



Dave Yost • Auditor of State



HARRISON TOWNSHIP  
ROSS COUNTY

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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Harrison Township  
Ross County  
2776 Possum Hollow Road  
Chillicothe, Ohio 45601

To the Board of Trustees:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the cash balances, receipts and disbursements by fund type, and related notes of Harrison Township, Ross County, (the Township) as of and for the years ended December 31, 2015 and 2014.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for preparing and fairly presenting these financial statements in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit; this responsibility includes designing, implementing and maintaining internal control relevant to preparing and fairly presenting financial statements free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Township's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Township's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

### ***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statements, the Township prepared these financial statements using the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D), which is an accounting basis other than accounting principles generally accepted in the United States of America (GAAP), to satisfy these requirements.

Although the effects on the financial statements of the variances between the regulatory accounting basis and GAAP are not reasonably determinable, we presume they are material.

Though the Township does not intend these statements to conform to GAAP, auditing standards generally accepted in the United States of America require us to include an adverse opinion on GAAP. However, the adverse opinion does not imply the amounts reported are materially misstated under the accounting basis Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit. Our opinion on this accounting basis is in the *Opinion on Regulatory Basis of Accounting* paragraph below.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2015 and 2014, or changes in financial position thereof for the years then ended.

***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statements referred to above present fairly, in all material respects, the combined cash balances of Harrison Township, Ross County as of December 31, 2015 and 2014, and its combined cash receipts and disbursements for the years then ended in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit, described in Note 1.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2016, 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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.



**Dave Yost**  
Auditor of State

Columbus, Ohio

June 6, 2016

**HARRISON TOWNSHIP  
ROSS COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS  
AND CHANGES IN FUND BALANCES (CASH BASIS)  
ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2015**

	General	Special Revenue	Permanent	Totals (Memorandum Only)
<b>Cash Receipts</b>				
Property and Other Local Taxes	\$25,766	\$25,356	\$0	\$51,122
Charges for Services	0	15,392	0	15,392
Licenses, Permits and Fees	0	1,525	0	1,525
Intergovernmental	86,804	171,636	0	258,440
Earnings on Investments	3	0	1	4
Miscellaneous	4,500	8,144	0	12,644
<i>Total Cash Receipts</i>	<u>117,073</u>	<u>222,053</u>	<u>1</u>	<u>339,127</u>
<b>Cash Disbursements</b>				
Current:				
General Government	30,124	30,009	0	60,133
Public Safety	1,251	36,353	0	37,604
Public Works	511	88,971	0	89,482
Health	0	5,506	0	5,506
Human Services	0	2,999	0	2,999
Capital Outlay	20,800	76,010	0	96,810
Debt Service:				
Principal Retirement	0	5,953	0	5,953
Interest and Fiscal Charges	0	777	0	777
<i>Total Cash Disbursements</i>	<u>52,686</u>	<u>246,578</u>	<u>0</u>	<u>299,264</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>64,387</u>	<u>(24,525)</u>	<u>1</u>	<u>39,863</u>
<b>Other Financing Receipts (Disbursements)</b>				
Transfers In	0	1,000	0	1,000
Transfers Out	(1,000)	0	0	(1,000)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(1,000)</u>	<u>1,000</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Cash Balances</i>	63,387	(23,525)	1	39,863
<i>Fund Cash Balances, January 1</i>	<u>64,701</u>	<u>80,734</u>	<u>14,399</u>	<u>159,834</u>
<b>Fund Cash Balances, December 31</b>				
Nonspendable	0	0	14,400	14,400
Restricted	0	57,209	0	57,209
Unassigned (Deficit)	128,088	0	0	128,088
<i>Fund Cash Balances, December 31</i>	<u>\$128,088</u>	<u>\$57,209</u>	<u>\$14,400</u>	<u>\$199,697</u>

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

**HARRISON TOWNSHIP  
ROSS COUNTY**

**COMBINED STATEMENT OF RECEIPTS, DISBURSEMENTS  
AND CHANGES IN FUND BALANCES (CASH BASIS)  
ALL GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2014**

	General	Special Revenue	Permanent	Totals (Memorandum Only)
<b>Cash Receipts</b>				
Property and Other Local Taxes	\$23,323	\$24,426	\$0	\$47,749
Charges for Services	0	19,100	0	19,100
Licenses, Permits and Fees	0	3,024	0	3,024
Intergovernmental	56,449	110,194	0	166,643
Earnings on Investments	3	0	2	5
Miscellaneous	0	8,903	0	8,903
<i>Total Cash Receipts</i>	<u>79,775</u>	<u>165,647</u>	<u>2</u>	<u>245,424</u>
<b>Cash Disbursements</b>				
Current:				
General Government	35,184	26,578	0	61,762
Public Safety	1,378	27,963	0	29,341
Public Works	619	76,793	0	77,412
Health	0	2,739	0	2,739
Human Services	0	2,400	0	2,400
Capital Outlay	1,650	79,151	0	80,801
<i>Total Cash Disbursements</i>	<u>38,831</u>	<u>215,624</u>	<u>0</u>	<u>254,455</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>40,944</u>	<u>(49,977)</u>	<u>2</u>	<u>(9,031)</u>
<b>Other Financing Receipts (Disbursements)</b>				
Other Debt Proceeds	0	35,715	0	35,715
Sale of Capital Assets	0	12,001	0	12,001
Transfers In	0	5,000	0	5,000
Transfers Out	(5,000)	0	0	(5,000)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(5,000)</u>	<u>52,716</u>	<u>0</u>	<u>47,716</u>
<i>Net Change in Fund Cash Balances</i>	35,944	2,739	2	38,685
<i>Fund Cash Balances, January 1</i>	<u>28,757</u>	<u>77,995</u>	<u>14,398</u>	<u>121,150</u>
<b>Fund Cash Balances, December 31</b>				
Nonspendable	0	0	14,399	14,399
Restricted	0	80,734	0	80,734
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned (Deficit)	64,701	0	0	64,701
<i>Fund Cash Balances, December 31</i>	<u>\$64,701</u>	<u>\$80,734</u>	<u>\$14,399</u>	<u>\$159,834</u>

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

**HARRISON TOWNSHIP  
ROSS COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015**

**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 Harrison Township, Ross County, 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 permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D). This basis is similar to the cash receipts and disbursements accounting basis. The Board 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 financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

**C. Deposits and Investments**

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

The Township values U.S. Treasury Notes and common stock at cost. Money market mutual funds are recorded at share values the mutual funds report.

**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 accounts for and reports all financial resources not accounted for and reported in another fund.

2. Special Revenue Funds

These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Township had the following significant Special Revenue Funds:

Road and Bridge Fund - This fund receives property tax money for constructing, maintaining, and repairing Township roads and bridges.

**HARRISON TOWNSHIP  
ROSS COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015  
(Continued)**

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

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

Motor Vehicle License Fund- This fund receives motor vehicle license and permissive use tax money to pay for constructing, maintaining, and repairing Township roads.

**3. Capital Project Funds**

These funds account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The Township had the following significant capital project funds:

Issue I Fund-The Township received a grant in 2015 from the State of Ohio to pave roadways in the amount of \$18,750.

State Fire Marshall -The Township received a grant in 2015 from the Ohio State Fire Marshall's Office in the amount of \$49,996.00 to purchase radios and accessories for the Marc's Radio System.

**4. Permanent Funds**

These funds account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs (for the benefit of the government or its citizenry). The Township had the following significant permanent Fund:

Cemetery Endowment Fund- This fund receives interest earned on the nonexpendable corpus from the Strausbaugh Estate Trust agreement. These earnings are used for the general maintenance and upkeep of the Township's cemetery.

**E. Budgetary Process**

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

**1. Appropriations**

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund or function level as approved by the Board of Trustees, and appropriations may not exceed estimated resources. The Board of Trustees must annually approve appropriation measures and subsequent amendments. Appropriations lapse at year end.

**2. Estimated Resources**

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

HARRISON TOWNSHIP  
ROSS COUNTY

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015  
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Encumbrances

The Ohio Revised Code requires the Township to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at the year-end are canceled, and re-appropriated in the subsequent year.

A summary of 2014 and 2015 budgetary activity appears in Note 3.

F. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the Township must observe constraints imposed upon the use of its governmental-fund resources. The classifications are as follows:

1. Nonspendable

The Township classifies assets as nonspendable when legally or contractually required to maintain the amounts intact.

2. Restricted

Fund balance is *restricted* when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or is imposed by law through constitutional provisions.

3. Committed

Trustees can *commit* amounts via formal action (resolution). The Township must adhere to these commitments unless the Trustees amend the resolution. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed to satisfy contractual requirements.

4. Assigned

Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. Governmental funds other than the general fund report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by Township Trustees or a Township official delegated that authority by resolution, or by State Statute.

5. Unassigned

Unassigned fund balance is the residual classification for the general fund and includes amounts not included in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

HARRISON TOWNSHIP  
ROSS COUNTY

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015  
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Township applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

G. 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.

2. EQUITY IN POOLED DEPOSITS AND INVESTMENTS

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

	<u>2014</u>	<u>2015</u>
Primary Checking Acct	\$113,464	\$153,323
Money Mkt. Mut. Fund	31,974	31,977
Money Mkt. Mut. Fund	<u>14,396</u>	<u>14,397</u>
	\$159,834	\$199,697

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

**HARRISON TOWNSHIP  
ROSS COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015  
(Continued)**

**3. BUDGETARY ACTIVITY**

Budgetary activity for the years ending 2014 and 2015 follows:

2015 Budgeted vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$75,255	\$117,073	\$41,818
Special Revenue	228,225	223,053	(5,172)
Permanent	2	1	(1)
Total	<u>\$303,482</u>	<u>\$340,127</u>	<u>\$36,645</u>

2015 Budgeted vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$60,570	\$53,686	\$6,884
Special Revenue	279,451	246,578	32,873
Permanent	0	0	0
Total	<u>\$340,021</u>	<u>\$300,264</u>	<u>\$39,757</u>

2014 Budgeted vs. Actual Receipts

Fund Type	Budgeted Receipts	Actual Receipts	Variance
General	\$61,155	\$79,755	\$18,600
Special Revenue	210,815	218,363	7,548
Permanent	2	2	0
Total	<u>\$271,972</u>	<u>\$298,120</u>	<u>\$26,148</u>

2014 Budgeted vs. Actual Budgetary Basis Expenditures

Fund Type	Appropriation Authority	Budgetary Expenditures	Variance
General	\$50,015	\$43,831	\$6,184
Special Revenue	234,702	215,624	19078
Permanent	0	0	0
Total	<u>\$284,717</u>	<u>\$259,455</u>	<u>\$25,262</u>

**HARRISON TOWNSHIP  
ROSS COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015  
(Continued)**

**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.

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

**5. DEBT**

Debt outstanding at December 31 2015 was as follows:

The Township purchased a new dump truck in 2014 for \$60,000, of which, \$35,715 was financed through Vinton County Bank. The first installment was paid in March, 2015 and the final payment is due 2020.

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

			Balance of Loan
Year ending December 31, 2015			\$30,122.41
	Principal	Interest	
Year ending December 31, 2016	\$5,729.79	\$752.10	\$24,392.62
2017	5,874.52	607.37	18,518.10
2018	6,020.79	461.10	12,497.31
2019	6,170.71	311.18	6,326.60
2020	6,326.60	157.96	0.00

**HARRISON TOWNSHIP  
ROSS COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2015  
(Continued)**

**6. RETIREMENT SYSTEMS**

The Township's Firefighters belong to the Volunteer Fire Fighters Dependent Fund. All other employees belong to the Ohio Public Employees Retirement system (OPERS). OPERS is a cost-sharing, multiple- employer plan. The Ohio Revised Code prescribes these plans' benefits, which include postretirement healthcare and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2014 and 2015, OPERS members contributed 10% of their gross salaries and the Township contributed an amount equaling 14% of the participants' gross salaries. The Township has paid all contributions required through December 31, 2015.

**7. RISK MANAGEMENT**

The Township has obtained commercial insurance for the following risks:

- Comprehensive property and general liability;
- Vehicles; and
- Errors and omissions.

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# Dave Yost • Auditor of State

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

Harrison Township  
Ross County  
2776 Possum Hollow Road  
Chillicothe, Ohio 45601

To the Board of Trustees:

We have audited in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the Harrison Township, Ross County, (the Township), as of and for the years ended December 31, 2015 and 2014, and the related notes to the financial statements and have issued our report thereon dated June 6, 2016, wherein we noted the Township followed financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(D) permit.

### ***Internal Control Over Financial Reporting***

As part of our financial statement audit, we considered the Township's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the Township's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Township's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Therefore, unidentified material weaknesses or significant deficiencies may exist. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings that we consider a material weakness. We consider finding 2015-001 to be a material weakness.

### ***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, opining 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*.

***Purpose of this Report***

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the Township's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

**Dave Yost**  
Auditor of State

Columbus, Ohio

June 6, 2016

**HARRISON TOWNSHIP  
ROSS COUNTY**

**SCHEDULE OF FINDINGS  
DECEMBER 31, 2015 AND 2014**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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**FINDING NUMBER 2015-001**

**Material Weakness**

Governments are required to maintain an accounting system and accounting records sufficient to enable the public office to identify, assemble, analyze, classify, record and report its transactions, maintain accountability for related assets, document compliance with finance related legal and contractual requirements and prepare financial statements.

The Township lacked management oversight in the proper reporting of tax, miscellaneous and intergovernmental receipts on the financial statements. This lack of oversight is illustrated by the following:

- Rollback intergovernmental receipts were posted as taxes in the General fund in 2015 and 2014 for \$3,577 and \$3,581 respectively.
- Grant intergovernmental receipts of \$49,826 were posted as miscellaneous receipts in the Miscellaneous Special Revenue fund in 2015.
- Grant intergovernmental receipts of \$4,500 were posted as miscellaneous receipts in the General fund in 2015.

The Township corrected the financial statements for these errors.

We also noted the following conditions related to the Township's accounting and financial reporting where the Township made no corrections to the financial statements.

- Intergovernmental receipts were posted as miscellaneous receipts in the Gasoline Tax fund in the amount of \$7,603 in both 2015 and 2014.

Failure to accurately post and report transactions could result in material errors in the Township's financial statements and reduces the Township's ability to monitor financial activity and to make sound decisions which effect the overall available cash positions of the Township.

We recommend that the Township accurately record financial transactions.

**Officials' response:**

We did not receive a response from the Officials to this finding.

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# Dave Yost • Auditor of State

**HARRISON TOWNSHIP**

**ROSS 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  
JUNE 21, 2016**