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.

City of Farmington, Mississippi
Farmington, Mississippi

Financial Reports
and
Independent Accountants' Report
on Applying Agreed Upon Procedures

September 30, 2022

Jones & Jones
Certified Public Accountants
of Booneville, P.A.
Booneville, MS 38829-0250

City of Farmington, Mississippi
September 30, 2022
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JONES & JONES

CERTIFIED PUBLIC ACCOUNTANTS
OF BOONEVILLE, P.A.

Kermit V. Jones Jr., 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
City of Farmington, Mississippi
Farmington, Mississippi

Management is responsible for the accompanying financial statement of the governmental activities and the business-type activities of City of Farmington, Mississippi for the year ended September 30, 2022, which collectively comprise the City of Farmington, Mississippi's Statement of Cash Receipts and Disbursements as listed in the table of contents, in accordance with the cash basis of accounting, and for determining that the cash receipts and disbursements basis of accounting is an acceptable 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 assurance on this financial statement.

The Statement of Cash Receipts and Disbursements is prepared in accordance with the cash receipts and disbursements 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 financial position and changes in financial position of its governmental activities and business-type activities. Accounting principles generally accepted in the United States of America, as applied to the City's cash receipts and disbursements basis of accounting, require the presentation of government-wide financial statements. The amounts that would be reported in government-wide financial statements for the City'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 receipts and disbursements basis of accounting. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the City'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 statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

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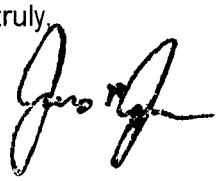
The supplementary information contained in Schedules 1, 2, and 3 is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such information is the responsibilty of management. The supplementary information was subject to our compilation engagement. 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 21, 2026, on the results of our agreed-upon procedures.

Yours truly,



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

September 21, 2026

City of Farmington, Mississippi
Statement of Cash Receipts and Disbursements
Governmental and Business-Type Funds
September 30, 2022

	Governmental Activities		Business-Type Activities	
	Major Fund		Major Fund	
	General	Total	Sewer	Total
RECEIPTS				
Taxes				
General property taxes	$ 288,224	$ 288,224	$ -	$ -
Penalties and interest on delinquent taxes	956	956	-	-
License and permits				
Franchise charges - utilities	43,604	43,604	-	-
Intergovernmental revenue				
Federal receipts:				
Payment in lieu of taxes	11,747	11,747	-	-
State shared revenues:				
Homestead exemption	27,352	27,352	-	-
City diversion	65,771	65,771	-	-
Gasoline tax and municipal aid	7,294	7,294	-	-
Fire rebate	25,973	25,973	-	-
Modernization	52,633	52,633	-	-
Public safety	724	724	-	-
MDA grant	49,381	49,381	-	-
Police grant	150,000	150,000	-	-
ARPA	264,898	264,898	-	-
Charges for services				
Sewer	-	-	436,182	436,182
Fines and forfeits, net of state assessments	61,816	61,816	-	-
Interest	1,451	1,451	-	-
Miscellaneous receipts	4,461	4,461	-	-
Total receipts	$ 1,056,285	$ 1,056,285	$ 436,182	$ 436,182

See accountants' compilation report

City of Farmington, Mississippi
Statement of Cash Receipts and Disbursements
Governmental and Business-Type Funds
September 30, 2022

	Governmental Activities		Business-Type Activities	
	Major Fund		Major Fund	
	General	Total	Sewer	Total
DISBURSEMENTS				
General government	$ 503,596	$ 503,596	$ -	$ -
Public safety				
Police	19,686	19,686	-	-
Fire	9,218	9,218	-	-
Culture and recreation	200	200	-	-
Public works	35,169	35,169	-	-
Sewer	-	-	250,069	250,069
Capital outlay				
General	42,229	42,229	-	-
Debt service				
Principal payment on notes and bonds	19,688	19,688	97,395	97,395
Interest on notes and bonds	4,277	4,277	83,455	83,455
Total operating disbursements	$ 634,063	$ 634,063	$ 430,919	$ 430,919

See accountants' compilation report

City of Farmington, Mississippi
Statement of Cash Receipts and Disbursements
Governmental and Business-Type Funds
September 30, 2022

	Governmental Activities		Business-Type Activities	
	Major Fund		Major Fund	
	General	Total	Sewer	Total
Excess (deficiency) of receipts over disbursements	$ 422,222	$ 422,222	$ 5,263	$ 5,263
OTHER FINANCING SOURCES (USES)				
Transfers	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	422,222	422,222	5,263	5,263
CASH BASIS FUND BALANCE - BEGINNING OF YEAR	506,833	506,833	500	500
CASH BASIS FUND BALANCE - END OF YEAR	$ 929,055	$ 929,055	$ 5,763	$ 5,763

See accountants' compilation report

Schedule 1

City of Farmington, Mississippi
Schedule of Investments
September 30, 2022

Ownership	Type of Investment	Interest Rate	Acquisition Date	Maturity Date	Other Information	Investment Cost/Value

City of Farmington had no investments during the fiscal year ended September 30, 2022.

See accountants' compilation report

City of Farmington, Mississippi
Schedule of Long Term Debt
September 30, 2022

	Balance Outstanding 09/30/2021	Transactions During Fiscal Year Issued	Transactions During Fiscal Year Redeemed	Balance Outstanding 09/30/2022
REVENUE BONDS				
Rural Development				
Sewer Note 92-05	$ 1,596,696	$ -	$ 60,262	$ 1,536,434
Northeast Mississippi PDD				
Loan Number 1496	201,924	-	8,498	193,426
Northeast Mississippi PDD				
Loan Number 1526	205,679	-	8,567	197,112
SRF Loan	270,742	-	18,711	252,031
Mississippi Development Authority				
Cap Loan	12,349	-	1,357	10,992
Total revenue notes	2,287,390	-	97,395	2,189,995
GENERAL OBLIGATION NOTE				
FMBank				
Police Car	22,842	-	7,633	15,209
Northeast Mississippi PDD				
Loan Number 1565	175,513	-	12,055	163,458
Total general obligation notes	198,355	-	19,688	178,667
Total long-term debt	$ 2,485,745	$ -	$ 117,083	$ 2,368,662

See accountants' compilation report

City of Farmington, Mississippi
Schedule of Surety Bonds for Town Officials
September 30, 2022

Name	Position	Insurance Company	Bond
Reece Wallin	Mayor	Brierfield Insurance Company	$ 50,000
Debora Jackson	Town Clerk	Brierfield Insurance Company	50,000
Amanda Nicole Lee	Deputy Clerk	Brierfield Insurance Company	50,000
Daniel Keith Little	Chief of Police	Brierfield Insurance Company	50,000
Shane Bridges	Alderman	Brierfield Insurance Company	50,000
Ricky Gibens	Alderman	Brierfield Insurance Company	50,000
Jeff Patterson	Alderman	Brierfield Insurance Company	50,000
Tammy Philamlee	Alderman	Brierfield Insurance Company	50,000
Johnny Potts	Alderman	Brierfield Insurance Company	50,000

See accountants' compilation report

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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 on the accounting records of City of Farmington, Mississippi's compliance with certain laws and regulations required under the provisions of Section 21-35-31, Miss. Code Ann. as of September 30, 2022 and for the year then ended. City of Farmington, Mississippi's management is responsible for its compliance with certain laws and regulations required under the provisions of Section 21-35-31, Miss. Code Ann. (1972).

City of Farmington, Mississippi has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of complying with the State of Mississippi requirements 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 associated 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. No exceptions were noted.

Balance Per Bank	Fund	Reconciled Balance
FMBank	General	$ 277,790
FMBank	General	16,069
FMBank - Special Projects	General	530,218
FMBank - PD	General	104,978
	Total General Fund	$ 929,055
FMBank	Sewer	$ 5,763
	Total Sewer Fund	$ 5,763

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2. We verified that there were no investment transactions; therefore, the City was in compliance with Section 21-33-323 Miss. Code Ann. (1972).

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 the most recent period for compliance with increase limitations of Sections 27-39-320 to 27-39-323, Miss. Code, Ann. (1972). We noted no increase in taxes and the City was in compliance with the above sections.

4. 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 and recorded in the general ledger without exception. Payments traced were as follows:

Payment Purpose	Receiving Fund	Amount
Gasoline and Municipal Aid Tax	General Fund	$ 7,294
Homestead Exemption	General Fund	27,352
City Diversion (Sales Tax)	General Fund	65,771
T.V.A. Payments in Lieu of Taxes	General Fund	11,747
Modernization	General Fund	52,633
MS Development Authority	General Fund	49,381
Police Grant	General Fund	150,000
Police - Public Safety	General Fund	724
American Rescue Plan Act	General Fund	264,898
Fire Protection Allocation	General Fund	25,973
Total		$ 655,773

5. We selected a sample of disbursements made by the City 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	$	16,398.71
Number of disbursements in population		988
Total dollar value of population	$	848,608.94

   We found the City's purchasing procedures to not be in agreement with the requirements of the abovementioned section. We found five invoices totaling $1,812.61 missing board approval. We also found five invoices totaling $1,932.06 missing invoice support to provide applicability to the fund or City.

6. Procedures required a sampling of fines and forfeitures to determine that the municipal court clerk settled with the municipal clerk daily. In our procedures we determined, the City did not remit any payments to the state during the year. In addition reports related to actual collections during the period were not provided. Therefore, we were unable to sample collections of fines and forfeitures due to incomplete records maintained during this timeframe. We noted any State imposed court assessments collected were not settled monthly with the Department of Finance and Administration.

7. We have read the Municipal Compliance Questionnaire completed by the City. The completed survey indicated 1 instance of noncompliance with State requirements. The City did not comply with Part V Item 10, state-imposed court assessments were not settled monthly.

We were engaged by City of Farmington, Mississippi to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on compliance with the specified requirements. 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 City of Farmington, Mississippi and to meet our other 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 specified users listed above 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; therefore, this report is not suitable for any other purposes.

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

September 21, 2026

JONES & JONES

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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 and Disbursements – Governmental and Business-Type Funds of the City of Farmington, Mississippi for the year ended September 30, 2022 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 21, 2026. The financial statement has been prepared on the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than accounting principles 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 procedures and, 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 and Disbursements – Governmental and Business-Type Funds of the City of Farmington, Mississippi for the year ended September 30, 2022 disclosed material instances of noncompliance with state laws and regulations described below.

The City did not settle state-imposed court assessments monthly with the Department of Finance and proper receipts of court fines and forfeitures were not maintained for examination.

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.

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September 21, 2026

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