

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 MORGAN CITY, MISSISSIPPI

**FINANCIAL STATEMENT
SEPTEMBER 30, 2023**

**TOWN OF MORGAN CITY, MISSISSIPPI
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TAYLOR, POWELL, WILSON & HARTFORD, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
POST OFFICE BOX 9369
GREENWOOD, MISSISSIPPI 38930-9369

Honorable Mayor and Board of Aldermen
Town of Morgan City, Mississippi
Morgan City, Mississippi

Management is responsible for the accompanying statement of cash receipts and disbursements of Morgan City, Mississippi for the year ended September 30, 2023, 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 financial statement, 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 form of assurance on the statement of cash receipts and disbursements.

The statement of cash receipts and disbursements 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 elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Town's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statement is not designed for those who are not informed about such matters.

The supplementary information contained in pages 3 and 4 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the representation of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

Taylor, Powell, Wilson & Hartford, P.A.

June 27, 2024

TOWN OF MORGAN CITY
COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (All Funds)
FOR FISCAL YEAR ENDED SEPTEMBER 30, 2023

RECEIPTS	GENERAL	CAPITAL PROJECTS	Totals (Memorandum Only) September 30,	
			2023	2022
REVENUE RECEIPTS:				
Licenses and permits:				
Franchise taxes - utilities	\$ 2,594.08	\$	\$ 2,594.08	\$ 3,989.67
Total licenses and permits	<u>2,594.08</u>		<u>2,594.08</u>	<u>3,989.67</u>
Intergovernmental revenue:				
State shared revenue:				
General sales tax	4,280.65		4,280.65	5,908.79
General municipal aid	103.47		103.47	126.96
Motor vehicle fuel tax	608.08		608.08	623.08
Fire insurance premiums	7,158.44		7,158.44	2,616.30
Nuclear Plant Payments	962.94		962.94	965.95
Modernization use tax	19,220.44		19,220.44	20,020.66
ARPA Funds				29,255.57
CDBG Revenues		110,514.00	110,514.00	337,662.00
Total state shared revenue	<u>32,334.02</u>	<u>110,514.00</u>	<u>142,848.02</u>	<u>397,179.31</u>
Total intergovernmental revenue	<u>32,334.02</u>	<u>110,514.00</u>	<u>142,848.02</u>	<u>397,179.31</u>
OTHER REVENUES:				
Town Hall rental	100.00		100.00	300.00
Transfers				
Other revenues	625.00		625.00	639.20
Interest income	<u>18.70</u>		<u>18.70</u>	<u>16.82</u>
Total other revenues	<u>743.70</u>		<u>743.70</u>	<u>956.02</u>
Total revenue receipts	<u>35,671.80</u>	<u>110,514.00</u>	<u>146,185.80</u>	<u>402,125.00</u>

See Independent Accountant's Compilation Report.

TOWN OF MORGAN CITY
COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (All Funds)
FOR FISCAL YEAR ENDED SEPTEMBER 30, 2023

			Totals (Memorandum Only) September 30,	
	GENERAL	CAPITAL PROJECTS	2023	2022
DISBURSEMENTS				
OPERATING DISBURSEMENTS:				
Financial administration:				
General finance:				
Salaries	\$	\$	\$	\$ 80.00
Bookkeeping	4,200.00		4,200.00	4,200.00
Office expense	68.00		68.00	227.72
Dues	482.80		482.80	362.10
Insurance	1,793.88		1,793.88	1,899.48
Professional fees	2,050.00		2,050.00	1,950.00
Utilities	2,634.19		2,634.19	2,411.35
Town Hall Repairs				171.16
Bank charges				
Total general finance	<u>11,228.87</u>		<u>11,228.87</u>	<u>11,301.81</u>
Public Works:				
Streets:				
Street supplies, repairs, gas, and oil				
Total streets				
Fire:				
Fire supplies, repairs, gas, and oil				924.83
Total fire				<u>924.83</u>
Total public works				<u>924.83</u>
Total operating disbursements	<u>11,228.87</u>		<u>11,228.87</u>	<u>12,226.64</u>
OTHER DISBURSEMENTS:				
CDBG Expenditures	1,600.00	111,214.00	112,814.00	336,962.00
Transfers				
ARPA Expenditures				<u>58,507.16</u>
Total other disbursements	<u>1,600.00</u>	<u>111,214.00</u>	<u>112,814.00</u>	<u>395,469.16</u>
Total disbursements	<u>12,828.87</u>	<u>111,214.00</u>	<u>124,042.87</u>	<u>407,695.80</u>
CASH RECEIPTS OVER/UNDER(-)				
CASH DISBURSEMENTS	22,842.93	(700.00)	22,142.93	(5,570.80)
CASH BALANCES, BEGINNING OF YEAR	<u>67,992.29</u>	<u>800.00</u>	<u>68,792.29</u>	<u>74,363.09</u>
CASH BALANCES, END OF YEAR	<u>\$ 90,835.22</u>	<u>\$ 100.00</u>	<u>\$ 90,935.22</u>	<u>\$ 68,792.29</u>

See Independent Accountant's Compilation Report.

SUPPLEMENTARY INFORMATION

TOWN OF MORGAN CITY
SCHEDULE OF INVESTMENTS
SEPTEMBER 30, 2023

GOVERNMENTAL FUND TYPES:

General Fund - Certificate of Deposit No.

0370638488 dated June 5, 2023, due

December 2, 2023. Interest rate at 0.01%

Amount

\$ 13,560.90

See Independent Accountant's Compilation Report.

TOWN OF MORGAN CITY
SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICIALS
SEPTEMBER 30, 2023

<u>Name</u>	<u>Position</u>	<u>Company</u>	<u>Amount</u>
Martha Mullen	Mayor	Travelers	\$ 50,000
Leslie Addison	Town Clerk	Travelers	50,000
Shelia Addison	Alderman	Travelers	50,000
Royce Moses-Nix	Alderman	Travelers	50,000
Mary Moses	Alderman	Travelers	50,000
Starsky Martin	Alderman	Travelers	50,000
Terry Nix	Alderman	Travelers	50,000

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

Honorable Mayor and Alderpersons
Town of Morgan City, Mississippi

We have compiled the accompanying Statement of Cash Receipts and Disbursements, Schedule of Investments, and Schedule of Surety Bonds for Municipal Officials for the year ended September 30, 2023, 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.

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 of Mississippi. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Municipality's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to items tested, the results of those procedures, our compilation of the accompanying Statement of Cash Receipts and Disbursements, Schedule of Investments, and Schedule of Surety Bonds for Municipal Officials, of the Town of Morgan City, Mississippi, for the year ended September 30, 2023, disclosed no material instances of noncompliance with state laws and regulations.

This report is intended solely for the information and use of the Town of Morgan City, Mississippi, the Honorable Mayor, the Board of Aldermen, and the Office of the State Auditor of Mississippi, 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.

Taylor, Powell, Wilson & Hartford, P.A.

June 27, 2024

TAYLOR, POWELL, WILSON & HARTFORD, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Honorable Mayor and Board of Aldermen
Town of Morgan City
Morgan City, Mississippi

We have performed the procedures enumerated below on the accounting records of the Town of Morgan City, Mississippi as of September 30, 2023. The Town of Morgan City's management is responsible for the accounting records.

The Town of Morgan City, Mississippi has agreed and acknowledged that the procedures performed are appropriate to meet the intended purpose of complying with the requirements of the Office of the State Auditor of Mississippi under the provisions of Section 21-35-31, Miss. Code Ann. (1972). This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and findings are as follows:

- A. 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.

<u>Financial Institution</u>	<u>Fund</u>	<u>General Ledger</u>
CB & S:		
Checking:		
General fund	General	\$ 58,460.99
Fire Fund	General	18,709.34
Bank of Commerce:		
Checking:		
CDBG Project	Capital Projects	100.00
ARPA	General	<u>103.99</u>
Total cash in bank		<u>\$ 77,374.32</u>

- B. We physically examined the securities held for investment. Securities held in trust were confirmed directly with respective trustees. All investments transactions during the year were examined for compliance with investments authorized by Section 21-33-323, Miss. Code Ann. (1972).

<u>Financial Institution</u>	<u>Fund</u>	<u>General Ledger</u>
Regions Certificate of Deposit:		
No. 0370638488, Interest rate .01%, Maturity 12/2/2023	General	<u>\$ 13,560.90</u>

- C. We obtained a statement of payments made by the Mississippi Department of Finance and Administration to the municipality. The payments indicated were traced to deposit in the respective bank accounts and recorded in the appropriate accounts of the general ledger.

<u>Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
Sales tax allocation	General Fund	\$ 4,280.65
Motor Vehicle fuel	General Fund	608.08
General municipal aid	General Fund	103.47
Fire protection grant	General Fund	7,158.44
American Rescue Plan	General Fund	
Modernization Use	General Fund	19,220.44
Nuclear Plant payments	General Fund	<u>962.94</u>
Total Intergovernmental Revenue		<u>\$ 32,334.02</u>

- D. We selected a sample of purchases made by the Town during the year. Each sample item was evaluated for compliance with purchasing requirements set forth in Section 31-7-13 of the Miss Code Ann. (1972), as applicable.

The sample consisted of the following:

Number of sample items 10
Dollar value of sample \$113,365.28

We noted no exceptions.

We found the Town's purchasing procedures to be in compliance with the above sections.

- E. We have read the Municipal Compliance Questionnaire completed by the Town. The completed questionnaire indicated no instances of noncompliance.

We were engaged by the Town of Morgan City, Mississippi, to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and, did not perform an audit or a review, the objective of which would be the expression of an opinion on the accounting records. 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.

We are required to be independent of the Town of Morgan City, Mississippi to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the Town of Morgan City, Mississippi, the Honorable Mayor, the Board of Aldermen, and the Office of the State Auditor of Mississippi, and is not intended to be and should not be used by anyone other than these specified parties.

Taylor, Powell, Walker & Hartford, P.A.

June 27, 2024