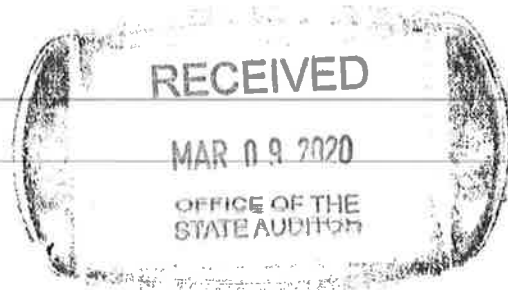




The following document was not prepared by the Office of the State Auditor, but was prepared by and submitted to the Office of the State Auditor by a private CPA firm. The document was placed on this web page as it was submitted. The Office of the State Auditor assumes no responsibility for its content 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.

CITY OF RAYMOND, MISSISSIPPI
AUDITED FINANCIAL STATEMENT
FOR THE YEAR ENDED SEPTEMBER 30, 2019



**CITY OF RAYMOND, MISSISSIPPI
AUDITED FINANCIAL STATEMENT
For the Year Ended September 30, 2019**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report on the Combined Statement of Cash Receipts and Disbursements (All Funds) and Supplemental Information	1-2
Combined Statement of Cash Receipts and Disbursements (All Funds)	3-4
Notes to the Financial Statement	5

SUPPLEMENTARY INFORMATION

Schedule of Investments - All Funds	6
Schedule of Capital Assets	7
Schedule of Changes in Long-Term Debt	8
Schedule of Surety Bonds for Municipal Officials and Employees	9

COMPLIANCE REPORTS

Independent Auditor's Report on Compliance with State Laws and Regulations	10
--	----

PRICE & Co.

Certified Public Accountants

A Professional Association

P.O. Box 364 - 106 East Third Street

Forest, Mississippi 39074

Phone: (601) 469-4020 - Fax: (601) 469-4028

E-mail address: billyprice62@yahoo.com

William N. Price, Jr. CPA

Member: American Institute of Certified Public Accountants

Mississippi Society of Certified Public Accountants

William Newman Price, CPA

1927-2011

INDEPENDENT AUDITOR'S REPORT ON THE COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS AND SUPPLEMENTAL INFORMATION

Honorable Mayor and Board of Aldermen
City of Raymond, Mississippi

Report on the Financial Statements

We have audited the accompanying financial statement of the governmental activities, business-type activities, and each major fund of the City of Raymond, Mississippi, as of and for the year ended September 30, 2019, and the related notes to the financial statement, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the basis of cash receipts and disbursements, this includes 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 fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Raymond, Mississippi as of September 30, 2019, and the respective changes in cash basis financial position thereof for the year then ended in accordance with the basis of accounting described in Note 1.

Other Matters

Omission of Required Supplementary Information

Management has omitted the Management's Discussion and Analysis, the Schedule of the Town's Proportionate Share of the Net Pension Liability, the Schedule of the Town's Contributions, and budgetary comparison information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statement. 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 appropriate operational, economic, or historical context. Our opinion on the basic financial statement is not affected by this missing information.

Other Information

The Schedule of Investments - All Funds, Schedule of Capital Assets, Schedule of Changes in Long-Term Debt, and Schedule of Surety Bonds for Municipal Officials and Employees have not been subjected to the auditing procedures applied in the audit of the basic financial statement, and accordingly, we do not express an opinion or provide any assurance on them.

Basis of Accounting

We draw attention to Note 1 of the financial statement, which describes the basis of accounting. The financial statement is prepared on the basis of cash receipts and disbursements, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Price & Co.

Price & Co.
Forest, Mississippi

January 22, 2020



CITY OF RAYMOND, MISSISSIPPI
COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (ALL FUNDS)
For the Year Ended September 30, 2019

	<u>General</u>	<u>Special Revenue</u>	<u>Proprietary Fund</u>	<u>Fiduciary</u>	<u>T o t a l s</u> (Memorandum Only)	
					<u>2019</u>	<u>2018</u>
RECEIPTS						
Taxes						
General Property Taxes	\$ 216,335	\$ -	-	\$ -	216,385	\$ 165,439
Licenses and Permits	3,432	\$ -	-	-	3,492	9,415
Franchise Charges	75,832	-	-	-	75,832	77,707
Utility	36,971	-	-	-	36,971	34,266
General Municipal Aid (From State)	964	-	-	-	964	964
State Shared Revenues						
Sales Taxes	239,929	-	-	-	239,929	240,283
Gasoline Tax	5,074	-	-	-	5,074	5,074
Fire Insurance Premium Distribution	-	11,409	-	-	11,409	11,034
Homestead Exemption	15,567	-	-	-	15,567	15,112
Grand Gulf in Lieu of Taxes	17,647	-	-	-	17,647	17,694
Department of Archives and History Grant	12,100	-	-	-	12,100	-
Interest Income	718	-	1,550	7	2,275	1,927
Cemetery Charges	18,775	-	-	-	18,775	26,100
Rent	58,789	-	2,025	-	60,814	50,338
Contribution from Businesses and Individuals	-	-	-	-	-	3,375
Charges For Services:						
Water and Sewer	-	-	853,002	-	853,002	837,517
Sanitation	-	-	49,783	-	49,783	49,790
Sale of Vehicles	1,800	-	100	-	1,900	750
Fines and Forfeits	74,106	-	-	-	74,106	84,442
Miscellaneous Receipts	13	-	-	-	13	13
Total Receipts	<u>778,162</u>	<u>11,409</u>	<u>906,460</u>	<u>7</u>	<u>1,696,038</u>	<u>1,631,240</u>

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

CITY OF RAYMOND, MISSISSIPPI
COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (ALL FUNDS)
For the Year Ended September 30, 2019

	General	Special Revenue	Proprietary Fund	Fiduciary	T o t a l s (Memorandum Only)	
	2019	2019	2019	2019	2019	2018
DISBURSEMENTS						
General Government (Executive and Financial)	\$ 306,626	\$ -	\$ -	\$ -	\$ 306,626	\$ 313,979
Public Safety						
Police	402,663	-	-	-	402,663	402,874
Fire	-	7,354	-	-	7,354	7,385
Streets	153,153	-	-	-	153,153	152,010
Cemetery	13,188	-	-	-	13,188	14,500
Enterprise:						
Water and Sewer Utility	-	-	434,132	-	434,132	461,987
Sanitation	-	-	48,128	-	48,128	43,582
Bond and Notes Repaid	35,906	-	50,683	-	86,589	55,107
Total Disbursements	<u>911,536</u>	<u>7,354</u>	<u>532,943</u>	<u>-</u>	<u>1,451,833</u>	<u>1,451,424</u>
Excess (Deficiency) of receipts over disbursements	<u>(133,374)</u>	<u>4,055</u>	<u>373,517</u>	<u>7</u>	<u>244,205</u>	<u>179,816</u>
OTHER FINANCING SOURCES (USES)						
Transfers	143,500	6,500	(150,000)	-	-	-
Capital Outlay	-	(16,640)	(74,924)	-	(91,564)	(146,388)
Total other financing resources (uses)	<u>143,500</u>	<u>(10,140)</u>	<u>(224,924)</u>	<u>-</u>	<u>(91,564)</u>	<u>(146,388)</u>
Excess (Deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>10,126</u>	<u>(6,085)</u>	<u>148,593</u>	<u>7</u>	<u>152,641</u>	<u>33,428</u>
CASH BASIS FUND BALANCE - BEGINNING OF YEAR	<u>393,243</u>	<u>90,018</u>	<u>1,382,017</u>	<u>3,501</u>	<u>1,868,779</u>	<u>1,835,351</u>
CASH BASIS FUND BALANCE - END OF YEAR	<u>\$ 403,369</u>	<u>\$ 83,933</u>	<u>\$ 1,530,610</u>	<u>\$ 3,508</u>	<u>\$ 2,021,420</u>	<u>\$ 1,868,779</u>

RECEIVED
MAR 09 2020
OFFICE OF THE
STATE AUDITOR

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

CITY OF RAYMOND, MISSISSIPPI
NOTES TO THE FINANCIAL STATEMENT
September 30, 2019

Note 1 Summary of Significant Accounting Policies

A. General Information

The city operates under the mayor/board of alderman form of government and provides services as authorized by law.

Reporting Entity

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

Fund Accounting

The accounts of the city 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 a cash receipts and disbursements basis, as prescribed by the Office of the State Auditor. Consequently, certain revenues are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred.

B. Report Classifications

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

Note 2 Economic Dependency

Three customers provided 37.5% of the water and sewer revenue in the Water and Sewer Fund.

Note 3 Subsequent Events

Management has evaluated events and transactions for potential recognition or disclosure through January 22, 2020, which is the date the financial statement was available to be issued.

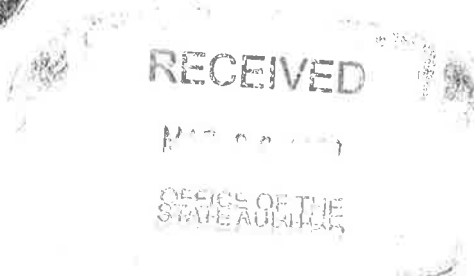
CITY OF RAYMOND, MISSISSIPPI
SCHEDULE OF INVESTMENTS - ALL FUNDS
September 30, 2019

<u>TYPE OF INVESTMENT</u>	<u>INTEREST RATE</u>	<u>ACQUISITION DATE</u>	<u>MATURITY DATE</u>	<u>OTHER INFORMATION</u>	<u>INVESTMENT COST/VALUE</u>
Certificate of Deposit	0.20%	11/4/2018		Merchants & Planters	\$ 115,360
Certificate of Deposit	0.20%	12/4/2018		Merchants & Planters	143,631
Certificate of Deposit	0.75%	11/10/2018		Merchants & Planters	103,618
Certificate of Deposit	0.20%	12/4/2018		Merchants & Planters	<u>344,891</u>
					<u>\$ 707,500</u>

See accompanying notes and accountant's report.

CITY OF RAYMOND, MISSISSIPPI
SCHEDULE OF CAPITAL ASSETS
For the Year Ended September 30, 2019

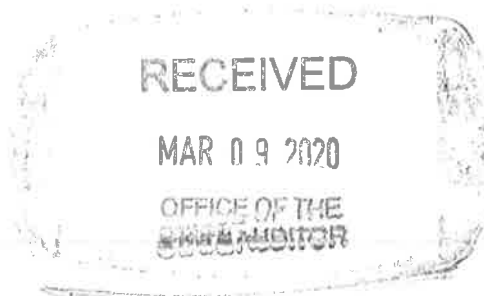
	Beginning Balance	Transactions During Fiscal Year		Ending Balance
		Increases	Decreases	
Governmental activities:				
Capital Assets:				
Land	\$ 71,541	\$ -	\$ -	\$ 71,541
Buildings	723,921	-	-	723,921
Improvements	876,714	-	-	876,714
Machinery and Equipment	<u>415,516</u>	<u>16,640</u>	<u>56,023</u>	<u>376,133</u>
Total Governmental activities capital assets	<u>\$ 2,087,692</u>	<u>\$ 16,640</u>	<u>\$ 56,023</u>	<u>\$ 2,048,309</u>
Business-type activities:				
Capital Assets:				
Land	\$ 46,985	\$ -	\$ -	\$ 46,985
Buildings	101,634	58,812	-	160,446
Improvements	4,876,868	-	-	4,876,868
Machinery and Equipment	<u>385,379</u>	<u>-</u>	<u>17,844</u>	<u>367,535</u>
Total Business-type activities capital assets	<u>\$ 5,410,866</u>	<u>\$ 58,812</u>	<u>\$ 17,844</u>	<u>\$ 5,451,834</u>



See accompanying notes and accountant's report.

CITY OF RAYMOND, MISSISSIPPI
SCHEDULE OF CHANGES IN LONG TERM DEBT
For the Year Ended September 30, 2019

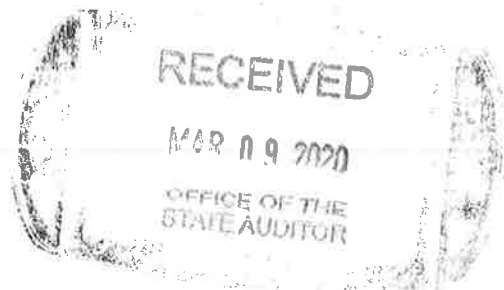
	<u>Balance Outstanding September 30, 2018</u>	<u>Transactions During Fiscal Year</u>		<u>Balance Outstanding September 30, 2019</u>
		<u>Issued</u>	<u>Redeemed</u>	
Mississippi Development Authority				
-Water & Sewer Improvements	\$ 15,324	\$ -	\$ 15,324	\$ -
State of Mississippi				
-Clean Water SRF Loans	261,542	-	23,489	238,053
State of Mississippi				
-Water Pollution Loan	72,398	-	5,555	66,843
Bancorp Equipment Finance				
-(2) 2016 Ford Taurus	12,223	-	12,223	-
Bancorp Equipment Finance				
-2017 Ford Explorer	19,999	-	11,906	8,093
Bancorp Equipment Finance				
-2017 Chevrolet Tahoe	19,417	-	10,998	8,419
TOTAL	<u>\$ 400,903</u>	<u>\$ -</u>	<u>\$ 79,495</u>	<u>\$ 321,408</u>



See accompanying notes and accountant's report.

CITY OF RAYMOND, MISSISSIPPI
SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICIALS AND EMPLOYEES
September 30, 2019

<u>N a m e</u>	<u>P o s i t i o n</u>	<u>S u r e t y</u>	<u>B o n d A m o u n t</u>
Isla O. Tullos	Mayor	Travelers Casualty & Surety Co.	\$ 25,000
Brenda A. Hubbard	City Clerk	Travelers Casualty & Surety Co.	\$ 50,000
Jason Crotwell	Police Chief	Travelers Casualty & Surety Co.	\$ 50,000
Lisa Raney	Court Clerk	Travelers Casualty & Surety Co.	\$ 50,000
Reagan Hataway	Deputy Court Clerk	Travelers Casualty & Surety Co.	\$ 50,000
Delores Rickels	Deputy Court Clerk	Travelers Casualty & Surety Co.	\$ 50,000
Lori Porter	Office Clerk	Travelers Casualty & Surety Co.	\$ 50,000
Jack G. Moss	Alderman	Travelers Casualty & Surety Co.	\$ 50,000
Aubrey C. Barnette	Alderman	Travelers Casualty & Surety Co.	\$ 50,000
Lou Anne Askew	Alderman	Travelers Casualty & Surety Co.	\$ 50,000
Randall Harris	Alderman	Travelers Casualty & Surety Co.	\$ 50,000
Joseph H. Jamison	Alderman	Travelers Casualty & Surety Co.	\$ 50,000



PRICE & Co.

Certified Public Accountants

A Professional Association

P.O. Box 364 - 106 East Third Street

Forest, Mississippi 39074

Phone: (601) 469-4020 - Fax: (601) 469-4028

E-mail address: billyprice62@yahoo.com

William N. Price, Jr. CPA

Member: American Institute of Certified Public Accountants

Mississippi Society of Certified Public Accountants

William Newman Price, CPA

1927-2011

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

Honorable Mayor and Board of Aldermen
City of Raymond, Mississippi

We have audited the combined statement of cash receipts and disbursements (all funds) of the City of Raymond, Mississippi as of and for the year ended September 30, 2019, and have issued our report dated January 22, 2020. We have conducted our audit in accordance with auditing standards generally accepted in the United States of America.

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 financial statement disclosed no material instances of noncompliance with state laws and regulations. The prior year finding has been corrected.

The Office of the State Auditor or a public accounting firm will review, on a subsequent year's audit engagement, the findings in this report to ensure that corrective action has been taken.

This report is intended for the information of the City'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.

Price & Co.

Price & Co.
Forest, Mississippi

January 22, 2020