

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 MEADVILLE, MISSISSIPPI
FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2023

TABLE OF CONTENTS

	<u>PAGE</u>
Accountant's Compilation Report	2
Combined Balance Sheet - All Fund Types and Account Groups	3
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - All Governmental Fund Types and Expendable Trust Funds	4
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types	5
Schedule of Long Term Debt	6
Schedule of Surety Bonds	7
Special Report on Agreed Upon Audit Procedures for Small Municipalities	8-11

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Honorable Mayor and Board of Aldermen
Town of Meadville, Mississippi

Management is responsible for the accompanying financial statements of the Town of Meadville, Mississippi for the year ended September 30, 2023, as listed in the Table of Contents, in accordance with accounting principles generally accepted in the United States of America. I 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. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially disclosures required by accounting principles generally accepted in the United States of America, including a statement of cash flows for proprietary funds. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's financial position, results of operations and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Management is also responsible for the Schedules as listed in the Table of Contents as required by the Mississippi Office of State Auditor. I compiled this information from information provided by management but did not audit or review this supplementary information and do not express an opinion, a conclusion, or provide any assurance on the information.



CERTIFIED PUBLIC ACCOUNTANT

Bernell McGehee, CPA
Liberty, Mississippi

November 14, 2023

TOWN OF MEADVILLE, MISSISSIPPI
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
(UNAUDITED)
YEAR ENDED SEPTEMBER 30

	<u>2023</u>	<u>2022</u>
Revenue:		
Ad valorem	\$ 160,655	\$147,355
Licenses and Permits	30,401	33,455
Intergovernmental	286,471	447,212
Fines and Forfeits	7,331	6,151
Interest	2,010	1,655
Other	<u>58,494</u>	<u>65,632</u>
Total Revenue	<u>\$ 545,362</u>	<u>\$701,460</u>
Expenditures:		
General government	\$ 130,380	\$341,102
Public safety	133,926	99,821
Streets	95,595	130,922
Parks and Recreation	<u>2,010</u>	<u>-</u>
Total Expenditures	<u>\$ 361,911</u>	<u>\$571,845</u>
Excess (deficiency) of revenues over expenditures	\$ 183,451	\$129,615
Fund balance at beginning of year	<u>723,478</u>	<u>593,863</u>
Fund balance at end of year	<u>\$ 906,929</u>	<u>\$723,478</u>

The accompanying compilation report is an integral part of this financial statement

**TOWN OF MEADVILLE, MISSISSIPPI
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
(UNAUDITED)
YEAR ENDED SEPTEMBER 30**

<u>Assets</u>	<u>Governmental Fund Types</u>	<u>Proprietary Fund Types</u>	<u>Total Memorandum Only</u>	
			<u>2023</u>	<u>2022</u>
Cash	\$702,841	\$496,189	\$1,199,030	\$981,570
Cash-Reserved	177,263	21,710	198,973	186,980
Accounts Receivable		23,527	23,527	22,706
Due from Water & Sewer	35,483		35,483	24,121
Fixed assets (net of accumulated depreciation)		153,042	153,042	173,386
Total Assets	<u>\$915,587</u>	<u>\$694,468</u>	<u>\$1,610,055</u>	<u>\$1,388,763</u>
 <u>Liabilities and Fund Equity</u>				
Accounts Payable	\$8,658	\$9,363	18,021	\$28,837
Due to General Fund		35,483	35,483	24,121
Notes Payable		32,345	32,345	69,526
Customer deposits		21,710	21,710	19,700
Total Liabilities	<u>\$8,658</u>	<u>\$98,901</u>	<u>\$107,559</u>	<u>\$142,184</u>
Retained Earnings:				
Unreserved		\$595,567	\$595,567	\$523,101
Fund balance:				
Unreserved	729,666		729,666	551,337
Reserved - Fire Funds	172,389		172,389	167,280
Reserved - unemployment benefits	4,874		4,874	4,861
Total Fund Equity	<u>\$906,929</u>	<u>\$595,567</u>	<u>\$1,502,496</u>	<u>\$1,246,579</u>
Total Liabilities and Fund Equity	<u>\$915,587</u>	<u>\$694,468</u>	<u>\$1,610,055</u>	<u>\$1,388,763</u>

The accompanying compilation report is an integral part of this balance sheet.

TOWN OF MEADVILLE, MISSISSIPPI
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS -- ALL PROPRIETARY FUND TYPES
(UNAUDITED)
YEAR ENDED SEPTEMBER 30

	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>2023</u>	<u>2022</u>
Operating revenues:				
Charges for services	\$ 207,803	\$116,679	\$ 324,482	\$ 271,447
Operating expenses:				
Personal services	34,828	40,717	75,545	65,197
Supplies	23,624	11,442	35,066	20,239
Other services and charges	35,401	52,967	88,368	199,197
Depreciation	<u>34,999</u>	<u>20,345</u>	<u>55,344</u>	<u>51,719</u>
Total operating expenses	<u>128,852</u>	<u>125,471</u>	<u>254,323</u>	<u>336,352</u>
Operating income	<u>78,951</u>	<u>(8,792)</u>	<u>70,159</u>	<u>(64,905)</u>
Non-operating revenues (expenses):				
ARPA Funds	-	-	-	51,750
Interest - net	2,307	-	2,307	2,228
Transfers in (out)	<u>(8,792)</u>	<u>8,792</u>	<u>-</u>	<u>-</u>
Total non-operating revenue (expense)	<u>(6,485)</u>	<u>8,792</u>	<u>2,307</u>	<u>53,978</u>
Net income (loss)	<u>72,466</u>	<u>-</u>	<u>72,466</u>	<u>(10,927)</u>
Retained earnings, beginning of year	<u>523,101</u>	<u>-</u>	<u>523,101</u>	<u>534,028</u>
Retained earnings, end of year	<u>\$ 595,567</u>	<u>\$ -</u>	<u>\$ 595,567</u>	<u>\$ 523,101</u>

The accompanying compilation report is an integral part of this financial statement

**TOWN OF MEADVILLE, MISSISSIPPI
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

Note A: Summary of Significant Accounting Policies

General Information

The town operates under the Mayor/Alderman form of government and provides services as authorized by law.

Reporting Entity

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

Fund Accounting

The accounts of the town 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 an accrual basis.

Note B: Report Classifications

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

TOWN OF MEADVILLE, MISSISSIPPI
STATEMENT OF LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

<u>DEFINITION AND PURPOSE OF DEBT</u>	<u>BALANCE OUTSTANDING 10/01/2022</u>	<u>TRANSACTIONS DURING FISCAL YEAR ISSUED REDEEMED</u>	<u>BALANCE OUTSTANDING 09/30/2023</u>
State of Mississippi - Dept. of Environmental Quality Water Pollution Control Emergency Loan Fund 2013 Sewer Lift Station	12,153	- 12,153	-
US Department of Agriculture Rural Development	<u>57,373</u>	<u>- 25,029</u>	<u>32,344</u>
Total Long Term Debt	<u>\$ 69,526</u>	<u>\$ - \$ 37,182</u>	<u>\$ 32,344</u>
Population - 2020 Census	449		

**TOWN OF MEADVILLE, MISSISSIPPI
SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICERS
YEAR ENDED SEPTEMBER 30, 2022**

<u>Name</u>	<u>Position</u>	<u>Surety</u>	<u>Bond Amount</u>
Lane B Reed	Mayor	FCCI Insurance Group	\$50,000
Kay Scott	Alderman	Briarfield	\$7,500
William D. Scarbrough	Alderman	FCCI Insurance Group	\$7,500
Joshua Scott	Alderman	FCCI Insurance Group	\$7,500
Arthur B. Jones	Alderman	FCCI Insurance Group	\$7,500
Charles Calcote	Alderman	FCCI Insurance Group	\$7,500
Leslie Thompson	Clerk	Travelers	\$50,000
Vanessa Walker	Asst Clerk	FCCI Insurance Group	\$50,000
Melissa West	Asst Clerk	Travelers	\$50,000
Denise Wentworth	Asst Clerk	Travelers	\$50,000
Taylor McMinn	Police Chief	Travelers	\$50,000
Randy Cooley	Deputy	FCCI Insurance Group	\$50,000

BERNELL McGEHEE, CPA
P. O. BOX 410
LIBERTY, MISSISSIPPI 39645

Mayor and Board of Aldermen
Meadville, Mississippi

I have applied certain agreed upon procedures, as discussed below, to the accounting records of the Town of Meadville, Mississippi as of September 30, 2023 and for the year then ended, as required by the office of the State Auditor. This is solely for the use of the governing body of the Town of Meadville, Mississippi, and the office of the State Auditor. However, this report is a matter of public record, and its distribution is not limited. My procedures and findings are as follows:

1. I reconciled cash on deposit with the following banks to balances in the respective fund accounts and obtained confirmation of the related balances from the banks.

<u>BANK</u>	<u>ACCOUNT NAME</u>	<u>BALANCE PER GENERAL LEDGER</u>	
Bank of Franklin	General	\$ 591,118	
Bank of Franklin	Fire Funds	172,389	
Bank of Franklin	Clearing Accounts	54,260	
Bank of Franklin	Employment Insurance Reserve	4,874	
United MS Bank	Certificates of Deposit	57,463	880,104
Bank of Franklin	Water and Sewer Fund	437,753	
Bank of Franklin	Certificates of Deposit	63,363	
United MS Bank	Certificates of Deposit	16,783	517,899
Total			<u>1,398,003</u>

2. As of September 30, 2023 the town held no investment securities.
3. I performed the following procedures with respect to taxes on real and personal property levied during the fiscal year.
 - a. Traced levies to governing body minutes.
 - b. Traced distribution of taxes collected to proper funds.
 - 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 funds was found to be in accordance with prescribed tax levies. Ad Valorem tax collections were found to be within the limitations of sections 27-39-320 to 27-39-323, Miss Code Ann (1972).

Note that the Town of Meadville contracts with Franklin County, Mississippi to collect property taxes on its behalf.

4. I obtained a statement of payments made by the Mississippi Department of Finance and Administration to the town. The payments were traced to deposit in banks and recording in the general fund.

PAYMENTS TO THE TOWN OF MEADVILLLE

<u>PAYMENT PURPOSE</u>	<u>FUND</u>	<u>AMOUNT</u>
Sales Tax	General	\$ 158,507
Internet Sales Tax	General	58,265
Grand Gulf Nuclear Plant	General	7,932
Homestead Exemption Reimbursement	General	7,816
Other Aid (Loans, included)	General	10,433
Police Grants	General	5,310
		<u>\$ 248,263</u>

5. I 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	8
Dollar value of sample	\$126,152

I found the town's purchasing procedures to be in compliance with the requirements of the above mentioned sections.

6. 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.
7. I have read the Municipal Compliance questionnaire completed by the Mayor and and Town Clerk of Meadville. 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, I 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 my attention that caused me to believe that the specified accounts or items should be adjusted. Had I performed additional procedures or had I conducted an audit on the financial statements in accordance with generally accepted auditing standards, matters might have come to my 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 Meadville, taken as a whole.

A handwritten signature in blue ink, reading "Bernell M. Gehl". The signature is fluid and cursive, with the first name "Bernell" being the most prominent part.

CERTIFIED PUBLIC ACCOUNTANT

November 14, 2023