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**Town of Meadville**  
POST OFFICE BOX 309  
MEADVILLE, MISSISSIPPI 39653  
601-384-5208

**OFFICES**  
**LANE B. REED, MAYOR**  
**SARE E. JONES, ATTORNEY**  
**LESLIE A. THOMPSON, TOWN CLERK**

**ALDERMEN**  
**CHARLES CALCOTE**  
**BART JONES**  
**BOBBY KELLY**  
**DAVID SCARBROUGH**  
**KAY SCOTT**

November 9, 2016

Office of the State Auditor  
Post Office Box 956  
Jackson, Mississippi 39205

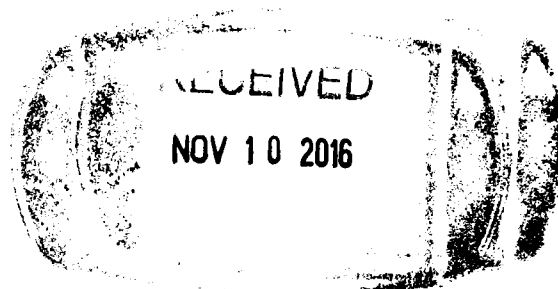
RE: Annual Municipal Audit-Town of Meadville

Accompanying this letter two copies of the annual compilation of the Town of Meadville, Mississippi, for the fiscal year ended September 30, 2016. A separate management letter was not written to the Town in connection with this audit.

Sincerely,



Leslie Thompson  
Town Clerk

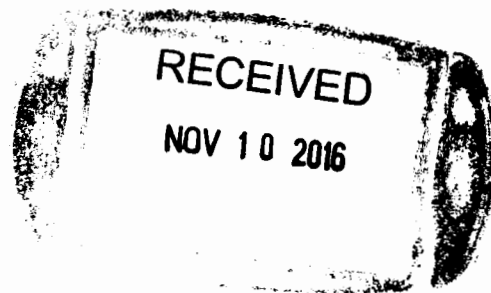




**TOWN OF MEADVILLE, MISSISSIPPI**

**FINANCIAL STATEMENTS**

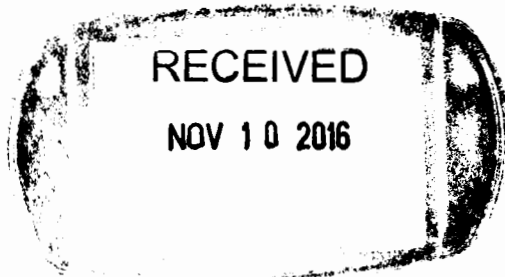
**YEAR ENDED SEPTEMBER 30, 2016**





## TABLE OF CONTENTS

	<u>PAGE</u>
Independent Accountant's Compilation Report	2
Combined Balance Sheet - All Fund Types and Account Groups	3
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - All Governmental Fund Types and Expendable Trust Funds	4
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types	5
Notes to Financial Statements	6
Schedule of Capital Assets	7
Schedule of Long Term Debt	8
Schedule of Surety Bonds	9
Special Report on Agreed Upon Audit Procedures for Small Municipalities	10-12





## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Honorable Mayor and Board of Aldermen  
Town of Meadville, Mississippi

Management is responsible for the accompanying financial statements of the Town of Meadville, Mississippi for the year ended September 30, 2016, as listed in the Table of Contents, in accordance with accounting principles generally accepted in the United States of America. I 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. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially disclosures required by accounting principles generally accepted in the United States of America, including a statement of cash flows for proprietary funds. If the omitted disclosure were included in the financial statements, they might influence the user's conclusions about the company's financial position, results of operations and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

  
CERTIFIED PUBLIC ACCOUNTANT

Bernell McGehee, CPA  
Liberty, Mississippi

October 28, 2016





**TOWN OF MEADVILLE, MISSISSIPPI**  
**COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS**  
**(UNAUDITED)**  
**YEAR ENDED SEPTEMBER 30**

<u>Assets</u>	<u>Governmental Fund Types</u>	<u>Proprietary Fund Types</u>	<u>Total Memorandum Only</u>	
			<u>2016</u>	<u>2015</u>
Cash	\$ 135,294	\$ 280,804	\$ 416,098	\$ 348,899
Cash-Reserved	\$ 155,168	\$ 59,983	\$ 215,151	\$ 162,778
Accounts Receivable	-	21,048	21,048	25,179
Due from Water & Sewer	40,091	-	40,091	18,978
Fixed assets (net of accumulated depreciation)	-	341,773	341,773	190,779
<b>Total Assets</b>	<b>\$ 330,553</b>	<b>\$ 703,608</b>	<b>\$ 1,034,161</b>	<b>\$ 746,613</b>
 <b><u>Liabilities and Fund Equity</u></b>				
Accounts Payable	\$ 21,398	\$ 7,870	\$ 29,268	\$ 20,503
Due to General Fund	-	40,091	40,091	18,978
Notes Payable	-	267,957	267,957	206,793
Customer deposits	-	10,681	10,681	9,082
<b>Total Liabilities</b>	<b>21,398</b>	<b>326,599</b>	<b>347,997</b>	<b>255,356</b>
Retained Earnings:				
Unreserved		377,009	377,009	178,676
Fund balance:				
Unreserved	153,987	-	153,987	307,842
Reserved - Fire Fund	150,412		150,412	
Reserved - unemployment benefits	4,756	-	4,756	4,739
<b>Total Fund Equity</b>	<b>309,155</b>	<b>377,009</b>	<b>686,164</b>	<b>491,257</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 330,553</b>	<b>\$ 703,608</b>	<b>\$ 1,034,161</b>	<b>\$ 746,613</b>

The accompanying compilation report is an integral part of this balance sheet.



**TOWN OF MEADVILLE, MISSISSIPPI**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS**  
**(UNAUDITED)**  
**YEAR ENDED SEPTEMBER 30**

	<u>2016</u>	<u>2015</u>
Revenue:		
Ad valorem	\$ 130,739	\$ 132,254
Licenses and Permits	27,880	34,339
Intergovernmental	155,632	164,465
Fines and Forfeits	9,516	7,652
Interest	689	314
Other	<u>5,712</u>	<u>20,229</u>
Total Revenue	<u>\$ 330,168</u>	<u>\$ 359,253</u>
Expenditures:		
General government	\$ 173,872	\$ 181,601
Public safety	78,206	97,754
Streets	<u>81,516</u>	<u>103,351</u>
Total Expenditures	<u>333,594</u>	<u>382,706</u>
Excess (deficiency) of revenues over expenditures	\$ (3,426)	\$ (23,453)
Fund balance at beginning of year	<u>312,581</u>	<u>336,034</u>
Fund balance at end of year	<u>\$ 309,155</u>	<u>\$ 312,581</u>

The accompanying compilation report is an integral part of this financial statement

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**TOWN OF MEADVILLE, MISSISSIPPI**  
**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN**  
**RETAINED EARNINGS -- ALL PROPRIETARY FUND TYPES**  
**(UNAUDITED)**  
**YEAR ENDED SEPTEMBER 30**

	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>2016</u>	<u>2015</u>
Operating revenues:				
Charges for services	\$ 148,755	\$ 87,088	\$ 235,843	\$ 206,320
Operating expenses:				
Personal services	20,380	18,482	38,862	33,051
Supplies	11,814	10,348	22,162	25,005
Other services and charges	66,398	12,156	78,554	133,069
Depreciation	<u>10,980</u>	<u>17,400</u>	<u>28,380</u>	<u>28,380</u>
Total operating expenses	<u>109,572</u>	<u>58,386</u>	<u>167,958</u>	<u>219,505</u>
Operating income	<u>39,183</u>	<u>28,702</u>	<u>67,885</u>	<u>(13,185)</u>
Non-operating revenues (expenses):				
USDA Grant	137,000		137,000	
Interest - net	(1,325)	(5,227)	(6,552)	(8,897)
Transfers in (out)	<u>23,475</u>	<u>(23,475)</u>	<u>-</u>	<u>-</u>
Total non-operating revenue (expense)	159,150	(28,702)	130,448	(8,897)
Net income (loss)	198,333	-	198,333	(22,082)
Retained earnings, beginning of year	<u>178,676</u>	<u>-</u>	<u>178,676</u>	<u>200,758</u>
Retained earnings, end of year	<u>\$ 377,009</u>	<u>\$ -</u>	<u>\$ 377,009</u>	<u>\$ 178,676</u>

The accompanying compilation report is an integral part of this financial statement



**TOWN OF MEADVILLE, MISSISSIPPI  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016**

**Note A: Summary of Significant Accounting Policies**

**General Information**

The town operated under the Mayor/Alderman form of government and provides services as authorized by law.

**Reporting Entity**

The financial statement of the town consists of all the funds of the town.

**Fund Accounting**

The accounts of the town are organized on the basis of funds, each of which is considered a separate accounting entity.

**Basis of Accounting**

The financial statement is prepared on an accrual basis.

**Note B: Report Classifications**

Receipts and disbursements were classified according to requirements for small towns in the State of Mississippi as prescribed by the Office of the State Auditor.





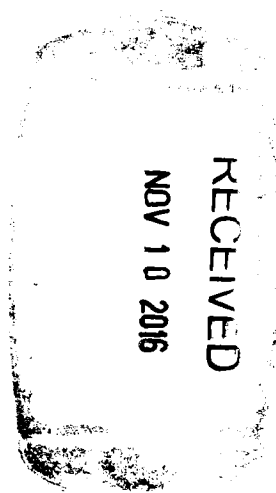
**TOWN OF MEADVILLE, MISSISSIPPI  
SCHEDULE OF CAPITAL ASSETS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
Note: Governmental asset details are currently unavailable.				
<b>Business Type Activities:</b>				
Capital Assets				
Land	8,000	-	-	8,000
Machine and Equipment	664,148	-	-	664,148
Construction in Progress	<u>-</u>	<u>\$179,374</u>	<u>-</u>	<u>\$ 179,374</u>
<b>Total Business-type activities capital assets</b>	<u>\$ 672,148</u>	<u>\$ 179,374</u>	<u>-</u>	<u>\$ 851,522</u>



**TOWN OF MEADVILLE, MISSISSIPPI  
STATEMENT OF LONG-TERM DEBT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016**

<u>DEFINITION AND PURPOSE OF DEBT</u>	<u>BALANCE OUTSTANDING 09/30/2015</u>	<u>TRANSACTIONS DURING FISCAL YEAR ISSUED      REDEEMED</u>	<u>BALANCE OUTSTANDING 09/30/2016</u>
Water and Sewer System			
General Obligation Notes:			
State of Mississippi - Capital Improvement Loans:			
Water Tank Refurbishing			
Water Well & Transmission System	\$      16,869	\$      -    \$      3,988	\$      12,881
	52,018	-      10,663	41,355
State of Mississippi - Dept. of Enviromental Quality			
Water Pollution Control Emergency Loan Fund			
2013 Sewer Lift Station	137,907	-      15,886	122,021
U.S. Department of Agriculture			
Rural Development	-	\$   91,700      -	\$      91,700
Total Long Term Debt	<u>\$      206,794</u>	<u>\$   91,700    \$   30,537</u>	<u>\$      267,957</u>
Population - 2010 Census	449		





**TOWN OF MEADVILLE, MISSISSIPPI  
SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICERS  
YEAR ENDED SEPTEMBER 30, 2016**

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Bond Amount</u>
Lance B. Reed	Mayor	FCCI Insurance Group	\$50,000
Kay Scott	Alderman	FCCI Insurance Group	\$6,000
William D. Scarbrough	Alderman	FCCI Insurance Group	\$6,000
Bobby Kelly	Alderman	FCCI Insurance Group	\$6,000
Arthur B. Jones	Alderman	FCCI Insurance Group	\$6,000
Charles Calcote	Alderman	FCCI Insurance Group	\$6,000
Leslie Thompson	Clerk	FCCI Insurance Group	\$50,000
Margaret Causey	Asst Clerk	FCCI Insurance Group	\$10,000
Taylor McMinn	Police Chief	FCCI Insurance Group	\$50,000
James Cooley	Deputy	FCCI Insurance Group	\$50,000



**BERNELL McGEHEE, CPA  
P.O. BOX 410  
LIBERTY, MISSISSIPPI 39645**

Mayor and Board of Aldermen  
Meadville, Mississippi

I have applied certain agreed upon procedures, as discussed below, to the accounting records of the Town of Meadville, Mississippi as of September 30, 2016 and for the year then ended, as required by the office of the State Auditor. This is solely for the use of the governing body of the Town of Meadville, Mississippi, and the office of the State Auditor. However, this report is a matter of public record, and its distribution is not limited. My procedures and findings are as follows:

1. I reconciled cash on deposit with the following banks to balance in the respective fund accounts and obtained confirmation of the related balances from the bank.

<u>BANK</u>	<u>ACCOUNT NAME</u>	<u>BALANCE PER GENERAL LEDGER</u>	
Bank of Franklin	General	\$61,584	
Bank of Franklin	Fire Fund Special	\$150,412	
Bank of Franklin	Clearing Accounts	\$19,427	
Bank of Franklin	Employment Insurance Reserve	\$4,756	
United MS Bank	Certificates of Deposit	\$54,283	\$290,462
Bank of Franklin	Water and Sewer	\$291,485	
Bank of Franklin	Water Construction	\$49,302	\$340,787
	Total		<u>\$631,249</u>

2. As of September 30, 2016 the town held no investment securities.
3. I performed the following procedures with respect to taxes on real and personal property levied during the fiscal year.
  - a. Traced levies to governing body minutes.
  - b. Traced distribution of taxes collected to proper funds.
  - c. Analyzed increase in taxes for most recent period for completion 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 sections 247-39-320 to 27-39-323, Miss Code Ann (1972).

Please note that the Town of Meadville contracts with Franklin County, Mississippi to collect property taxes on its behalf.





4. I obtained a statement of payments made by the Mississippi Department of Finance and Administration of the town. The payments were traced to deposit in banks and recording in the general fund.

Payments to the Town of Meadville were, as follows:

<u>PAYMENT PURPOSE</u>	<u>FUND</u>	<u>AMOUNT</u>
Sales Tax	General	\$129,526
Fire Protection Allocation	General	\$2,880
Grand Gulf Nuclear Plant	General	\$8,469
Homestead Exemption Reimbursement	General	\$8,559
Other Aid	General	\$1,599

5. I 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 Mississippi Code Ann. (1972) if applicable.

The sample consisted of the following:

Number of sample items	6
Dollar value of sample	\$157,613

I found the town's purchasing procedures to be in compliance with the requirements of the above mentioned sections.

6. I selected a sample of collection of fines and forfeitures and verified that the municipal court clerk had settled daily with the municipal clerk. I also selected a sample of state-imposed court assessments collected and determined that the municipal clerk had settled monthly with the Department of Finance and Administration.
7. I have read the Municipal Compliance questionnaire completed by the Town. The completed survey indicated no instances of noncompliance with state requirements.

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Because of the above procedures do not constitute an audit in accordance with generally accepted auditing standards, I do not express an opinion on any of the accounts or items referred to above. In connection with the procedures referred to above, no matter came to my attention that caused me to believe that the specified accounts or items should be adjusted. Had I performed additional procedures or had I conducted an audit on the financial statements in accordance with generally accepted auditing standards, matters might have come to my attention that would have been reported to you. This report relates only to the accounts and items specified above and does not extend to any financial statements of the Town of Meadville, taken as a whole.

*Bernell M. Gehee*

CERTIFIED PUBLIC ACCOUNTANT

October 28, 2016

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