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*Section 7-7-211, Mississippi Code Annotated (1972)* gives the Office of the State Auditor the authority to audit, with the exception of municipalities, any governmental entity in the state. In the case of municipalities, *Section 21-35-31, Mississippi Code Annotated (1972)* requires municipalities to obtain an annual audit performed by a private CPA firm and submit that audit report to the Office of the State Auditor. The Office of the State Auditor files these audit reports for review in case questions arise related to the municipality.

As a result, the following document was not prepared by the Office of the State Auditor. Instead, it was prepared by a private CPA firm and submitted to the Office of the State Auditor. The document was placed on this web page as it was submitted and no review of the report was performed by the Office of the State Auditor prior to finalization of the report. The Office of the State Auditor assumes no responsibility for its content or for any errors located in the document. Any questions of accuracy or authenticity concerning this document should be submitted to the CPA firm that prepared the document. The name and address of the CPA firm appears in the document.

**TOWN OF STONEWALL, MISSISSIPPI**

**INDEPENDENT ACCOUNTANTS' REPORT  
ON APPLYING AGREED-UPON PROCEDURES  
AND ACCOUNTANTS' COMPILATION REPORT**

**For the Fiscal Year Ended September 30, 2025**

**TOWN OF STONEWALL, MISSISSIPPI**

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## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Honorable Mayor and Members of the Board of Aldermen  
Town of Stonewall, Mississippi

We have performed the procedures enumerated below on cash, ad valorem taxes, state receipts, disbursements, court assessments and the municipal compliance questionnaire of the Town of Stonewall, Mississippi as of September 30, 2025, and for the year then ended. The Town of Stonewall, Mississippi's management is responsible for cash, ad valorem taxes, state receipts, disbursements, court assessments and the municipal compliance questionnaire.

The Town of Stonewall, Mississippi has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of compliance with requirements of the Office of the State Auditor under the provisions of Section 21-35-31, Miss. Code Ann. (1972). This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

1. We obtained cash reconciliations prepared by the municipal clerk and performed procedures to determine that the following bank balances reconcile to the respective general ledger accounts and confirmed the related bank balances with the bank:

<u>Bank</u>	<u>Fund</u>	<u>Balance per</u> <u>General Ledger</u>
BankPlus	General Fund	\$ 389,298
BankPlus	General Fund	82,415
BankPlus	General Fund	27,847
BankPlus	General Fund	5,435
Total General Fund		<u>\$ 504,995</u>
BankPlus	Economic Development Fund	<u>\$ 110,257</u>
BankPlus	American Rescue Plan Fund	<u>\$ 71,132</u>
BankPlus	Modernization Use Tax Fund	<u>\$ 112,002</u>

<u>Bank</u>	<u>Fund</u>	<u>Balance per General Ledger</u>
BankPlus	Grant Fund	\$ 2,029
BankPlus	Grant Fund	1,329
BankPlus	Grant Fund	16,832
BankPlus	Grant Fund	4,727
Total Grant Fund		<u>\$ 24,917</u>
BankPlus	Fire Protection Fund	<u>\$ 45,124</u>
BankPlus	Water & Sewer Fund	\$ 100,714
BankPlus	Water & Sewer Fund	28,790
Total Water and Sewer Fund		<u>\$ 129,504</u>
BankPlus	Sanitation Fund	<u>\$ 75,035</u>

Cash reconciliations prepared by the municipal clerk for the above bank accounts reconcile to the respective general ledger accounts.

2. We performed the following procedures with respect to taxes on real and personal property (including motor vehicles) levied during the fiscal year:
  - a. Traced levies to governing body minutes;
  - b. Traced distribution of taxes collected to proper funds; and
  - c. Analyzed increase in taxes for most recent period for compliance with increase limitations of Section 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

The levies were found to be properly approved by the board of alderman.

The distribution of taxes to funds was found to be in accordance with prescribed tax levies.

Ad valorem tax collections were found to have not exceeded the limitations of Sections 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

3. We obtained a statement of payments from the Department of Finance and Administration for the municipality and traced payments to deposit in the respective bank accounts and posting in the general ledger. Payments are as follows:

<u>Payment Purpose</u>	<u>Receiving Fund</u>	<u>Balance Per General Ledger</u>
JAG Grant	General Fund	\$ 3,499
Sales Tax Allocation	General Fund	52,211
Municipal Aid	General Fund	439
Gasoline Taxes	General Fund	2,692
Homestead Exemption	General Fund	24,979
Modernization Use Tax	Modernization Use Tax Fund	69,490
State Insurance Rebate	Other Governmental Funds	11,602
CDBG Grant	Water & Sewer Fund	7,371
American Resue Plan	American Rescue Plan Fund	115,644
		<u>\$ 287,927</u>

All payments were found to be deposited into the respective bank accounts and posted in the general ledger.

4. We selected a sample of purchases made by the municipality during the fiscal year. Each sample item was evaluated for proper approval and compliance with purchasing requirements set forth in Title 31, Chapter 7, Miss. Code Ann. (1972), as applicable.

The sample consisted of the following:

Number of Sample Items:	25
Total Dollar Value of Sample:	\$13,854.40

We found that the municipality's purchasing procedures as it related to the sampled purchases to be in compliance with purchasing requirements set forth in Title 31, Chapter 7, Miss. Code Ann. (1972).

5. We also selected a sample of state-imposed court assessments collected to determine that the municipal clerk had settled monthly with the Department of Finance and Administration.

We found that the municipality appears to have settled monthly as required by state statute.

6. We have read the Municipal Compliance Questionnaire completed by the municipality and performed a survey to test its compliance with state requirements.


Our completed survey indicated no instances of noncompliance with state requirements.

We also examined surety bonds and determined all officials were appropriately bonded for the fiscal year.

We were engaged by the Town of Stonewall, Mississippi to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on cash, ad valorem taxes, state receipts, disbursements, court assessments and the municipal compliance questionnaire. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Town of Stonewall, Mississippi and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the Town of Stonewall, Mississippi and the Office of the State Auditor of Mississippi and is not intended to be and should not be used by anyone other than those specified parties.

  
Stephen D. Myrick, C.P.A., L.L.C.  
Quitman, Mississippi  
April 10, 2026

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## **ACCOUNTANTS' COMPILATION REPORT**

Honorable Mayor and Members of the Board of Aldermen  
Town of Stonewall, Mississippi

Management is responsible for the accompanying combined statement of cash receipts and disbursements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Stonewall, Mississippi as of and for the year ended September 30, 2025, in accordance with the cash basis of accounting and for determining that the cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the combined statement of cash receipts and disbursements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on the financial statement.

The combined statement of cash receipts and disbursements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information is prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Town's receipts and disbursements. Accordingly, the financial statement is not designed for those who are not informed about such matters.

The supplementary information contained on pages 7 through 9 is presented for purposes of additional analysis and is not a required part of the financial statement. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.



Stephen D. Myrick, C.P.A., L.L.C.  
Quitman, Mississippi  
April 10, 2026

**TOWN OF STONEWALL, MISSISSIPPI**  
**COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
**GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Governmental Activities					Business-type Activities			
	Major Funds					Major Funds			
	General Fund	Economic Development Fund	American Rescue Plan Fund	Modernization Use Tax Fund	Other Governmental Funds	Total	Water and Sewer Fund	Sanitation Fund	Total
<b>Receipts</b>									
Taxes:									
General Property Taxes	\$ 344,036	\$ -	\$ -	\$ -	\$ -	\$ 344,036	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-	-	-	-	-	-
Licenses and Permits:									
Franchise Charges - Utilities	43,584	-	-	-	-	43,584	-	-	-
Intergovernmental Receipts:									
Federal Receipts:									
JAG Grant	3,499	-	-	-	-	3,499	-	-	-
CDBG Grant	-	-	-	-	-	-	7,371	-	7,371
ARPA	-	-	115,644	-	-	115,644	-	-	-
State-shared Receipts:									
Municipal Aid	439	-	-	-	-	439	-	-	-
Sales Tax	52,211	-	-	-	-	52,211	-	-	-
Gasoline Tax	2,692	-	-	-	-	2,692	-	-	-
Homestead Exemption	24,979	-	-	-	-	24,979	-	-	-
Fire Rebate	-	-	-	-	-	-	-	-	-
Modernization Use Tax	-	-	-	69,490	-	69,490	-	-	-
Insurance Rebate	-	-	-	-	11,602	11,602	-	-	-
Local-shared Receipts:									
Pro Rata County Road Tax	35,737	-	-	-	-	35,737	-	-	-
Other County Ad Valorem	2,668	-	-	-	-	2,668	-	-	-
Forestry Grant	4,439	-	-	-	-	4,439	-	-	-
Charges for Services:									
Water Utility Service Fees	-	-	-	-	-	-	271,161	-	271,161
Sanitation	-	-	-	-	-	-	-	75,199	75,199
Fines and Forfeitures	27,743	-	-	-	-	27,743	-	-	-
Interest Earnings	9,635	2,013	1,050	2,249	1,230	16,177	2,344	1,471	3,815
Rental of Facilities	19,236	18,000	-	-	-	37,236	-	-	-
Cemetery Plot Sales	500	-	-	-	-	500	-	-	-
Miscellaneous Receipts	11,177	-	-	-	-	11,177	-	-	-
<b>Total Receipts</b>	<b>582,575</b>	<b>20,013</b>	<b>116,694</b>	<b>71,739</b>	<b>12,832</b>	<b>803,853</b>	<b>280,876</b>	<b>76,670</b>	<b>357,546</b>
<b>Disbursements</b>									
General Government									
(Executive & Financial)	147,952	-	-	-	-	147,952	-	-	-
Public Safety:									
Police	140,734	-	-	-	6,755	147,489	-	-	-
Fire	14,645	-	-	-	-	14,645	-	-	-
Highways and Streets	159,062	-	-	94,377	-	253,439	-	-	-
Health and Welfare	50	-	-	-	-	50	-	-	-
Culture and Recreation:									
Parks	9,892	-	-	-	-	9,892	-	-	-
Libraries	10,000	-	-	-	-	10,000	-	-	-
Conservation of Natural Resources	-	-	93,810	-	-	93,810	-	-	-
Enterprises:									
Water and Sewer Utility	-	-	-	-	-	-	250,301	-	250,301
Sanitation Utility	-	-	-	-	-	-	-	73,392	73,392
Redemption of Principal	6,176	-	-	-	-	6,176	5,806	-	5,806
Debt Service Interest	3,724	-	-	-	-	3,724	3,734	-	3,734
<b>Total Disbursements</b>	<b>492,235</b>	<b>-</b>	<b>93,810</b>	<b>94,377</b>	<b>6,755</b>	<b>687,177</b>	<b>259,841</b>	<b>73,392</b>	<b>333,233</b>
<b>Excess (Deficiency) of Receipts</b>									
<b>Over / (Under) Disbursements</b>	<b>90,340</b>	<b>20,013</b>	<b>22,884</b>	<b>(22,638)</b>	<b>6,077</b>	<b>116,676</b>	<b>21,035</b>	<b>3,278</b>	<b>24,313</b>
<b>Cash Basis Fund Balance - Beginning of Year</b>	<b>414,655</b>	<b>90,244</b>	<b>48,248</b>	<b>134,640</b>	<b>63,964</b>	<b>751,751</b>	<b>108,469</b>	<b>71,757</b>	<b>180,226</b>
<b>Cash Basis Fund Balance - End of Year</b>	<b>\$ 504,995</b>	<b>\$ 110,257</b>	<b>\$ 71,132</b>	<b>\$112,002</b>	<b>\$ 70,041</b>	<b>\$ 868,427</b>	<b>\$ 129,504</b>	<b>\$ 75,035</b>	<b>\$ 204,539</b>

See accountants' compilation report.

**SUPPLEMENTARY INFORMATION**

**TOWN OF STONEWALL, MISSISSIPPI**  
**SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICIALS**  
**SEPTEMBER 30, 2025**

Name	Position	Company	Bond
Jerry L Rich/	Mayor	Old Republic Surety Company	\$ 50,000
Penny Walker	Mayor	RLI Insurance Company	50,000
Kent Stephens/	Chief of Police	NGM Insurance Company / RLI Insurance Company	50,000
Donald Moore	Chief of Police	Old Republic Surety Company	50,000
Glynis D Banes	Town Clerk	Old Republic Surety Company	50,000
Pamela Tew	Court Clerk	NGM Insurance Company / RLI Insurance Company	50,000
Pamela Tew	Clerk	RLI Insurance Company	50,000
Greg Mangum/	Alderman	RLI Insurance Company	50,000
Stephanie Carlisle	Alderman	RLI Insurance Company	50,000
Ricky Carpenter/	Alderman	RLI Insurance Company	50,000
James Speed	Alderman	Old Republic Surety Company	50,000
Kimberley Street/	Alderman	RLI Insurance Company	50,000
Stephen Krajewski	Alderman	Old Republic Surety Company	50,000
Shanna Starks/	Alderman	NGM Insurance Company / Old Republic Surety Company	50,000
Richard Smith	Alderman	Old Republic Surety Company	50,000

See accountants' compilation report.

**TOWN OF STONEWALL, MISSISSIPPI  
SCHEDULE OF CHANGES IN LONG-TERM DEBT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

Definition and Purpose	Balance	Transactions During Fiscal Year		Balance
	Outstanding 9/30/2024	Issued	Redeemed	Outstanding 9/30/2025
2023 Dodge Ram	37,199	-	5,806	31,393
2023 Ford Explorer	38,432	-	6,176	32,256
Total	<u>\$ 75,631</u>	<u>\$ -</u>	<u>\$ 11,982</u>	<u>\$ 63,649</u>

See accountants' compilation report.

**TOWN OF STONEWALL, MISSISSIPPI  
SOLID WASTE MANAGEMENT SERVICES SCHEDULE  
FULL COST ACCOUNTING  
SUMMARY OF COST REPORTING  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025**

**Revenue:**

Garbage Fees	\$	75,199	
Interest Income		1,471	
Miscellaneous Income		-	
Total Revenue		76,670	76,670

**Expenses:**

Contractual Services		73,392	
Total Expenses		73,392	73,392

<b>Excess (Deficiency) of Revenue Over Expenses</b>	<b>\$</b>	<b>3,278</b>
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<b>Number of Users</b>	<b>414</b>
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<b>Average Annual Cost Per User</b>	<b>\$ 177</b>
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See accountants' compilation report.

# *Stephen D. Myrick C.P.A., L.L.C.*

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## **ACCOUNTANTS' REPORT ON COMPLIANCE WITH STATE LAWS AND REGULATIONS**

Honorable Mayor and Members of the Board of Aldermen  
Town of Stonewall, Mississippi

We have compiled the combined statement of cash receipts and disbursements of the Town of Stonewall, Mississippi, as of and for the year ended September 30, 2025, and performed certain other agreed-upon procedures as required by the Office of the State Auditor of Mississippi and have issued our report dated April 10, 2026.

As required by the state legal compliance audit program prescribed by the Office of the State Auditor, we have also performed procedures to test compliance with certain state laws and regulations. However, providing an opinion on compliance with state laws and regulations was not an objective of our compilation and, accordingly, we do not express such an opinion.

The results of those agreed-upon procedures and our compilation of the statement of cash receipts and disbursements disclosed no material instances of noncompliance with state laws and regulations.

This report is intended for the information of the Town's management and the Office of the State Auditor of Mississippi and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.



Stephen D. Myrick, C.P.A., L.L.C.  
Quitman, Mississippi  
April 10, 2026