



Mary Taylor, CPA
Auditor of State

**UNION TOWNSHIP
WARREN COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Cover Letter	1
Independent Accountants' Report.....	3
Combined Statement of Cash Receipts, Cash Disbursements, and Changes in Fund Cash Balances - All Governmental Fund Types - For the Year Ended December 31, 2006.....	5
Combined Statement of Cash Receipts, Cash Disbursements, and Changes in Fund Cash Balances - All Governmental Fund Types - For the Year Ended December 31, 2005.....	6
Notes to the Financial Statements	7
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	13
Schedule of Findings	15
Schedule of Prior Audit Findings	17

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Mary Taylor, CPA

Auditor of State

Union Township
Warren County
285 Pike St
South Lebanon, Ohio 45065

To the Board of Trustees:

As you are aware, the Auditor of State's Office (AOS) must modify the *Independent Accountants' Report* we provide on your financial statements due to an interpretation from the American Institute of Certified Public Accountants (AICPA). While AOS does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. Our Report includes an adverse opinion relating to GAAP presentation and measurement requirements, but does not imply the amounts the statements present are misstated under the non-GAAP basis you follow. The AOS report also includes an opinion on the financial statements you prepared using the cash basis and financial statement format the AOS permits.

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

Mary Taylor, CPA
Auditor of State

April 14, 2008

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Union Township
Warren County
285 Pike St
South Lebanon, Ohio 45065

To the Board of Trustees:

We have audited the accompanying financial statements of Union Township, Warren County, Ohio (the Township), as of and for the years ended December 31, 2006 and 2005. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably 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 opinion.

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

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

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above for the years ended December 31, 2006 and 2005 do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2006 and December 31, 2005, or its changes in financial position for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances and reserves for encumbrances of Union Township, Warren County, as of December 31, 2006 and 2005, and its combined cash receipts and disbursements for the years then ended on the accounting basis Note 1 describes.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2008, 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.



Mary Taylor, CPA
Auditor of State

April 14, 2008

**UNION TOWNSHIP
WARREN COUNTY**

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

	<u>General</u>	<u>Special Revenue</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts:			
Property and Other Local Taxes	\$94,469	\$571,870	\$666,339
Charges for Services	0	86,318	86,318
Licenses, Permits, and Fees	1,231	40,459	41,690
Intergovernmental	104,196	226,287	330,483
Special Assessments	0	14,175	14,175
Earnings on Investments	2,236	565	2,801
Miscellaneous	5,000	12,791	17,791
	<u>207,132</u>	<u>952,465</u>	<u>1,159,597</u>
Cash Disbursements:			
Current:			
General Government	154,519	93,040	247,559
Public Safety	33,320	574,850	608,170
Public Works	57,427	93,694	151,121
Health	749	18,442	19,191
Capital Outlay	0	131,529	131,529
Debt Service:			
Redemption of Principal	8,474	25,000	33,474
Interest and Other Fiscal Charges	0	9,350	9,350
	<u>254,489</u>	<u>945,905</u>	<u>1,200,394</u>
Total Receipts Over/(Under) Disbursements	<u>(47,357)</u>	<u>6,560</u>	<u>(40,797)</u>
Other Financing Receipts:			
Sale of Bonds	0	132,000	132,000
Other Financing Sources	0	1,209	1,209
	<u>0</u>	<u>133,209</u>	<u>133,209</u>
Excess of Cash Receipts and Other Financing Receipts Over / (Under) Cash Disbursements	(47,357)	139,769	92,412
Fund Cash Balances, January 1	<u>146,543</u>	<u>441,139</u>	<u>587,682</u>
Fund Cash Balances, December 31	<u>\$99,186</u>	<u>\$580,908</u>	<u>\$680,094</u>
Reserve for Encumbrances, December 31	<u>\$5,906</u>	<u>\$17,967</u>	<u>\$23,873</u>

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

**UNION TOWNSHIP
WARREN COUNTY**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2005**

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Permanent</u>	<u>Totals (Memorandum Only)</u>
Cash Receipts:					
Property and Other Local Taxes	\$99,076	\$527,133	\$0	\$0	\$626,209
Charges for Services	0	86,022	0	0	86,022
Licenses, Permits, and Fees	4,537	44,718	0	0	49,255
Intergovernmental	110,654	323,490	5,858	0	440,002
Special Assessments	0	12,255	0	0	12,255
Earnings on Investments	1,731	478	0	0	2,209
Miscellaneous	2,775	70,291	0	0	73,066
Total Cash Receipts	<u>218,773</u>	<u>1,064,387</u>	<u>5,858</u>	<u>0</u>	<u>1,289,018</u>
Cash Disbursements:					
Current:					
General Government	145,375	29,976	0	0	175,351
Public Safety	37,229	736,832	0	0	774,061
Public Works	35,342	72,943	0	0	108,285
Health	0	52,193	0	705	52,898
Capital Outlay	0	0	5,858	0	5,858
Debt Service:					
Redemption of Principal	8,474	25,000	0	0	33,474
Interest and Other Fiscal Charges	0	10,285	0	0	10,285
Total Cash Disbursements	<u>226,420</u>	<u>927,229</u>	<u>5,858</u>	<u>705</u>	<u>1,160,212</u>
Total Receipts Over/(Under) Disbursements	<u>(7,647)</u>	<u>137,158</u>	<u>0</u>	<u>(705)</u>	<u>128,806</u>
Other Financing Receipts / (Disbursements):					
Sale of Fixed Assets	8,357	7,954	0	0	16,311
Advances-In	50,000	50,000	0	0	100,000
Advances-Out	(50,000)	(50,000)	0	0	(100,000)
Other Financing Sources	0	1,603	0	0	1,603
Total Other Financing Receipts / (Disbursements)	<u>8,357</u>	<u>9,557</u>	<u>0</u>	<u>0</u>	<u>17,914</u>
Excess of Cash Receipts and Other Financing Receipts Over / (Under) Cash Disbursements and Other Financing Disbursements	710	146,715	0	(705)	146,720
Fund Cash Balances, January 1	<u>145,833</u>	<u>294,424</u>	<u>0</u>	<u>705</u>	<u>440,962</u>
Fund Cash Balances, December 31	<u>\$146,543</u>	<u>\$441,139</u>	<u>\$0</u>	<u>\$0</u>	<u>\$587,682</u>
Reserve for Encumbrances, December 31	<u>\$41,909</u>	<u>\$26,277</u>	<u>\$0</u>	<u>\$0</u>	<u>\$68,186</u>

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

**UNION TOWNSHIP
WARREN COUNTY**

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

1. Summary of Significant Accounting Policies

A. Description of the Entity

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

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

B. Accounting Basis

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

These statements include adequate disclosure of material matters, as the Auditor of State prescribes or permits.

C. Cash and Investments

The Township's funds were deposited in an interest bearing checking account during the audit period.

D. Fund Accounting

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

1. General Fund

The General Fund reports all financial resources except those required to be accounted for in another fund.

2. Special Revenue Funds

These funds account for proceeds from specific sources (other than from trusts or for capital projects) that are restricted to expenditure for specific purposes. The Township had the following significant Special Revenue Fund:

Special Levy – Fire/EMS Fund - This fund receives the proceeds of from the property tax levy for providing fire protection and emergency medical services to Township residents.

**UNION TOWNSHIP
WARREN COUNTY**

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Capital Project Funds

These funds account for receipts restricted to acquiring or constructing major capital projects (except those financed through enterprise or trust funds). The Township had the following significant capital project funds

Public Works Projects Fund - The Township received a loan from the State of Ohio for the Bunnell Road Improvement Project.

5. Permanent Funds

This fund accounts for resources restricted by a legally binding trust agreement. The Township had the following fiduciary funds

Scott Crane Trust Fund – This fund is used to account for activity in the nonexpendable cemetery trust fund.

E. Budgetary Process

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

1. Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The Board of Trustees must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve the annual appropriation measure. Unencumbered appropriations lapse at year end.

2. Estimated Resources

Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must also approve estimated resources.

3. Encumbrances

The Ohio Revised Code requires the Township to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over, and need not be reappropriated.

A summary of 2006 and 2005 budgetary activity appears in Note 3.

F. Property, Plant, and Equipment

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

**UNION TOWNSHIP
WARREN COUNTY**

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Accumulated Leave

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

2. Equity in Pooled Cash and Investments

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

	2006	2005
Demand deposits	\$680,094	\$587,682

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

3. Budgetary Activity

Budgetary activity for the years ending December 31, 2006 and 2005 follows:

2006 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$217,176	\$207,132	(\$10,044)
Special Revenue	1,463,701	1,085,674	(378,027)
Capital Projects	176,500	0	(176,500)
Total	\$1,857,377	\$1,292,806	(\$564,571)

2006 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$330,515	\$260,395	\$70,120
Special Revenue	1,719,909	963,872	756,037
Capital Projects	176,500	0	176,500
Total	\$2,226,924	\$1,224,267	\$1,002,657

**UNION TOWNSHIP
WARREN COUNTY**

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

3. Budgetary Activity (Continued)

2005 Budgeted vs. Actual Receipts			
Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$148,375	\$227,130	\$78,755
Special Revenue	1,171,079	1,073,944	(97,135)
Capital Projects	176,500	5,858	(170,642)
Permanent	0	0	0
Total	\$1,495,954	\$1,306,932	(\$189,022)

2005 Budgeted vs. Actual Budgetary Basis Expenditures			
Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$294,437	\$268,329	\$26,108
Special Revenue	1,460,272	953,506	506,766
Capital Projects	176,500	5,858	170,642
Permanent	705	705	0
Total	\$1,931,914	\$1,228,398	\$703,516

Contrary to Ohio law, budgetary expenditures exceeded appropriation authority in the Fire/EMS levy fund by \$17,773 for the year ended December 31, 2006.

Also, the Township had several funds in which the appropriations exceeded the estimated resources.

4. Property Tax

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

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

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

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

**UNION TOWNSHIP
WARREN COUNTY**

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

5. Debt

Debt outstanding at December 31, 2006 was as follows:

	<u>Principal</u>	<u>Interest Rate</u>
General Obligation Bonds	\$225,000	3.74%
OPWC Loan	55,081	0.00%
Life Squad Bond	132,000	6.00%
Total	<u>\$412,081</u>	

The Township issued general obligation bonds to finance the purchase of a new fire truck. The Township's taxing authority collateralized the bonds.

The Township received a Ohio Public Works Commission (OPWC) loan to complete the Bunnell Road Improvement Project.

The Township issued general obligation bonds to finance the purchase of a new life squad. The Township's taxing authority collateralized the bonds.

Amortization of the above debt, including interest, is scheduled as follows:

Year ending December 31:	<u>General Obligation Bonds</u>	<u>OPWC Loan</u>	<u>Life Squad Bond</u>
2007	38,415	\$4,237	\$21,120
2008	37,293	8,474	20,328
2009	36,171	8,474	19,536
2010	35,049	8,474	18,744
2011	38,927	8,474	17,952
2012 – 2017	73,927	16,948	77,880
Total	<u>\$259,782</u>	<u>\$55,081</u>	<u>\$175,560</u>

6. Retirement Systems

The Township's certified Fire Fighters belong to the Police and Fire Pension Fund (OP&F). Other employees belong to the Ohio Public Employees Retirement System (OPERS). OP&F and OPERS are cost-sharing, multiple-employer plans. The Ohio Revised Code prescribes these plans' benefits, which include postretirement healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2006 and 2005, OP&F participants contributed 10% of their wages. For 2006 and 2005, the Township contributed to OP&F an amount equal to 24% of full-time fire fighters' wages. For 2006 and 2005, OPERS members contributed 9 and 8.5%, respectively, of their gross salaries and the Township contributed an amount equaling 13.7 and 13.55%, respectively, of participants' gross salaries. The Township has paid all contributions required through December 31, 2006.

**UNION TOWNSHIP
WARREN COUNTY**

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

7. Risk Management

Commercial Insurance

The Township has obtained commercial insurance for the following risks:

- Comprehensive property and general liability;
- Vehicles; and

The Township is uninsured for the following risks:

- Errors and omissions.

8. Subsequent Events

The Township signed several annexation agreements from April 2, 2007 through September 17, 2007. The Township will receive approximately \$335,000 over a three year period as a result of these agreements.



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*

Union Township
Warren County
285 Pike St
South Lebanon, Ohio 45065

To the Township Board of Trustees:

We have audited the financial statements of Union Township, Warren County, Ohio (the Township), as of and for the year ended December 31, 2006 and 2005, and have issued our report thereon dated April 14, 2008 wherein we noted the Township followed accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. 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 because the Auditor of State designed, developed, implemented, and, as requested, operates UAN. 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 opinion 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.

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 April 14, 2008.

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 instances of noncompliance that we must report under *Government Auditing Standards* which are described in the accompanying Schedule of Findings as items 2006-001 and 2006.002.

We also noted certain noncompliance or other matters not requiring inclusion in this report that we reported to the Township's management in a separate letter dated April 14, 2008.

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

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

Mary Taylor, CPA
Auditor of State

April 14, 2008

**UNION TOWNSHIP
WARREN COUNTY**

**SCHEDULE OF FINDINGS
DECEMBER 31, 2006 AND 2005**

**FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

FINDING NUMBER 2006-001

Noncompliance Citation

Ohio Rev. Code, Section 5705.41(B), provides that no subdivision or taxing unit is to expend money unless it has been appropriated. Expenditures plus encumbrances exceeded appropriations for the following fund:

Year	Fund	Approp. Plus PY Carryover	Expend. plus Encumbrances	Variance
2006	2191 Fire/EMS Levy Fund	\$150,000	\$167,773	(\$17,773)

Allowing expenditures to exceed appropriations could result in negative fund balances and the use of Township resources required for other services. We recommend that the Township monitor expenditures and appropriations.

Officials Response:

We did not receive a response from officials regarding the above finding.

FINDING NUMBER 2006-002

Noncompliance Citation

Ohio Rev. Code, Section 5705.39, provides in part that the total appropriations from each fund shall not exceed the total estimated revenue. No appropriation measure is to become effective until the county auditor files a certificate that the total appropriations from each fund do not exceed the total official estimate or amended official estimate.

Ohio Rev. Code, Section 5705.36(A)(2), allows all subdivisions to request increased amended certificates of estimated resources and reduced amended certificates upon determination by the fiscal officer that revenue to be collected will be greater or less than the amount in the official certificate of estimated resources.

Ohio Rev. Code, Section 5705.36(A)(3), requires obtaining an increased amended certificate from the budget commission if the legislative authority intends to appropriate and expend excess revenue.

Ohio Rev. Code, Section 5705.36(A)(4), requires obtaining a reduced amended certificate if the amount of the deficiency will reduce available resources below the current level of appropriation. The total appropriations made during a fiscal year from any fund must not exceed the amount contained in the certificate of estimated resources or the amended certificate of estimated resources which was certified prior to making the appropriation or supplemental appropriation. In 2006, the following funds had appropriations exceeding estimated resources.

**FINDING NUMBER 2006-002
 (Continued)**

Fund	Appropriations	Estimated Resources	Variance
General Fund	\$414,333	\$372,424	(\$41,909)
Motor Vehicle License Fund	19,007	18,828	(679)
Gas Tax Fund	163,659	145,807	(17,852)
Cemetery Fund	102,851	102,151	(700)
Fire Fund	1,066,955	1,061,234	(5,721)
Special Assessment	41,408	40,133	(1,275)

We recommend the Township use due care in monitoring their budgetary documents since these documents are an integral part of the budgetary control process. The Township should integrate the budgetary documents into the UAN system. Failure to properly monitor budgetary activity could result in negative fund balances. We recommend that the Township monitor budgetary activity on a regular basis and obtain amended certificates as needed.

Officials Response:

We did not receive a response from officials regarding the above finding.

UNION TOWNSHIP
WARREN COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2006

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2004-001	Finding for Recovery, Clerk overpayment	Yes	
2004-002	Expenditures exceed appropriations	No	Repeated as Finding 2006-001
2004-003	Deposits not timely	Yes	



Mary Taylor, CPA
Auditor of State

UNION TOWNSHIP

WARREN 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
MAY 1, 2008**