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FINANCIAL REPORT

TOWN OF MYRTLE

MYRTLE, MISSISSIPPI

SEPTEMBER 30, 2019

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INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED-UPON PROCEDURES

Honorable Mayor and Board of Aldermen
Town of Myrtle
Myrtle, Mississippi 38650

We have performed the procedures enumerated below, which were agreed to by the Mayor and Board of Aldermen of the Town of Myrtle on the cash, investments, ad valorem taxes, state receipts, disbursements, state court fine assessment and the municipal compliance questionnaire in accordance with the provisions of Section 21-35-31, Mississippi Code, 1972, Annotated of the Town of Myrtle for the year ended September 30, 2019. The Town of Myrtle's management is responsible for the cash, investments, ad valorem taxes, state receipts, disbursements, state court fine assessment and the municipal compliance questionnaire in accordance with the provisions of Section 21-35-31, Mississippi Code, 1972, Annotated. The sufficiency of these procedures is solely the responsibility of the Mayor and Board of Aldermen of the Town of Myrtle. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

A. Cash

We reconciled cash on deposit with the following bank to balances in the respective general ledger accounts and obtained confirmation of the related balances from the bank:

<u>Bank</u>	<u>Fund</u>	<u>General Ledger</u>
BNA Bank	General Fund	\$ 42,381
BNA Bank	Water Fund	123,932

B. Investments

The Town of Myrtle owned no securities held for investment at September 30, 2019.

C. Ad Valorem Taxes

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 Sections 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

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

Ad valorem tax collections were found to be within the limitations of section 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

D. Transfer Payments

We obtained a statement of payments made by the Mississippi Department of Finance and Administration to the town. The payments were traced to deposits in the bank and recorded in the general ledger without exception. Payments traced were as follows:

<u>Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
Sales Tax Allocation	General	\$ 49,562
Gasoline Tax	General	1,470
TVA in Lieu of Taxes	General	3,882
General Municipal Aid	General	244
Homestead Exemption	General	5,979
Fire Protection Allocation	General	2,892
Public Safety Grant	General	2,198
Dept. of Wildlife, Fisheries & Parks	General	75,228
MS Development Authority	Sewer	136,250

E. Purchasing and Receiving

We selected a sample of purchases made by the municipality during the year. Each sample item was evaluated for compliance with public purchasing requirements set forth in Sections 31-7-1, 31-7-13, 31-7-49, and 33-7-57, Mississippi Code, 1972, Annotated, as applicable.

The sample consisted of the following:

Number of sample items	84
Dollar value of sample	\$ 445,556

We found the municipality to be in agreement with the requirements of the above-mentioned sections.

F. Court Fines and Forfeitures

We selected a sample of collections of fines and forfeitures and verified that the municipal court clerk had settled daily with the municipal clerk. 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 the municipality to be in agreement with the requirements of the above-mentioned sections.

G. Municipal Compliance Questionnaire

We have read the Municipal Compliance Questionnaire completed by the town. The completed survey indicated no instances of noncompliance.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the cash, ad valorem taxes, state receipts, disbursements, state court fine assessment 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.

This report is intended solely for the use of the Office of the State Auditor, State of Mississippi, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.


Lindsey, Davis and Associates
Certified Public Accountants

Ripley, Mississippi
March 3, 2020

LINDSEY, DAVIS AND ASSOCIATES

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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Honorable Mayor and Board of Aldermen
Town of Myrtle
Myrtle, Mississippi 38650

Management is responsible for the accompanying statement of cash receipts and disbursements (all funds)- cash basis of the Town of Myrtle, Mississippi, as of and for the year ended September 30, 2019 in accordance with accounting principles generally accepted in the United States of America. 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 financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.


The financial statements are prepared on 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 of the disclosures ordinarily required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Town's cash receipts and disbursements. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Required Supplementary Information

Management has omitted the management's discussion and analysis information that is required to be presented for purposes of additional analysis. Such missing information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

The accompanying supplementary information contained on pages 9, 10 and 11 is presented for purposes of additional analysis. 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.


Lindsey, Davis and Associates
Certified Public Accountants

Ripley, Mississippi
March 3, 2020

TOWN OF MYRTLE
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - (ALL FUNDS) CASH BASIS
YEAR ENDED SEPTEMBER 30, 2019

	GOVERNMENTAL FUND TYPE	PROPRIETARY FUND TYPE	TOTALS (MEMORANDUM ONLY)	
	GENERAL	ENTERPRISE	2019	2018
CASH OPERATING RECEIPTS				
Privilege License	\$ 893	\$	\$ 893	\$ 437
General Property Taxes	94,741		94,741	82,756
Intergovernmental Receipts				
State Shared Receipts:				
Sales Tax	49,562		49,562	53,308
Gasoline Tax	1,470		1,470	1,470
Fire Protection	2,892		2,892	2,797
TVA in Lieu of Taxes	3,882		3,882	3,727
General Municipal Aid	244		244	244
Homestead Exemption	5,979		5,979	5,828
County Shared Receipts:				
Road Tax	9,440		9,440	7,745
Charges for Services:				
Water		288,338	288,338	291,078
Sewer		49,483	49,483	
Fines and Bonds	10,333		10,333	6,737
Miscellaneous	5,365	94	5,459	48
TOTAL OPERATING RECEIPTS	184,801	337,915	522,716	456,175
OTHER CASH RECEIPTS				
Interest	71	68	139	82
Grant Proceeds	84,089	164,986	249,075	731
Loan Proceeds	95,000	112,587	207,587	
Transfers	11,154		11,154	35,000
TOTAL OTHER RECEIPTS	190,314	277,641	467,955	35,813
TOTAL CASH RECEIPTS	375,115	615,556	990,671	491,988

SEE ACCOUNTANT'S COMPILATION REPORT

TOWN OF MYRTLE
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - (ALL FUNDS) CASH BASIS
YEAR ENDED SEPTEMBER 30, 2019

	GOVERNMENTAL FUND TYPE	PROPRIETARY FUND TYPE	TOTALS (MEMORANDUM ONLY)	
	GENERAL	ENTERPRISE	2019	2018
CASH OPERATING DISBURSEMENTS				
General Government	87,669		87,669	89,476
Public Safety:				
Fire	4,116		4,116	4,477
Police	60,078		60,078	56,009
Public Works	23,213		23,213	31,426
Enterprise:				
Water Utilities		185,580	185,580	223,879
Sewer Utilities		60,875	60,875	
TOTAL OPERATING DISBURSEMENTS	175,076	246,455	421,531	405,267
OTHER CASH DISBURSEMENTS				
Capital Expenditures	102,410	267,956	370,366	18,749
Principal Payments	90,043	55,467	145,510	31,992
Interest Payments	7,382	6,351	13,733	12,613
Meter Deposit Refunds		3,736	3,736	
Transfers		11,154	11,154	35,000
TOTAL OTHER DISBURSEMENTS	199,835	344,664	544,499	98,354
TOTAL CASH DISBURSEMENTS	374,911	591,119	966,030	503,621
EXCESS OF CASH RECEIPTS OVER (UNDER) CASH DISBURSEMENTS	204	24,437	24,641	(11,633)
Cash Balances - Beginning of Year	42,177	99,495	126,625	138,258
Cash Balances - End of Year	\$ 42,381	\$ 123,932	\$ 151,266	\$ 126,625

SEE ACCOUNTANT'S COMPILATION REPORT

TOWN OF MYRTLE
SCHEDULE OF LONG-TERM DEBT
YEAR ENDED SEPTEMBER 30, 2019

		Balance	Transactions		Balance
Definition		Outstanding	During Fiscal Year		Outstanding
and Purpose		Oct. 1, 2018	Issued	Redeemed	Sept. 30, 2019
GENERAL FUND:					
USDA - Rural Development	2012 GO Bonds	\$ 144,279	\$	\$ 7,547	\$ 136,732
Three Rivers Planning & Dev.	Bank Note	13,048		2,181	10,867
Three Rivers Planning & Dev.	Bank Note		95,000	74,292	20,708
Hancock Bank	Bank Note	22,472		6,023	16,449
WATER & SEWER SYSTEM:					
USDA - Rural Development	Water System	86,303		5,481	80,822
BNA Bank	Bank Note	10,673		4,659	6,014
BNA Bank	Bank Note		37,587	37,587	
BNA Bank	Bank Note		75,000	564	74,436
Miss. Development Authority	CAP Loan - Tower Renovation	78,965		7,176	71,789
Total		<u>\$ 355,740</u>	<u>\$ 207,587</u>	<u>\$ 145,510</u>	<u>\$ 417,817</u>

SEE ACCOUNTANT'S COMPILATION REPORT

TOWN OF MYRTLE
SCHEDULE OF SURETY BONDS FOR TOWN OFFICIALS
September 30, 2019

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Amount</u>
John Michael Canerdy	Mayor	MS Municipal Bond Program	\$ 10,000
Milton McDonald Jr.	Aldersperson	MS Municipal Bond Program	10,000
Cynthia L. Parks	Aldersperson	MS Municipal Bond Program	10,000
Dustin C. Rasberry	Aldersperson	MS Municipal Bond Program	10,000
Sean Thomas Wiginton	Aldersperson	MS Municipal Bond Program	10,000
Teresa Rene Smith	Aldersperson	MS Municipal Bond Program	10,000
Lisa Merritt Cook	Municipal Clerk	RLI Insurance Company	50,000
David Peeler	Deputy Clerk	Travelers	50,000
Jim White	Police Chief	FCCI Insurance Group	50,000
Justin Gregory	Police Officer	RLI Insurance Company	50,000
Jeffrey Dean Chism	Police Officer	RLI Insurance Company	50,000

SEE ACCOUNTANT'S COMPILATION REPORT

TOWN OF MYRTLE
SCHEDULE OF INVESTMENTS (ALL FUNDS) - CASH BASIS
September 30, 2019

The Town of Myrtle owned no securities held for investment at September 30, 2019.

SEE ACCOUNTANT'S COMPILATION REPORT

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ACCOUNTANT'S REPORT ON COMPLIANCE WITH STATE LAWS AND REGULATIONS

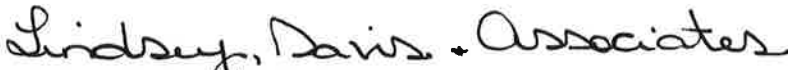
Honorable Mayor and Board of Aldermen
Town of Myrtle
Myrtle, MS 38650

We have compiled the accompanying statement of cash receipts and disbursements-governmental and business-type activities, schedule of investments, schedule of long-term debt, and schedule of surety bonds for town officials of the Town of Myrtle, Mississippi, for the year ended September 30, 2019, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statement has been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

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 procedures and our compilation of the 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 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.


Lindsey, Davis and Associates
Certified Public Accountants

Ripley, Mississippi
March 3, 2020