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**Town of Satartia  
P. O. Box 42  
Satartia, MS 39162**

**June 17, 2016**

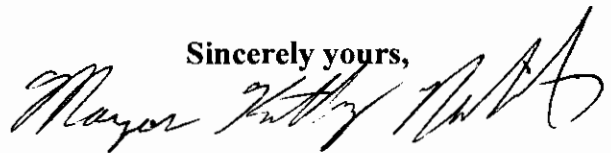
**Office of the State Auditor  
P. O. Box 956  
Jackson, MS 39205**

**RE: Annual Municipal Compilation**

**Department of Technical Assistance**

**Accompanying this letter are two copies of the annual compilation of certain financial information and report on agree-upon procedures for the fiscal year ended September 30, 2015 the Town of Satartia, Mississippi. In connection with this compilation, a separate management letter was not written in the town**

**Sincerely yours,**

A handwritten signature in black ink, appearing to read "Mayor Kathy Nesbit", written over a horizontal line.

**KATHLEEN NESBIT  
Mayor**

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**JUN 23 2016**

# **TOWN OF SATARTIA**

## **COMPILATION OF CERTAIN FINANCIAL INFORMATION AND REPORT ON AGREED-UPON PROCEDURES FISCAL YEAR ENDING SEPTEMBER 30, 2015**

**RECEIVED**

**JUN 23 2016**

**Ardis D. Russell  
Certified Public Accountant  
Yazoo City, Mississippi**

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**ARDIS D. RUSSELL**  
**Certified Public Accountant**  
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MEMBER:  
American Institute of  
Certified Public Accountants  
Mississippi Society of  
Certified Public Accountants

April 20, 2016

**Honorable Mayor and Board of Aldermen**  
**Town of Satartia**  
**Satartia, Mississippi 39162**

We have compiled the accompanying balance sheet and related statement of cash receipts and disbursements – all fund types of the Town of Satartia for the year ended September 30, 2015, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying statement of cash receipts and disbursements –all fund types and, accordingly, do not express an opinion or any other form of assurance on it.

The town's policy is to prepare its financial statement on the basis of cash receipts and disbursements; consequently, certain revenue is recognized when received rather than when measurable and available, and certain expenditures are recognized when paid rather than when the obligation is incurred. Accordingly, the statement of cash receipts and disbursements — all fund types is not intended to present results of operations, in conformity with generally accepted accounting principles.

The supplementary information contained on pages 8 through 9 is presented for purposes of additional analysis and has been compiled by us from information that is the representation of management of the Town of Satartia, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on such supplementary information.



**Ardis D. Russell, C.P.A.**

**TOWN OF SATARTIA, MISSISSIPPI**  
**BALANCE SHEET**  
**SEPTEMBER 30, 2015**

	Totals (Memorandum Only)	
	Sept. 30, 2015	Sept. 30, 2014
<b>ASSETS</b>		
Petty cash		
Cash on hand in Bank of Yazoo City:		
Checking account #5171996	973	1,893
Checking account #5171988	1,998	2,093
Money Market account #6243265	9,769	9,765
Certificate of Deposit #63817	50,043	49,887
Certificate of Deposit #63819	6,152	12,118
Interest receivable	29	32
Lot		
Water well	3,037	3,037
Building	297,462	297,462
Chlorinators	35,503	35,503
Ejectors	1,890	1,890
Chlorinator building	1,582	1,582
Drainage improvements	1,959	1,959
TOTAL ASSETS	<u>67,090</u>	<u>67,090</u>
	<u>\$ 408,523</u>	<u>\$ 484,511</u>
<b>FUND BALANCES</b>		
Unreserved and undesignated	\$ 69,164	\$ 75,988
Total Fund Balances	<u>69,164</u>	<u>75,988</u>
INVESTMENT IN GENERAL FIXED ASSETS	\$ 408,523	\$ 408,523
TOTAL FUND BALANCES AND INVESTMENT IN GENERAL FIXED ASSETS	<u>\$ 408,523</u>	<u>\$ 484,511</u>

TOWN OF SATARTIA, MISSISSIPPI  
COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS -  
ALL FUND TYPES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

	Totals (Memorandum Only)	
	Year Ended	Year Ended
	Sept. 30, 2015	Sept. 30, 2014
	Governmental Fund General	Proprietary Fund Water
CASH RECEIPTS		
Intergovernmental Receipts:		
State Shared Receipts:		
Municipal Aid	\$ 27	\$ 27
Sales Tax	1,977	3,261
Gasoline Tax	162	147
Fire Protection		299
Charges for Services:		
Water Utility	\$ 8,940	7,475
Interest Earned		
Franchise Fees - YVEPA	189	193
Transfers In	1,360	1,360
Insurance Reimbursement	2,592	1,708
	<u>3,200</u>	<u>1,760</u>
TOTAL CASH RECEIPTS	\$ 6,915	\$ 11,536
	\$ 18,451	\$ 14,817

SEE ACCOUNTANT'S COMPILATION REPORT

## TOWN OF SATARTIA, MISSISSIPPI

**SEE ACCOUNTANT'S COMPILATION REPORT**



**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This summary of significant accounting policies of the Town of Satartia (the Town) is presented to assist in understanding the Town's (the primary government) financial statements. The Town has no component units. The financial statements and notes are representations of the Town's management who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

**A. Description of the Town**

The Town of Satartia is incorporated under the laws of the State of Mississippi.

**B. Basis of Presentation- Fund Accounting**

The accounts of the Town are organized on the basis of funds and accounts groups, each of which is considered a separate accounting entity. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, except as noted. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into fund types and broad fund categories as follows:

**GOVERNMENTAL FUNDS**

**General Fund** – The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

**Proprietary Fund - Water** – The Town accounts for its water as an enterprise fund. Enterprise funds account for activities that are financed and operated in a manner similar to private businesses, where periodic determination of revenue earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

**ACCOUNT GROUPS**

**General Fixed Assets Account Group** – General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

**C. Basis of Accounting**

The cash receipts and disbursements basis of accounting is followed by the governmental funds.

**D. Assets, Liabilities, and Fund Equity**

**1. Investments**

Investments are stated at cost. The schedules of investments are on page 8.

**2. Comparative Data**

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Town's financial position and operations.

**3. Total Columns of the Combined Statements – Overview**

Total columns on the Combined Statements – Overview are captioned Total Memo Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**II. DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS**

**A. Assets**

**1. Cash Deposits**

The carrying amount of the Town's deposits with a financial institution was \$68,935 and bank balance was \$69,012. The bank balance is categorized as follows:

Amount insured by the F.D.I.C. \$ 68,935

Amount collateralized with securities held by  
the pledging financial institution's trust  
department or agent in the Town's name

Total Bank Balance Insured or Collateralized \$ 68,935

The uninsured bank balance at September 30, 2015, was -0-% This uninsured bank balance was required to be collateralized in the amount of 105%. The uninsured bank balance at September 30, 2015, was collateralized in an amount equal to or greater than the legally required amount.

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**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2015**

2. **Investments** are stated at cost. The schedules of investments are on page 8.

3. **Changes in General Fixed Assets**

The following is a summary of the changes in the general fixed assets account group from October 1, 2014 to September 30, 2015.

	<b><u>Balance</u></b> <b><u>10/01/14</u></b>	<b><u>Additions</u></b>	<b><u>Retirements</u></b>	<b><u>Balance</u></b> <b><u>9/30/15</u></b>
Lot	\$ 3,037			\$ 3,037
Buildings	35,503			35,503
Water well	297,462			297,462
Chlorinators	1,890			1,890
Ejectors	1,582			1,582
Chlorinator building	1,959			1,959
Drainage improvements	<u>67,090</u>			<u>67,090</u>
Total general fixed assets	<u>\$ 408,523</u>			<u>\$ 408,523</u>

TOWN OF SATARTIA, MISSISSIPPI  
SCHEDULE OF INVESTMENTS – ALL FUNDS  
SEPTEMBER 30, 2015

GENERAL FUND:

Bank of Yazoo City	
.25% Certificate of Deposit #63817	
Dated July 16, 2011, Due July 16, 2016	\$ 50,043
.25% Certificate of Deposit #63819	
Dated July 16, 2011, Due July 16, 2016	6,152
Money Market Account #6243265	<u>9,769</u>
 TOTAL INVESTMENTS	 <u>\$ 65,964</u>

SEE ACCOUNTANT'S COMPILATION REPORT

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**TOWN OF SATARTIA, MISSISSIPPI**  
**SCHEDULE OF SURETY BONDS FOR TOWN OFFICIALS**  
**SEPTEMBER 30, 2015**

**UNAUDITED**

<b><u>Name</u></b>	<b><u>Position</u></b>	<b><u>Surety</u></b>	<b><u>Bond Amount</u></b>
Kathy Nesbit	Mayor	Travelers Casualty	\$10,000
Marguerite Vinson	Alderman	Travelers Casualty	\$10,000
Todd Hart	Alderman	Travelers Casualty	\$10,000
Benji Ragland, Jr.	Alderman	Travelers Casualty	\$10,000
Mike Harris	City Clerk	Travelers Casualty	\$50,000
	Water Operator Clerk	Travelers Casualty	\$50,000
Ross Nesbit	Town Marshall	Travelers Casualty	\$10,000

April 20, 2016

**INDEPENDENT ACCOUNTANT'S REPORT ON  
APPLYING AGREED-UPON PROCEDURES**

Honorable Mayor and  
Board of Aldermen  
Town of Satartia  
Satartia, Mississippi 39162

We have performed the procedures enumerated below, which were agreed to by the Office of the State Auditor, to the accounting records of the Town of Satartia solely to assist the Office of the State Auditor, to evaluate the Town of Satartia's compliance with certain laws and regulations as of September 30, 2015 and for the year then ended. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Office of the State Auditor, State of Mississippi. 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.

Our procedures and findings are as follows:

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

<u>Bank</u>	<u>Fund</u>	<u>General Ledger Balance</u>
Bank of Yazoo City	General	\$ 973
Bank of Yazoo City	General	1,998
Bank of Yazoo City	General	50,043
Bank of Yazoo City	General	6,152
Bank of Yazoo City	General	9,769

2. We obtained a statement of payments made by Department of Finance and Administration to the municipality. Payments indicated were traced to deposit in the respective bank accounts and recorded in the general ledger without exception. Payments traced were as follows:

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<u>Payment Purpose</u>	<u>Receiving Fund</u>	<u>General Ledger Amount</u>
Municipal Aid	General Fund	\$ 27
Sales Tax Allocation	General Fund	1,977
Gasoline Tax	General Fund	162

3. We selected a sample of purchases made by the Town during the year. Each sample item was evaluated for compliance with the public purchasing requirements set forth in Sections 31-7-1, 37-7-13, 31-7-49 and 31-7-57, Mississippi Code, 1972, Annotated, as applicable.

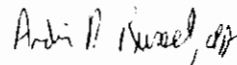
The sample consisted of the following:

Number of Sample Items	67
Dollar Value of Sample	\$ 17,824

We found the Town's purchasing procedures to be in compliance with the above sections.

4. We have read the Municipal Compliance Questionnaire completed by the municipality. The following response to the questionnaire indicates noncompliance with state requirement.
- A. The municipal clerk does not submit to the board a monthly report of expenditures against each budget item for the preceding month and fiscal year to date and the unexpended balances of each budget item.

Because the above procedures do not constitute in accordance with generally accepted auditing standards, we do not express an opinion on any of the specific accounts or classes of transactions referred to above. In connection with the procedures referred to above, no matters came to our attention that caused us to believe the items specified in Paragraphs 1 and 2 should be adjusted. Had we performed additional procedures or had we conducted an audit of the financial statements in accordance with generally accepted auditing standards, matters might have come to our attention that would have been reported to you. This report should not be associated with the financial statements of the Town of Satartia, Mississippi, for the year ended September 30, 2015.



Ardis D. Russell, C. P. A.

**ARDIS D. RUSSELL**  
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333 NORTH MAIN STREET, SUITE C  
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YAZOO CITY, MISSISSIPPI 39194

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e-mail: ardis@tecinfo.com

April 20, 2016

MEMBER:  
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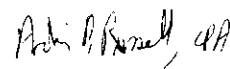
**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH STATE  
LAWS AND REGULATIONS**

**Honorable Mayor and Board of Aldermen  
Town of Satartia  
Satartia, MS. 39162**

We have compiled the balance sheet and related statement of cash receipts and disbursements – all fund types of the Town of Satartia for the year ended September 30, 2015 and have issued our report dated April 20, 2016. We have conducted our compilation in accordance with Statements on Standards issued by the American Institute of Certified Public Accountants.

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 audit and, accordingly, we do not express such an opinion. The results of those procedures and our audit of the general purpose financial statements disclosed no instances of noncompliance with state laws and regulations.

This report is intended solely for the information of the Village'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.



**Ardis D. Russell, CPA**