u>\$430,589</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006**

| | <u>General</u> | <u>Gasoline Tax</u> | <u>Road and Bridge</u> | <u>Fire District</u> | <u>Fire & RSC Ambulance EMS</u> | <u>Other Governmental Funds</u> | <u>Total</u> |
|---|------------------|-------------------------|--------------------------------|--------------------------|---|---|------------------|
| Receipts | | | | | | | |
| Property and Other Local Taxes | \$80,342 | | \$67,931 | \$64,534 | \$42,220 | \$25,681 | \$280,708 |
| Charges for Services | | | | | 40,585 | | 40,585 |
| Licenses, Permits and Fees | 2,000 | | | | | | 2,000 |
| Intergovernmental | 127,663 | \$86,201 | 42,190 | 8,351 | 13,258 | 63,423 | 341,086 |
| Earnings on Investments | 18,515 | 1,530 | | | | 1,036 | 21,081 |
| Miscellaneous | 14,606 | | 146 | 22 | | | 14,774 |
| Total Receipts | <u>243,126</u> | <u>87,731</u> | <u>110,267</u> | <u>72,907</u> | <u>96,063</u> | <u>90,140</u> | <u>700,234</u> |
| Disbursements | | | | | | | |
| Current: | | | | | | | |
| General Government | 148,555 | | | | | | 148,555 |
| Public Safety | | | | 81,787 | 84,686 | 57,563 | 224,036 |
| Public Works | | 51,824 | 13,929 | | | 30,054 | 95,807 |
| Health | 13,973 | | | | | | 13,973 |
| Other | 719 | | | | | | 719 |
| Capital Outlay | 83,077 | | 67,450 | | | | 150,527 |
| Total Disbursements | <u>246,324</u> | <u>51,824</u> | <u>81,379</u> | <u>81,787</u> | <u>84,686</u> | <u>87,617</u> | <u>633,617</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(3,198)</u> | <u>35,907</u> | <u>28,888</u> | <u>(8,880)</u> | <u>11,377</u> | <u>2,523</u> | <u>66,617</u> |
| Other Financing Sources (Uses) | | | | | | | |
| Sale of Capital Assets | 70 | | 2,000 | 8,100 | | | 10,170 |
| Transfers In | | | 25,000 | | | 2,985 | 27,985 |
| Transfers Out | <u>(27,985)</u> | | | | | | <u>(27,985)</u> |
| Total Other Financing Sources (Uses) | <u>(27,915)</u> | | <u>27,000</u> | <u>8,100</u> | | <u>2,985</u> | <u>10,170</u> |
| Net Change in Fund Balances | (31,113) | 35,907 | 55,888 | (780) | 11,377 | 5,508 | 76,787 |
| Fund Balances Beginning of Year (Restated) | <u>162,431</u> | <u>19,232</u> | <u>54,450</u> | <u>33,163</u> | <u>51,971</u> | <u>32,555</u> | <u>353,802</u> |
| Fund Balances End of Year | <u>\$131,318</u> | <u>\$55,139</u> | <u>\$110,338</u> | <u>\$32,383</u> | <u>\$63,348</u> | <u>\$38,063</u> | <u>\$430,589</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2006**

| | <u>Budgeted Amounts</u> | | | (Optional) Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>(Negative)</u> |
| Receipts | | | | |
| Property and Other Local Taxes | \$84,000 | \$84,000 | \$80,342 | (\$3,658) |
| Licenses, Permits and Fees | 3,000 | 3,000 | 2,000 | (1,000) |
| Intergovernmental | 45,437 | 85,437 | 127,663 | 42,226 |
| Earnings on Investments | 8,000 | 8,000 | 18,515 | 10,515 |
| Miscellaneous | 13,342 | 13,342 | 14,606 | 1,264 |
| Total receipts | <u>153,779</u> | <u>193,779</u> | <u>243,126</u> | <u>49,347</u> |
| Disbursements | | | | |
| Current: | | | | |
| General Government | 217,214 | 212,510 | 152,538 | 59,972 |
| Health | 24,700 | 24,700 | 13,973 | 10,727 |
| Other | 10,000 | 719 | 719 | |
| Capital Outlay | | 90,000 | 83,077 | 6,923 |
| Total Disbursements | <u>251,914</u> | <u>327,929</u> | <u>250,307</u> | <u>77,622</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(98,135)</u> | <u>(134,150)</u> | <u>(7,181)</u> | <u>126,969</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | | | 70 | 70 |
| Transfers Out | (64,000) | (27,985) | (27,985) | |
| Total Other Financing Sources (Uses) | <u>(64,000)</u> | <u>(27,985)</u> | <u>(27,915)</u> | <u>70</u> |
| Net Change in Fund Balance | (162,135) | (162,135) | (35,096) | 127,039 |
| Fund Balance Beginning of Year | 162,431 | 162,431 | 162,431 | |
| Prior Year Encumbrances Appropriated | | | | |
| Fund Balance End of Year | <u>\$296</u> | <u>\$296</u> | <u>\$127,335</u> | <u>\$127,039</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - BUDGET BASIS
GASOLINE TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 2006**

| | <u>Budgeted Amounts</u> | | | (Optional) Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>(Negative)</u> |
| Receipts | | | | |
| Intergovernmental | \$64,200 | \$77,000 | \$86,201 | \$9,201 |
| Earnings on Investments | | | 1,530 | 1,530 |
| Total receipts | <u>64,200</u> | <u>77,000</u> | <u>87,731</u> | <u>10,731</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Works | 60,275 | 60,275 | 52,804 | 7,471 |
| Capital Outlay | 35,000 | 35,000 | | 35,000 |
| Total Disbursements | <u>95,275</u> | <u>95,275</u> | <u>52,804</u> | <u>42,471</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(31,075)</u> | <u>(18,275)</u> | <u>34,927</u> | <u>53,202</u> |
| Fund Balance Beginning of Year | 19,232 | 19,232 | 19,232 | |
| Prior Year Encumbrances Appropriated | | | | |
| Fund Balance End of Year | <u>(\$11,843)</u> | <u>\$957</u> | <u>\$54,159</u> | <u>\$53,202</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
ROAD AND BRIDGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2006**

| | <u>Budgeted Amounts</u> | | | (Optional) Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>(Negative)</u> |
| Receipts | | | | |
| Property and Other Local Taxes | \$74,000 | \$74,000 | \$67,931 | (\$6,069) |
| Intergovernmental | 3,457 | 33,457 | 42,190 | 8,733 |
| Miscellaneous | | | 146 | 146 |
| Total receipts | <u>77,457</u> | <u>107,457</u> | <u>110,267</u> | <u>2,810</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Works | 77,000 | 77,000 | 13,929 | 63,071 |
| Capital Outlay | 54,000 | 109,000 | 67,450 | 41,550 |
| Total Disbursements | <u>131,000</u> | <u>186,000</u> | <u>81,379</u> | <u>104,621</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(53,543)</u> | <u>(78,543)</u> | <u>28,888</u> | <u>107,431</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | | | 2,000 | 2,000 |
| Transfers In | | 25,000 | 25,000 | |
| Total Other Financing Sources (Uses) | | <u>25,000</u> | <u>27,000</u> | <u>2,000</u> |
| Net Change in Fund Balance | (53,543) | (53,543) | 55,888 | 109,431 |
| Fund Balance Beginning of Year | 54,450 | 54,450 | 54,450 | |
| Prior Year Encumbrances Appropriated | | | | |
| Fund Balance End of Year | <u>\$907</u> | <u>\$907</u> | <u>\$110,338</u> | <u>\$109,431</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
FIRE DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2006**

| | <u>Budgeted Amounts</u> | | | (Optional) Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Receipts | | | | |
| Property and Other Local Taxes | \$69,000 | \$73,117 | \$64,534 | (\$8,583) |
| Intergovernmental | | | 8,351 | 8,351 |
| Miscellaneous | | | 22 | 22 |
| Total receipts | <u>69,000</u> | <u>73,117</u> | <u>72,907</u> | <u>(210)</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Safety | 102,066 | 102,066 | 82,339 | 19,727 |
| Total Disbursements | <u>102,066</u> | <u>102,066</u> | <u>82,339</u> | <u>19,727</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(33,066)</u> | <u>(28,949)</u> | <u>(9,432)</u> | <u>19,517</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | | 5,200 | 8,100 | 2,900 |
| Total Other Financing Sources (Uses) | | <u>5,200</u> | <u>8,100</u> | <u>2,900</u> |
| Net Change in Fund Balance | (33,066) | (23,749) | (1,332) | 22,417 |
| Fund Balance Beginning of Year | 33,163 | 33,163 | 33,163 | |
| Prior Year Encumbrances Appropriated | | | | |
| Fund Balance End of Year | <u>\$97</u> | <u>\$9,414</u> | <u>\$31,831</u> | <u>\$22,417</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
FIRE AND RESCUE AMBULANCE EMS FUND
FOR THE YEAR ENDED DECEMBER 31, 2006**

| | <u>Budgeted Amounts</u> | | | (Optional) Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|-------------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>(Negative)</u> |
| Receipts | | | | |
| Property and Other Local Taxes | \$39,919 | \$46,000 | \$42,220 | (\$3,780) |
| Charges for Services | 29,000 | 30,000 | 40,585 | 10,585 |
| Intergovernmental | 5,703 | 6,000 | 13,258 | 7,258 |
| Total receipts | <u>74,622</u> | <u>82,000</u> | <u>96,063</u> | <u>14,063</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Safety | 113,805 | 113,805 | 85,750 | 28,055 |
| Total Disbursements | <u>113,805</u> | <u>113,805</u> | <u>85,750</u> | <u>28,055</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(39,183)</u> | <u>(31,805)</u> | <u>10,313</u> | <u>42,118</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers Out | <u>(20,000)</u> | <u>(20,000)</u> | <u> </u> | <u>20,000</u> |
| Total Other Financing Sources (Uses) | <u>(20,000)</u> | <u>(20,000)</u> | <u> </u> | <u>20,000</u> |
| Net Change in Fund Balance | (59,183) | (51,805) | 10,313 | 62,118 |
| Fund Balance Beginning of Year | 51,971 | 51,971 | 51,971 | |
| Prior Year Encumbrances Appropriated | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Fund Balance End of Year | <u>(\$7,212)</u> | <u>\$166</u> | <u>\$62,284</u> | <u>\$62,118</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF NET ASSETS - CASH BASIS
DECEMBER 31, 2005**

| | Governmental Activities |
|--|------------------------------------|
| Assets | |
| Equity in Pooled Cash and Cash Equivalents | \$353,762 |
| Total Assets | <u>353,762</u> |
| Net Assets | |
| Restricted for: | |
| Capital Projects | 10,000 |
| Permanent Fund Purpose | |
| Nonexpendable | 1,041 |
| Other Purposes | 180,330 |
| Unrestricted | 162,391 |
| Total Net Assets | <u>\$353,762</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2005**

| | <u>Program Cash Receipts</u> | | | <u>Net (Disbursements) Receipts and Changes in Net Assets</u> |
|---|-------------------------------|---|---|---|
| | <u>Cash Disbursements</u> | <u>Charges for Services and Sales</u> | <u>Operating Grants and Contributions</u> | <u>Governmental Activities</u> |
| Governmental Activities | | | | |
| General Government | \$124,270 | \$3,235 | \$24,368 | (\$96,667) |
| Public Safety | 240,464 | 32,087 | 7,000 | (201,377) |
| Public Works | 154,979 | | 88,933 | (66,046) |
| Health | 17,786 | | | (17,786) |
| Other | 1,731 | | | (1,731) |
| Capital Outlay | 106,375 | | | (106,375) |
| Total Governmental Activities | <u>645,605</u> | <u>35,322</u> | <u>120,301</u> | <u>(489,982)</u> |
| Total Primary Government | <u>\$645,605</u> | <u>\$35,322</u> | <u>\$120,301</u> | <u>(489,982)</u> |
| General Receipts | | | | |
| Property Taxes | | | | 239,051 |
| Other Taxes | | | | 23,431 |
| Grants and Entitlements not Restricted to Specific Programs | | | | 98,858 |
| Sale of Capital Assets | | | | 3,900 |
| Earnings on Investments | | | | 11,813 |
| Miscellaneous | | | | 66,179 |
| Total General Receipts | | | | <u>443,232</u> |
| Change in Net Assets | | | | (46,750) |
| Net Assets Beginning of Year | | | | <u>400,512</u> |
| Net Assets End of Year | | | | <u><u>\$353,762</u></u> |

See accompanying notes to the basic financial statements.

NEW JASPER TOWNSHIP
GREENE COUNTY

STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES
GOVERNMENTAL FUNDS
DECEMBER 31, 2005

| | General | Gasoline Tax | Road and Bridge | Fire District | Fire & RSC Ambulance EMS | Other Governmental Funds | Total Governmental Funds |
|---|------------------|-----------------|-----------------------|------------------|--------------------------------|--------------------------------|--------------------------------|
| Assets | | | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$162,391 | \$19,232 | \$54,450 | \$33,163 | \$51,971 | \$32,555 | \$353,762 |
| Total Assets | <u>162,391</u> | <u>19,232</u> | <u>54,450</u> | <u>33,163</u> | <u>51,971</u> | <u>32,555</u> | <u>353,762</u> |
| Fund Balances | | | | | | | |
| Unreserved: | | | | | | | |
| Undesignated (Deficit), Reported in: | | | | | | | |
| General Fund | 162,391 | | | | | | 162,391 |
| Special Revenue Funds | | 19,232 | 54,450 | 33,163 | 51,971 | 21,514 | 180,330 |
| Capital Projects Funds | | | | | | 10,000 | 10,000 |
| Permanent Fund | | | | | | 1,041 | 1,041 |
| Total Fund Balances | <u>\$162,391</u> | <u>\$19,232</u> | <u>\$54,450</u> | <u>\$33,163</u> | <u>\$51,971</u> | <u>\$32,555</u> | <u>\$353,762</u> |

See accompanying notes to the basic financial statements.

NEW JASPER TOWNSHIP
GREENE COUNTY

STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

| | General | Gasoline Tax | Road and Bridge | Fire District | Fire & RSC Ambulance EMS | Other Governmental Funds | Total |
|---|------------------|-----------------|-----------------------|------------------|--------------------------------|--------------------------------|------------------|
| Receipts | | | | | | | |
| Property and Other Local Taxes | \$71,349 | | \$62,955 | \$63,316 | \$41,431 | \$23,431 | \$262,482 |
| Charges for Services | | | | | 32,087 | | 32,087 |
| Licenses, Permits and Fees | 3,235 | | | | | | 3,235 |
| Intergovernmental | 98,858 | \$77,233 | 11,634 | 8,142 | 12,303 | 10,989 | 219,159 |
| Earnings on Investments | 10,120 | 798 | | | | 895 | 11,813 |
| Miscellaneous | 16,918 | | | 1,491 | | | 18,409 |
| Total Receipts | <u>200,480</u> | <u>78,031</u> | <u>74,589</u> | <u>72,949</u> | <u>85,821</u> | <u>35,315</u> | <u>547,185</u> |
| Disbursements | | | | | | | |
| Current: | | | | | | | |
| General Government | 124,270 | | | | | | 124,270 |
| Public Safety | | | | 168,270 | 72,194 | | 240,464 |
| Public Works | | 53,132 | 73,290 | | | 28,557 | 154,979 |
| Health | 17,786 | | | | | | 17,786 |
| Other | 1,731 | | | | | | 1,731 |
| Capital Outlay | | 40,797 | 28,908 | | | 36,670 | 106,375 |
| Total Disbursements | <u>143,787</u> | <u>93,929</u> | <u>102,198</u> | <u>168,270</u> | <u>72,194</u> | <u>65,227</u> | <u>645,605</u> |
| Excess of Receipts Over (Under) Disbursements | 56,693 | (15,898) | (27,609) | (95,321) | 13,627 | (29,912) | (98,420) |
| Other Financing Sources (Uses) | | | | | | | |
| Sale of Capital Assets | | | 3,900 | | | | 3,900 |
| Transfers In | 16,010 | 119 | 2,961 | | | 10,000 | 29,090 |
| Transfers Out | (10,000) | | | | | (19,090) | (29,090) |
| Other Financing Sources | | | | 47,770 | | | 47,770 |
| Total Other Financing Sources (Uses) | <u>6,010</u> | <u>119</u> | <u>6,861</u> | <u>47,770</u> | | <u>(9,090)</u> | <u>51,670</u> |
| Net Change in Fund Balances | 62,703 | (15,779) | (20,748) | (47,551) | 13,627 | (39,002) | (46,750) |
| Fund Balances Beginning of Year | <u>99,688</u> | <u>35,011</u> | <u>75,198</u> | <u>80,714</u> | <u>38,344</u> | <u>71,557</u> | <u>400,512</u> |
| Fund Balances End of Year | <u>\$162,391</u> | <u>\$19,232</u> | <u>\$54,450</u> | <u>\$33,163</u> | <u>\$51,971</u> | <u>\$32,555</u> | <u>\$353,762</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2005**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>(Optional) Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|-----------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Receipts | | | | |
| Property and Other Local Taxes | \$73,000 | \$73,000 | \$71,349 | (\$1,651) |
| Licenses, Permits and Fees | 2,500 | 2,500 | 3,235 | 735 |
| Intergovernmental | 51,564 | 95,313 | 98,858 | 3,545 |
| Earnings on Investments | 2,800 | 9,051 | 10,120 | 1,069 |
| Miscellaneous | 17,000 | 17,000 | 16,918 | (82) |
| Total receipts | <u>146,864</u> | <u>196,864</u> | <u>200,480</u> | <u>3,616</u> |
| Disbursements | | | | |
| Current: | | | | |
| General Government | 167,852 | 192,852 | 124,270 | 68,582 |
| Health | 23,700 | 23,700 | 17,786 | 5,914 |
| Other | 15,000 | 15,000 | 1,731 | 13,269 |
| Total Disbursements | <u>206,552</u> | <u>231,552</u> | <u>143,787</u> | <u>87,765</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(59,688)</u> | <u>(34,688)</u> | <u>56,693</u> | <u>91,381</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | | | 16,010 | 16,010 |
| Transfers Out | (40,000) | (65,000) | (10,000) | 55,000 |
| Total Other Financing Sources (Uses) | <u>(40,000)</u> | <u>(65,000)</u> | <u>6,010</u> | <u>71,010</u> |
| Net Change in Fund Balance | (99,688) | (99,688) | 62,703 | 162,391 |
| Fund Balance Beginning of Year | 97,725 | 97,725 | 97,725 | |
| Prior Year Encumbrances Appropriated | <u>1,963</u> | <u>1,963</u> | <u>1,963</u> | |
| Fund Balance End of Year | <u>\$0</u> | <u>\$0</u> | <u>\$162,391</u> | <u>\$162,391</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
GASOLINE TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 2005**

| | <u>Budgeted Amounts</u> | | | (Optional) Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>(Negative)</u> |
| Receipts | | | | |
| Intergovernmental | \$55,850 | \$65,000 | \$77,233 | \$12,233 |
| Earnings on Investments | 200 | 200 | 798 | 598 |
| Total receipts | <u>56,050</u> | <u>65,200</u> | <u>78,031</u> | <u>12,831</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Works | 59,215 | 59,215 | 53,132 | 6,083 |
| Capital Outlay | 40,797 | 40,797 | 40,797 | |
| Total Disbursements | <u>100,012</u> | <u>100,012</u> | <u>93,929</u> | <u>6,083</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(43,962)</u> | <u>(34,812)</u> | <u>(15,898)</u> | <u>18,914</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | | | 119 | 119 |
| Total Other Financing Sources (Uses) | | | <u>119</u> | <u>119</u> |
| Net Change in Fund Balance | (43,962) | (34,812) | (15,779) | 19,033 |
| Fund Balance Beginning of Year | 33,997 | 33,997 | 33,997 | |
| Prior Year Encumbrances Appropriated | <u>1,014</u> | <u>1,014</u> | <u>1,014</u> | |
| Fund Balance End of Year | <u>(\$8,951)</u> | <u>\$199</u> | <u>\$19,232</u> | <u>\$19,033</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
ROAD AND BRIDGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2005**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>(Optional) Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|-----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Receipts | | | | |
| Property and Other Local Taxes | \$64,500 | \$64,500 | \$62,955 | (\$1,545) |
| Intergovernmental | 6,957 | 36,957 | 11,634 | (25,323) |
| Total receipts | <u>71,457</u> | <u>101,457</u> | <u>74,589</u> | <u>(26,868)</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Works | 146,655 | 86,655 | 73,290 | 13,365 |
| Capital Outlay | | 90,000 | 28,908 | 61,092 |
| Total Disbursements | <u>146,655</u> | <u>176,655</u> | <u>102,198</u> | <u>74,457</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(75,198)</u> | <u>(75,198)</u> | <u>(27,609)</u> | <u>47,589</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | | | 3,900 | 3,900 |
| Transfers In | | | 2,961 | 2,961 |
| Total Other Financing Sources (Uses) | | | <u>6,861</u> | <u>6,861</u> |
| Net Change in Fund Balance | (75,198) | (75,198) | (20,748) | 54,450 |
| Fund Balance Beginning of Year | 75,198 | 75,198 | 75,198 | |
| Prior Year Encumbrances Appropriated | | | | |
| Fund Balance End of Year | <u>\$0</u> | <u>\$0</u> | <u>\$54,450</u> | <u>\$54,450</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
FIRE DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2005**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>(Optional) Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|------------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Receipts | | | | |
| Property and Other Local Taxes | \$64,500 | \$64,500 | \$63,316 | (\$1,184) |
| Intergovernmental | 4,300 | 7,300 | 8,142 | 842 |
| Miscellaneous | 400 | 400 | 1,491 | 1,091 |
| Total receipts | <u>69,200</u> | <u>72,200</u> | <u>72,949</u> | <u>749</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Safety | 149,914 | 200,684 | 168,270 | 32,414 |
| Total Disbursements | <u>149,914</u> | <u>200,684</u> | <u>168,270</u> | <u>32,414</u> |
| Excess of Receipts Over (Under) Disbursements | <u>(80,714)</u> | <u>(128,484)</u> | <u>(95,321)</u> | <u>33,163</u> |
| Other Financing Sources (Uses) | | | | |
| Other Financing Sources | | 47,770 | 47,770 | |
| Total Other Financing Sources (Uses) | | <u>47,770</u> | <u>47,770</u> | |
| Net Change in Fund Balance | (80,714) | (80,714) | (47,551) | 33,163 |
| Fund Balance Beginning of Year | 80,105 | 80,105 | 80,105 | |
| Prior Year Encumbrances Appropriated | <u>\$609</u> | <u>\$609</u> | <u>\$609</u> | |
| Fund Balance End of Year | <u>\$0</u> | <u>\$0</u> | <u>\$33,163</u> | <u>\$33,163</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL-BUDGET BASIS
FIRE AND RESCUE AMBULANCE EMS FUND
FOR THE YEAR ENDED DECEMBER 31, 2005**

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>(Optional) Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Receipts | | | | |
| Property and Other Local Taxes | \$33,250 | \$41,500 | \$41,431 | (\$69) |
| Charges for Services | 17,000 | 28,000 | 32,087 | 4,087 |
| Intergovernmental | 4,750 | 7,500 | 12,303 | 4,803 |
| Total receipts | <u>55,000</u> | <u>77,000</u> | <u>85,821</u> | <u>8,821</u> |
| Disbursements | | | | |
| Current: | | | | |
| Public Safety | 107,344 | 115,344 | 72,194 | 43,150 |
| Total Disbursements | <u>107,344</u> | <u>115,344</u> | <u>72,194</u> | <u>43,150</u> |
| Excess of Receipts Over (Under) Disbursements | (52,344) | (38,344) | 13,627 | 51,971 |
| Fund Balance Beginning of Year | 37,735 | 37,735 | 37,735 | |
| Prior Year Encumbrances Appropriated | <u>609</u> | <u>609</u> | <u>609</u> | |
| Fund Balance End of Year | <u>(\$14,000)</u> | <u>\$0</u> | <u>\$51,971</u> | <u>\$51,971</u> |

See accompanying notes to the basic financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005**

1. REPORTING ENTITY

New Jasper Township, Greene County, Ohio, (the Township) is a body politic and corporate established in 1882 to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Township is directed by a publicly elected three-member Board of Trustees. The Township also has an elected Township Fiscal Officer.

The reporting entity is comprised of the primary government.

A. Primary Government

The primary government consists of all funds, departments, boards and agencies that are not legally separate from the Township. The Township provides general government services, maintenance of Township roads and bridges, and cemetery maintenance. The Township contracts with the New Jasper Township Fire Association for fire protection and emergency medical services. Police protection is provided by the Greene County Sheriff's Department at no cost to the Township.

The Township participates in one public entity risk pool, Ohio Township Association Risk Management Authority (OTARMA).

Public Entity Risk Pool: OTARMA, in existence since 1987 provides a group self-insurance program that spreads the cost of claims and related expenses among its members. It has an AAA rating from Demotech, an independent rating service, based on the financial stability, loss reserves, administration, and overall performance of OTARMA.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 2.C, these financial statements are presented on a cash basis of accounting. This cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the cash basis of accounting. Following are the more significant of the Township's accounting policies.

A. Basis of Presentation

The Township's basic financial statements consist of government-wide financial statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

1. Government-Wide Financial Statements

The statement of net assets and the statement of activities display information about the Township as a whole. These statements include financial activities of the primary government.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of Net Assets present the cash balance of the governmental activities of the Township at year end. The statement of activities compares disbursements with program receipts for each of the Township's governmental activities. Disbursements are reported by function. A function is a group of related activities designed to accomplish a major service or regulatory program for which the Township is responsible. Program receipts include charges paid by the recipient of the program's goods or services and grants and contributions restricted to meeting the operational or capital requirements of a particular program and receipts of interest earned on grants that is required to be used to support a particular program. General receipts are all receipts not classified as program receipts, with certain limited exceptions. The comparison of direct disbursements with program receipts identifies the extent to which each governmental function activity is self-financing on a cash basis or draws from the Township's general receipts.

2. Fund Financial Statements

During the year, the Township segregates transactions related to certain Township functions or activities in separate funds to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Township at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

B. Fund Accounting

The Township uses fund accounting to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Funds are used to segregate resources that are restricted as to use.

1. Governmental Funds

The Township classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants), and other nonexchange transactions as governmental funds. The Township's major governmental funds are the General Fund, Gasoline Tax Fund, Road and Bridge Fund, Fire District Fund, and Fire and Rescue Ambulance EMS Fund. The General Fund is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund balance is available to the Township for any purpose provided it is expended or transferred according to the general laws of Ohio. The Gasoline Tax, Road and Bridge, Fire District, and Fire and Rescue Ambulance EMS funds are restricted to the purpose of the funds according to the general laws of Ohio.

The other governmental funds of the Township account for grants and other resources whose use is restricted to a particular purpose.

C. Basis of Accounting

The Township's financial statements are prepared using the cash basis of accounting. Except for modifications having substantial support, receipts are recorded in the Township's financial records and reported in the financial statements when cash is received rather than when earned and disbursements are recorded when cash is paid rather than when a liability is incurred. Any such modifications made by the Township are described in the appropriate section in this note.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

As a result of the use of this cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued liabilities and the related expenses) are not recorded in these financial statements.

D. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Township may appropriate.

The appropriations ordinance is the Township's authorization to spend resources and sets limits on disbursements plus encumbrances at the level of control selected by the Township. The legal level of control has been established at the fund, program, and object level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in receipts are identified by the Township Clerk. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificated of estimated resources in effect at the time final appropriations were passed by the Township.

The appropriations ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Township during the year.

E. Cash

During 2006 and 2005 the Township did not have any investments.

Interest earnings are allocated to Township funds according to State statutes, grant requirements, or debt related restrictions. Interest receipts credited to the General Fund during 2006 and 2005 were \$18,515 and \$10,120, respectively, which includes interest assigned from other Township funds.

F. Net Assets

Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted for other purposes include resources restricted for the Gasoline Tax, Road and Bridge, Fire District, Fire and Rescue Ambulance EMS funds.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Township's policy is to first apply restricted resources when an obligation is incurred for purposes for which both restricted and unrestricted net assets are available.

For 2006 and 2005, the statement of net assets reports \$299,270 and \$191,371, respectively, of restricted net assets, of which none is restricted by enabling legislation.

G. Inventory and Prepaid Items

The Township reports disbursements for inventories and prepaid items when paid. These items are not reflected as assets in the accompanying financial statements.

H. Capital Assets

Acquisitions of property, plant and equipment are recorded as disbursements when paid. These items are not reflected as assets in the accompanying financial statements.

I. Interfund Receivables/Payables

The Township reports advances-in and advances-out for interfund loans. These items are not reflected as assets and liabilities in the accompanying financial statements.

J. Accumulated Leave

In certain circumstances, such as upon leaving employment or retirement, employees are entitled to cash payments for unused leave. Unpaid leave is not reflected as a liability under the Township's cash basis of accounting.

K. Employer Contributions to Cost-Sharing Pension Plans

The Township recognizes the disbursement for employer contributions to cost-sharing pension plans when they are paid. As described in Notes 8 and 9 the employer contributions include portions for pension benefits and for postretirement health care benefits.

L. Long-Term Obligations

The Township's cash basis financial statements do not report liabilities for bonds or other long-term obligations. Proceeds of debt are reported when the cash is received and principal and interest payments are reported when paid. Since recording a capital asset when entering into a capital lease is not the result of a cash transaction, neither an other financing source nor capital outlay expenditure are reported at inception. Lease payments are reported when paid.

M. Fund Balance Reserves

The Township reserves any portion of fund balances which is not available for appropriation or which is legally segregated for a specific future use. Unreserved fund balance indicates that portion of fund balance which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances.

N. Interfund Transactions

Subsidies from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular disbursements to the funds that initially paid for them are not presented in the financial statements.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

3. CHANGE IN BASIS OF ACCOUNTING

- A.** For the years ended December 31, 2006 and 2005, the Township revised its financial presentation comparable to the requirements of Governmental Accounting Standards No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. The Financial Statements now include entity-wide financial statements, which present information for the Township as a whole, and fund financial statements, which present information for individual major funds rather than by fund type.

The Township also implemented GASB Statement No. 37, which clarifies certain provisions of Statement No. 34, including the required content of the Management’s Discussion and Analysis, the classification of program revenues and the criteria for determining major funds, and GASB Statement No. 38, which modifies, establishes and rescinds certain financial statement note disclosures.

- B.** For fiscal year 2006, the Township has implemented *GASB Statement No. 42, “Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries”*, *GASB Statement No. 46, “Net Assets Restricted by Enabling Legislation”* and *GASB Statement No. 47, “Accounting for Termination Benefits”*

GASB Statement No. 42 establishes accounting and financial reporting standards for the impairment of capital assets. A capital asset is considered impaired when its service utility has declined significantly and unexpectedly. This statement also clarifies and establishes accounting requirements for insurance recoveries. The implementation of this statement had no effect on the Township’s financial statements for fiscal year 2006 and 2005.

GASB Statement No. 46 clarifies how legal enforceability should be applied for determining restricted net assets. The implementation of this statement had no effect the Township’s financial statements for fiscal year 2006 and 2005.

GASB Statement No. 47 establishes accounting and financial standards for termination benefits. This statement clarifies and established reporting requirements for those benefits provided by employer to employees as an incentive or settlement for voluntary early termination or as a consequence of the involuntary early termination of services. The implementation of this statement had no effect the Township’s financial statements for fiscal year 2006 and 2005.

- C.** For fiscal year 2005, the Township has implemented Governmental Accounting Standards Board (GASB) Statement No. 40, *“Deposits and Investment Risk Disclosure”*. *GASB Statement No. 40* creates new disclosure requirements for deposits and investments related to credit risk, concentration of credit risk, interest rate risk and foreign currency risk. The implementation of this statement had no effect on the Township’s financial statements for fiscal year 2005.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

4. BUDGETARY BASIS OF ACCOUNTING

The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The Statement of Receipts, Disbursements and Changes in Fund Balance – Budget and Actual – Budgetary Basis presented for the General Fund, Gasoline Tax Fund, Road and Bridge Fund, Fire District Fund and Fire and Rescue Ambulance EMS Fund is on the budgetary basis to provide a meaningful comparison of actual results with the budget. The differences between the budgetary basis and the cash basis are outstanding year end encumbrances are treated as disbursements (budgetary basis) rather than as a reservation of fund balance (cash basis). The 2006 encumbrances outstanding at year end were \$3,983 for the General Fund, \$980 for the Gasoline Tax Fund, \$552 for the Fire District Fund, and \$1,064 for the Fire and Rescue Ambulance EMS Fund. There were no encumbrances outstanding at year end for 2005.

5. DEPOSITS AND INVESTMENTS

Monies held by the Township are classified by State statute into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the Township treasury. Active monies must be maintained either as cash in the Township treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Trustees have identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies held by the Township can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

5. DEPOSITS AND INVESTMENTS

4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio).

Protection of the Township's deposits is provided by Federal Deposit Insurance Corporation (FDIC) and by a collateral pool established by the Financial Institution to secure the repayment of all public monies deposited with the institution.

Investments in stripped principal or interest obligations reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the Township, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions.

During 2006 and 2005 the Township did not have any investments.

A. Deposits

At December 31, 2006 and 2005, the carrying amounts of all Township deposits were \$430,589 and \$353,762, respectively. Based on the criteria described in GASB Statement No. 40, "*Deposits and Investment Risk Disclosures*", as of December 31, 2006 and 2005, \$370,204 and \$270,408, respectively, of the Township's bank balances of \$470,204 and \$371,450, respectively, was exposed to custodial risk as discussed below, while \$100,000 and \$101,041, respectively, was covered by Federal Deposit Insurance Corporation.

Custodial credit risk is the risk that, in the event of bank failure, the Township's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the Township.

The Township has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the Township or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

6. PROPERTY TAXES

Property taxes include amounts levied against all real property, public utility property, and tangible personal property located in the Township. Real property tax receipts received in 2006 represent the collection of 2005 taxes, while real property tax receipts received in 2005 represent the collection of 2004 taxes. Real property taxes received in 2006 were levied after October 1, 2005, on the assessed values as of January 1, 2005, the lien date while, real property taxes received in 2005 were levied after October 1, 2004, on the assessed values as of January 1, 2004, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax receipts received in 2006 represent the collection of 2005 taxes, while public utility property tax receipts received in 2005 represent the collection of 2004 taxes. Public utility real and tangible personal property taxes received in 2006 became a lien on December 31, 2005, were levied after October 1, 2005, and are collected with real property taxes while, public utility real and tangible personal property taxes received in 2005 became a lien on December 31, 2004, were levied after October 1, 2004, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

Tangible personal property tax receipts received in 2006 (other than public utility property) represent the collection of 2006 taxes while, tangible personal property tax receipts received in 2005 (other than public utility property) represent the collection of 2005 taxes. Tangible personal property taxes received in 2006 were levied after October 1, 2005, on the true value as of December 31, 2005 while, tangible personal property taxes received in 2005 were levied after October 1, 2004, on the true value as of December 31, 2004. Tangible personal property is currently assessed at 25 percent of true value for capital assets and 23 percent for inventory. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

The full tax rate for all Township operations for the year ended December 31, 2006 and 2005, was 7.7 and 6.2 mills, respectively, per \$1,000 of assessed value. The assessed values of real property, public utility property, and tangible personal property upon which 2006 and 2005 property tax receipts were based are as follows:

| | <u>2006</u> | <u>2005</u> |
|----------------------------|---------------------|---------------------|
| Real Property | | |
| Residential/Agricultural | \$50,189,910 | \$48,891,570 |
| Commercial/Industrial | 904,640 | 1,591,220 |
| Tangible Personal Property | | |
| Personal | 101,441 | 216,860 |
| Public Utility | 1,117,860 | 1,153,420 |
| Total Assessed Value | <u>\$52,313,851</u> | <u>\$51,853,070</u> |

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

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. 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.

A. Casualty Coverage

For an occurrence prior to January 1, 2006 OTARMA retains casualty risks up to \$250,000 per occurrence, including claim adjustment expenses. OTARMA pays a percentage of its contributions to APEEP. APEEP reinsures claims exceeding \$250,000, up to \$1,750,000 per claim and \$10,000,000 in the aggregate per year. For an occurrence on or subsequent to January 1, 2006, the Pool retains casualty risk up to \$350,000 per occurrence, including loss adjustment expenses. Claims exceeding \$350,000 are reinsured with APEEP in an amount not to exceed \$2,650,000 for each claim and \$10,000,000 in the aggregate per year. Governments can elect up to \$10,000,000 in additional coverage with the General Reinsurance Corporation, through contracts with OTARMA.

If losses exhaust OTARMA's retained earnings, APEEP provides *excess of funds available* coverage up to \$5,000,000 per year, subject to a per-claim limit of \$2,000,000 (for claims prior to January 1, 2006) or \$3,000,000 (for claims on or after January 1, 2006) as noted above.

B. Property Coverage

Through 2004, OTARMA retained property risks, including automobile physical damage, up to \$100,000 on any specific loss in any one occurrence. The Travelers Indemnity Company reinsured losses exceeding \$100,000 up to \$500 million per occurrence.

Beginning in 2005, Travelers reinsures specific losses exceeding \$250,000 up to \$600 million per occurrence. APEEP reinsures members for specific losses exceeding \$100,000 up to \$250,000 per occurrence, subject to an annual aggregate loss payment. Travelers provides aggregate stop-loss coverage based upon the combined members' total insurable values. If the stop loss is reached by payment of losses between \$100,000 and \$250,000, Travelers will reinsure specific losses exceeding \$100,000 up to their \$600 million per occurrence limit. The aggregate stop-loss limit for 2006 was \$1,901,127.

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

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

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

7. RISK MANAGEMENT (Continued)

C. 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, 2006 and 2005.

| <u>Casualty Coverage</u> | <u>2006</u> | <u>2005</u> |
|--------------------------|---------------------|---------------------|
| Assets | \$32,031,312 | \$30,485,638 |
| Liabilities | (11,443,952) | (12,344,576) |
| Retained earnings | <u>\$20,587,360</u> | <u>\$18,141,062</u> |

| <u>Property Coverage</u> | <u>2006</u> | <u>2005</u> |
|--------------------------|---------------------|--------------------|
| Assets | \$10,010,963 | \$9,177,796 |
| Liabilities | (676,709) | (1,406,031) |
| Retained earnings | <u>\$ 9,334,254</u> | <u>\$7,771,765</u> |

At December 31, 2006 and 2005, respectively, casualty coverage liabilities noted above include approximately \$10.8 million and \$11.6 million of estimated incurred claims payable. The Casualty Coverage assets and retained earnings above also include approximately \$10.8 million and \$11.6 million of unpaid claims to be billed to approximately 958 member governments in the future, as of December 31, 2006 and 2005, respectively. These amounts will be included in future contributions from members when the related claims are due for payment. The Township's share of these unpaid claims collectible in future years is approximately \$33,754. This payable includes the subsequent year's contribution due if the Township terminates participation, as described in the last paragraph below.

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.

| <u>Contributions to OTARMA</u> | |
|--------------------------------|----------|
| 2004 | \$13,534 |
| 2005 | \$15,888 |
| 2006 | \$16,877 |

After completing one year of membership, members may withdraw on each anniversary of the date they joined OTARMA provided they give 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.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

8. DEFINED BENEFIT PENSION PLAN

A. Ohio Public Employees Retirement System

The Township participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings.

The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-6705 or (800) 222-7377.

For the year ended December 31, 2006 and 2005, the members of all three plans were required to contribute 9.0 percent and 8.5 percent, respectively, of their annual covered salaries. The Township's contribution rate for pension benefits for 2006 and 2005 was 13.7 percent and 13.55 percent, respectively. The Ohio Revised Code provides statutory authority for member and employer contributions.

The Township's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2006, 2005 and 2004 were \$19,211, \$18,152, and \$17,187, respectively. The full amount has been contributed for 2006, 2005 and 2004.

9. POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2006 and 2005 local government employer contribution rate was 13.7 percent and 13.55 percent, respectively, of covered payroll; 4.50 percent and 4.00 percent, respectively, of the covered payroll was the portion that was used to fund health care.

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

9. POSTEMPLOYMENT BENEFITS (Continued)

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2006, include a rate of return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.30 percent based on additional annual pay increases. Health care premiums were assumed to increase between 1.00 and 6.00 percent annually for the next eight years and 4.00 percent annually after eight years.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12.00 percent corridor.

The number of active contributing participants in the traditional and combined plans was 369,214. Actual employer contributions for 2006 and 2005 which were used to fund post-employment benefits were \$865 and \$726, respectively. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2005, (the latest information available) were \$11.1 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$31.3 billion and \$20.2 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to increasing health care costs. In addition to the HCPP, OPERS has taken additional action to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. As an additional component of the HCPP, member and employer contribution rates increased as of January 1, 2006, which will allow additional funds to be allocated to the health care plan.

10. LEASES

During 2006, the Township entered into a lease-purchase agreement for a vehicle. For the year ended December 31, 2006 the Township disbursed \$10,816.01 to pay lease costs. Future lease payments are as follows:

| <u>Year</u> | <u>Amount</u> |
|-------------|--------------------|
| 2007 | \$10,816.02 |
| 2008 | 10,816.02 |
| 2009 | 10,816.02 |
| 2010 | 10,816.01 |
| Total | <u>\$43,264.07</u> |

**NEW JASPER TOWNSHIP
GREENE COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND 2005
(Continued)**

11. INTERFUND TRANSFERS

A. During 2006 the following transfers were made:

| | |
|---------------------------------------|-----------------|
| Transfers from the General Fund to: | |
| Road and Bridge Fund | \$25,000 |
| Fire Grant Fund | 2,985 |
| Total Transfers from the General Fund | <u>\$27,985</u> |

Transfers represent the allocation of unrestricted receipts collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

B. During 2005 the following transfers were made:

| | |
|--|-----------------|
| Transfer from the General Fund to: | |
| Fire Equipment Capital Fund | \$10,000 |
| Transfer from the Public Works Commission Projects Fund to: | |
| General Fund | 15,904 |
| Transfer from the Miscellaneous Special Revenue – FEMA | |
| Fund to: | |
| General Fund | 106 |
| Gasoline Tax Fund | 119 |
| Road and Bridge Fund | 2,961 |
| | <u>\$29,090</u> |

The transfer from the Public Works Commission Projects Fund is allowable per Ohio Revised Code Section 5705.14D. The Townships share of the project was \$15,904 lower than expected therefore, the money was returned to the General Fund.

The transfer from the Miscellaneous Special Revenue – FEMA Fund is allowable per Ohio Revised Code Section 5705.14D. The transfer represents funds received from FEMA due to a snow emergency declared in December 23, 2004. The requirement of the FEMA program is to reimburse the funds that originally spent the money.

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

New Jasper Township
Greene County
2300 Hoop Road
Xenia, Ohio 45385

To the Board of Trustees:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of New Jasper Township, Greene County, (the Township) as of and for the years ended December 31, 2006 and 2005, which collectively comprise the Township's basic financial statements and have issued our report thereon dated November 9, 2007, wherein, we noted the Township uses a comprehensive basis of accounting other than generally accepted accounting principles. We also noted the Township uses the Auditor of State's Uniform Accounting Network (UAN) to process its financial transactions. *Government Auditing Standards* considers this service to impair the Auditor of State's independence to audit the Township. However, *Government Auditing Standards* permits the Auditor of State to audit and opine on this entity, because Ohio Revised Code § 117.101 requires the Auditor of State to provide UAN services, and Ohio Revised Code §§ 117.11(B) and 115.56 mandate the Auditor of State to audit Ohio governments. 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*.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Township's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the Township's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the Township's internal control will not prevent or detect a material financial statement misstatement.

**Internal Control Over Financial Reporting
(Continued)**

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

We noted certain matters that we reported to the Township's management in a separate letter dated November 9, 2007.

Compliance and Other Matters

As part of reasonably assuring whether the Township's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of management and the Board of Trustees. We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

November 9, 2007



Mary Taylor, CPA
Auditor of State

NEW JASPER TOWNSHIP

GREENE 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
DECEMBER 27, 2007**