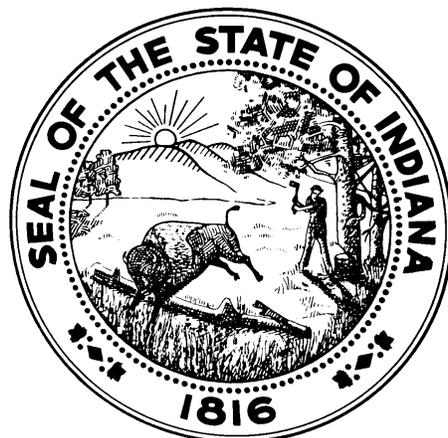


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

EXAMINATION REPORT
OF
TOWN OF STINESVILLE
MONROE COUNTY, INDIANA
January 1, 2006 to December 31, 2007



FILED
05/12/2008

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Lois Pursell	01-01-06 to 12-31-08
President of the Town Council	Randy Carter	01-01-06 to 12-31-06
	Andrea Asher	01-01-07 to 12-31-07
	Kimberly Cunningham	01-01-08 to 12-31-08



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF STINESVILLE, MONROE COUNTY, INDIANA

We have examined the financial information presented herein of the Town of Stinesville (Town), for the period of January 1, 2006 to December 31, 2007. The Town's management is responsible for the financial information presented herein. 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 financial information presented herein 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 financial information referred to above presents fairly, in all material respects, the financial information of the Town for the years ended December 31, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

March 5, 2008

TOWN OF STINESVILLE
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2006 And 2007

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
General	\$ 328	\$ 15,831	\$ 14,562	\$ 1,597
Motor Vehicle Highway	6,270	13,802	15,285	4,787
Local Road and Street	21,926	2,399	9,782	14,543
Nonreverting Park	5,121	6,115	8,533	2,703
Law Enforcement Training	535	81	-	616
Donation	546	-	-	546
Cumulative Capital Improvement	1,457	693	-	2,150
Cumulative Capital Development	905	970	1,012	863
Limestone Building Restoration	578	-	-	578
Rainy Day	228	-	-	228
Police Operating Fund	716	1,431	1,228	919
Police Cares Grant	360	1,500	1,860	-
Veteran's Monuments	2,096	60	120	2,036
Riverboat Wagering Tax Revenue Sharing	2,593	1,221	-	3,814
Fiduciary Fund:				
Payroll	-	13,246	13,246	-
Totals	<u>\$ 43,659</u>	<u>\$ 57,349</u>	<u>\$ 65,628</u>	<u>\$ 35,380</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
General	\$ 1,597	\$ 17,720	\$ 16,552	\$ 2,765
Motor Vehicle Highway	4,787	18,018	15,407	7,398
Local Road and Street	14,543	2,396	6,211	10,728
Nonreverting Park	2,703	6,931	6,930	2,704
Law Enforcement Training	616	195	89	722
Donation	546	-	-	546
Cumulative Capital Improvement	2,150	681	250	2,581
Cumulative Capital Development	863	653	1,012	504
Limestone Building Restoration	578	-	-	578
Rainy Day	228	-	-	228
Police Operating Fund	919	2,430	1,144	2,205
Veteran's Monuments	2,036	-	-	2,036
Riverboat Wagering Tax Revenue Sharing	3,814	1,223	-	5,037
Fiduciary Fund:				
Payroll	-	9,681	9,681	-
Totals	<u>\$ 35,380</u>	<u>\$ 59,928</u>	<u>\$ 57,276</u>	<u>\$ 38,032</u>

The accompanying notes are an integral part of the financial information.

TOWN OF STINESVILLE
NOTES TO FINANCIAL INFORMATION

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, and general administrative services.

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 STINESVILLE
EXAMINATION RESULT AND COMMENT

DEPOSITS

As stated in the prior Report B 27741, in numerous instances, receipts were deposited later than the next business day.

Indiana Code 5-13-6-1(d) states: "A city (other than a consolidated city) or a town shall deposit funds not later than the next business day following the receipt of the funds in depositories (1) selected by the city or town as provided in an ordinance adopted by the city or the town; and (2) approved as depositories of state funds."

TOWN OF STINESVILLE
EXIT CONFERENCE

The contents of this report were discussed on March 18, 2008, with Lois Pursell, Clerk-Treasurer. The official concurred with our finding.