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# Stringer & Company, CPAs

Certified Public Accountants / Financial Consultants

Melissa Stringer, CPA

MEMBER  
AICPA

Mississippi Society  
of Certified Public  
Accountants

Mayor & Board Members  
Town of Tylertown  
Tylertown, MS 39667

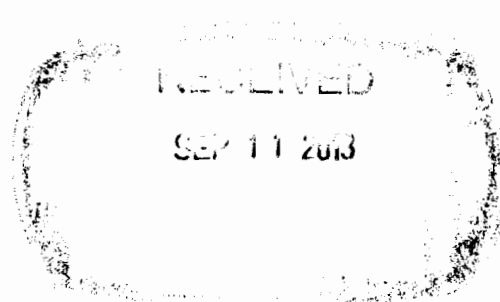
To Mayor & Board Members:

Thank you for the opportunity to work with the Town of Tylertown. The following are comments related to the audit for the year ending 09/30/2017.

1. All expenses tested were supported by a paid invoice and were properly approved.
2. All capital assets that we tested were located and verified.
3. Payroll was verified and equalized reports filed with the Internal Revenue Service.
4. We were able to trace water fees collected, taxes collected, court fines received, and other revenue sources to a deposit slip and where that money was deposited in the bank.
5. The Town is doing a good job of keeping expenses and operating costs as low as possible.
6. The Town is doing a good job of keeping long-term debt low.
7. The Town has a financial Alt-Z ratio of 27.8, anything over a 3.0 is consider very good. This financial ratio measures the overall financial strength of a town or company.

Best regards,

*Stringer & Company*  
August 20, 2018



The Town of ***Tylertown*** Mississippi



August 28, 2018

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

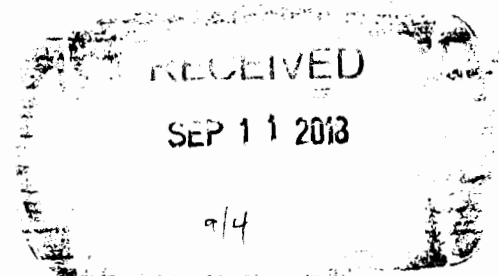
RE: Annual Municipal Audit

Accompanying this letter are two copies of the annual audit of the Town of Tylertown, Mississippi, for the fiscal year ended September 30, 2017. A separate management letter was written to the town in connection with this audit.

Sincerely,



Edward Hughes  
Mayor



**TOWN OF TYLERTOWN, MISSISSIPPI**

**FINANCIAL STATEMENTS**

**AND**

**AUDITOR'S REPORTS**

**SEPTEMBER 30, 2017**

**STRINGER & COMPANY, CPAs**  
706 Beulah Avenue  
Tylertown, MS 39667  
601-876-6400

SEP 11 2013

**TOWN OF TYLERTOWN, MISSISSIPPI**

Audited Financial Statements  
For the Year Ended September 30, 2017

**TOWN OF TYLERTOWN, MISSISSIPPI**  
**AUDIT REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2017**  
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# **Stringer & Company, CPAs**

Certified Public Accountants / Financial Consultants

Melissa Stringer, CPA

**MEMBER**  
AICPA

Mississippi Society  
of Certified Public  
Accountants

## **INDEPENDENT AUDITOR'S REPORT**

To the Honorable Mayor and Board of Alderpersons  
Town of Tylertown, Mississippi

We have audited the accompanying financial 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 Tylertown, Mississippi for the year ended September 30, 2017, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting described in Note 1, this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement 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**

Our responsibility is to express opinions on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, 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 statement 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, we express no such opinion. An audit also includes evaluating the appropriateness

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## **Auditor's Responsibility - continued**

of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash receipts and disbursements of the governmental activities, business-type activities, each major fund, and the remaining fund information of the Town of Tylertown, Mississippi for the year ended September 30, 2017 in accordance with the basis of accounting as described in Note 1.

## **Basis of Accounting**

As discussed in Note 1, the Town of Tylertown, Mississippi prepares its financial statements 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. Our opinions are not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Management has omitted the management's discussion and analysis information 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 financial reporting for placing the basic financial statements in an operational, economic, or historical context. Our opinions on the financial statement are not affected by this missing information.

Accounting principles generally accepted in the United States of America require the budgetary comparison information on pages 14-15 be presented to supplement the basic financial statements. Such 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statement of the Town of Tylertown, Mississippi. The supplementary information section is presented for purposes of additional analysis and is not a required part of the basic financial statement.

The supplemental information section, which includes the Schedule of Capital Assets, Schedule of Surety

Bonds, and Schedule of Long-term Debt is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated August 16, 2018, on our consideration of the Town of Tylertown, Mississippi's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

*Stringer and Company, CPAs*  
August 16, 2018

RECEIVED  
SEP 11 2018

**BASIC FINANCIAL STATEMENTS**

**TOWN OF TYLERTOWN, MISSISSIPPI**  
**Statement of Cash Basis Assets and Fund Balances and**  
**Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances**  
**As of and For the Year Ended September 30, 2017**

	Governmental Activities			Business-Type Activities	
	General Fund	Other Nonmajor Funds	Total	Water, Sewer and Sanitation Fund	Total
<b>RECEIPTS</b>					
Property taxes	\$ 619,206		619,206	-	-
Penalties and interest on delinquent taxes	3,726		3,726	-	-
Sales taxes	691,927		691,927	-	-
Franchise fees	54,459		54,459	-	-
Licenses and other revenue	12,051		12,051	-	-
Fines and forfeitures	23,475		23,475	-	-
Intergovernmental revenues	37,415		37,415	-	-
Charges for services	-		-	581,285	581,285
Rental fees	79,439	20,750	100,189	-	-
Interest income	5,936	3,395	9,331	4,147	4,147
Miscellaneous revenues	107,894		107,894	30,035	30,035
Total receipts	<u>1,635,528</u>	<u>24,145</u>	<u>1,659,673</u>	<u>615,467</u>	<u>615,467</u>
<b>DISBURSEMENTS</b>					
General government	426,726	11,250	437,976	-	-
Public safety - police	489,001		489,001	-	-
Public safety - fire	40,761		40,761	-	-
Public works	264,730		264,730	-	-
Parks and recreation	86,854		86,854	-	-
Economic development	105,440		105,440	-	-
Other	120,277		120,277	-	-
Enterprises:					
Water, sewer, and sanitation			-	557,109	557,109
Debt service on loans			-	49,200	49,200
Total disbursements	<u>1,533,789</u>	<u>11,250</u>	<u>1,545,039</u>	<u>606,309</u>	<u>606,309</u>
Excess of Receipts over (under) Disbursements	<u>101,739</u>	<u>12,895</u>	<u>114,634</u>	<u>9,158</u>	<u>9,158</u>

The notes to the financial statements are an integral part of this statement.

**TOWN OF TYLERTOWN, MISSISSIPPI**  
**Statement of Cash Basis Assets and Fund Balances and**  
**Cash Receipts, Disbursements and Changes in Cash Basis Fund Balances**  
**As of and For the Year Ended September 30, 2017**

	Governmental Activities			Business-Type Activities	
	General Fund	Other Nonmajor Funds	Total	Water, Sewer and Sanitation Fund	Total
<b>OTHER CASH SOURCES (USES)</b>					
Capital outlay	(197,238)	-	(197,238)	-	-
Operating transfers in	200,000		200,000	-	-
Operating transfers out		(200,000)	(200,000)	-	-
Total other cash sources and (uses)	2,762	(200,000)	(197,238)	-	-
<b>Excess (Deficiency) of Receipts and Other Cash Sources Over Disbursements and Other Cash Uses</b>	104,501	(187,105)	(82,604)	9,158	9,158
 Cash Basis Fund Balance - End of Year	<u>\$ 1,223,018</u>	<u>305,366</u>	<u>1,528,384</u>	<u>609,801</u>	<u>609,801</u>
 <b>Cash Basis Assets - End of Year</b>					
Cash and cash equivalents	1,223,018	305,366	1,528,384	609,801	609,801
Total Cash Basis Assets	<u>1,223,018</u>	<u>305,366</u>	<u>1,528,384</u>	<u>609,801</u>	<u>609,801</u>
 <b>Cash Basis Fund Balances - End of Year</b>					
Unreserved	1,223,018	305,366	1,528,384	609,801	609,801
Total Cash Basis Fund Balance	<u>1,223,018</u>	<u>305,366</u>	<u>1,528,384</u>	<u>609,801</u>	<u>609,801</u>

The notes to the financial statements are an integral part of this statement.

**NOTES TO FINANCIAL STATEMENTS**

SEP 11 2018

**TOWN OF TYLERTOWN, MISSISSIPPI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2017**

**NOTE 1: Summary of Significant Accounting Policies.**

The Town of Tylertown, Mississippi was incorporated on December 19, 1907, under the provisions of the laws of the State of Mississippi. The Town operates under an Aldermen-Mayor form of government, with a Mayor and five Aldermen serving as the governing body. Elected officials include the Mayor, and five Aldermen. Services provided by the Town include: Public Safety – Police and fire, Highways and Street, Water and Sewer, Health and Social Services, Culture and Recreation, Public Improvements, Planning and Zoning, and General Administration Services. A public school system is available to residents of the Town of Tylertown but is not under jurisdiction of the Town government.

The financial statements of the Town 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.

**A. Reporting Entity.**

The financial statements of the Town consist only of the funds and accounts of the Town. The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing board. The Town of Tylertown is the primary government which includes street maintenance, police and fire protection, water and sewer services, and garbage pick-up services. These services are departments of the primary government and these departments are supervised by and responsible to the Mayor and the Board of Aldermen. There are no component units.

**B. Fund Financial Statements.**

*Fund Financial Statements*

Fund financial statements report detailed information about the Town. The focus of governmental and enterprise financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds, if any, are aggregated and presented in a single column.

The Town reports the following major government fund:

*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.

The town reports the following enterprise funds:

*Water and Sewer* – The Water and Sewer fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user

**TOWN OF TYLERTOWN, MISSISSIPPI**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2017**

charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

*Solid Waste* – The Solid Waste fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Other non-major funds:

*Special Revenue Funds* – Special revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted for specific expenditure purposes.

*Debt Service Fund* – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue source is local property taxes levied specifically for Debt Service

*Capital Projects Funds* – Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and Trust Funds).

**C. Assets and Net Assets or Equity.**

**Cash and cash equivalents**

The Town holds cash and cash equivalents in their respective funds. The Town considers highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.

**Fund Equity**

The governmental fund financial statements report reserved fund balance for amounts not available for appropriation or legally restricted for special purposes. Designations of fund balance represent tentative management plans that are subject to change.

**TOWN OF TYLERTOWN, MISSISSIPPI**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2017**

**NOTE 2: Cash and Cash Equivalents**

The Town deposits funds in financial institutions selected by the Board of aldermen.

All cash and checking accounts are with financial institutions insured by the Federal Deposit Insurance Corporation (FDIC) which insures the account for \$250,000. The collateral for public entities' deposits in the 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 town'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 should be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Deposit Insurance Corporation. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Town's deposits may not be returned or the Town.

At year-end, the carrying or book amount of the Town's deposits were \$2,138,185. At year-end, the Town's bank balances were not exposed to any custodial credit risk because all deposits were fully collateralized.

*Custodial Credit Risk – Deposits.* Custodial credit risk is defined as the risk that, in the event of a 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 risk. However, the Mississippi State Treasury manages the risk on behalf of the Town. Deposits above FDIC coverage are collateralized by the pledging financial institutions trust department or agent in the name of the Mississippi State Treasurer on behalf of the Town. As of September 30, 2017, none of the Town's bank balance was exposed to custodial credit risk.

*Interest Rate Risk.* The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*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.

*Custodial Credit Risk – Investments.* Custodial credit risk is defined as the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a formal investment policy that addresses custodial risk. However, the Mississippi State Treasurer manages the risk on behalf of the Town. Deposits above FDIC coverage are collateralized by the pledging financial institutions trust department or agent in the name of the Mississippi State Treasurer on behalf of the Town.

*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, 2017 the Town had no investments.

## TOWN OF TYLERTOWN, MISSISSIPPI

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2017

Following is a list of the Town's eligible investments, which in accordance with state statute are limited to the investment of funds in excess of sums required for immediate expenditure or current obligations.

Certificates of deposit with municipal depositories approved annually by the State Treasurer bonds or direct obligations of the:

- United States of America
- State of Mississippi
- County or Municipality of Mississippi
- School Districts

State statute allows the investment of funds received from the sale of bonds, notes, or certificates of indebtedness which are not immediately required for disbursement for the purpose issued, in direct obligations issued by or guaranteed in full by the United States of America, or in certificates of deposit with approved municipal depositories.

#### **NOTE 3: Property Taxes**

Numerous 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 the statutory authority.

Property taxes attach an enforceable lien on property as of January 1. Taxes are levied on January 1 and payable on or before February 1. The town bills and collects its own property taxes except for the personal auto and mobile home taxes that are collected for and remitted to the Town by the county tax collector. The millage rate for the Town for January through December 2014 was 42 mills, allocated for the general fund.

#### **NOTE 4: Defined Benefit Pension Plan**

##### Plan Description

The Town 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 report may be obtained by writing to Public Employees' retirement System of Mississippi, PERS Building, 429 Mississippi Street, Jackson, Mississippi 39201 or by calling (601) 359-3589 or 1-800-444-PERS.

##### Funding Policy

PERS members are required to contribute 9.00% of their annual covered salary and the Town is required to contribute at an auctorial determine rate. The current rate is 15.75% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State of Mississippi Legislature. The Town

**TOWN OF TYLERTOWN, MISSISSIPPI**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2017**

of Tylertown's contributions to PERS for the years ending September 30, 2017, 2016, and 2015, were \$96,210, \$94,600, and \$81,540, respectively, equaled to the required contributions for each year.

**NOTE 5: 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 any of the past three years.

**NOTE 6: Contingencies – Pending or Threatened Litigation**

According to the Town attorney, there are currently no material matters under litigation.

**NOTE 7: Concentration of Credit Risk**

The Town derives most of its revenues from the citizens of the Town. The Town is located in Walthall County, Mississippi.

**NOTE 8: Subsequent Events**

The Town had no subsequent events of a material nature requiring adjustment to or disclosure in the financial statement through August 16, 2018, the date the financial statement was approved by the Town's management and thereby available to be released.

**REQUIRED SUPPLEMENTARY INFORMATION**

**TOWN OF TYLERTOWN, MISSISSIPPI**  
 Budgetary Comparison Schedule for the General Fund  
 For the Year Ended September 30, 2017

Schedule 1

	Budgeted Amounts		Variances	
	Final	Actual (GAAP Basis)	Positive (Negative) Final to Actual	
<b>REVENUES</b>				
Taxes - property	\$ 619,206	\$ 619,206	-	
Penalties and interest	3,726	3,726	-	
Taxes - sales and other	691,927	691,927	-	
Franchise fees	54,459	54,459	-	
Licenses and permits	12,051	12,051	-	
Intergovernmental revenues	37,415	37,415	-	
Fines and forfeitures	23,475	23,475	-	
Rental income	100,189	100,189	-	
Interest income	9,331	9,331	-	
Miscellaneous Revenues	107,894	107,894	-	
Total Revenues	1,659,673	1,659,673	-	
<b>EXPENDITURES</b>				
General government	437,976	437,976	-	
Public safety - police	489,001	489,001	-	
Public safety - fire	40,761	40,761	-	
Public works	264,730	264,730	-	
Parks and recreations	86,854	86,854	-	
Economic development	105,440	105,440	-	
Other	120,277	120,277	-	
Total Expenditures	1,545,039	1,545,039	-	
Excess of Revenues over (under) Expenditures	114,634	114,634	-	
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital outlay	(197,238)	(197,238)	-	
Total Other Financing Sources and Uses	(197,238)	(197,238)	-	
Net Changes in Fund Balances	(82,604)	(82,604)	-	
Fund Balances - Beginning	1,610,988	1,610,988	-	
Fund Balances - Ending	\$ 1,528,384	\$ 1,528,384	-	

The notes to the required supplementary information are an integral part of this statement.

## TOWN OF TYLERTOWN, MISSISSIPPI

### Notes to the Required Supplementary Information For the Year Ended September 30, 2017

#### **Note A – Budgetary Information**

Generally, in the of August, prior to the ensuing fiscal year beginning October 1, the Board of Alderpersons of the Town, using historical and anticipated fiscal data, prepares an original budget for the general fund for said fiscal year. The completed budget for the fiscal year includes every source of revenue, each general item of expenditure, and the cash and investment balances. When during the fiscal year it appears to the Board of Alderpersons that budgetary estimates will not be met, it may make revisions to the budget.

The City's budget is prepared on the cash basis of accounting.

#### **Note B - Basis of Presentation.**

The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual amounts on a budgetary basis, and variances between the final budget and the actual data.

As discussed in Note 1, the financial statements are prepared on the cash basis of cash receipts and disbursements which is the same as the basis used for budget preparation.

**SUPPLEMENTARY INFORMATION**

0 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100 101 102 103 104 105 106 107 108 109 110 111 112 113 114 115 116 117 118 119 120 121 122 123 124 125 126 127 128 129 130 131 132 133 134 135 136 137 138 139 140 141 142 143 144 145 146 147 148 149 150 151 152 153 154 155 156 157 158 159 160 161 162 163 164 165 166 167 168 169 170 171 172 173 174 175 176 177 178 179 180 181 182 183 184 185 186 187 188 189 190 191 192 193 194 195 196 197 198 199 200 201 202 203 204 205 206 207 208 209 210 211 212 213 214 215 216 217 218 219 220 221 222 223 224 225 226 227 228 229 230 231 232 233 234 235 236 237 238 239 240 241 242 243 244 245 246 247 248 249 250 251 252 253 254 255 256 257 258 259 260 261 262 263 264 265 266 267 268 269 270 271 272 273 274 275 276 277 278 279 280 281 282 283 284 285 286 287 288 289 290 291 292 293 294 295 296 297 298 299 300 301 302 303 304 305 306 307 308 309 310 311 312 313 314 315 316 317 318 319 320 321 322 323 324 325 326 327 328 329 330 331 332 333 334 335 336 337 338 339 340 341 342 343 344 345 346 347 348 349 350 351 352 353 354 355 356 357 358 359 360 361 362 363 364 365 366 367 368 369 370 371 372 373 374 375 376 377 378 379 380 381 382 383 384 385 386 387 388 389 390 391 392 393 394 395 396 397 398 399 400 401 402 403 404 405 406 407 408 409 410 411 412 413 414 415 416 417 418 419 420 421 422 423 424 425 426 427 428 429 430 431 432 433 434 435 436 437 438 439 440 441 442 443 444 445 446 447 448 449 450 451 452 453 454 455 456 457 458 459 460 461 462 463 464 465 466 467 468 469 470 471 472 473 474 475 476 477 478 479 480 481 482 483 484 485 486 487 488 489 490 491 492 493 494 495 496 497 498 499 500 501 502 503 504 505 506 507 508 509 510 511 512 513 514 515 516 517 518 519 520 521 522 523 524 525 526 527 528 529 530 531 532 533 534 535 536 537 538 539 540 541 542 543 544 545 546 547 548 549 550 551 552 553 554 555 556 557 558 559 560 561 562 563 564 565 566 567 568 569 570 571 572 573 574 575 576 577 578 579 580 581 582 583 584 585 586 587 588 589 590 591 592 593 594 595 596 597 598 599 600 601 602 603 604 605 606 607 608 609 610 611 612 613 614 615 616 617 618 619 620 621 622 623 624 625 626 627 628 629 630 631 632 633 634 635 636 637 638 639 640 641 642 643 644 645 646 647 648 649 650 651 652 653 654 655 656 657 658 659 660 661 662 663 664 665 666 667 668 669 670 671 672 673 674 675 676 677 678 679 680 681 682 683 684 685 686 687 688 689 690 691 692 693 694 695 696 697 698 699 700 701 702 703 704 705 706 707 708 709 710 711 712 713 714 715 716 717 718 719 720 721 722 723 724 725 726 727 728 729 730 731 732 733 734 735 736 737 738 739 740 741 742 743 744 745 746 747 748 749 750 751 752 753 754 755 756 757 758 759 760 761 762 763 764 765 766 767 768 769 770 771 772 773 774 775 776 777 778 779 780 781 782 783 784 785 786 787 788 789 790 791 792 793 794 795 796 797 798 799 800 801 802 803 804 805 806 807 808 809 810 811 812 813 814 815 816 817 818 819 820 821 822 823 824 825 826 827 828 829 830 831 832 833 834 835 836 837 838 839 840 841 842 843 844 845 846 847 848 849 850 851 852 853 854 855 856 857 858 859 860 861 862 863 864 865 866 867 868 869 870 871 872 873 874 875 876 877 878 879 880 881 882 883 884 885 886 887 888 889 890 891 892 893 894 895 896 897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914 915 916 917 918 919 920 921 922 923 924 925 926 927 928 929 930 931 932 933 934 935 936 937 938 939 940 941 942 943 944 945 946 947 948 949 950 951 952 953 954 955 956 957 958 959 960 961 962 963 964 965 966 967 968 969 970 971 972 973 974 975 976 977 978 979 980 981 982 983 984 985 986 987 988 989 990 991 992 993 994 995 996 997 998 999 1000

# TOWN OF TYLERTOWN, MISSISSIPPI

## SCHEDULE OF CAPITAL ASSETS

For the Fiscal Year Ended September 30, 2017

<b>Governmental Activities:</b>	Balance			Balance
Capital Assets:	<u>10/1/2016</u>	<u>Increases</u>	<u>Decreases</u>	<u>9/30/2017</u>
Land	\$ 328,476			\$ 328,476
Buildings	1,320,344			1,320,344
Improvements other than buildings	338,058			338,058
Machinery and equipment	1,290,946			1,290,946
Transportation equipment	222,143			222,143
Infrastructure	1,127,055	197,238		1,324,293
Total Governmental activities capital assets	4,627,022	197,238	-	4,824,260

<b>Business-type Activities:</b>	Balance			Balance
Capital Assets:	<u>10/1/2016</u>	<u>Increases</u>	<u>Decreases</u>	<u>9/30/2017</u>
Land	\$ 33,346			33,346
Buildings	241,915			241,915
Plant and distribution system	3,426,494			3,426,494
Machinery and equipment	838,381			838,381
Transportation equipment	565,785			565,785
Total Business-type activities capital assets	5,105,921	-	-	5,105,921

**TOWN OF TYLERTOWN, MISSISSIPPI**  
Schedule of Surety Bonds for Municipal Officials  
September 30, 2017

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Bond Amount</u>
Edward Hughes	Mayor	F & D Surety	\$ 50,000
Doug Walker	Alderman	Travelers Casualty & Surety	25,000
Carolyn Magee	Alderwoman	Travelers Casualty & Surety	25,000
Mary Lib Duncan	Alderwoman	Travelers Casualty & Surety	25,000
Denson Case	Alderman	Travelers Casualty & Surety	25,000
Fred Lambert	Alderman	Travelers Casualty & Surety	25,000
Lori Hawn	City Clerk	F & D Surety	50,000
Brandon Bright	Police Chief	Western Surety	50,000
Deidra Thomas	Clerk	Western Surety	50,000
Aquaria McCray	Water Clerk	Western Surety	50,000
Melody Rushing	Court Clerk	Western Surety	50,000

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**TOWN OF TYLERTOWN, MISSISSIPPI**

Schedule of Long-Term Debt

September 30, 2017

	Balance Outstanding Oct. 1, 2016	Issued	Redeemed	Balance Outstanding Sept. 30, 2017
<u>Long-term debt:</u>				
MS Development Authority	\$ 127,554		(13,618)	\$ 113,936
MS Department of Enviromental Quality	48,293		(5,674)	42,619
 Total	 175,847	 -	 (19,292)	 156,555
  Grand Total Debt	  \$ 175,847	  -	  (19,292)	  \$ 156,555

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**REPORTS ON INTERNAL CONTROL AND COMPLIANCE**

**Stringer & Company, CPAs**  
Certified Public Accountant / Financial Consultant

Melissa Stringer, CPA  
Kimberly Piper, CPA

MEMBER  
AICPA

Mississippi Society  
of Certified Public  
Accountants

INDEPENDENT AUDITOR'S REPORT  
ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND  
OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

August 16, 2018

To the Honorable Mayor and Board of Alderpersons  
Town of Tylertown

We have audited the financial statements of each major fund and the aggregate remaining fund information of Town of Tylertown as of and for the year ended September 30, 2017, which collectively comprise Town of Tylertown's basic financial statements and have issued our report thereon dated August 16, 2018. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the town's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the town's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the town's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the town's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the board and management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Stringer & Company, CPAs*

**Stringer & Company CPAs**  
Certified Public Accountants / Financial Consultants

Melissa Stringer, CPA  
Kimberly Piper, CPA

MEMBER  
AICPA

Mississippi Society  
of Certified Public  
Accountants

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

To the Honorable Mayor and Board of Alderpersons  
Town of Tylertown, Mississippi

We have audited the financial statements of each major fund, and the aggregate remaining fund information of the Town of Tylertown, Mississippi as of and for the year ended September 30, 2017, and have issued our report hereon dated August 16, 2018. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

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 basic financial statements 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.

*Stringer & Company, CPAs*  
August 16, 2018

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**Town of Tylertown, Mississippi**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended September 30, 2017**

Section 1: Summary of Auditor's Results

***Financial Statements:***

- |   |            |
|---|------------|
| 1. Type of auditor's report issued on the financial statements:                                 | unmodified |
| 2. Material noncompliance relating to the financial statements ?                                | no         |
| 3. Internal control over financial reporting:   |            |
| a. Material weakness(es) identified ?   | no         |
| b. Significant deficiency(ies) identified that are<br>not considered to be material weaknesses? | no         |

Section 2: Financial Statement Findings

The results of our tests did not disclose any findings related to the financial statements that are required to be reported by *Government Auditing Standards*.