



CONCORD TOWNSHIP, FAYETTE COUNTY

Regular Audit

**For the Years Ended
December 31, 2008 and 2007**

J.L. UHRIG
AND ASSOCIATES INC.

CERTIFIED PUBLIC ACCOUNTANT AND MANAGEMENT CONSULTANTS





Mary Taylor, CPA
Auditor of State

Board of Trustees
Concord Township
1325 Miami Trace Road SW
Washington Court House, OH 43160

We have reviewed the *Independent Auditor's Report* of Concord Township, Fayette County, prepared by J.L. Uhrig and Associates, Inc., for the audit period January 1, 2007 through December 31, 2008. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

April 14, 2009

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Independent Auditor's Report

Board of Trustees
Concord Township, Fayette County
1325 Miami Trace Road SW
Washington Court House, OH 43160

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Concord Township (the Township), Fayette County as of and for the years ended December 31, 2008 and 2007, 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 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 *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 2, the accompanying financial statements and notes follow the cash basis of accounting. 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 in the first paragraph above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Township as of December 31, 2008 and 2007, and the respective changes in financial position and the respective budgetary comparisons for the General Fund and Gasoline Tax, Road and Bridge (for 2007), and Fire District Funds for the years then ended in conformity with the cash basis of accounting presented in Note 2.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 3, 2009 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 grants. While we do not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report when considering the results of our audit.

Board of Trustees
Concord Township, Fayette County
Independent Auditor's Report

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 applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. We did not audit the information and express no opinion on it.

J. L. Uhrig and Associates, Inc.

J. L. UHRIG AND ASSOCIATES, INC.

March 3, 2009

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

This discussion and analysis of Concord Township's (the Township) financial performance provides an overall review of the Township's financial activities for the year ended December 31, 2008 and December 2007, within the limitations of the Township's GASB modified cash basis of 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 2008 and 2007 are as follows:

In 2008, net assets of governmental activities increased \$124,986 or 46.21 percent, a significant change from the prior year. The fund most affected by the increase in cash and cash equivalents was the Gasoline Tax Fund, primarily reflected in a reduction of road paving disbursements.

In 2007, net assets of governmental activities increased \$49,092 or 22.17 percent, a significant change from the prior year. The fund most affected by the increase in cash and cash equivalents was the General Fund, primarily reflected in an increase of \$28,903 in estate tax proceeds.

The Township's general receipts are primarily property taxes and grants and entitlements not restricted to specific programs. These receipts represent respectively, 23.17 and 36.63 percent of the total cash received for governmental activities during 2008. Property tax receipts changed very little compared to 2007 (1.99% increase) as development within the Township has remained relatively unchanged.

For 2007, property taxes and grants and entitlements not restricted to specific programs represent respectively, 29.85 and 18.53 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.

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

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 Government as a Whole

The primary government of the Township consists of all funds, departments, boards and agencies that are not legally separate from the Township. For Concord Township, this includes general governmental operations and activities for which the township is financially accountable. The Township shares a joint fire department with Green Township, Fayette County. The expenditures are included on Concord's operations; Green reimburses Concord proportionately to assessed valuation periodically throughout the fiscal year.

The statement of net assets and the statement of activities reflect how the Township did financially during 2008 and 2007, 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 activity. 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 taxes.

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

Reporting the Government'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.

All of 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 non major 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 are the General Fund, Gasoline Tax Fund, the Road and Bridge Fund (for 2007), and the Fire District Fund. The programs reported in governmental funds are closely related to those reported in the governmental activities section of the entity-wide statements.

The Government as a Whole

Table 1 provides a summary of the Township's net assets for 2008 compared to 2007 and 2006 on a cash basis:

(Table 1)
Net Assets

	Governmental Activities		
	2008	2007	2006
Assets			
Cash and Cash Equivalents	\$395,478	\$270,492	\$221,400
Total Assets	395,478	270,492	221,400
Net Assets			
Restricted	223,528	146,053	124,115
Unrestricted	171,950	124,439	97,285
Total Net Assets	\$395,478	\$270,492	\$221,400

As mentioned previously, net assets of governmental activities increased \$124,986 or 46.21 percent during 2008. The primary reasons contributing to the increase in cash balances are as follows:

- The Township received \$108,046 in estate tax proceeds.
- The Township road paving program expenses decreased by \$37,179 from 2007 to 2008.

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

Table 2 reflects the changes in net assets in 2008, 2007, and 2006.

	Governmental Activities		
	2008	2007	2006
Receipts:			
Program Receipts:			
Charges for Services and Sales	\$4,350	\$4,300	\$0
Operating Grants and Contributions	98,532	92,793	99,290
Total Program Receipts	<u>102,882</u>	<u>97,093</u>	<u>99,290</u>
General Receipts:			
Property and Other Local Taxes	76,753	75,253	63,389
Grants and Entitlements Not Restricted to Specific Programs	121,341	46,728	25,654
Sale of Capital Assets	0	5,916	0
Interest	5,064	9,250	8,000
Miscellaneous	25,243	17,879	15,641
Total General Receipts	<u>228,401</u>	<u>155,026</u>	<u>112,684</u>
Total Receipts	<u>331,283</u>	<u>252,119</u>	<u>211,974</u>
Disbursements:			
General Government	42,585	38,280	38,850
Public Safety	49,004	57,057	32,674
Public Works	53,994	98,313	98,106
Health	2,379	2,279	2,266
Conservation and Recreation	455	4,759	7,008
Capital Outlay	57,880	2,339	4,872
Total Disbursements	<u>206,297</u>	<u>203,027</u>	<u>183,776</u>
Excess Before Transfers	124,986	49,092	28,198
Net Assets, January 1	<u>270,492</u>	<u>221,400</u>	<u>193,202</u>
Net Assets, December 31	<u>\$395,478</u>	<u>\$270,492</u>	<u>\$221,400</u>

Program receipts represent 31.06 percent in 2008 and 38.51 percent in 2007 of total receipts and are primarily comprised of restricted intergovernmental receipts such as motor vehicle license and gas tax money.

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

During 2008, General receipts represent 68.94 percent of the Township's total receipts, and of this amount, 33.61 percent are property and local taxes. During 2007, General receipts represent 61.49 percent of the Township's total receipts, and of this amount, 48.54 percent are property and local taxes. State and federal grants and entitlements make up the balance of the Township's general receipts. Other receipts are very insignificant and somewhat unpredictable revenue sources.

In 2008 and 2007, disbursements for General Government represent the overhead costs of running the Township and the support services provided for the other Governmental activities. These include the miscellaneous costs of the Board of Trustees and the Fiscal Officer, as well as internal services such as accounting, payroll and purchasing, and maintaining the Township's building.

Disbursements for Public Safety are the costs of fire protection and have shown a slight decrease from 2008 to 2007. Public Health Services is the amount funded to the County health board.

The bulk of disbursements for 2008 and 2007 are for Public Works projects. In 2008, disbursements totaled \$53,994, or 26.17 percent of total expenditures for the year. In 2007, disbursements totaled \$98,313, or 48.42 percent of total expenditures for the year. Represented in this disbursement category are the costs associated with maintaining the roads and bridges within the Township including but not limited to paving, culvert replacement, bridge repair, labor and supplies, etc.

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 public works, public safety and capital outlay, which account for 77.98 percent of all governmental disbursements for 2008, and 77.68 percent for 2007. General government also represents a significant cost, 20.64 percent for 2008, and 18.85 percent for 2007. The next two columns of the Statement entitled Program 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.

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

(Table 3)

	Governmental Activities					
	Total Cost	Net Cost	Total Cost	Net Cost	Total Cost	Net Cost
	of Services	of Services	of Services	of Services	Of Services	Of Services
	2008	2008	2007	2007	2006	2006
General Government	\$42,585	\$38,235	\$38,280	\$33,980	\$38,850	\$38,850
Public Safety	49,004	49,004	57,057	57,057	32,674	32,674
Public Works	53,994	(44,538)	98,313	5,520	98,106	(1,184)
Conservation and Recreation	455	455	4,759	4,759	7,008	7,008
Health	2,379	2,379	2,279	2,279	2,266	2,266
Capital Outlay	57,880	57,880	2,339	2,339	4,872	4,872
Total Expenses	\$206,297	\$103,415	\$203,027	\$105,934	\$183,776	\$84,486

The Government's Funds

During 2008, total governmental funds had receipts of \$312,420 and disbursements of \$187,434. The greatest change within governmental funds occurred within the Gasoline Tax Fund. The fund balance of the Gasoline Tax Fund increased \$55,382, primarily due to a decrease in road paving costs. During 2007, total governmental funds had receipts of \$240,775 and disbursements of \$191,683. The greatest change within governmental funds occurred within the General Fund. The fund balance of the General Fund increased \$27,154 primarily due to increased estate tax proceeds.

For 2008, the Fund balance of the Road and Bridge Fund increased \$6,484 and Motor Vehicle increased \$6,921 as a result of decreased road projects. During 2007, the fund balance of the Road and Bridge Fund increased \$4,360 as the result of decreased mowing maintenance.

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 fund is the General Fund.

During 2008 and 2007, the Township amended its General Fund Budget to reflect changing circumstances.

General Fund final budgeted receipts were \$129,115 more than original budgeted receipts for 2008, and \$32,660 more than original budgeted receipts for 2007.

Final disbursements were budgeted at \$166,624, while actual disbursements were \$113,573 for 2008. Final disbursements were budgeted at \$154,825, while actual disbursements were \$60,867 for 2007. The Township kept spending below budgeted amounts as demonstrated by the reported variance.

CONCORD TOWNSHIP, FAYETTE COUNTY
Management's Discussion and Analysis
For the Years Ended December 31, 2008 and 2007
Unaudited

Capital Assets and Debt Administration

Capital Assets

The Township uses the UAN Inventory Accounting System to keep track of its capital assets. The system is updated annually in January to reflect capital purchases and minor equipment purchases from the prior year. However, the Township does not report capital assets and infrastructure under the cash basis of accounting.

Debt

The Township had no debt in 2008 or 2007.

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 very little industry to support the tax base. The Township will continue to monitor anticipated receipts and decrease spending as necessary.

Contacting the Government'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 Bridget Sollars, Fiscal Officer, Concord Township, 1325 Miami Trace Road SW, Washington Court House, Ohio 43160.

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CONCORD TOWNSHIP, FAYETTE COUNTY

Statement of Net Assets

December 31, 2008

	<u>Governmental Activities</u>
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	<u>\$395,478</u>
<i>Total Assets</i>	<u>395,478</u>
<u>Net Assets:</u>	
<i>Restricted for:</i>	
Gasoline Tax	129,699
Fire	14,021
Other Purposes	79,808
Unrestricted	<u>171,950</u>
<i>Total Net Assets</i>	<u>\$395,478</u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY

Statement of Activities

For the Year Ended December 31, 2008

	Program Receipts			Net (Disbursements) Receipts and Changes in Net Assets
	Disbursements	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
<u>Governmental Activities:</u>				
General Government	\$42,585	\$4,350	\$0	(\$38,235)
Public Safety	49,004	0	0	(49,004)
Public Works	53,994	0	98,532	44,538
Health	2,379	0	0	(2,379)
Conservation and Recreation	455	0	0	(455)
Capital Outlay	57,880	0	0	(57,880)
<i>Total Governmental Activities</i>	\$206,297	\$4,350	\$98,532	(103,415)
 <u>General Receipts:</u>				
Property Taxes				76,753
Grants and Entitlements not Restricted to Specific Programs				121,341
Earnings on Investments				5,064
Miscellaneous				25,243
<i>Total General Receipts</i>				228,401
Change in Net Assets				124,986
<i>Net Assets at Beginning of Year</i>				270,492
<i>Net Assets at End of Year</i>				\$395,478

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY

Balance Sheet

Governmental Funds

December 31, 2008

	<u>General</u>	<u>Gasoline Tax</u>	<u>Fire District</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	<u>\$171,950</u>	<u>\$129,699</u>	<u>\$14,021</u>	<u>\$79,808</u>	<u>\$395,478</u>
<i>Total Assets</i>	<u><u>\$171,950</u></u>	<u><u>\$129,699</u></u>	<u><u>\$14,021</u></u>	<u><u>\$79,808</u></u>	<u><u>\$395,478</u></u>
<u>Fund Balances:</u>					
<i>Unreserved:</i>					
General Fund	\$171,950	\$0	\$0	\$0	\$171,950
Special Revenue Funds	<u>0</u>	<u>129,699</u>	<u>14,021</u>	<u>79,808</u>	<u>223,528</u>
<i>Total Fund Balances</i>	<u><u>\$171,950</u></u>	<u><u>\$129,699</u></u>	<u><u>\$14,021</u></u>	<u><u>\$79,808</u></u>	<u><u>\$395,478</u></u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
Statement of Receipts, Disbursements and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2008

	General	Gasoline Tax	Fire District	Other Governmental Funds	Total Governmental Funds
<u>Receipts:</u>					
Property Taxes and Other Local Taxes	\$26,741	\$0	\$23,632	\$26,380	\$76,753
Intergovernmental	121,341	89,805	0	8,727	219,873
Earnings on Investments	3,080	1,288	0	696	5,064
Miscellaneous	4,350	0	0	161	4,511
<i>Total Receipts</i>	<u>155,512</u>	<u>91,093</u>	<u>23,632</u>	<u>35,964</u>	<u>306,201</u>
<u>Disbursements:</u>					
<i>Current:</i>					
General Government	42,585	0	0	0	42,585
Public Safety	12,374	0	17,767	0	30,141
Public Works	0	35,711	0	18,283	53,994
Health	2,379	0	0	0	2,379
Conservation and Recreation	455	0	0	0	455
Capital Outlay	55,780	0	0	2,100	57,880
<i>Total Disbursements</i>	<u>113,573</u>	<u>35,711</u>	<u>17,767</u>	<u>20,383</u>	<u>187,434</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>41,939</u>	<u>55,382</u>	<u>5,865</u>	<u>15,581</u>	<u>118,767</u>
<u>Other Financing Sources:</u>					
Other Financing Sources	5,572	0	647	0	6,219
<i>Total Other Financing Sources</i>	<u>5,572</u>	<u>0</u>	<u>647</u>	<u>0</u>	<u>6,219</u>
<i>Net Change in Fund Balances</i>	47,511	55,382	6,512	15,581	124,986
<i>Fund Balances at Beginning of Year</i>	<u>124,439</u>	<u>74,317</u>	<u>7,509</u>	<u>64,227</u>	<u>270,492</u>
<i>Fund Balances at End of Year</i>	<u>\$171,950</u>	<u>\$129,699</u>	<u>\$14,021</u>	<u>\$79,808</u>	<u>\$395,478</u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
*Statement of Receipts, Disbursements and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Receipts:</u>				
Property Taxes and Other Local Taxes	\$20,829	\$26,300	\$26,741	\$441
Intergovernmental	12,000	120,000	121,341	1,341
Earnings on Investments	3,000	3,000	3,080	80
Charges for Services	4,300	4,300	4,350	50
<i>Total Receipts</i>	<u>40,129</u>	<u>153,600</u>	<u>155,512</u>	<u>1,912</u>
<u>Disbursements:</u>				
<i>Current:</i>				
General Government	48,500	48,575	42,585	5,990
Public Safety	17,000	27,000	12,374	14,626
Health	9,000	9,000	2,379	6,621
Conservation and Recreation	11,000	11,000	455	10,545
Capital Outlay	81,124	71,049	55,780	15,269
<i>Total Disbursements</i>	<u>166,624</u>	<u>166,624</u>	<u>113,573</u>	<u>53,051</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(126,495)</u>	<u>(13,024)</u>	<u>41,939</u>	<u>54,963</u>
<u>Other Financing Sources:</u>				
Other Financing Sources	<u>2,056</u>	<u>17,700</u>	<u>5,572</u>	<u>12,128</u>
<i>Total Other Financing Sources</i>	<u>2,056</u>	<u>17,700</u>	<u>5,572</u>	<u>12,128</u>
<i>Excess of Receipts and Other Financing Sources Over (Under) Disbursements</i>	<u>(124,439)</u>	<u>4,676</u>	<u>47,511</u>	<u>42,835</u>
<i>Fund Balance at Beginning of Year</i>	<u>124,439</u>	<u>124,439</u>	<u>124,439</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$0</u></u>	<u><u>\$129,115</u></u>	<u><u>\$171,950</u></u>	<u><u>\$42,835</u></u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
*Statement of Receipts, Disbursements and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Gasoline Tax Fund
For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Receipts:</u>				
Intergovernmental	\$85,300	\$86,000	\$89,805	\$3,805
Earnings on Investments	3,680	2,000	1,288	(712)
<i>Total Receipts</i>	<u>88,980</u>	<u>88,000</u>	<u>91,093</u>	<u>3,093</u>
<u>Disbursements:</u>				
<i>Current:</i>				
Public Works	107,300	107,300	35,711	71,589
Capital Outlay	55,996	55,996	0	55,996
<i>Total Disbursements</i>	<u>163,296</u>	<u>163,296</u>	<u>35,711</u>	<u>127,585</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	(74,316)	(75,296)	55,382	130,678
<i>Fund Balance at Beginning of Year</i>	<u>74,317</u>	<u>74,317</u>	<u>74,317</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1</u></u>	<u><u>(\$979)</u></u>	<u><u>\$129,699</u></u>	<u><u>\$130,678</u></u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
*Statement of Receipts, Disbursements and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
Fire District Fund
For the Year Ended December 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Receipts:</u>				
Property Taxes and Other Local Taxes	\$19,373	\$23,600	\$23,632	\$32
Miscellaneous	0	4,953	0	(4,953)
<i>Total Receipts</i>	19,373	28,553	23,632	(4,921)
<u>Disbursements:</u>				
<i>Current:</i>				
Public Safety	26,882	26,882	17,767	9,115
<i>Total Disbursements</i>	26,882	26,882	17,767	9,115
<i>Excess of Receipts Over (Under) Disbursements</i>	(7,509)	1,671	5,865	4,194
<u>Other Financing Sources:</u>				
Other Financing Sources	0	647	647	0
<i>Total Other Financing Sources</i>	0	647	647	0
<i>Excess of Receipts and Other Financing Sources Over (Under) Disbursements</i>	(7,509)	2,318	6,512	4,194
<i>Fund Balance at Beginning of Year</i>	7,509	7,509	7,509	0
<i>Fund Balance at End of Year</i>	\$0	\$9,827	\$14,021	\$4,194

See accompanying notes to the basic financial statements.

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CONCORD TOWNSHIP, FAYETTE COUNTY

Statement of Net Assets

December 31, 2007

	<u>Governmental Activities</u>
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	<u>\$270,492</u>
<i>Total Assets</i>	<u>270,492</u>
<u>Net Assets:</u>	
<i>Restricted for:</i>	
Gasoline Tax	74,317
Fire	7,509
Other Purposes	64,227
Unrestricted	<u>124,439</u>
<i>Total Net Assets</i>	<u>\$270,492</u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY

Statement of Activities

For the Year Ended December 31, 2007

	Program Receipts			Net (Disbursements) Receipts and Changes in Net Assets
	Disbursements	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
<u>Governmental Activities:</u>				
General Government	\$38,280	\$4,300	\$0	(\$33,980)
Public Safety	57,057	0	0	(57,057)
Public Works	98,313	0	92,793	(5,520)
Health	2,279	0	0	(2,279)
Conservation and Recreation	4,759	0	0	(4,759)
Capital Outlay	2,339	0	0	(2,339)
<i>Total Governmental Activities</i>	\$203,027	\$4,300	\$92,793	(105,934)
		<u>General Receipts:</u>		
		Property Taxes		75,253
		Grants and Entitlements not Restricted to Specific Programs		46,728
		Sale of Capital Assets		5,916
		Earnings on Investments		9,250
		Miscellaneous		17,879
		<i>Total General Receipts</i>		155,026
		Change in Net Assets		49,092
		<i>Net Assets at Beginning of Year</i>		221,400
		<i>Net Assets at End of Year</i>		\$270,492

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY

Balance Sheet

Governmental Funds

December 31, 2007

	<u>General</u>	<u>Gasoline Tax</u>	<u>Road and Bridge</u>	<u>Fire District</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets:</u>						
Equity in Pooled Cash and Cash Equivalents	\$124,439	\$74,317	\$25,861	\$7,509	\$38,366	\$270,492
<i>Total Assets</i>	<u>\$124,439</u>	<u>\$74,317</u>	<u>\$25,861</u>	<u>\$7,509</u>	<u>\$38,366</u>	<u>\$270,492</u>
<u>Fund Balances:</u>						
<i>Unreserved:</i>						
General Fund	\$124,439	\$0	\$0	\$0	\$0	\$124,439
Special Revenue Funds	<u>0</u>	<u>74,317</u>	<u>25,861</u>	<u>7,509</u>	<u>38,366</u>	<u>146,053</u>
<i>Total Fund Balances</i>	<u>\$124,439</u>	<u>\$74,317</u>	<u>\$25,861</u>	<u>\$7,509</u>	<u>\$38,366</u>	<u>\$270,492</u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
Statement of Receipts, Disbursements and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2007

	General	Gasoline Tax	Road and Bridge	Fire District	Other Governmental Funds	Total Governmental Funds
<u>Receipts:</u>						
Property Taxes and Other Local Taxes	\$26,227	\$0	\$25,831	\$23,195	\$0	\$75,253
Intergovernmental	46,728	83,787	0	0	9,006	139,521
Earnings on Investments	5,071	2,814	0	0	1,365	9,250
Miscellaneous	4,300	364	245	0	0	4,909
<i>Total Receipts</i>	<u>82,326</u>	<u>86,965</u>	<u>26,076</u>	<u>23,195</u>	<u>10,371</u>	<u>228,933</u>
<u>Disbursements:</u>						
<i>Current:</i>						
General Government	38,280	0	0	0	0	38,280
Public Safety	15,549	0	0	30,164	0	45,713
Public Works	0	76,733	20,281	0	1,299	98,313
Health	2,279	0	0	0	0	2,279
Conservation and Recreation	4,759	0	0	0	0	4,759
Capital Outlay	0	904	1,435	0	0	2,339
<i>Total Disbursements</i>	<u>60,867</u>	<u>77,637</u>	<u>21,716</u>	<u>30,164</u>	<u>1,299</u>	<u>191,683</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>21,459</u>	<u>9,328</u>	<u>4,360</u>	<u>(6,969)</u>	<u>9,072</u>	<u>37,250</u>
<u>Other Financing Sources:</u>						
Sale of Capital Assets	0	0	0	5,916	0	5,916
Other Financing Sources	5,695	0	0	231	0	5,926
<i>Total Other Financing Sources</i>	<u>5,695</u>	<u>0</u>	<u>0</u>	<u>6,147</u>	<u>0</u>	<u>11,842</u>
<i>Net Change in Fund Balances</i>	27,154	9,328	4,360	(822)	9,072	49,092
<i>Fund Balances at Beginning of Year</i>	<u>97,285</u>	<u>64,989</u>	<u>21,501</u>	<u>8,331</u>	<u>29,294</u>	<u>221,400</u>
<i>Fund Balances at End of Year</i>	<u>\$124,439</u>	<u>\$74,317</u>	<u>\$25,861</u>	<u>\$7,509</u>	<u>\$38,366</u>	<u>\$270,492</u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
*Statement of Receipts, Disbursements and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
General Fund
For the Year Ended December 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<u>Receipts:</u>				
Property Taxes and Other Local Taxes	\$22,940	\$26,200	\$26,227	\$27
Intergovernmental	16,000	46,500	46,728	228
Earnings on Investments	4,500	3,000	5,071	2,071
Charges for Services	4,300	4,300	4,300	0
Miscellaneous	0	7,190	0	(7,190)
<i>Total Receipts</i>	<u>47,740</u>	<u>87,190</u>	<u>82,326</u>	<u>(4,864)</u>
<u>Disbursements:</u>				
<i>Current:</i>				
General Government	55,886	55,886	38,280	17,606
Public Safety	23,000	23,600	15,549	8,051
Health	6,000	6,000	2,279	3,721
Conservation and Recreation	8,000	12,229	4,759	7,470
Capital Outlay	61,939	57,110	0	57,110
<i>Total Disbursements</i>	<u>154,825</u>	<u>154,825</u>	<u>60,867</u>	<u>93,958</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>(107,085)</u>	<u>(67,635)</u>	<u>21,459</u>	<u>89,094</u>
<u>Other Financing Sources:</u>				
Other Financing Sources	9,800	3,010	5,695	2,685
<i>Total Other Financing Sources</i>	<u>9,800</u>	<u>3,010</u>	<u>5,695</u>	<u>2,685</u>
<i>Excess of Receipts and Other Financing Sources Over (Under) Disbursements</i>	<u>(97,285)</u>	<u>(64,625)</u>	<u>27,154</u>	<u>91,779</u>
<i>Fund Balance at Beginning of Year</i>	<u>97,285</u>	<u>97,285</u>	<u>97,285</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$32,660</u>	<u>\$124,439</u>	<u>\$91,779</u>

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
*Statement of Receipts, Disbursements and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
Gasoline Tax Fund
For the Year Ended December 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Receipts:</u>				
Intergovernmental	\$78,000	\$78,000	\$83,787	\$5,787
Earnings on Investments	2,000	2,000	2,814	814
Miscellaneous	0	0	364	364
<i>Total Receipts</i>	80,000	80,000	86,965	6,965
<u>Disbursements:</u>				
<i>Current:</i>				
Public Works	93,100	93,100	76,733	16,367
Capital Outlay	51,889	51,889	904	50,985
<i>Total Disbursements</i>	144,989	144,989	77,637	67,352
<i>Excess of Receipts Over (Under) Disbursements</i>	(64,989)	(64,989)	9,328	74,317
<i>Fund Balance at Beginning of Year</i>	64,989	64,989	64,989	0
<i>Fund Balance at End of Year</i>	\$0	\$0	\$74,317	\$74,317

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE 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, 2007*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Receipts:</u>				
Property Taxes and Other Local Taxes	\$22,940	\$25,800	\$25,831	\$31
Intergovernmental	2,700	0	0	0
Miscellaneous	390	200	245	45
<i>Total Receipts</i>	26,030	26,000	26,076	76
<u>Disbursements:</u>				
<i>Current:</i>				
Public Works	31,150	31,150	20,281	10,869
Capital Outlay	16,381	16,381	1,435	14,946
<i>Total Disbursements</i>	47,531	47,531	21,716	25,815
<i>Excess of Receipts Over (Under) Disbursements</i>	(21,501)	(21,531)	4,360	25,891
<i>Fund Balance at Beginning of Year</i>	21,501	21,501	21,501	0
<i>Fund Balance at End of Year</i>	\$0	(\$30)	\$25,861	\$25,891

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
*Statement of Receipts, Disbursements and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
Fire District Fund
For the Year Ended December 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Receipts:</u>				
Property Taxes and Other Local Taxes	\$24,580	\$23,100	\$23,195	\$95
Intergovernmental	2,500	4,169	0	(4,169)
<i>Total Receipts</i>	27,080	27,269	23,195	(4,074)
<u>Disbursements:</u>				
<i>Current:</i>				
Public Safety	36,511	36,511	30,164	6,347
<i>Total Disbursements</i>	36,511	36,511	30,164	6,347
<i>Excess of Receipts Over (Under) Disbursements</i>	(9,431)	(9,242)	(6,969)	2,273
<u>Other Financing Sources:</u>				
Proceeds from the Sale of Capital Assets	0	5,900	5,916	16
Other Financing Sources	1,100	231	231	0
<i>Total Other Financing Sources</i>	1,100	6,131	6,147	16
<i>Excess of Receipts and Other Financing Sources Over (Under) Disbursements</i>	(8,331)	(3,111)	(822)	2,289
<i>Fund Balance at Beginning of Year</i>	8,331	8,331	8,331	0
<i>Fund Balance at End of Year</i>	\$0	\$5,220	\$7,509	\$2,289

See accompanying notes to the basic financial statements.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 1 – Reporting Entity

Concord Township, Fayette County, Ohio (the Township), is a body politic and corporate established in 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, component units and other organizations that were included to ensure that the financial statements are not misleading.

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, fire protection, and cemetery maintenance. The Township shares a joint fire department with Green Township, Fayette County. The expenditures are included on Concord Township's operations: Green Township reimburses Concord Township proportionately to assessed valuation periodically throughout the fiscal year.

B. Component Units

Component units are legally separate organizations for which the Township is financially accountable. The Township is financially accountable for an organization if the Township appoints a voting majority of the organization's governing board and (1) the Township is able to significantly influence the programs or services performed or provided by the organization; or (2) the Township is legally entitled to or can otherwise access the organization's resources; the Township is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide support to, the organization; or the Township is obligated for the debt of the organization. The Township is also financially accountable for any organizations that are fiscally dependent on the Township in that the Township approves their budget, the issuance of their debt or the levying of their taxes. Component units also include legally separate, tax-exempt entities whose resources are for the direct benefit of the Township, are accessible to the Township and are significant in amount to the Township.

The Township has no component units.

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

Note 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. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, to the extent they are applicable to the cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The Township does not apply FASB statements issued after November 30, 1989, to its business-type activities and to its enterprise funds. Following are the more significant of the Township's accounting policies.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 2 – Summary of Significant Accounting Policies (continued)

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.

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 the financial activities of the primary government. The statements distinguish between those activities of the Township that are governmental and those that are considered business-type. Governmental activities generally are financed through taxes, intergovernmental receipts or other nonexchange transactions. The Township has no business-type activities.

The statement of net assets presents the cash and investment balances of the governmental and business-type 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, 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 or business-type activity is self-financing on a cash basis or draws from the Township's general receipts.

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. The funds of the Township are classified as governmental.

Governmental Funds

The Township classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants), and other nonexchange transactions as governmental funds. Monies are assigned to the various governmental funds according to the purposes for which they may or must be used. The following are the Township's major governmental funds:

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 2 – Summary of Significant Accounting Policies (continued)

General 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.

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

Road and Bridge Fund – (2007) This fund receives property tax money to pay for constructing, maintaining and repairing Township roads.

Fire District Fund – This fund receives property tax money for fire protection services.

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. 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.

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 certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. 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, department, 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 Fiscal Officer. 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.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 2 – Summary of Significant Accounting Policies (continued)

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 and Investments

To improve cash management, cash received by the Township is pooled and invested. Individual fund integrity is maintained through Township records. Interest in the pool is presented as “Equity in Pooled Cash and Cash Equivalents”.

During 2008 and 2007, the Township had a checking account and a money market account with a local commercial bank.

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 2008 amounted to \$3,080 and \$5,071 during 2007.

F. 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.

G. 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.

H. 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.

I. 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 gasoline tax and fire protection. Restricted net assets for 2008 represent \$223,528 of a total fund balance of \$395,478. Restricted net assets for 2007 represent \$146,053 of a total fund balance of \$270,492. 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.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 3 – Change in Accounting Principles

For 2008, the Township has implemented GASB Statement No. 50, “Pension Disclosures”.

GASB Statement No. 50 establishes standards that more closely align the financial reporting requirements for pensions with those of other postemployment benefits. The implementation of GASB Statement No. 50 did not have an effect on the financial statements of the Township.

Note 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 and any major special revenue funds are prepared on the budgetary basis to provide a meaningful comparison of actual results with the budget. There are no differences between the budgetary basis and the cash basis.

Note 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 withdrawal 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;

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 5 - Deposits and Investments (continued)

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;
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).

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.

Deposits

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 amount 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 institutions collateral pools at the Federal Reserve Bank, or at member banks of the federal reserve system, in the name of the respective depository bank and pledges as pool of collateral against all of the public deposits in holds or as specific collateral held at the Federal Reserve Bank in the name of the Township.

At December 31, 2008, the carrying amount of all Township deposits was \$395,478. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2008, \$149,414 of the Township's bank balance of \$399,414 was exposed to custodial credit risk as discussed above, while \$250,000 was covered by the Federal Deposit Insurance limit effective October 2008.

At December 31, 2007, the carrying amount of all Township deposits was \$270,492. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2007, \$223,802 of the Township bank balance of \$323,802 was exposed to custodial credit risk as discussed above, \$100,000 was covered by Federal Deposit Insurance.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 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 2008 represent the collection of 2007 taxes. Real property taxes received in 2008 were levied after October 1, 2007, on the assessed values as of January 1, 2007, 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 2008 represent the collection of 2007 taxes. Public utility real and tangible personal property taxes received in 2008 became a lien on December 31, 2007, were levied after October 1, 2007, 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 2008 (other than public utility property) represent the collection of 2008 taxes. Tangible personal property taxes received in 2008 were levied after October 1, 2007, on the true value as of December 31, 2007. Tangible personal property is being phased out. For 2007, tangible personal property tax was assessed at 12.50 percent for property, including inventory. This percentage was reduced to 6.25 percent for 2008 and will be reduced to zero for 2009. 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, 2008 and 2007, was \$4.30 per \$1,000 of assessed value. The assessed values of real property, public utility property, and tangible personal property upon which 2008 and 2007 property tax receipts were based are as follows:

	2008	2007
Real Property		
Residential/Agricultural	\$17,028,050	\$17,058,870
Personal Property	497,730	497,730
Public Utility	220,860	508,340
Total Assessed Value	\$17,746,640	\$18,064,940

Note 7 – Risk Management

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

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

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 7 – Risk Management (continued)

A. Risk Pool Membership

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 townships pay annual contributions to fund OTARMA. OTARMA pays judgments, settlements, and other expenses resulting from covered claims that exceed the members' deductibles.

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 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 or \$3,000,000 as noted above.

Property Coverage

Beginning in 2005, Travelers reinsures specific losses exceeding \$250,000 up to \$600 million per occurrence. This amount increased to \$300,000 in 2007. For 2007, APEEP reinsures members for specific losses exceeding \$100,000 up to \$300,000 per occurrence, subject to an annual aggregate loss payment. Travelers provides aggregate stop-loss coverage based upon the combined members' total insurable value. If the stop loss is reached by payment of losses between \$100,000 and \$250,000 in 2006 or \$100,000 and \$300,000 in 2007. Travelers will reinsure specific losses exceeding \$100,000 up to their \$600 million per occurrence limit. The aggregate stop-loss limit for 2007 was \$2,014,548.

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 Township.

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

Financial Position

OTARMA's financial statements (audited by other accountants) conform with the generally accepted accounting principles, and reported the following assets, liabilities and retained earning at December 31, 2007 and 2006 (latest information available):

<u>Combined Coverage</u>	<u>2007</u>	<u>2006</u>
Assets	\$43,210,703	\$42,042,275
Liabilities	(13,357,837)	(12,120,661)
Retained Earnings	<u>\$29,852,866</u>	<u>\$29,921,614</u>

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 7 – Risk Management (continued)

At December 31, 2007 and 2006, respectively, casualty coverage liabilities noted above include approximately \$11.6 million and \$10.8 million of estimated incurred claims payable. The Casualty Coverage assets and retained earnings above also include approximately \$11.6 million and \$10.8 million of unpaid claims to be billed to approximately 950 member governments in the future, as of December 31, 2007 and 2006, 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 \$8,850. 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.

The Township's required contributions to OTARMA for the years ended December 31, 2008, 2007, and 2006 were \$2,827, \$3,520, and \$4,439, respectively.

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

B. Workers' Compensation

For fiscal years 2008 and 2007, the Township participated in the Ohio Township Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The intent of GRP is to achieve the benefit of a reduced premium for the Township by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating Townships is calculated as one experience and a common premium rate is applied to all Townships in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to Townships that can meet the GRP's selection criteria. The firm of Frank Gates Company provides administrative, cost control and actuarial services to the GRP. The Township met the selection criteria for 2008 and 2007, however, effective 2009 the Township will be unable to participate in the group rating program.

C. Employee Medical Benefits

The Township reimburses the cost of family medical insurance plans up to a cap of \$6,000 annually, and should a health savings account be established, pursuant to ORC 9.833, their reimbursement may include funding the health savings account up to the cap set.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 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) 222-5601 or (800) 222-7377.

For the year ended December 31, 2008, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 10.0 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.10 percent of their annual covered salary; members in public safety contributed 10.1 percent. The Township's contribution rate for pension benefits for 2008 was 14.0 percent, except for those plan members in law enforcement or public safety. For those classifications, the Township's pension contributions were 17.4 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

For the year ended December 31, 2007, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 9.5 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1 percent of their annual covered salary; members in public safety contributed 9.75 percent. The Township's contribution rate for pension benefits for 2007 was 13.85 percent, except for those plan members in law enforcement or public safety. For those classifications, the Township's pension contributions were 17.17 percent of covered payroll. 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, 2008, 2007, and 2006 were \$5,663, \$6,152, and \$9,920 respectively. The full amount has been contributed for 2008, 2007 and 2006.

CONCORD TOWNSHIP, FAYETTE COUNTY
Notes to the Financial Statements
For the Years Ended December 31, 2008 and 2007

Note 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 2008 local government employer contribution rate was 14.0 percent of covered payroll (17.40 percent for public safety and law enforcement); 7.0 percent of covered payroll was the portion that was used to fund health care.

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, 2007 include a rate of return on investments of 6.50 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 4.0 percent based on additional annual pay increases. Health care premiums were assumed to increase between .5 and 6.30 percent annually for the next eight years and 4.00 percent annually after seven 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.

The number of active contributing participants in the traditional and combined plans for December 31, 2008 and December 31, 2007 were 363,503 and 364,076, respectively. Actual employer contributions for 2008 and 2007 which were used to fund postemployment benefits were \$2,832 and \$2,457, 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, 2007, (the latest information available) were \$12.8 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$29.8 billion and \$17.0 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.

**Independent Accountant's Report on Internal Control over Financial
Reporting and on Compliance and Other Matters Required by
Government Auditing Standards**

Board of Trustees
Concord Township, Fayette County
1325 Miami Trace Road SW
Washington Court House, OH 43160

We have audited the accompanying financial statements of Concord Township, Fayette County, Ohio (the Township), as of and for the years ended December 31, 2008 and 2007, and have issued our report thereon dated March 3, 2009. As discussed in Note 2, the Township followed the cash basis of accounting, which is a comprehensive basis other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America.

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.

Board of Trustees
Concord Township, Fayette County
Independent Accountant's Report on Internal Control over Financial
Reporting and on Compliance and Other Matters Required by
Government Auditing Standards

Compliance and Other Matters

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

We noted certain matters that we reported to management of the Township in a separate letter dated March 3, 2009.

This report is intended for the information and use of the Board of Trustees, management, and audit committee, and is not intended to be and should not be used by anyone other than these specified parties.

J. L. Uhrig and Associates, Inc.

J. L. UHRIG AND ASSOCIATES, INC.

March 3, 2009



Mary Taylor, CPA
Auditor of State

CONCORD TOWNSHIP

FAYETTE 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 7, 2009**