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# TOWN OF BLUE SPRINGS, MISSISSIPPI

Post Office Box 94  
Blue Springs, Mississippi 38828  
662-538-9842  
townofbluespringsms@gmail.com

Rita Gentry, Mayor

Shirley Allen, Alderman  
Rick Bradford, Alderman  
Lynda Bramlett, Alderman  
Tammy Roaton, Town Clerk

Andrew Grisham, Alderman  
Malcom Leath, Alderman  
Brent McBride, Town Attorney  
Jan Musgrove, Court Clerk

October 8, 2019

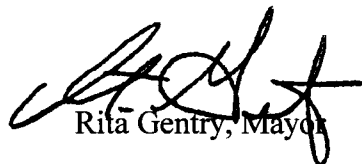
Office of the State Auditor  
P.O. Box 956  
Jackson, Mississippi 39205

Re: Annual Audit

Dear Sir:

Accompanying this letter is a copy of the financial report of the Town of Blue Springs, Mississippi, for the fiscal year ended September 30, 2018. A separate management letter was not written to the town in connection with this audit.

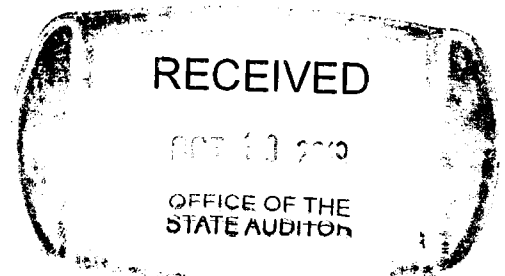
Sincerely,



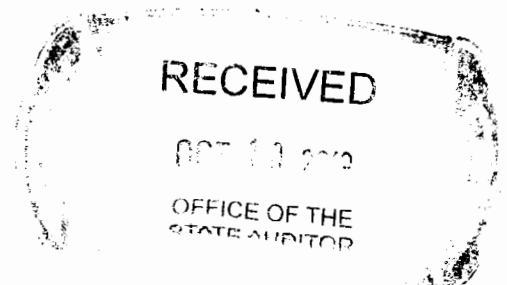
Rita Gentry, Mayor

RG:jm  
Enclosure

Small Town • Big Values



FINANCIAL REPORT  
TOWN OF BLUE SPRINGS  
BLUE SPRINGS, MISSISSIPPI  
YEAR ENDED SEPTEMBER 30, 2018



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# LINDSEY, DAVIS AND ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

MEMBER

CHARLES L. DAVIS, JR., CPA

DEAN CAVINESS, CPA

STEPHANIE CLIFTON, CPA

B.J. HORTON, CPA

SHONDA DAVIS

POST OFFICE BOX 146

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FAX # 662-837-0174

AMERICAN INSTITUTE OF

CERTIFIED PUBLIC ACCOUNTANTS

MISSISSIPPI SOCIETY OF

CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable Mayor and Board of Aldermen  
Town of Blue Springs, Mississippi

We have applied certain agreed-upon procedures as discussed below, to the accounting records of the Town of Blue Springs, Mississippi, as of September 30, 2018, and for the year then ended, as required by the Office of the State Auditor, under the provisions of Section 21-35-31, Mississippi Code, 1972, Annotated. This report is solely for the use of the governing body of the Town of Blue Springs, Mississippi and the Office of the State Auditor. However, this report is a matter of public record, and its distribution is not limited. Our procedures and findings are as follows:

- A. 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>Balance per General Ledger</u>
BNA Bank	General	\$ 74,862
BNA Bank	Special	877

- B. The Town of Blue Springs owned no securities held for investment at September 30, 2018.

- C. We performed the following procedures with respect to taxes on real and personal property (including motor vehicles) levied during the fiscal year:

1. Verified use of certified county assessment rolls and traced levies to governing body minutes.
2. Examined uncollected taxes for proper handling, including tax sales;
3. Traced distribution of taxes collected to proper funds; and
4. Analyzed increase in taxes for most recent period for compliance with increase limitations 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, and uncollected taxes were determined to be properly handled.

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

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- D. 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. Cash receipts were as follows:

Purpose	Receiving Fund	Amount
Fire Protection Allocation	Fire	\$ 1,301
Gasoline Tax	General	684
General Municipal Aid	General	114
Homestead Exemption	General	229
Sales Tax Allocation	General	26,153
TVA in Lieu of Taxes	General	3,046

- E. 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	34
Dollar value of sample	\$ 14,502

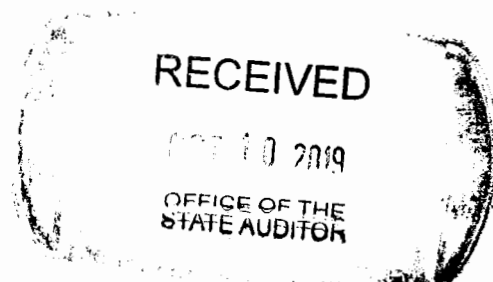
We found the Town's purchasing procedures to be in compliance with the above sections except as follows: we found three instances in the sample selected that the municipality failed to provide an invoice to substantiate that the purchase met the purchasing requirements mentioned above.

- F. We selected a sample of collection 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 and determined that the municipal clerk had settled monthly with the Department of Finance and Administration.

We found the municipality's collection of fines and forfeitures to be in agreement with the requirements of the above mentioned sections.

- G. We were unable to read the Municipal Compliance Questionnaire due to the survey not being completed at the end of the Town's fiscal year.

Because the above procedures do not constitute an audit conducted in accordance with generally accepted auditing standards, we do not express an opinion on any of the accounts or items referred to above. In connection with the procedures referred to above, no matters came to our attention that caused us to believe that the specified accounts or items 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 relates only to the accounts and items specified above and does not extend to any financial statements of the Town of Blue Springs, for the year ended September 30, 2018.



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 & Associates*

Lindsey, Davis and Associates  
Certified Public Accountants

Ripley, Mississippi  
September 18, 2019

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STATE AUDITOR

# LINDSEY, DAVIS AND ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

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B.J. HORTON, CPA

SHONDA DAVIS

## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Honorable Mayor and Board of Aldermen  
Town of Blue Springs, Mississippi

Management is responsible for the accompanying statement of cash receipts and disbursements (all funds)- cash basis of the Town of Blue Springs, Mississippi, as of and for the year ended September 30, 2018 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.

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 supplementary information contained on pages 8, 9 and 10 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 Blue Springs, Mississippi, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on such supplementary information.

*Lindsey, Davis & Associates*

Lindsey, Davis and Associates  
Certified Public Accountants

Ripley, Mississippi  
September 18, 2019

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**TOWN OF BLUE SPRINGS, MISSISSIPPI**  
**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (ALL FUNDS)-CASH BASIS**  
**YEAR ENDED SEPTEMBER 30, 2018**

	GOVERNMENTAL FUND TYPE		TOTALS (MEMORANDUM ONLY)	
	GENERAL	SPECIAL	2018	2017
<b>REVENUE RECEIPTS</b>				
General Property Taxes	\$ 9,967	\$	9,967	\$ 8,423
Prior Year Taxes	21		21	675
Penalties and Interest on Delinquent Taxes				138
Licenses and Permits	20		20	1,467
Court Fines and Fees	21,701		21,701	15,366
Intergovernmental Revenues:				
State Shared Revenue:				
Sales Tax	26,153		26,153	30,381
Homestead Exemption	229		229	217
TVA in Lieu of Taxes	3,046		3,046	3,495
General Municipal Aid	114		114	114
Gasoline Tax	684		684	684
Fire Protection		1,301	1,301	1,277
County Shared Revenue:				
Road and Auto Taxes	2,970		2,970	3,149
Public Utilities	1,270		1,270	1,200
Other Receipts:				
Interest Earned	38		38	39
Miscellaneous		241	241	3,892
Grant Income	14,528		14,528	10,935
Park Rental				60
Land Sale	953		953	711
<b>TOTAL OPERATING RECEIPTS</b>	<b>81,694</b>	<b>1,542</b>	<b>83,236</b>	<b>82,223</b>
Cash Balance- Beginning of the Year	69,636	636	70,272	73,711
<b>TOTAL AMOUNT TO ACCOUNT FOR</b>	<b>\$ 151,330</b>	<b>\$ 2,178</b>	<b>\$ 153,508</b>	<b>\$ 155,934</b>
<b>OPERATING DISBURSEMENTS</b>				
General Government:				
General Government	\$ 46,902		\$ 46,902	\$ 51,404
Municipal Court	12,436		12,436	8,961
Public Safety				
Fire		1,301	1,301	1,701
Police	12,102		12,102	12,661
<b>TOTAL OPERATING DISBURSEMENTS</b>	<b>71,440</b>	<b>1,301</b>	<b>72,741</b>	<b>74,727</b>
<b>OTHER DISBURSEMENTS</b>				
Grant Expense	5,028		5,028	10,935
<b>TOTAL OTHER DISBURSEMENTS</b>	<b>5,028</b>		<b>5,028</b>	<b>10,935</b>
<b>TOTAL DISBURSEMENTS</b>	<b>76,468</b>	<b>1,301</b>	<b>77,769</b>	<b>85,662</b>
Cash Balance- End of Year	74,862	877	75,739	70,272
<b>TOTAL AMOUNT ACCOUNTED FOR</b>	<b>\$ 151,330</b>	<b>\$ 2,178</b>	<b>\$ 153,508</b>	<b>\$ 155,934</b>

SEE ACCOUNTANT'S COMPILATION REPORT

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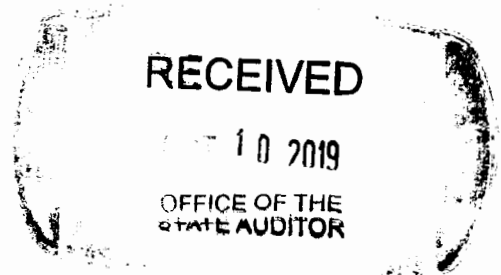
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TOWN OF BLUE SPRINGS, MISSISSIPPI  
SCHEDULE OF LONG-TERM DEBT  
YEAR ENDED SEPTEMBER 30, 2018

The Town of Blue Springs did not owe any long-term debt at September 30, 2018.

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SEE ACCOUNTANT'S COMPILATION REPORT



TOWN OF BLUE SPRINGS, MISSISSIPPI  
SCHEDULE OF SURETY BONDS FOR TOWN OFFICIALS  
SEPTEMBER 30, 2018

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Amount</u>
Jan Musgrove	Town Clerk	St. Paul Travelers	\$ 50,000
Brandon Clayton	Chief of Police	St. Paul Travelers	\$ 50,000
Shirley Allen	Alderwoman	St. Paul Travelers	\$ 10,000
Rick Bradford	Alderman	St. Paul Travelers	\$ 10,000
Lynda Bramlett	Alderwoman	St. Paul Travelers	\$ 10,000
Andrew Grisham	Alderman	St. Paul Travelers	\$ 10,000
Malcom Leath	Alderman	St. Paul Travelers	\$ 10,000
Rita Gentry	Mayor	St. Paul Travelers	\$ 25,000

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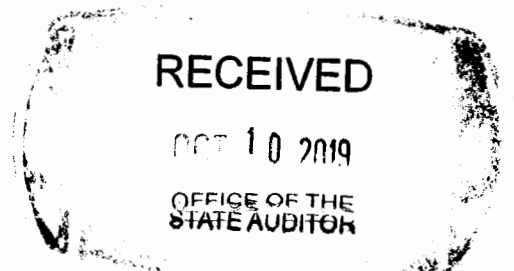
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TOWN OF BLUE SPRINGS, MISSISSIPPI  
SCHEDULE OF INVESTMENTS (ALL FUNDS) - CASH BASIS  
SEPTEMBER 30, 2018

The Town of Blue Springs owned no securities held for investment at September 30, 2018.

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SEE ACCOUNTANT'S COMPILATION REPORT



**LINDSEY, DAVIS AND ASSOCIATES**

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**SHONDA DAVIS**

**ACCOUNTANT'S REPORT ON COMPLIANCE  
WITH STATE LAWS AND REGULATIONS**

Honorable Mayor and Board of Aldermen  
Town of Blue Springs, Mississippi

We have compiled the statement of cash receipts and disbursements (all funds)-cash basis of the Town of Blue Springs for the year ended September 30, 2018 and have issued our report dated September 18, 2019. We have conducted our compilation in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA.

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 compilation of the cash receipts and disbursements disclosed two instances of noncompliance with the state laws and regulations which are noted in items E and G in the Independent Accountant's Report on Applying Agreed-Upon Procedures.

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 & Associates*

Lindsey, Davis and Associates  
Certified Public Accountants

Ripley, Mississippi  
September 18, 2019

