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**Mayor:** David H. Nichols, II

**Board of Alderman:**

Donald Walters

Steve Moreman

Martha Watts

T. Kevin Garrett

Richard Sykes

**Police Chief:** David Stanley

**Fire Chief:** Lyle Berard

**Public Works:** Bobby Selman

**Director of Administration:**  
Deborah Lea

**Court Clerk:** Amy Bacon

**City Attorney:** John Sutton

17 May 2016

**TO:** Mississippi State Auditor  
ATTN: Annual Audit Department  
P.O. Box 956  
Jackson, Mississippi 39205

**RE:** Town of Monticello  
Audited Financial Statements and Special Reports  
FY Ending 30 September 2015

Dear Sir/Madam:

Per Mississippi Code 1972 annotated §21-35-31, the Town of Monticello is submitting two (2) copies of their annual audit, fiscal year ending 30 September 2015.

Sincerely,

DEBORAH L. LEA  
Director of Administration  
Town of Monticello

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*Monticello "It Just Feels Like Home"*

**Town of Monticello, Mississippi**  
**Audited Financial Statements and**  
**Special Reports**  
**For the Year Ended September 30, 2015**

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**TOWN OF MONTICELLO**  
**For the Year Ended September 30, 2015**

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# Charles R. Hart

Certified Public Accountant

Post Office Box 336  
Wesson, MS 39191-0336

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## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Board of Aldermen  
Town of Monticello, Mississippi

I have audited the accompanying financial statements of Town of Monticello, Mississippi, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash receipts and disbursements basis of accounting described in Note 1; this includes determining that the cash receipts and disbursements basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

### Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### Opinion

In my opinion, the financial statements referred to above present fairly in all material respects, the respective financial position — cash receipts and disbursements basis of governmental activities, the business-type activities, each major fund, and aggregate remaining fund information of the Town of Monticello Mississippi, as of September 30, 2015, and respective changes in financial position — cash receipts and disbursements basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

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## **Basis of Accounting**

I draw attention to Note 1 of the financial statements which describes the basis of accounting. The financial statements are prepared on the cash receipts and disbursements basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My opinion is not modified with respect to that matter.

## **Other Matters:**

### **Required Supplementary Information**

The Town of Monticello, Mississippi, has not presented the management's discussion and analysis and the budgetary comparison schedule that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. My opinion on the basic financial statements is not affected by the missing information.

My audit was conducted for the purpose of forming opinions on the financial statements and that collectively comprise the Town on Monticello, Mississippi's financial statements as a whole. The supplemental information section is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental information section is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The supplemental information section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on it.



Charles R. Hart  
Certified Public Accountant

March 15, 2016  
Wesson, Mississippi

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**Town of Monticello**  
**Statement of Activities and Net Assets - Cash Basis**  
**Year Ended September 30, 2015**

Function / Programs	Program Cash Receipts		
	Cash Disbursements	Charges for Services	Capital Grants & Contributions
<b>PRIMARY GOVERNMENT</b>			
Government activities:			
General government	\$ 407,803		
Public safety	\$ 644,388		\$ 28,407
Court	\$ 21,283		
Culture & recreation	\$ 244,274	\$ 131,366	
Street maintenance	\$ 120,630		
Total government activities	\$ 1,438,378	\$ 131,366	\$ 28,407
Business-type activities:			
Water & sewer	\$ 506,745	\$ 496,635	\$ -
Total business-type activities	\$ 506,745	\$ 496,635	\$ -
Total Primary Government	\$ 1,945,123	\$ 628,001	\$ 28,407

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**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

**Town of Monticello**  
**Statement of Activities and Net Assets – Cash Basis**  
**Year Ended September 30, 2015**

Function / Programs	Net (Disbursements) Receipts & Changes in Net Assets		
	Governmental Activities	Business-type Activities	Total
<b>PRIMARY GOVERNMENT</b>			
Government activities:			
General government	\$ (407,803)	\$ -	\$ (407,803)
Public Safety	\$ (615,981)	\$ -	\$ (615,981)
Court	\$ (21,283)	\$ -	\$ (21,283)
Culture & recreation	\$ (112,908)	\$ -	\$ (112,908)
Street maintenance	\$ (120,630)	\$ -	\$ (120,630)
Total governmental activities	<u>\$ (1,278,605)</u>	<u>\$ -</u>	<u>\$ (1,278,605)</u>
Business-type activities:			
Water & sewer	\$ -	\$ (10,110)	\$ (10,110)
Total business-type activities	<u>\$ -</u>	<u>\$ (10,110)</u>	<u>\$ (10,110)</u>
Total Primary Government	<u>\$ (1,278,605)</u>	<u>\$ (10,110)</u>	<u>\$ (1,288,715)</u>
General Receipts:			
Taxes:			
Ad Valorem	\$ 492,499		\$ 492,499
Sales taxes	\$ 489,732		\$ 489,732
Franchise & privilege taxes	\$ 64,038		\$ 64,038
In Lieu of Tax – Grand Gulf	\$ 17,507		\$ 17,507
In Lieu of Tax – MHRA	\$ 3,656		\$ 3,656
Unrestricted investment income	\$ -		\$ -
Intergovernmental	\$ 85,032		\$ 85,032
Water deposit receipts	\$ -	\$ 8,125	\$ 8,125
Miscellaneous	\$ 46,785	\$ 3,095	\$ 49,880
Rental Income	\$ 16,425		\$ 16,425
Fines & Forfeits	\$ 70,825		\$ 70,825
Transfers	\$ -		\$ -
Total General Receipts	<u>\$ 1,286,499</u>	<u>\$ 11,220</u>	<u>\$ 1,297,719</u>
Change in Net Assets	\$ 7,894	\$ 1,110	\$ 9,004
<b>Net Assets @ Beginning of Year</b>	<u>\$ 976,901</u>	<u>\$ 167,929</u>	<u>\$ 1,144,830</u>
<b>Net Assets @ End of Year</b>	<u>\$ 984,795</u>	<u>\$ 169,039</u>	<u>\$ 1,153,834</u>
<b>ASSETS</b>			
<b>ASSETS</b>			
Cash & cash equivalents	\$ 984,795	\$ 169,039	\$ 1,153,834
Total Assets	<u>\$ 984,795</u>	<u>\$ 169,039</u>	<u>\$ 1,153,834</u>
<b>NET ASSETS</b>			
Non-Spendable	\$ -	\$ -	\$ -
Restricted	\$ 21,043	\$ -	\$ 21,043
Committed	\$ 167,329	\$ -	\$ 167,329
Assigned	\$ -	\$ -	\$ -
Unassigned	\$ 796,423	\$ -	\$ 796,423
Reserved Business-Type	\$ -	\$ 41,520	\$ 41,520
Unrestricted Business-Type	\$ -	\$ 127,519	\$ 127,519
Total Net Assets	<u>\$ 984,795</u>	<u>\$ 169,039</u>	<u>\$ 1,153,834</u>

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

**Town of Monticello**  
**Statement of Cash Basis Assets and Fund Balances and**  
**Cash Receipts, Disbursements and**  
**Changes in Cash Basis Fund Balances and Net Assets**  
**Year Ended September 30, 2015**

	Governmental Activities Major Funds General	Business- type Activities Water & Sewer
<b>RECEIPTS</b>		
Taxes:		
General property taxes	469,861	
Property Taxes - prior	11,242	
Penalties & interest on delinquent taxes	11,396	
Licenses & permits:		
Privilege licenses	6,083	
Franchise charges - utilities	57,955	
Intergovernmental revenues:		
Federal revenues:		
EDA Grant	-	-
FEMA – Fire Grant	-	-
MDA Grant	-	-
USDA – RBEG Grant	-	-
General Municipal Aid & Gas Tax	5,594	
State Shared Revenues:		
Homestead Exemption Reimbursement	34,010	
Sales Tax	489,732	
In Lieu of Tax - Grand Gulf	17,507	
Fire insurance premium tax	21,596	
JAG Grant	-	
MDES Reimbursement	-	-
MDOT Grant	-	
Public Health – MOS Grant	24,753	
Public Safety–Homeland Security	-	
Public Safety – Law Enforcement	3,654	
Public Safety–Emergency Management	-	
Wildlife & Fisheries		
County:		
Fire protection	17,832	
Parks & Recreation	6,000	
Charges for Services:		
Parks & Recreation	131,366	
Water, Sewer, & Garbage		504,760
Fines & Forfeits	70,825	
Miscellaneous	10,127	
<b>Total Receipts</b>	<b>1,389,533</b>	<b>504,760</b>

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**Town of Monticello**  
**Statement of Cash Basis Assets and Fund Balances and**  
**Cash Receipts, Disbursements and**  
**Changes in Cash Basis Fund Balances and Net Assets**  
**Year Ended September 30, 2015**

	Governmental Activities	Business- Type Activities
	Major Funds General	Water & Sewer
<b>DISBURSEMENTS</b>		
General government	293,191	
Public safety:		
Police	454,380	
Streets	120,630	
Fire	190,008	
Municipal Court	21,283	
Culture & recreation:		
Recreation	244,274	
Enterprise:		
Water & Sewer		347,564
Garbage Fees		99,191
Debt service - principal & interest	17,715	41,565
Capital outlay	80,157	14,021
Other non-operating disbursements	16,740	4,404
	<hr/>	<hr/>
Total Disbursements	<u>1,438,378</u>	<u>506,745</u>

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

**Town of Monticello**  
**Statement of Cash Basis Assets and Fund Balances and**  
**Cash Receipts, Disbursements and**  
**Changes in Cash Basis Fund Balances and Net Assets**  
**Year Ended September 30, 2015**

	Governmental Activities <u>Major Funds</u> <u>General</u>	Business Type Activities <u>Water &amp;</u> <u>Sewer</u>
Excess(Deficiency) of receipts over disbursements	<u>(48,845)</u>	<u>(1,985)</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
MRHA in lieu of taxes	3,656	
Other non-revenue receipts	52,956	3,095
Notes Payable		
Reimbursement from prior year		
Donations	127	
	<u>56,739</u>	<u>3,095</u>
Total other financing resources (Uses)		
Excess (Deficiency) of receipts and other financing sources over disbursements and other financing uses	7,894	1,110
<b>Cash Basis Fund Balance – Beginning of Year</b>	976,901	
<b>Cash Basis Net Assets – Beginning of Year</b>		<u>167,929</u>
<b>Cash Basis Fund Balance – End of Year</b>		
<b>Cash Basis Net Assets - End of Year</b>	<u>984,795</u>	<u>169,039</u>
<b>Cash Basis Fund Balance – End of Year</b>		
Non-Spendable		
Restricted	21,043	
Committed	167,329	
Assigned		
Unassigned	796,423	
Total Cash Basis Fund Balance	<u>984,795</u>	
<b>Cash Basis Net Assets - End of Year</b>		
Reserved		41,520
Unreserved		<u>127,519</u>
Total Cash Basis Net Assets		<u>169,039</u>

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

# Town of Monticello

## Notes to the Financial Statements Year Ended September 30, 2015

### Note 1. Summary of Significant Accounting Policies.

#### A. Financial Reporting Entity

The Town of Monticello, Mississippi, (Town) was incorporated in 1811. The Town operates under an alderman/mayor form of government and provides all of the rights and privileges provided by statute for municipalities.

The financial statements of the Town of Monticello have been prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

#### B. Government-wide and Fund Financial Statements.

The government-wide financial statements (i.e., the Statement of Activities and Net Assets – cash basis) report information on all of the non-fiduciary activities of the primary government. The effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Town combines the Statement of Activities and Statement of Net Assets.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct disbursements* are those that are clearly identifiable with a specific function or segment. *Program receipts* include (1) receipts from customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as *general receipts*.

#### C. Measurement Focus, Basis of Accounting and Financial Statement Presentation.

The government-wide financial statements are reported using the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when collected and expenditures are recorded when cash is spent.

Governmental fund financial statements are reported using the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recognized as soon as they are collected. Disbursements generally are recorded when cash is spent.

Amounts reported as *program receipts* include (1) receipts from customers or applicants for goods, services or privileges provided, (2) operating grants and contributions and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general receipts* rather than as program receipts.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

# Town of Monticello

## Notes to the Financial Statements

### Year Ended September 30, 2015

#### Note 1 – Summary of Significant Accounting Policies. (Continued)

The Town reports the following major Governmental Fund:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Town reports the following major Business-type Fund:

The *Water and Sewer Fund* is used to account for all financial resources of the water and sewer department.

#### D. Assets and Net Assets or Equity.

##### 1. Cash and Investments.

The government's cash and cash equivalents are considered to be cash on hand or invested in certificates of deposit, which are short-term highly liquid investments that are readily convertible to cash. All cash deposits are reported at carrying amount (cost) which reasonably estimates fair market value. State law authorizes the Town to invest in interest bearing time certificates of deposits with depositories and in obligations of the U.S. Treasury, State of Mississippi, or any county, municipality or school district of this state.

##### 2. Fund Equity.

Fund balance is divided into five classifications based primarily on the extent to which the Town is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

**Non-Spendable.** The non-spendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

**Restricted.** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or is imposed by law through constitutional provisions or enabling legislation (Town ordinances).

**Committed.** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance or resolution) of the Board of Alderman. Those committed amounts cannot be used for any other purpose unless the Board of Aldermen removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to previously commit those amounts.

**Assigned.** Amounts in the assigned fund balance classification are intended to be used by the Town for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed.

# Town of Monticello

## Notes to the Financial Statements

### Year Ended September 30, 2015

**Unassigned.** Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance account. In other governmental funds if expenditures for specific purposes exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report negative unassigned fund balance.

The Town applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classification could be used.

#### **Note 2. Defined Benefit Pension Plan.**

**Plan Description:** The Town of Monticello, Mississippi, contributes to the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and may be amended only by the State of Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That information may be obtained by writing to Public Employees' Retirement System, PERS Building, at 429 Mississippi Street, Jackson, MS 39201-1005 or by calling (601) 359-3589 or 1-800-444-PERS.

**Funding Policy:** PERS members are required to contribute 9% of their annual covered salary, and the Town of Monticello, Mississippi, is required to contribute at an actuarially determined rate. The current rate is 15.75% of annual covered payroll. The contribution requirements of PERS' members are established and may be amended only by the State of Mississippi Legislature. The Town has made all required contributions to PERS as follows: Y/E 09/30/2013, \$102,677; Y/E 09/30/2014, \$111,792; Y/E 09/30/2015, \$118,566.

Membership in PERS is a condition of employment for all eligible employees of the State of Mississippi, public schools, institutions of higher learning, community and junior colleges, and eligible employees of municipalities, counties and other political subdivisions and instrumentalities of municipal and county government that have entered into a Membership Agreement approved by the PERS Board of Trustees (Board).

#### **Note 3. Contingencies.**

Litigation - The Town of Monticello, Mississippi, is not a defendant in any lawsuits at this time.

Federal Grants - The Town has received federal grants for specific purposes that are subject to audit by the grantor agencies. Entitlements to these resources are generally conditional upon compliance with the term and conditions of grant agreements and applicable federal regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a grantor audit may become a liability of the Town.

# Town of Monticello

## Notes to the Financial Statements

### Year Ended September 30, 2015

#### **Note 4. Deposits and Investments.**

##### Deposits:

The carrying amount of the Town's total deposits with financial institutions at September 30, 2015, was \$1,153,834. The collateral for public entities' deposits in financial institutions is held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5, Miss. Code Ann. (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Depository Insurance Corporation.

**Custodial Credit Risk – Deposits.** Custodial credit risk is the risk that in the event of the failure of a financial institution, the Town will not be able to recover deposits or collateral securities that are in the possession of an outside party. The Town does not have a formal policy for custodial credit risk. However, the Mississippi State Treasurer manages that risk on behalf of the Town. Deposits above FDIC coverage are collateralized by the pledging financial institution's trust department or agent in the name of the Mississippi State Treasurer on behalf of the Town. As of September 30, 2015, none of the Town's bank balance of \$1,153,834 was exposed to custodial credit risk.

**Credit Risk – State law** limits investments to those prescribed in Sections 27-105-33(d) and 27-105-33(e) Miss. Code Ann. (1972). The Town does not have a formal investment policy that would further limit its investment choices or one that addresses credit risk.

**Concentration of Credit Risk – Disclosures of investments by amount and issuer for any issuer that represents five percent or more of total investments is required.** This requirement does not apply to investments issued or explicitly guaranteed by the U.S. government, investments in mutual funds and external investment pools, and other pooled investments. As of September 30, 2015, the Town had one investment in a certificate of deposit of \$4,322.

#### **Note 5. Property Tax Revenues.**

State statutes exist under which the Board of Aldermen may levy property taxes. The selection of authorities is made based on the objectives and responsibilities of the Town. Restrictions associated with property tax levies vary with statutory authority. The amount of increase in certain property taxes is limited by state law. Generally, this restriction provides that these tax levies shall produce no more than 110% of the amount which resulted from the assessments of the previous year.

The Board of Aldermen, each year at a meeting in September, levies property taxes for the ensuing fiscal year which begins on October 1. Real property taxes become a lien on January 1 of the current year, and personal property taxes become a lien on March 1 of the current year. Taxes on both real and personal property, however, are due on or before March 4 of the next succeeding year. Taxes on motor vehicles and mobile homes become a lien and are due in the month that coincides with the month of original purchase.

# Town of Monticello

## Notes to the Financial Statements Year Ended September 30, 2015

### **Note 6. Claims and Judgments.**

#### **Risk Management.**

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The Town carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in this fiscal year.

### **Note 7. Subsequent Events.**

The Town has evaluated events and transactions for potential recognition or disclosure through March 15, 2016, which is the date the financial statements were available to be issued.

**SUPPLEMENTAL INFORMATION**

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**Town of Monticello  
Schedule of Investments  
Year Ended September 30, 2015**

Certificates of Deposit:

General Funds:

General Operating Fund:

.25% dated April 27, 2015, due April 27, 2016	\$	4,322
# 101773 - General Fund (1st Bank)		

Total General CD's		\$ <u>4,322</u>
--------------------	--	-----------------

Total Certificates Deposits - All Funds		\$ <u>4,322</u>
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**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

**Town of Monticello  
Schedule of Long-Term Debt  
Year Ended September 30, 2015**

	Balance Outstanding Oct. 1, 2014	Transactions During <u>Fiscal Year</u>		Balance Outstanding Sept. 30, 2015
		Issued	Redeemed	
MS Development Authority				
Sports Complex	37,364		8,686	28,678
MS Development Authority				
Water & Sewer Improvements	304,459		19,433	285,026
Note Payable, 2012	388,590		18,430	370,160
<b>Total Long-Term Debt</b>	<b>730,413</b>		<b>46,549</b>	<b>683,864</b>

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**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

**Town of Monticello  
Schedule of Surety Bonds for Municipal Officers  
Year Ended September 30, 2015**

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Bond Amount</u>
David Nichols	Mayor	St. Paul Surety	\$ 50,000
David Stanley	Police Chief	Travelers	\$ 50,000
Deborah Lea	City Clerk	Travelers	\$ 50,000
Amy Corken	Court Clerk	Travelers	\$ 50,000
Kim Davis	Deputy Clerk	Travelers	\$ 50,000
Janice Herring	Parks Ranger	Travelers	\$ 50,000
Kevin Garrett	Alderman	St. Paul Surety	\$ 50,000
Steven Moreman	Alderman	St. Paul Surety	\$ 50,000
Richard T. Sykes	Alderman	St. Paul Surety	\$ 50,000
Donald Walters	Alderman	St. Paul Surety	\$ 50,000
Martha Watts	Alderman	St. Paul Surety	\$ 50,000
Alice Stringer	Concession Manager	Travelers	\$ 50,000
Desirea Ball	Concession Assistant	Travelers	\$ 50,000

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.**

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**Town of Monticello**  
**Schedule of Capital Assets**  
**Year Ended September 30, 2015**

	Balance Outstanding Oct. 1, 2014	Transactions During Fiscal Year		Balance Outstanding Sept. 30, 2015
		Increases	Decreases	
<b>Governmental Activities:</b>				
Capital Assets:				
Land	81,083	27,972		109,055
Buildings	807,022			807,022
Machinery & Equipment	1,082,614	59,094	1,689	1,140,019
Infrastructure	6,419,150			6,419,150
Construction in Progress	-			-
<b>Total Governmental activities capital assets</b>	<b>8,389,869</b>	<b>87,066</b>	<b>1,689</b>	<b>8,475,246</b>
<b>Business-type Activities:</b>				
Capital Assets:				
Land	1,800			1,800
Buildings	49,232			49,232
Machinery & Equipment	191,459		750	190,709
Infrastructure	5,055,000			5,055,000
Construction in Progress	-	512,500		512,500
<b>Total Business-type activities capital assets</b>	<b>5,297,491</b>	<b>512,500</b>	<b>750</b>	<b>5,809,241</b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

# Charles R. Hart

Certified Public Accountant

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## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH STATE LAWS AND REGULATIONS

To the Mayor and Board of Aldermen  
Town of Monticello, Mississippi

I have audited the basic financial statements of the Town of Monticello as of and for the year ended September 30, 2015, and have issued my report dated March 15, 2016. I have conducted my audit in accordance with auditing standards generally accepted in the United States of America.

As required by the state legal compliance audit program prescribed by the Office of the State of Auditor, I 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 my audit, and accordingly, I do not express such an opinion. The results of those procedures disclosed no material instances of non-compliance with the municipal compliance questionnaire.

The results of those procedures and my audit of the general purpose financial statements disclosed no material instances of noncompliance with state laws and regulations.



Charles R. Hart  
Certified Public Accountant

March 15, 2016  
Wesson, Mississippi