

OFFICE OF THE STATE AUDITOR REPORT NOTE:

Section 7-7-211, Mississippi Code Annotated (1972) gives the Office of the State Auditor the authority to audit, with the exception of municipalities, any governmental entity in the state. In the case of municipalities, *Section 21-35-31, Mississippi Code Annotated (1972)* requires municipalities to obtain an annual audit performed by a private CPA firm and submit that audit report to the Office of the State Auditor. The Office of the State Auditor files these audit reports for review in case questions arise related to the municipality.

As a result, the following document was not prepared by the Office of the State Auditor. Instead, it was prepared by a private CPA firm and submitted to the Office of the State Auditor. The document was placed on this web page as it was submitted and no review of the report was performed by the Office of the State Auditor prior to finalization of the report. 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 ISOLA, MISSISSIPPI
SPECIAL REPORT ON AGREED-UPON PROCEDURES
FOR SMALL MUNICIPALITIES (TOWNS)

AND

COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (ALL FUNDS)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Ella B. Johnson
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Town of Isola, Mississippi

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September 30, 2021

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Madison, MS 39110
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**SPECIAL REPORT ON AGREED UPON
PROCEDURES FOR SMALL MUNICIPALITIES (TOWNS)**

(Compliance Letter)

Honorable Mayor and Board of Aldermen
Town of Isola
Isola, Mississippi 38754

We have applied certain agreed-upon procedures, as discussed below, to the accounting records of the Town of Isola, Mississippi, as of September 30, 2021, and for the year then ended, as required by the Office of the State Auditor, under the provisions of Section 21-35-31, Miss. Code Ann. (1972). It is understood the report is solely for the use of the governing body of the Town of Isola, Mississippi and the Office of the State Auditor and should not be used for any other purposes. Our procedures and findings are as follows:

1. 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 Plus:

<u>Bank</u>	<u>Funds</u>	<u>Balance per General Ledger</u>
Bank Plus:	General Fund	
General Fund Operating		\$128,683.43
General Fund Restricted		32,871.36 ✓
General Clearing		<u>4,870.58</u>
Total General Fund		<u>\$166,425.37</u>
Bank Plus:	Special Revenue Funds	
Fire Department		\$27,228.41
Modernization Funds		<u>4,971.52</u> ✓
Total Special Revenue Funds		<u>\$32,199.93</u>
Bank Plus:	Proprietary Fund	
Sewer Revenue Fund		\$76,597.79
ARPA Fund		<u>75,131.94</u> ✓
Total Proprietary Fund		<u>\$151,729.73</u>
	TOTAL	<u>\$350,355.03</u>

2. No securities were held for investments.

3. We performed the following procedures with respect to taxes and personal property (including motor vehicles) levied during the fiscal year.

- a. Trace levies to governing body minutes;
- b. Traced distribution of taxes collected to proper funds; and
- c. Analyzed increase in taxes for most recent period for completion with Increase limitations of Sections 27-39-320 to 27-39-323, Miss. Code Ann. (1972).

The distribution of taxes to General Fund were found to be in accordance with prescribed tax levies. The distribution of taxes to Fire Department Fund was made September 27, 2022. ✓

Current year and prior years' General Property Taxes were collected by Humphreys County Tax Collector and remitted to the town on a monthly basis.

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

4. The Town did not retire or issue general obligation debt or revenue bonds.
5. We obtained a statement of payments made by the Department of Finance and Administration to the municipality. Payments indicated were traced to deposit in the respective bank accounts. All payments were recorded in the general ledger. Payments traced were as follows:

<u>Payment Purpose</u>	<u>Receiving Fund</u>	<u>Ledger Amount</u>
Sales Tax Allocation	General Fund	\$21,858
General Municipal Aid	General Fund	355
Gasoline Tax	General Fund	2,18
Homestead Exemption	General Fund	15,288
Grand Gulf	General Fund	4,085
Other Assistance	General Fund	16,700
Department of Health	General Fund	3,600
Other Aid	General Fund	32,871
Other Aid	ARPA Fund	<u>75,106</u>
	Total	\$172,046

6. We selected a sample of purchases made by the municipality during the fiscal year. Each sample item was evaluated for proper approval and compliance with purchasing requirements set forth in Title 31, Chapter 7, Mississippi Code Ann. (1972), if applicable. The sample consisted of the following:

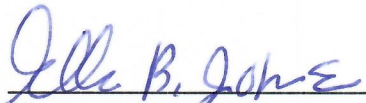
Number of Sample Items	9
Total Dollar Value of Sample	\$24,304.71

We found the municipality's purchasing procedures to be in agreement with the requirements of the above- mentioned sections.

7. Fines and forfeitures were not collected.

8. We have read the Municipal Compliance Questionnaire completed by the municipality. The completed survey indicated no instances of noncompliance with state requirements.

Because the above procedures do not constitute an audit in accordance with generally accepted auditing standards, we do not express an opinion on any of the specific accounts or classes of transactions referred to above. In connection with the procedures referred to above, no matters came to our attention that caused us to believe that items specified in Paragraph 1, 2 and 3 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 should not be associated with the financial statements of the Town of Isola, Mississippi, for the year ended September 30, 2021.

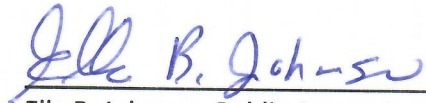


Ella B. Johnson, Public Accountant
Madison, MS 39110
September 30, 2022

Johnson's Accounting Service
Public Accountant
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Governing Body
Town of Isola, Mississippi

We have compiled the Statement of Cash Receipts and Disbursements (Governmental & Business Type Activities) as of and for the Fiscal Year Ended September 30, 2021.



Ella B. Johnson, Public Accountant

September 30, 2022

TOWN OF ISOLA, MISSISSIPPI
STATEMENT OF CASH RECEIPTS and DISBURSEMENTS
GOVERNMENTAL & BUSINESS-TYPE ACTIVITIES
AS OF AND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Governmental Activities			Business-Type Activities	
	General <u>Fund</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>	Water & Sewer <u>Fund</u>	<u>Total</u>
RECEIPTS					
Taxes					
General Property Taxes	114,553		114,553		
Licenses & Permits	1,097		1,097		
Franchise Charges-Utilities	12,353		12,353		
Intergovernmental revenues:					
General Municipal Aid	356		356		
State shared revenues:					
Homestead Exempt. Reimburse.	15,288		15,288		
Sales Tax Allocation	21,858		21,858		
Gasoline Tax	2,184		2,184		
Grand Gulf Nuclear Plant	4,085		4,085		
Fire Protection Allocation		-	-		
Grant Income					
Department of Health	3,600		3,600		
Emergency Management	16,700		16,700		
Department of Revenue	32,871		32,871		
ARPA Grant Funds				75,106	75,106
Land Redemption	8,261		8,261		
Police Security	11,000		11,000		
Other Revenue	4,394	26	4,420		
Interest Income	1,295	429	1,724	615	615
Reimbursement	1,639		1,639		
Charges for Services:					
Water & Sewer Fees				132,786	132,786
Other Revenue				9,147	9,147
Garbage Collections				41,390	41,390
TOTAL RECEIPTS	251,534	455	251,989	259,044	259,044
DISBURSEMENTS					
General Government					
Legislative & Executive:					
Salaries & Employee Benefits	21,932		21,932		
Other Services & Charges	4,381		4,381		

TOWN OF ISOLA, MISSISSIPPI
STATEMENT OF CASH RECEIPTS and DISBURSEMENTS
GOVERNMENTAL & BUSINESS-TYPE ACTIVITIES
AS OF AND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Governmental Activities			Business-Type Activities	
	General <u>Fund</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>	Water & Sewer <u>Fund</u>	<u>Total</u>
Financial Administration:					
Salaries & Employee Benefits	44,780		44,780		
Supplies	5,581		5,581		
Legal	7,800		7,800		
Other Services and Charges	58,332		58,332		
Capital Outlay	8,900		8,900		
Interest Paid	1,554		1,554		
Public Safety - Police Dept.					
Salaries & Employee Benefits	19,395		19,395		
Public Safety - Fire Dept.					
Salaries & Employee Benefits	2,263		2,263		
Other Services and Charges	1,320		1,320		
Public Works - Maintenance of Streets					
Salaries & Employee Benefits	7,489		7,489		
Other Services and Charges	2,739	18,900	21,639		
Sanitation					
Garbage Disposal				35,767	35,767
Department of Health	1,550		1,550		
Enterprises - Water & Sewer					
Salaries & Employee Benefits				64,866	64,866
Supplies				16,404	16,404
Other Services & Charges				32,237	32,237
Water Deposits				980	980
Total Disbursements	188,016	18,900	206,916	150,254	150,254
Excess of Receipts Over (Under)					
Disbursements	63,518	(18,445)	45,073	108,790	108,790
OTHER CASH SOURCES (USES)					
Debt Repaid-Principal	(5,589)		(5,589)		-
Bank Loan	20,558		20,558		
Total Other Cash Sources (Uses)	14,969	-	14,969	-	-
Excess (Deficiency) of Receipts					
Over Disbursements	78,487	(18,445)	60,042	108,790	108,790
Cash Basis Fund Balance					
Beginning of Year	87,938	50,645	138,583	42,939	42,939
Cash Basis Fund Balance - End of Yr.	166,425	32,200	198,625	151,729	151,729

TOWN OF ISOLA, MISSISSIPPI
STATEMENT OF CASH RECEIPTS and DISBURSEMENTS
GOVERNMENTAL & BUSINESS-TYPE ACTIVITIES
AS OF AND FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Governmental Activities			Business-Type Activities	
	General <u>Fund</u>	Other Nonmajor <u>Funds</u>	<u>Total</u>	Water & Sewer <u>Fund</u>	<u>Total</u>
Cash Basis Fund Balance End of Year:					
Restricted	32,871	4,972	37,843	75,106	75,106
Unassigned	133,554	27,228	160,782	76,623	76,623
Total Cash Basis Fund Balances	<u>166,425</u>	<u>32,200</u>	<u>198,625</u>	<u>151,729</u>	<u>151,729</u>

TOWN OF ISOLA, MISSISSIPPI
SCHEDULE OF LONG-TERM DEBT
For the Fiscal Year Ended September 30, 2021

DEFINITION AND PURPOSE

Combined Waterworks & Sewer Sys Revenue Bond	Balance		<u>Transactions During Fiscal Year</u>		Balance
	<u>Outstanding</u>	<u>October 1, 2020</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Outstanding</u>
					<u>September 30, 2021</u>
10393403	\$	25,248	-	5,589	19,659
TOTAL	\$	25,248	-	5,589	\$ 19,659

TOWN OF ISOLA, MISSISSIPPI
SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICIALS
September 30, 2021

<u>NAME</u>	<u>POSITION</u>	<u>COMPANY</u>	<u>AMOUNT</u>
Dimp Powell	Mayor	Travelers	\$ 50,000
Magdaline Gamill	City Clerk	Travelers	\$ 50,000
Laura Hinnant	Adm Clerk	Travelers	\$ 50,000
Lawrence Anderson	Aldersperson	Travelers	\$ 50,000
Jamarius Brown	Aldersperson	Travelers	\$ 50,000
Michol Hooker	Aldersperson	Travelers	\$ 50,000
Linda Faye Jones	Aldersperson	Travelers	\$ 50,000
Kenneth Jackson Toler	Aldersperson	Travelers	\$ 50,000

JOHNSON ACCOUNTING SERVICE

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**REPORT ON COMPLIANCE WITH STATE
LAWS AND REGULATIONS**

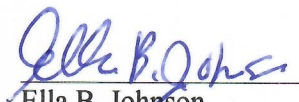
To the Mayor and the Board of Aldermen
Town of Isola, Mississippi 38754

We have compiled the accompanying Statement of Cash Receipts and Disbursements – Governmental and Business-Type Activities, Schedule of Long-Term Debt and Schedule of Surety Bonds for Municipal Officials of the Town of Isola, Mississippi, for the year ended September 30, 2021, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. 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.

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 my compilation of the accompanying Statement of Cash Receipts and Disbursements – Governmental and Business-Type Activities, Schedule of Long-Term Debt and Schedule of Surety Bonds for Municipal Officials of the Town of Isola, Mississippi, for the year ended September 30, 2021 disclosed no material instances of noncompliance with state laws and regulations.

This report is intended solely for the information and use of 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.



Ella B. Johnson,
Public Accountant
September 30, 2022

