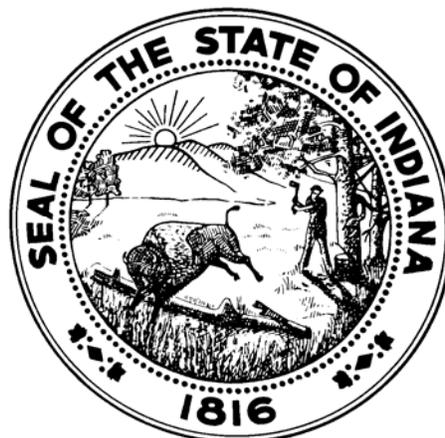


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2765

EXAMINATION REPORT
OF
TOWN OF WILKINSON
HANCOCK COUNTY, INDIANA
January 1, 2004 to December 31, 2005



FILED
08/08/2006

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report	3
Schedules of Receipts, Disbursements, and Cash and Investment Balances.....	4
Notes to Schedules	5
Exit Conference.....	6

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Janette L. Young	01-01-04 to 12-31-07
President of the Town Council	Richard Roberts	01-01-04 to 12-31-06



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF WILKINSON, HANCOCK COUNTY, INDIANA

We have examined the schedules of receipts, disbursements, and cash and investment balances of the Town of Wilkinson (Town), for the period of January 1, 2004 to December 31, 2005. The Town's management is responsible for the schedules. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the schedule of receipts, disbursements, and cash and investment balances and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the schedules referred to above present fairly, in all material respects, the cash transactions of the Town for the years ended December 31, 2004 and 2005, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

July 17, 2006

TOWN OF WILKINSON
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2004 And 2005

	Cash and Investments 01-01-04	Receipts	Disbursements	Cash and Investments 12-31-04
Governmental Funds:				
General	\$ 213,872	\$ 146,348	\$ 145,269	\$ 214,951
Motor Vehicle Highway	48,086	19,513	12,920	54,679
Local Road and Street	22,966	4,382	4,360	22,988
Park and Recreation	1,026	-	121	905
Law Enforcement Continuing Education	346	202	-	548
Riverboat	-	4,496	-	4,496
Rainy Day	-	7,719	3,111	4,608
Cumulative Capital Improvement	1,523	1,329	1,565	1,287
Garage Sale	-	47	-	47
Brown Township	-	2,000	1,720	280
Proprietary Fund:				
Wastewater Utility - Operating	272,387	55,474	50,041	277,820
Fiduciary Fund:				
Payroll	270	38,393	38,282	381
Totals	<u>\$ 560,476</u>	<u>\$ 279,903</u>	<u>\$ 257,389</u>	<u>\$ 582,990</u>

	Cash and Investments 01-01-05	Receipts	Disbursements	Cash and Investments 12-31-05
Governmental Funds:				
General	\$ 214,951	\$ 161,514	\$ 228,661	\$ 147,804
Motor Vehicle Highway	54,679	19,280	11,994	61,965
Local Road and Street	22,988	4,479	6,866	20,601
Park and Recreation	905	25	-	930
Law Enforcement Continuing Education	548	40	-	588
Riverboat	4,496	2,245	2,251	4,490
Rainy Day	4,608	-	-	4,608
Levy Excess	-	919	-	919
Cumulative Capital Improvement	1,287	1,100	-	2,387
Garage Sale	47	112	67	92
Brown Township	280	2,000	-	2,280
Grant Match	-	75,325	59,037	16,288
Proprietary Fund:				
Wastewater Utility - Operating	277,820	53,673	45,824	285,669
Fiduciary Fund:				
Payroll	381	37,192	36,563	1,010
Totals	<u>\$ 582,990</u>	<u>\$ 357,904</u>	<u>\$ 391,263</u>	<u>\$ 549,631</u>

The accompanying notes are an integral part of the schedules.

TOWN OF WILKINSON
NOTES TO SCHEDULES

Note 1. Introduction

The Town was established under the laws of the State of Indiana. The Town provides the following services: public safety, culture and recreation, general administrative services and wastewater.

Note 2. Fund Accounting

The Town uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied or highway use taxes are received are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Town in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Town on or prior to December 31 of the year collected.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the Town to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

TOWN OF WILKINSON
EXIT CONFERENCE

The contents of this report were discussed on July 17, 2006, with Janette L. Young, Clerk-Treasurer; and Richard Roberts, President of the Town Council. Our examination disclosed no material items that warrant comment at this time.