TOWNSHIP OF BEAVER
Bay County, Michigan

09-1020

Annual Financial Statements
and
Auditors' Report

March 31, 2004

RECEIVED
DEPT. OF TREASURY
SEP 22 2004
LOCAL AUDIT & FINANCE DIV.

Michigan Deptartment of Treasury
496 (2-04)

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type	Local Government Name	County
☐ City ☑ Township ☐ Village ☐ Other	**Beaver Township**	**Bay**

Audit Date	Opinion Date	Date Accountant Report Submitted to State:
3/31/04	**5/20/04**	**9/3/04**

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

RECEIVED
DEPT. OF TREASURY
SEP 2 2 2004
LOCAL & INSTITUTIONAL FINANCE DIV.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

☐ Yes ☑ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.

☐ Yes ☑ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).

☐ Yes ☑ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).

☐ Yes ☑ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.

☐ Yes ☑ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).

☐ Yes ☑ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.

☐ Yes ☑ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).

☐ Yes ☑ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).

☐ Yes ☑ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.	✓		
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).			✓

Certified Public Accountant (Firm Name)			
Yeo & Yeo, P.C.			
Street Address	City	State	ZIP
6018 Eastman Avenue	**Midland**	**MI**	**48640**
Accountant Signature		Date	
Michael R Zinn		9/21/04	

TOWNSHIP BOARD

RON ROBBINS	SUPERVISOR
RICHARD CHARBENEAU	CLERK
ANN GRAY	TREASURER
STEVE GRAY	TRUSTEE
JEROME GRZEGORCZYK	TRUSTEE

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YEO & YEO
CPAs & Business Consultants

Independent Auditors' Report

To The Township Board
Beaver Township
Bay County, Michigan

We have audited the accompanying cash basis general purpose financial statements of Beaver Township as of and for the year ended March 31, 2004, as listed in the table of contents. These financial statements are the responsibility of Beaver Township's management. Our responsibility is to express an opinion on these financial statements based on our audit. We have previously audited and reported on the March 31, 2003, financial statements which are included in summary form for comparative information.

We conducted our audit in accordance with auditing standards generally accepted in 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 described in Note 1, the Township prepares its financial statements on a cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The financial statements referred to above do not include the general fixed asset account group, which should be included in order to conform with the comprehensive basis of accounting described in Note 1. The amount that should be recorded in the general fixed assets account group is not known.

In our opinion, except for the effects on the financial statements of the omission described in the preceding paragraph, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash balances of Beaver Township as of March 31, 2004, and the revenues it received and expenditures it paid, for the year then ended, on the basis of accounting described in Note 1.

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Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund and comparative financial statements and the analytical data listed under the caption, "Supplemental Financial Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Beaver Township. The information in these schedules has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds taken as a whole.

Yeo & Yeo, P.C.

Midland, Michigan
May 20, 2004

Township of Beaver
Combined Statement of Assets, Liabilities and Fund Balance Arising From Cash Transactions
All Fund Types
March 31, 2004 (with Comparative Totals for 2003)

	Governmental Fund Types		Fiduciary Fund Types	Account Group	Total (Memorandum Only)	
	General	Special Revenue	Current Tax Collection	General Long-term Debt	**2004**	2003
Assets						
Cash	$ 468,539	$ 43,772	$ 2,527	$ -	**$ 514,838**	$ 464,135
Due from other funds	4,255	-	-	-	**4,255**	10,410
Deposit on land	-	-	-	-	**-**	6,500
Resources to be provided for retirement of general long-term debt	-	-	-	$ 1,070,058	**1,070,058**	1,337,682
Total assets	$ 472,794	$ 43,772	$ 2,527	$ 1,070,058	**$ 1,589,151**	$ 1,818,727
Liabilities and Fund Balance						
Liabilities						
Due to other funds	$ -	$ 1,839	$ 2,416	$ -	**$ 4,255**	$ 10,410
Fire truck loan payable	-	-	-	270,058	**270,058**	298,516
Due to other governmental units	-	-	111	800,000	**800,111**	1,039,166
Total liabilities	-	1,839	2,527	1,070,058	**1,074,424**	1,348,092
Fund balance						
Reserved	85,717	-	-	-	**85,717**	79,192
Unreserved	387,077	41,933	-	-	**429,010**	391,443
Total fund balance	472,794	41,933	-	-	**514,727**	470,635
Total liabilities and fund balance	$ 472,794	$ 43,772	$ 2,527	$ 1,070,058	**$ 1,589,151**	$ 1,818,727

See Accompanying Notes To Financial Statements

Township of Beaver
Combined Statement of Cash Revenues, Expenditures And Changes in Fund Balance
All Governmental Fund Types
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	Governmental Fund Types		Total (Memorandum Only)	
	General	Special Revenue	**2004**	2003
Revenues				
Taxes	$ 194,845	$ 56,279	**$ 251,124**	$ 238,319
Licenses and permits	46,334	-	**46,334**	35,191
State shared revenue	218,418	14	**218,432**	238,436
Interest	3,160	90	**3,250**	8,350
Charges for services	114,219	-	**114,219**	109,668
Fire truck levy	-	42,211	**42,211**	36,608
Other revenue	132,034	1,831	**133,865**	157,561
Sale of equipment	-	16,120	**16,120**	-
Total revenues	709,010	116,545	**825,555**	824,133
Expenditures				
General government	112,728	-	**112,728**	106,693
Code enforcement and zoning administration	42,996	-	**42,996**	42,692
Public works	115,523	-	**115,523**	140,895
Debt service	399,060	-	**399,060**	363,822
Capital outlay	-	31,065	**31,065**	4,592

See Accompanying Notes To Financial Statements

Township of Beaver
Combined Statement of Cash Revenues, Expenditures And Changes in Fund Balance
All Governmental Fund Types
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	Governmental Fund Types		Total (Memorandum Only)	
	General	Special Revenue	**2004**	2003
Supplies	-	1,216	**1,216**	2,116
Dues	-	316	**316**	420
Gas and oil	-	1,327	**1,327**	1,089
Repairs	-	3,303	**3,303**	5,229
Wages	-	416	**416**	577
Payroll taxes	-	-	**-**	24
Training and seminars	-	3,320	**3,320**	3,421
Inspections	-	1,140	**1,140**	-
Legal fees	-	1,000	**1,000**	1,180
Mileage reimbursement	-	17,996	**17,996**	15,000
Other	-	1,947	**1,947**	410
Communications	-	2,436	**2,436**	1,450
Fire truck purchase	-	-	**-**	335,743
Fire truck loan - principal	-	28,458	**28,458**	37,227
Fire truck loan - interest and fees	-	11,314	**11,314**	2,544
Insurance	-	5,902	**5,902**	3,296
Total expenditures	670,307	111,156	**781,463**	1,068,420

See Accompanying Notes To Financial Statements

Township of Beaver
Combined Statement of Cash Revenues, Expenditures And Changes in Fund Balance
All Governmental Fund Types
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	Governmental Fund Types		Total (Memorandum Only)	
	General	Special Revenue	**2004**	2003
Excess of revenues over expenditures	38,703	5,389	**44,092**	91,456
Fund balance - beginning of year	434,091	36,544	**470,635**	379,179
Fund balance - end of year	$ 472,794	$ 41,933	**$ 514,727**	$ 470,635

See Accompanying Notes To Financial Statements

Township of Beaver
Combined Statement of Cash Revenues, Expenditures And Changes in Fund Balance - Budget and Actual
All Governmental Fund Types
Year Ended March 31, 2004

	General Fund			Special Revenue Fund		
	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget
Revenues						
Taxes	$ 182,500	$ 194,845	$ 12,345	$ 54,000	$ 56,279	$ 2,279
Fire truck levy	-	-	-	41,000	42,211	1,211
Licenses and permits	30,000	46,334	16,334	-	-	-
State shared revenue	195,000	218,418	23,418	1,400	14	(1,386)
Interest	5,000	3,160	(1,840)	1,000	90	(910)
Charges for services	116,000	114,219	(1,781)	-	-	-
Other revenue	80,000	132,034	52,034	-	1,831	1,831
Sale of equipment					16,120	16,120
Total revenues	608,500	709,010	100,510	97,400	116,545	19,145
Expenditures						
General government	124,600	112,728	(11,872)	-	-	-
Code enforcement, zoning and planning	19,100	42,996	23,896	-	-	-
Public works	149,800	115,523	(34,277)	-	-	-
Debt service	315,000	399,060	84,060	-	-	-
Capital outlay	-	-	-	18,700	31,065	12,365
Supplies	-	-	-	-	1,216	1,216
Dues	-	-	-	400	316	(84)
Gas and oil	-	-	-	1,500	1,327	(173)
Repairs	-	-	-	3,700	3,303	(397)
Wages	-	-	-	-	416	416

See Accompanying Notes To Financial Statements

Township of Beaver
Combined Statement of Cash Revenues, Expenditures And Changes in Fund Balance - Budget and Actual
All Governmental Fund Types
Year Ended March 31, 2004

	General Fund			Special Revenue Fund		
	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget
Training and seminars	-	-	-	5,000	3,320	(1,680)
Inspections	-	-	-	1,400	1,140	(260)
Legal fees	-	-	-	1,000	1,000	-
Mileage reimbursement	-	-	-	18,000	17,996	(4)
Communications	-	-	-	3,500	2,436	(1,064)
Insurance	-	-	-	3,200	5,902	2,702
Fire truck loan - principal	-	-	-	28,458	28,458	-
Fire truck loan - interest and fees	-	-	-	12,542	11,314	(1,228)
Other	-	-	-	-	1,947	1,947
Total expenditures	608,500	670,307	61,807	97,400	111,156	13,756
Excess of revenues over expenditures	-	38,703	38,703	-	5,389	5,389
Fund balance - beginning of year	434,091	434,091	-	36,544	36,544	-
Fund balance - end of year	$ 434,091	$ 472,794	$ 38,703	$ 36,544	$ 41,933	$ 5,389

See Accompanying Notes To Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Township of Beaver was organized in 1867 and covers an area of approximately 36 square miles in Bay County. The population of the Township is estimated at 2,800.

The following is a summary of the significant policies:

REPORTING ENTITY

The accompanying general purpose financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. The Township Board of Beaver Township is the basic level of government that has oversight responsibility and control over all activities related to Township activities for Beaver Township. The Board receives funding from local and state government sources and must comply with the accompanying requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB since the Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

FUND ACCOUNTING

The Township uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain township functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate "fund types".

GOVERNMENTAL FUND TYPES

General Fund - The General Fund is the general operating fund of the Township. It is used to account for all transactions, except those required by law to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for the acquisition of capital facilities, infrastructure, or equipment by the Township.

FIDUCIARY FUND TYPES

Trust and Agency Fund - Trust and Agency Funds are used to account for assets held by the Township in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. These include various agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

ACCOUNT GROUPS

Account groups are not funds. They do not reflect available financial resources and related liabilities or the measurement of results of operations. They are concerned only with the measurement of financial position.

General Long-Term Debt Account Group - The General Long-Term Debt Account Group is used to record the outstanding bonded debt, long-term notes payable and other non-current obligations of the Township.

BASIS OF ACCOUNTING

The Township maintains its financial records and prepares its financial statements on the cash basis of accounting. Consequently, certain revenues are recognized when received rather than when earned, and certain expenditures and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

Encumbrances involving the current recognition of purchase orders, contracts and other commitments for future expenditures are not recorded.

BUDGETS AND BUDGETARY ACCOUNTING

P.A. 2 of 1968, as amended, provides that a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional basis. The approved budgets of the Township for these budgetary funds were adopted at the activity level. On February 17, 2004, the approved budget of the Township was amended for unexpected modifications in estimated revenues and expenditures.

PROPERTY TAXES

Property taxes are attached as an enforceable lien on property as of December 1 and are due without penalty on or before February 15. These tax bills include the Township's own property taxes and taxes billed on behalf of other governmental units with taxing authority within the Township limits. Real property taxes not collected as of March 1 are turned over to Bay County for collection, which advances the Township 100% of the delinquent amount. Collection of delinquent personal property taxes remains the responsibility of the Township Treasurer.

The Township acts as a collection agent of property taxes for Bay County and the following school Districts: Bay City, Pinconning Area and Bay Arenac Intermediate.

Taxes collected on behalf of the school districts and Bay County are turned over to the districts and the County immediately following collection and are accounted for in designated agency funds.

COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position

and operations. However, comparative (i.e., presentation of prior year totals by fund) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the Combined Statements - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with accounting principles generally accepted in the United States of America. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

FUTURE CHANGES IN ACCOUNTING STANDARDS

The Governmental Accounting standards Board has issued Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.* This new reporting standard will impact the Township's revenue and expenditure recognition; and assets, liabilities and fund equity reporting. The new standard will also require reformatting of the financial statements and restating beginning balances. The Township is required to implement the new reporting model for the fiscal year ending March 31, 2005. Due to the significance of the changes required, it is not possible to present pro-forma data prior to implementation.

NOTE 2 - CASH AND INVESTMENTS

Deposits – The Township is authorized by the State of Michigan to deposit its funds in banks, savings and loan associations, or credit unions having their principal offices in the State of Michigan. The carrying amount at year-end of the Township's deposits with financial institutions was $514,838.

The actual bank balances amounted to $521,191. Of this amount, $109,858 was insured by the FDIC and $410,732 was uninsured or collateralized by the bank.

Investments – The Township is authorized by the State of Michigan to invest in the following:

a. Bonds, bills or notes of the United States; obligations, the principal and interest of which are fully guaranteed by the United States; or obligations of the State.

b. Certificates of deposit issued by a state or national bank, savings accounts of a state or federal savings and loan association, or certificates of deposit or share certificates of a state or federal credit union organized and authorized to operate in this State.

c. Commercial paper rated prime at the time of purchase and maturing not more than 270 days after the date of purchase.

d. Securities issued or guaranteed by agencies or instrumentalities of the United States government.

e. United States government or federal agency obligation purchase agreements.

f. Bankers' acceptances issued by a bank that is a member of the federal deposit insurance corporation.

g. Mutual funds composed entirely of investment vehicles that are legal for direct investment by a township.

h. Investment pools, as authorized by the surplus funds investment pool act, Act No. 367 of the Public Acts of 1982, being Sections 129.111 to 129.118 of the Michigan Compiled Laws, composed entirely of instruments that are legal for direct investment by a township.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund accounts receivable and accounts payable are as follows:

	March 31, 2004	
	Interfund Receivables	Interfund Payables
General Fund	$ 4,255	$ -
Fire Fund	-	1,839
Current Tax Collection Fund	-	2,416
Total	$ 4,255	$ 4,255

NOTE 4 - LONG-TERM DEBT

The following is a summary of long-term debt transactions for the year ended March 31, 2004:

	Balance April 1, 2003	Additions	(Reductions)	Balance March 31, 2004
General long-term debt account group				
General obligation bonds - 5.00% - 5.40% water extension bond, with payments due through 2012.	$ 875,000	-	$ (75,000)	**$ 800,000**
Fire Truck Loan - Chemical Bank & Trust 3.79% with payments due through 2012	298,516	-	(28,458)	**270,058**
Road improvement loan - Bay County Road Commission with annual payments with no interest	164,166	-	(164,166)	-
Total	$ 1,337,682	$ -	$ (267,624)	**$ 1,070,058**

The general obligation bonds are payable from the general fund. Future principal and interest will be payable from special assessments and debt service charges paid by Township residents.

Future principal and interest requirements for bonded debt are as follows:

Year Ending March 31,	Principal	Interest	Total
2005	100,000	41,200	141,200
2006	100,000	36,200	136,200
2007	100,000	31,200	131,200
2008	100,000	26,200	126,200
2009	100,000	21,100	121,100
2010-2012	300,000	32,000	332,000
	$ 800,000	$ 187,900	$ 987,900

The fire truck loan is payable from the fire fund. Future principal and interest will be payable by a special millage paid by Township residents.

Future principal and interest requirements for bonded debt are as follows:

Year Ending March 31,	Principal	Interest	Total
2005	29,536	10,236	39,772
2006	30,656	9,116	39,772
2007	31,818	7,954	39,772
2008	33,023	6,749	39,772
2009	34,275	5,497	39,772
2010-2012	110,750	9,496	120,246
	$ 270,058	$ 49,048	$ 319,106

NOTE 5 - FUND EQUITY

Reservations of fund balances are created to either (1) satisfy legal covenants that require that a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriate for future expenditures. Specific reservations of the fund balance accounts are summarized below:

General Fund	
Trash collection fees	$ 85,717

NOTE 6 - RETIREMENT PLAN

The Township has a defined contribution pension plan that covers all members of the Township board. The amount of contributions is based upon the length of service and amount of compensation earned. The pension contribution amounted to $3,521 and $5,149 for the years ended March 31, 2004 and 2003, respectively.

NOTE 7 - CONTINGENCY

The Township has an agreement with Bay County Department of Water and Sewer through the Bay County Road Commission to install water mains in the Township. The agreement obligates the Township to furnish funds necessary to make repairs and replacements to water mains if service fees collected by Bay County Department of Water and Sewer from users are not adequate to make such repairs and replacements.

NOTE 8 - RISK MANAGEMENT

The Township purchases commercial insurance to provide workers' compensation insurance, general liability, and property insurance for the Township. There were no significant reductions in insurance coverage from the prior year.

NOTE 9 - ZONING AND ENFORCEMENT

The State of Michigan requires local governmental units to restrict any surpluses during a year for zoning administration activities. The surpluses are to be carried over to subsequent years to fund future activity. Beaver Township had no surplus during the year ended March 31, 2004.

NOTE 10 - SOLID WASTE AGREEMENT

During the year ended March 31, 2000, the Township entered into an agreement with the Charter Township of Williams, and the City of Auburn to form the Auburn Area Solid Waste Management Authority (the "Authority"). The Authority is incorporated and has a board that is comprised of one member from each of the aforementioned municipalities, and has contracted with Waste Management to provide trash collection to the residents of the municipalities. Each member is responsible to the contractor for their residents' portion of costs.

As part of the contract, the Township has created a Special Assessment District to collect the fees to cover the cost of the trash collection.

NOTE 11 - EXPENDITURES IN EXCESS OF APPROPRIATED AMOUNT

P.A. 2 of 1968, as amended, provides that a local unit shall not incur expenditures in excess of the amount appropriated. The approved budgets of the Township were adopted at the functional level. During the year ended March 31, 2004, the District incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated as follows:

	Total Appropriations	Amount of Expenditures	Budget Variance
General Fund			
Code Enforcement	$ 19,100	$ 42,996	$ 23,896
Debt Service	315,000	399,060	84,060
Special Revenue Funds			
Fire Fund	96,000	109,600	13,600

SUPPLEMENTAL FINANCIAL INFORMATION

Township of Beaver
General Fund
Comparative Statement of Assets and Fund Balance
Arising From Cash Transactions
March 31, 2004 (with Comparative Totals for 2003)

Assets	2004	2003
Cash	$ 468,539	$ 417,181
Due from other funds	4,255	10,410
Deposit on land	-	6,500
Total assets	$ 472,794	$ 434,091

Fund Balance		
Fund balance		
Reserved	$ 85,717	$ 79,192
Unreserved	387,077	354,899
Total fund balance	$ 472,794	$ 434,091

Township of Beaver
General Fund
Comparative Statement of Cash Revenues, Expenditures And Changes in Fund Balance - Budget and Actual
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
Revenue				
Taxes	$ 182,500	$ 194,845	$ 12,345	$ 186,086
Licenses and permits	30,000	46,334	16,334	35,191
State shared revenue	195,000	218,418	23,418	238,436
Interest	5,000	3,160	(1,840)	8,161
Charges for services	116,000	114,219	(1,781)	109,668
Other revenue	80,000	132,034	52,034	153,739
Total revenues	608,500	709,010	100,510	731,281
Expenditures				
General government	124,600	112,728	(11,872)	106,693
Code enforcement and zoning administration	19,100	42,996	23,896	42,692
Public works	149,800	115,523	(34,277)	140,895
Debt service	315,000	399,060	84,060	363,822
Total expenditures	608,500	670,307	61,807	654,102

Township of Beaver
General Fund
Comparative Statement of Cash Revenues, Expenditures And Changes in Fund Balance - Budget and Actual
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
Excess of revenues over expenditures	-	38,703	38,703	77,179
Fund balance - beginning of year	434,091	434,091	-	356,912
Fund balance - end of year	$ 434,091	$ 472,794	$ 38,703	$ 434,091

Township of Beaver
General Fund
Comparative Statement of Cash Expenditures
Budget and Actual
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
General government				
Township board	$ 21,200	$ 19,171	$ (2,029)	$ 21,500
Supervisor	10,500	9,054	(1,446)	10,709
Assessor	9,500	10,170	670	10,312
Elections	-	194	194	2,321
Clerk	12,700	11,260	(1,440)	12,903
Treasurer	17,700	15,769	(1,931)	15,548
Board of review	-	1,487	1,487	638
Township hall	47,000	39,756	(7,244)	32,762
Public Safety	6,000	5,867	(133)	-
Total general government	124,600	112,728	(11,872)	106,693
Code enforcement and zoning administration				
Zoning and planning	19,100	42,996	23,896	42,692
Total code enforcement and zoning administration	19,100	42,996	23,896	42,692
Public works				
Cemetery	1,000	600	(400)	1,269
Streets	21,100	1,950	(19,150)	17,130
Water lines	13,700	1,393	(12,307)	10,629
Street lights	4,000	3,936	(64)	3,635
Trash collection	110,000	107,644	(2,356)	108,232

Township of Beaver
General Fund
Comparative Statement of Cash Expenditures
Budget and Actual
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
Total public works	149,800	115,523	(34,277)	140,895
Debt service	315,000	399,060	84,060	363,822
Total expenditures	$ 608,500	$ 670,307	$ 61,807	$ 654,102

Township of Beaver
General Fund
Detail Statement of Cash Revenues
For the Years Ended March 31, 2004 and 2003

	2004	2003
Taxes		
Current property taxes	$ 55,806	$ 52,747
Delinquent property taxes	5,103	4,615
Collection fees	17,615	19,542
Delinquent collection fees	1,556	-
Summer tax collection fees	5,502	6,119
Road assessment	100,266	94,771
Delinquent road assessment	8,997	8,292
Total taxes	194,845	186,086
Licenses and permits		
Licenses and permits	46,334	35,191
State shared revenue	218,418	238,436
Charges for services		
Trash collection fees	101,343	109,668
Delinquent trash collection fees	12,876	-
Total charges for services	114,219	109,668
Interest	3,160	8,161
Other revenue		
Refunds	227	300
Cable TV royalties	9,050	7,382
Hoover assessment	3,468	4,571
Delinquent Hoover drive	1,714	-

Township of Beaver
General Fund
Detail Statement of Cash Revenues
For the Years Ended March 31, 2004 and 2003

	2004	2003
Miscellaneous	7,294	5,958
Water line deposits	72,080	98,414
Water line assessments	32,118	31,388
Water line delinquent	6,083	5,726
Total other revenue	132,034	153,739
Total revenue	$ 709,010	$ 731,281

Township of Beaver
General Fund
Detail Statement of Cash Expenditures
For the Years Ended March 31, 2004 and 2003

	2004	2003
Township board		
Salaries	$ 4,000	$ 4,000
Retirement	3,521	5,149
Audit fee	7,700	9,420
Dues and memberships	1,402	1,513
Meetings and conventions	1,780	642
Payroll taxes	768	776
Total township board	19,171	21,500
Supervisor		
Salary	9,000	9,063
Payroll taxes	54	33
Transportation	-	330
Meetings and conventions	-	1,283
Total supervisor	9,054	10,709
Assessor		
Salary	9,500	9,500
Printing & publishing	420	162
Office supplies	250	-
Capital outlay	-	650
Total assessor	10,170	10,312
Elections	194	2,321

Township of Beaver
General Fund
Detail Statement of Cash Expenditures
For the Years Ended March 31, 2004 and 2003

	2004	2003
Clerk		
Salary	9,000	9,000
Office supplies	1,546	1,786
Transportation	461	491
Printing and publishing	79	602
Meetings and conventions	174	1,024
Total clerk	11,260	12,903
Treasurer		
Salary	10,000	9,000
Office supplies	693	1,196
Transportation	437	186
Printing and publishing	4,433	4,330
Meetings and conventions	133	836
Payroll taxes	73	-
Total treasurer	15,769	15,548
Board of review	1,487	638
Township hall		
Salary	6,849	4,853
Payroll taxes	45	-
Operating supplies	3,921	1,621
Office supplies	1,322	-
Telephone	2,171	2,980

Township of Beaver
General Fund
Detail Statement of Cash Expenditures
For the Years Ended March 31, 2004 and 2003

	2004	2003
Insurance and bonds	10,425	9,396
Lawn mowing	1,434	706
Recreation	1,830	3,230
Land	6,500	-
Repairs and maintenance	92	4,015
Utilities	5,167	4,897
Capital outlay	-	1,064
Total township hall	39,756	32,762
Public Safety		
Road patrol	1,500	-
Liquor inspections	4,367	-
Total public safety	5,867	-
Zoning and planning		
Salaries	28,195	22,951
Payroll taxes	162	-
Office supplies	52	48
Legal fees	14,173	18,666
Refunds	-	376
Dues	170	175
Printing & publishing	244	476
Total zoning and planning	42,996	42,692
Water lines	1,393	10,629

Township of Beaver
General Fund
Detail Statement of Cash Expenditures
For the Years Ended March 31, 2004 and 2003

	2004	2003
Streets		
Snow plowing	1,950	-
Road improvements	-	17,130
Total streets	1,950	17,130
Cemetery	600	1,269
Street lights	3,936	3,635
Trash collection	107,644	108,232
Debt service		
Roads	278,810	239,822
Water - principal	75,000	75,000
Water - interest and fees	45,250	49,000
Total debt service	399,060	363,822
Total expenditures	$ 670,307	$ 654,102

Township of Beaver
Special Revenue Funds
Combining Statement of Assets, Liabilities and Fund Balance
Arising From Cash Transactions
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	Fire Fund	Liquor Fund	Total 2004	Total 2003
Assets				
Cash	$ 43,772	$ -	**$ 43,772**	$ 36,544
Liabilities and Fund Balance				
Liabilities				
Due to other funds	$ 1,839	$ -	**$ 1,839**	$ -
Fund balance	41,933	-	**41,933**	36,544
Total liabilities and fund balance	$ 43,772	$ -	**$ 43,772**	$ 36,544

Township of Beaver
Special Revenue Funds
Combining Statement of Cash Revenues
Expenditures and Changes in Fund Balance
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	Fire Fund	Liquor Fund	Total 2004	Total 2003
Revenue				
Current property taxes	$ 51,635	$ -	**$ 51,635**	$ 48,814
Delinquent property taxes	4,644	-	**4,644**	3,149
Fire truck levy	38,736	-	**38,736**	36,608
Delinquent fire truck levy	3,475	-	**3,475**	-
Interest	90	-	**90**	189
Other revenue	1,831	14	**1,845**	509
Total revenue	100,411	14	**100,425**	92,852
Other financing sources				
Sale of equipment	16,120	-	**16,120**	-
Loan proceeds	-	-	**-**	335,743
Total other financing sources	16,120	-	**16,120**	335,743
Total revenue and other financing sources	116,531	14	**116,545**	428,595
Expenditures				
Capital outlay	31,065	-	**31,065**	4,592
Supplies	1,216	-	**1,216**	2,116
Dues	316	-	**316**	420
Gas and oil	1,327	-	**1,327**	1,089
Repairs	3,303	-	**3,303**	5,229
Wages	-	416	**416**	577
Payroll taxes	-	-	**-**	24

Township of Beaver
Special Revenue Funds
Combining Statement of Cash Revenues
Expenditures and Changes in Fund Balance
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	Fire Fund	Liquor Fund	Total 2004	Total 2003
Training and seminars	3,320	-	**3,320**	3,421
Legal fees	1,000	-	**1,000**	1,180
Mileage reimbursement	17,996	-	**17,996**	15,000
Communications	2,436	-	**2,436**	1,450
Inspections	-	1,140	**1,140**	-
Insurance	5,902	-	**5,902**	3,296
Fire truck purchase	-	-	**-**	335,743
Fire truck loan - principal	28,458	-	**28,458**	37,227
Fire truck loan - interest and fees	11,314	-	**11,314**	2,544
Other	1,947	-	**1,947**	410
Total expenditures	109,600	1,556	**111,156**	414,318
Excess (deficiency) of revenues over expenditures	6,931	(1,542)	**5,389**	14,277
Fund balance - beginning of year	35,002	1,542	**36,544**	22,267
Fund balance - end of year	$ 41,933	$ -	**$ 41,933**	$ 36,544

Township of Beaver
Fire Fund
Comparative Statement of Assets, Liabilities and Fund Balance
Arising From Cash Transactions
March 31, 2004 (with Comparative Totals for 2003)

	2004	2003
Assets		
Cash	$ 43,772	$ 35,002
Liabilities and Fund Balance		
Liabilities		
Due to other funds	1,839	-
Total liabilities	1,839	-
Fund balance	41,933	35,002
Total liabilties and fund balance	$ 43,772	$ 35,002

Township of Beaver
Fire Fund
Comparative Statement of Cash Revenues, Expenditures And Changes in Fund Balance
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
Revenues				
Current property taxes	$ 50,000	$ 51,635	$ 1,635	$ 48,814
Delinquent property taxes	4,000	4,644	644	3,419
Fire truck levy	41,000	38,736	(2,264)	36,608
Delinquent fire truck levy	-	3,475	3,475	-
Interest	1,000	90	(910)	189
Other revenue	-	1,831	1,831	2,419
Sale of equipment	-	16,120	16,120	-
Total revenues	96,000	116,531	20,531	91,449
Other financing sources				
Loan proceeds	-	-	-	335,743
Total revenues and other financing sources	96,000	116,531	20,531	427,192
Expenditures				
Capital outlay	18,700	31,065	12,365	4,592
Supplies	-	1,216	1,216	2,116
Dues	400	316	(84)	420
Gas and oil	1,500	1,327	(173)	1,089
Repairs	3,700	3,303	(397)	5,229

Township of Beaver
Fire Fund
Comparative Statement of Cash Revenues, Expenditures And Changes in Fund Balance
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
Legal fees	1,000	1,000	-	800
Training and seminars	5,000	3,320	(1,680)	3,421
Mileage reimbursement	18,000	17,996	(4)	15,000
Communications	3,500	2,436	(1,064)	1,450
Insurance	3,200	5,902	2,702	3,296
Fire truck purchase	-	-	-	335,743
Fire truck loan - principal	28,458	28,458	-	37,227
Fire truck loan - interest and fees	12,542	11,314	(1,228)	2,544
Other	-	1,947	1,947	410
Total expenditures	96,000	109,600	13,600	413,337
Excess of revenues and other financing sources over expenditures	-	6,931	6,931	13,855
Fund balance - beginning of year	35,002	35,002	-	21,147
Fund balance - end of year	$ 35,002	$ 41,933	$ 6,931	$ 35,002

Township of Beaver
Liquor Fund
Comparative Statement of Assets and Fund Balance
Arising From Cash Transactions
March 31, 2004 (with Comparative Totals for 2003)

	2004	2003
Assets		
Cash	$ -	$ 1,542
Fund Balance		
Fund balance	$ -	$ 1,542

Township of Beaver
Liquor Fund
Comparative Statement of Cash Revenues, Expenditures and Changes in Fund Balance
For the Year Ended March 31, 2004 (with Comparative Totals for 2003)

	2004			
	Budget	Actual	Over (Under) Budget	2003 Actual
Revenues				
State shared revenue	1,400	14	(1,386)	1,403
Expenditures				
Wages	-	416	416	577
Payroll taxes	-		-	24
Inspections	-	1,140	-	
Legal fees	-		-	380
Total expenditures	1,400	1,556	156	981
(Deficiency) excess of revenues over expenditures	-	(1,542)	(1,542)	422
Fund balance - beginning of year	1,542	1,542	-	1,120
Fund balance - end of year	$ 1,542	$ -	$ (1,542)	$ 1,542

Township of Beaver
Current Tax Collection Fund
Comparative Statement of Assets and Liabilities
Arising From Cash Transactions
March 31, 2004 (with Comparative Totals for 2003)

	2004	2003
Assets		
Cash	$ 2,527	$ 10,410
Liabilities		
Due to other funds	$ 2,416	$ 10,410
Due to other governmental units	111	-
	$ 2,527	$ 10,410

Township of Beaver
Schedule of Outstanding Bonded Indebtedness - 1999 Issue
March 31, 2004

Date of issue: September 1999

Original amount of issue: $1,100,000

Purpose of this issue: Water line extension

Interest Rate	Fiscal Year	Semi-Annual Interest Payments May 1st	Semi-Annual Interest Payments November 1st	Annual Maturity November 1st	Total Fiscal Year Requirements
5.00	2004-05	20,600	20,600	100,000	141,200
5.00	2005-06	18,100	18,100	100,000	136,200
5.00	2006-07	15,600	15,600	100,000	131,200
5.10	2007-08	13,100	13,100	100,000	126,200
5.20	2008-09	10,550	10,550	100,000	121,100
5.20	2009-10	7,950	7,950	100,000	115,900
5.30	2010-11	5,350	5,350	100,000	110,700
5.40	2011-12	2,700	2,700	100,000	105,400
		$ 93,950	$ 93,950	$ 800,000	$ 987,900