



The following document was not prepared by the Office of the State Auditor, but was prepared by and submitted to the Office of the State Auditor by a private CPA firm. The document was placed on this web page as it was submitted. The Office of the State Auditor assumes no responsibility for its content or for any errors located in the document. Any questions of accuracy or authenticity concerning this document should be submitted to the CPA firm that prepared the document. The name and address of the CPA firm appears in the document.

# TOWN OF RIENZI

TOWN HALL

P.O. BOX 53 • RIENZI, MS 38865 • 662-462-5315

Walter Williams, Mayor  
David Massey, Alderman  
Jim Strickland, Alderman  
Dale Leonard, Alderman

Jimmy Harwood, Alderman  
Harold Palmer, Alderman  
Jessica Pollard, Town Clerk

Office of State Auditor  
PO Box 956  
Jackson, MS 39205

RE: Annual Municipal Compilation

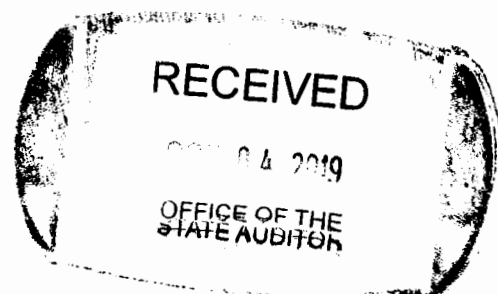
Dear Sir:

Accompanying this letter are two hard copies and a disk that contains an electronic copy of the annual compilation and agreed-upon procedures report of the Town of Rienzi, Mississippi, for the fiscal year ended September 30, 2018. A separate management letter was not written to the Town in connection with this compilation.

Sincerely yours,

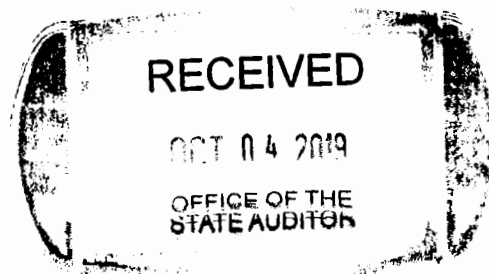


Walter Williams, Mayor



**September 30, 2018**  
**Table of Contents**

	<b>Page</b>
<b>Independent Accountants' Compilation Report</b>	<b>1 - 2</b>
<b>Financial Statements</b>	
Statement of Cash Receipts Deposited and Cash Disbursements Paid - Governmental and Business-Type Activities	 <b>3 - 5</b>
<b>Supplemental Schedules</b>	
Schedule 1 - Schedule of Investments	<b>6</b>
Schedule 2 - Schedule of Long Term Debt	<b>7</b>
Schedule 3 - Schedule of Surety Bonds for Town Officials	<b>8</b>
<b>Independent Accountants' Report on Applying Agreed-Upon Procedures</b>	<b>9 - 11</b>
<b>Independent Accountants' Report on Compliance with State Laws and Regulations</b>	<b>12</b>



**JONES & JONES**  
**CERTIFIED PUBLIC ACCOUNTANTS**  
**OF BOONEVILLE, P.A.**

*Kermit V. Jones Jr., C.P.A.*

*Christopher D. Jones, C.P.A.*

*Jeremy D. Jones, C.P.A.*

*David W. Jones, C.P.A.*

**INDEPENDENT ACCOUNTANTS' COMPILATION REPORT**

Honorable Mayor and Board of Alderman  
Town of Rienzi  
Rienzi, Mississippi

Management is responsible for the accompanying Statement of Cash Receipts Deposited and Cash Disbursements Paid - Governmental and Business-Type Activities of the Town of Rienzi, Mississippi, for the year ended September 30, 2018, which comprise the Town's basic financial statement, in accordance with the cash basis of accounting, and for determining that the cash basis of accounting is an acceptable financial reporting framework. 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 Statement of Cash Receipts Deposited and Cash Disbursements Paid - Governmental and Business-Type Activities nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on the Statement of Cash Receipts Deposited and Cash Disbursements Paid - Governmental and Business-Type Activities.

The statement of cash receipts deposited and cash disbursements paid is prepared in accordance with 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 not presented government-wide financial statements to display the cash basis financial position and changes in cash basis financial position of its governmental activities and business-type activities. Accounting principles generally accepted in the United States of America, as applied to the Town's cash basis of accounting, require the presentation of government-wide financial statements. The amounts that would be reported in government-wide financial statements from cash basis transactions for the Town's governmental activities and business-type activities are not reasonably determinable.

Management has elected to omit substantially all the disclosures ordinarily included in a financial statement prepared in accordance with the cash basis of accounting. 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 statement is not designed for those who are not informed about such matters.

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

*Members of American Institute  
of  
Certified Public Accountants*

**TELEPHONE (662) 728-6235 FAX (662) 728-3181**  
**P.O. BOX 250 ~ 201 WEST MARKET STREET**  
**BOONEVILLE, MISSISSIPPI 38829-0250**

*Members of Mississippi Society  
of  
Certified Public Accountants*

The supplementary information contained in Schedules 1, 2, and 3 is presented for purposes of additional analysis and is not a required part of the basic financial statement. 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.

In accordance with the provisions of Section 21-35-31, Miss. Code Ann. (1972), we have issued a report dated September 30, 2019, on the results of our agreed-upon procedures.

Yours truly,



Jones & Jones  
Certified Public Accountants  
of Booneville, P.A.  
Booneville, MS

September 30, 2019

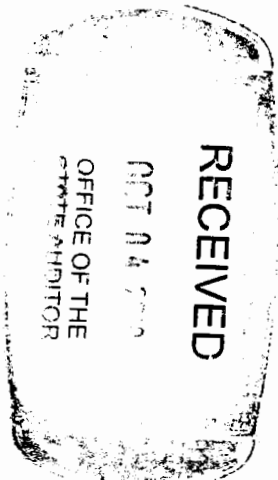


**Town of Rienzi, Mississippi**  
**Statement of Cash Receipts Deposited and Cash Disbursements Paid**  
**Governmental and Business-Type Activities**  
**For the Fiscal Year Ended September 30, 2018**

	<b>Governmental Funds</b>			<b>Business-Type Funds</b>			
	<b>Major Fund</b>		<b>Total Governmental Funds</b>	<b>Major Fund</b>			<b>Total Business- Type Funds</b>
	<b>General</b>	<b>Fire Protection</b>		<b>Water</b>	<b>Sewer</b>	<b>Gas System</b>	
<b>RECEIPTS</b>							
Taxes							
General property taxes	\$ 46,273	\$ -	\$ 46,273	\$ -	\$ -	\$ -	\$ -
Payment in lieu of taxes	2,202	-	2,202	-	-	-	-
Rail car taxes	3,783	-	3,783	-	-	-	-
License and permits							
Privilege licenses	150	-	150	-	-	-	-
Franchise charges - utilities	5,214	-	5,214	-	-	-	-
Intergovernmental revenues							
General municipal aid	158	-	158	-	-	-	-
Homestead exemption	5,499	-	5,499	-	-	-	-
Sales tax	47,528	-	47,528	-	-	-	-
Gasoline tax	951	-	951	-	-	-	-
Fire protection allocation	-	1,810	1,810	-	-	-	-
County shared revenues							
Alcorn County fire protection	-	32,272	32,272	-	-	-	-
Charges for services							
Water and sewer utility	-	-	-	112,765	68,456	-	181,221
Gas utility	-	-	-	-	-	157,364	157,364
Rent	1,900	-	1,900	-	-	-	-
Interest	199	142	341	196	44	81	321
Contributions	200	200	400	-	-	-	-
Miscellaneous receipts	100	1,053	1,153	-	-	-	-
<b>Total Receipts</b>	<b>\$ 114,157</b>	<b>\$ 35,477</b>	<b>\$ 149,634</b>	<b>\$ 112,961</b>	<b>\$ 68,500</b>	<b>\$ 157,445</b>	<b>\$ 338,906</b>

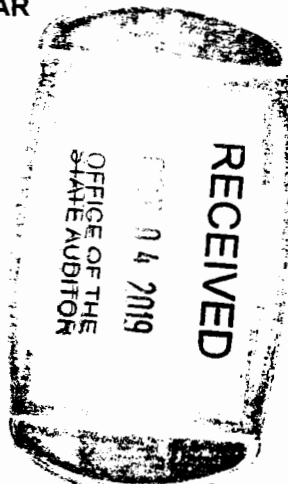
**Town of Rienzi, Mississippi**  
**Statement of Cash Receipts Deposited and Cash Disbursements Paid**  
**Governmental and Business-Type Activities**  
**For the Fiscal Year Ended September 30, 2018**

	Governmental Funds			Business-Type Funds			
	Major Fund		Total Governmental Funds	Major Fund			Total Business- Type Funds
	General	Fire Protection		Water	Sewer	Gas System	
<b>DISBURSEMENTS</b>							
General governmental							
Legislative	\$ 8,700	\$ -	\$ 8,700	\$ -	\$ -	\$ -	\$ -
Executive	9,600	-	9,600	-	-	-	-
Financial	4,278	-	4,278	-	-	-	-
Other	52,384	-	52,384	-	-	-	-
Fire	-	9,786	9,786	-	-	-	-
Street lights	7,320	-	7,320	-	-	-	-
Culture and recreation							
Cemetery	2,928	-	2,928	-	-	-	-
Library	1,185	-	1,185	-	-	-	-
Water and sewer utility	-	-	-	84,539	43,182	-	127,721
Gas utility	-	-	-	-	-	116,881	116,881
Capital outlay	6,618	4,353	10,971	-	-	-	-
Redemption of principal	979	8,575	9,554	-	3,442	11,448	14,890
Debt service interest	221	1,363	1,584	-	3,020	13,932	16,952
<b>Total disbursements</b>	<b>\$ 94,213</b>	<b>\$ 24,077</b>	<b>\$ 118,290</b>	<b>\$ 84,539</b>	<b>\$ 49,644</b>	<b>\$ 142,261</b>	<b>\$ 276,444</b>



**Town of Rienzi, Mississippi**  
**Statement of Cash Receipts Deposited and Cash Disbursements Paid**  
**Governmental and Business-Type Activities**  
**For the Fiscal Year Ended September 30, 2018**

	Governmental Funds			Business-Type Funds			
	Major Fund		Total Governmental Funds	Major Fund			Total Business- Type Funds
	General	Fire Protection		Water	Sewer	Gas System	
<b><u>OTHER FINANCING SOURCES (USES)</u></b>							
Short term interfund loans - issued	\$ -	\$ -	\$ -	\$ -	\$ (954)	\$ (177)	\$ (1,131)
Short term interfund loans - proceeds	75	-	75	1,056	-	-	1,056
Transfers in / (out)	1,000	(1,000)	-	-	-	-	-
Total other financing sources (uses)	1,075	(1,000)	75	1,056	(954)	(177)	(75)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	21,019	10,400	31,419	29,478	17,902	15,007	62,387
<b>CASH BASIS FUND BALANCE - BEGINNING OF YEAR</b>	87,651	82,035	169,686	73,695	22,849	42,579	139,123
<b>CASH BASIS FUND BALANCE - END OF YEAR</b>	\$ 108,670	\$ 92,435	\$ 201,105	\$ 103,173	\$ 40,751	\$ 57,586	\$ 201,510





**Schedule 1**

**Town of Rienzi, Mississippi  
Schedule of Investments  
September 30, 2018**

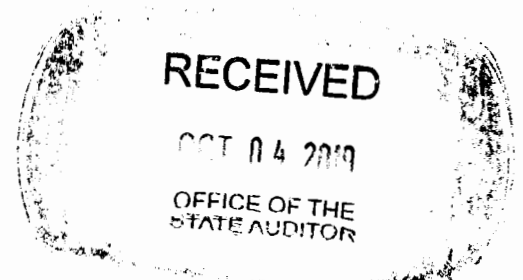
<b><u>OWNERSHIP</u></b>	<b><u>TYPE OF INVESTMENT</u></b>	<b><u>INTEREST RATE</u></b>	<b><u>ACQUISITION DATE</u></b>	<b><u>MATURITY DATE</u></b>	<b><u>OTHER INFORMATION</u></b>	<b><u>INVESTMENT COST/VALUE</u></b>
General Fund	Certificate of Deposit	0.20%	7/14/2018	7/14/2019	Farmers & Merchants Bank	\$ 6,633
Gas System	Certificate of Deposit	0.25%	7/14/2018	7/14/2019	Farmers & Merchants Bank	<u>13,333</u>
<b>TOTAL INVESTMENTS</b>						<b><u>\$ 19,966</u></b>

All certificates of deposit are included in the cash balance - end of year. The fair value of the certificates of deposit is approximately the same as the carrying value.

**Schedule 2**

**Town of Rienzi, Mississippi  
Schedule of Long-Term Debt  
For the Fiscal Year Ended September 30, 2018**

	<b>Balance Outstanding 9/30/2017</b>	<b>Transactions During Fiscal Year</b>		<b>Balance Outstanding 9/30/2018</b>
		<b>Issued</b>	<b>Redeemed</b>	
<b><u>General Obligation Bonds</u></b>				
Carolyn Bishop Note 0%, Imputed 3%	\$ 7,810	\$ -	\$ 979	\$ 6,831
Northeast Mississippi Planning and Development District Fire Note 2%	72,073	-	8,575	63,498
Total General Obligation Bonds	79,883	-	9,554	70,329
<b><u>Enterprise Fund</u></b>				
<b><u>REVENUE NOTES</u></b>				
Farmers Home Administration Sewer Note 92-03 4 1/2%	68,687	-	3,442	65,245
Farmers Home Administration Gas Note 97-05 5.125%	277,068	-	11,448	265,620
Total revenue notes	345,755	-	14,890	330,865
Total long-term debt	\$ 425,638	\$ -	\$ 24,444	\$ 401,194



**Town of Rienzi, Mississippi  
Schedule of Surety Bonds for Town Officials  
September 30, 2018**

<b>Name</b>	<b>Position</b>	<b>Insurance Company</b>	<b>Bond</b>
Walter Williams	Mayor	MS Municipal Bond Program	\$ 25,000
James Strickland	Aldersperson	MS Municipal Bond Program	10,000
Jimmy Harwood	Aldersperson	MS Municipal Bond Program	10,000
David Massey	Aldersperson	MS Municipal Bond Program	10,000
Dale Leonard	Aldersperson	MS Municipal Bond Program	10,000
Harold Palmer	Aldersperson	MS Municipal Bond Program	10,000
Jessica Pollard	Town Clerk	Travelers	50,000
Chad Potts	Water Operator	Travelers	50,000

RECEIVED

OCT 04 2018

OFFICE OF THE  
STATE AUDITOR

**JONES & JONES**  
**CERTIFIED PUBLIC ACCOUNTANTS**  
**OF BOONEVILLE, P.A.**

*Kermit V. Jones Jr., C.P.A.*

*Christopher D. Jones, C.P.A.*

*Jeremy D. Jones, C.P.A.*

*David W. Jones, C.P.A.*

**Independent Accountants' Report on**  
**Applying Agreed-Upon Procedures**

To the Honorable Mayor and Board of Alderman  
and Office of the State Auditor, State of Mississippi

We have performed the procedures enumerated below, which were agreed to by the Town of Rienzi and required by the Office of the State Auditor (the specified parties), under the provisions of Section 21-35-31, Miss. Code Ann. (1972), on the accounting records of the Town of Rienzi, Mississippi's compliance with certain laws and regulations for the year ended September 30, 2018. Town of Rienzi's management is responsible for the Town's accounting records and compliance with certain laws and regulations. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. 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:

1. We verified that all investment transactions were in compliance with Section 21-33-323 Miss. Code Ann. (1972), and 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. No exceptions were noted.

Balance Per Bank	Fund	General Ledger
Farmers & Merchants Bank	General	\$ 101,987
Farmers & Merchants Bank - Certificate of Deposit	General	6,633
Farmers & Merchants Bank	General	35
Cash on Hand	General	15
Total General Fund		<u>\$ 108,670</u>
Farmers & Merchants Bank	Water	\$ 75,216
Farmers & Merchants Bank	Water	15,339
Farmers & Merchants Bank	Water	9,896
Farmers & Merchants Bank	Water	2,722
Total Water Fund		<u>\$ 103,173</u>

**RECEIVED**

OCT 04 2018

OFFICE OF THE  
STATE AUDITOR

Page 9

*Members of American Institute*  
*of*  
*Certified Public Accountants*

TELEPHONE (662) 728-6235 FAX (662) 728-3181  
P.O. BOX 250 ~ 201 WEST MARKET STREET  
BOONEVILLE, MISSISSIPPI 38829-0250

*Members of Mississippi Society*  
*of*  
*Certified Public Accountants*

1. Continued

<u>Balance Per Bank</u>	<u>Fund</u>	<u>General Ledger</u>
Farmers & Merchants Bank	Sewer	\$ 4,946
Farmers & Merchants Bank	Sewer	4,950
Farmers & Merchants Bank	Sewer	<u>30,855</u>
Total Sewer Fund		<u>\$ 40,751</u>
Farmers & Merchants Bank	Fire Protection	\$ 4,074
Farmers & Merchants Bank	Fire Protection	<u>88,361</u>
Total Fire Protection		<u>\$ 92,435</u>
Farmers & Merchants Bank	Gas System	\$ 17,405
Farmers & Merchants Bank	Gas System	4,946
Farmers & Merchants Bank	Gas System	18,671
Farmers & Merchants Bank	Gas System	3,231
Farmers & Merchants Bank - Certificate of Deposit	Gas System	<u>13,333</u>
Total Gas Fund		<u>\$ 57,586</u>

2. We noted no investment transactions other than certificates of deposit which were tested in item 1 above.
3. 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. No exceptions were noted.
  - b. Traced settlement of taxes collected to proper funds. No exceptions were noted.
  - 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). We noted the increase in taxes was in compliance with the above sections.
4. We obtained a statement of payments made by the Department of Finance and Administration to the Town. Payments indicated were traced to deposit in the respective bank accounts and recorded in the general ledger. Payments traced were as follows:

<u>Payment Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
Municipal Aid Tax	General	\$ 158
Gasoline Tax	General	951
Homestead Exemption	General	5,499
Sales Tax	General	47,528
T.V.A. Payments in Lieu of Taxes	General	2,202
Fire Protection Allocation	Fire	<u>1,810</u>
Total		<u>\$ 58,148</u>

RECEIVED

OCT 04 2009

OFFICE OF THE  
STATE CLERK

Page 10

5. We selected a sample of disbursements made by the Town during the fiscal year. Each sample item was evaluated for proper approval and compliance with purchasing requirements set forth in Title 31, Chapter 7, Miss. Code Ann. (1972), as applicable.

The sample consisted of the following:

Number of sample disbursements	25
Total dollar value of sample	\$ 12,203

We found the Town's purchasing procedures to be in agreement with the requirements of the abovementioned sections.

6. We noted the Town did not have a Marshall and therefore no fines or court fees were collected or remitted to the State.
7. We have read the Municipal Compliance Questionnaire completed by the Town. The completed survey indicated no instances of noncompliance with State requirements.

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 management's compliance with certain laws and regulations. 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 information and use of the Town of Rienzi and the Office of the State Auditor, State of Mississippi and is not intended to be and should not be used by anyone other than those specified parties. However, this report is a matter of public record and its distribution is not limited.



Jones & Jones  
Certified Public Accountants  
of Booneville, P.A.  
Booneville, MS

September 30, 2019

RECEIVED

OCT 04 2019

OFFICE OF THE  
STATE AUDITOR

**JONES & JONES**  
CERTIFIED PUBLIC ACCOUNTANTS  
OF BOONEVILLE, P.A.

**Kermit V. Jones Jr., C.P.A. Christopher D. Jones, C.P.A. Jeremy D. Jones, C.P.A. David W. Jones C.P.A.**

**INDEPENDENT ACCOUNTANTS' REPORT ON  
COMPLIANCE WITH STATE LAWS AND REGULATIONS**

To the Honorable Mayor and Board of Alderman  
and Office of the State Auditor, State of Mississippi

We have compiled the accompanying Statement of Cash Receipts Deposited and Cash Disbursements Paid – Governmental and Business-Type Activities of the Town of Rienzi, Mississippi for the year ended September 30, 2018 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants, and have issued our report dated September 30, 2019. 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.

We have performed procedures to test compliance with certain state laws and regulations as described by the Municipal Compliance Questionnaire that is prescribed by the Office of the State Auditor. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Town's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to items tested, the results of those procedures and our compilation of the accompanying Statement of Cash Receipts Deposited and Cash Disbursements Paid – Governmental and Business-Type Activities of the Town of Rienzi, Mississippi for the year ended September 30, 2018 disclosed no instances of noncompliance with state laws and regulations.



Jones & Jones  
Certified Public Accountants  
of Booneville, P.A.  
Booneville, MS

September 30, 2019

RECEIVED

OCT 04 2019

OFFICE OF THE

Page 12