

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 McCool
P. O. Box 100
McCool, MS 39108***

Office of the State Auditor
P.O. Box 956
Jackson, Mississippi 39205

Re: Annual Municipal Compilation

Accompanying this letter is a copy of the annual compilation of the Town of McCool, Mississippi, for the fiscal year ended September 30, 2022.

An electronic copy was emailed to municipal.reports@osa.ms.gov on January 23, 2023

Sincerely,


Mayor

**TOWN OF MCCOOL, MISSISSIPPI
COMPILATION REPORT
AND REPORT ON AGREED-UPON PROCEDURES
SEPTEMBER 30, 2022**

**TOWN OF MCCOOL, MISSISSIPPI
COMPILATION REPORT AND REPORT ON AGREED-UPON PROCEDURES
SEPTEMBER 30, 2022**

Contents

	<u>Page</u>
Independent Accountants' Compilation Report	1
Statement of Cash Receipts and Disbursements- Governmental and Business-type Activities	3
Supplementary Information	
Schedule of Investments	7
Schedule of Capital Assets	8
Schedule of Long-Term Debt	9
Schedule of Surety Bonds for Municipal Officials	10
Report on Compliance with State Laws and Regulations	11
Independent Accountants' Report on Applying Agreed-Upon Procedures	12



WATKINS, WARD and STAFFORD
Professional Limited Liability Company
Certified Public Accountants

James L. Stafford, CPA	Anita L. Goodrum, CPA
Harry W. Stevens, CPA	Ricky D. Allen, CPA
S. Keith Winfield, CPA	Jason D. Brooks, CPA
William B. Stagers, CPA	Robert E. Cordle, Jr., CPA
Michael W. McCully, CPA	Perry C. Rackley, Jr., CPA
R. Steve Sinclair, CPA	Jerry L. Gammel, CPA
Marsha L. McDonald, CPA	Michael C. Knox, CPA
Wanda S. Holley, CPA	Clifford P. Stewart, CPA
Robin Y. McCormick, CPA/PFS	Edward A. Maxwell, CPA
J. Randy Scrivner, CPA	Bradley L. Harrison, CPA
Kimberly S. Caskey, CPA	Justin H. Keller, CPA
Susan M. Lummus, CPA	Dana R. Estes, CPA
Stephen D. Flake, CPA	April W. Posey, CPA
John N. Russell, CPA	

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Honorable Mayor and Board of Aldermen
Town of McCool, Mississippi

Management is responsible for the accompanying Statement of Cash Receipts and Disbursements-Governmental and Business-type Activities of the Town of McCool, Mississippi for the year ended September 30, 2022, 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 Statement of Cash Receipts and Disbursements-Governmental and Business-type Activities nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The Statements of Cash Receipts and Disbursements-Governmental and Business-type Activities 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 Statement of Cash Receipts and Disbursements-Governmental and Business-type Activities, they might influence the user's conclusions about the Town of McCool, Mississippi's cash receipts and disbursements. Accordingly, the Statement of Cash Receipts and Disbursements-Governmental and Business-type Activities is not designed for those who are not informed about such matters.

The supplementary information contained in Schedule of Investments, Schedule of Capital Assets, Schedule of Long-Term Debt and Schedule of Surety Bonds for Municipal Officials is presented in compliance with the requirements of the Mississippi Office of the State Auditor and has been compiled from information that is the representation of management. This information was subject to our compilation engagement; however, we have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

The Statement of Cash Receipts and Disbursements-Governmental and Business-type Activities are intended to comply with the requirements of the Mississippi Office of the State Auditor, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

In accordance with the provisions of §21-35-31, Miss Code Ann. (1972), we have issued a report dated August 22, 2024 on the results of our agreed-upon procedures.

Kosciusko, Mississippi
August 22, 2024

Watkins Ward and Staffed, Pllc

TOWN OF MCCOOL, MISSISSIPPI
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS-
GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
	<u>General Fund</u>	<u>Water & Sewer Fund</u>
CASH RECEIPTS:		
Taxes		
General property tax	\$ 11,692	\$ -
Intergovernmental revenue		
State shared revenue		
General municipal aid	1,369	-
Sales tax	3,108	-
Gasoline tax	319	-
Nuclear plant income	828	-
Homestead reimbursement	1,069	-
Federal Grants		
Federal Grants	33,496	-
Charges for services		
Water utility	-	58,868
Other receipts		
Interest earned	49	10
Cemetery fund revenue	1,257	-
McCool market income	10,918	-
TOTAL CASH RECEIPTS	\$ 64,105	\$ 58,878

See accompanying independent accountants' compilation report.

TOWN OF MCCOOL, MISSISSIPPI
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS-
GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
	<u>General Fund</u>	<u>Water & Sewer Fund</u>
DISBURSEMENTS:		
General government	\$ 22,009	\$ -
Public works		
Cemetery	1,586	-
McCool Market	34,179	-
Water Utility	-	63,947
TOTAL DISBURSEMENTS	\$ 57,774	\$ 63,947

See accompanying independent accountants' compilation report.

TOWN OF MCCOOL, MISSISSIPPI
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS-
GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
	<u>General Fund</u>	<u>Water & Sewer Fund</u>
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER DISBURSEMENTS	<u>\$ 6,331</u>	<u>\$ (5,069)</u>
OTHER FINANCING SOURCES (USES)		
Transfers	<u>(7,000)</u>	<u>7,000</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(7,000)</u>	<u>7,000</u>
Excess (deficiency) of cash receipts and other financing sources over disbursements and other financing sources (uses)	<u>\$ (669)</u>	<u>\$ 1,931</u>
CASH BALANCE-BEGINNING	<u>\$ 199,594</u>	<u>\$ 33,058</u>
CASH BALANCE-ENDING	<u><u>\$ 198,925</u></u>	<u><u>\$ 34,989</u></u>

See accompanying independent accountants' compilation report.

SUPPLEMENTARY INFORMATION

**TOWN OF MCCOOL, MISSISSIPPI
SCHEDULE OF INVESTMENTS
SEPTEMBER 30, 2022**

None

See accompanying independent accountants' compilation report.

**TOWN OF MCCOOL, MISSISSIPPI
SCHEDULE OF CAPITAL ASSETS
SEPTEMBER 30, 2022**

General Fund:

	<u>Balance 9/30/2021</u>	<u>Additions & Reclassifications</u>	<u>Retirements & Reclassifications</u>	<u>Balance 9/30/2022</u>
Equipment	\$ 7,046	-	-	\$ 7,046
Infrastructure	2,000	-	-	2,000
	<u>\$ 9,046</u>	<u>-</u>	<u>-</u>	<u>\$ 9,046</u>

Proprietary Fund:

Water System Equipment	<u>\$ 1,108,268</u>	<u>-</u>	<u>-</u>	<u>\$ 1,108,268</u>
------------------------	---------------------	----------	----------	---------------------

See accompanying independent accountants' compilation report.

**TOWN OF MCCOOL, MISSISSIPPI
SCHEDULE OF LONG-TERM DEBT
SEPTEMBER 30, 2022**

None

See accompanying independent accountants' compilation report.

TOWN OF MCCOOL, MISSISSIPPI
SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICIALS
September 30, 2022

Position	Name	Insurance Company	Bond Amount
Mayor	Charles Fancher	Travelers Casualty & Surety Co.	\$ 25,000
City Clerk	Meagan Hill	Travelers Casualty & Surety Co.	\$ 50,000
Alderman	Kaylen Hester	Travelers Casualty & Surety Co.	\$ 25,000
Aldерwoman	Savannah Hester	Travelers Casualty & Surety Co.	\$ 25,000
Aldерwoman	Daphne Steed	Travelers Casualty & Surety Co.	\$ 25,000
Aldерwoman	Teri Jean Dempsey	Travelers Casualty & Surety Co.	\$ 25,000
Aldерwoman	Gina Renee Smith	Travelers Casualty & Surety Co.	\$ 25,000

See accompanying independent accountants' compilation report.



WATKINS, WARD and STAFFORD
Professional Limited Liability Company
Certified Public Accountants

James L. Stafford, CPA
Harry W. Stevens, CPA
S. Keith Winfield, CPA
William B. Stagers, CPA
Michael W. McCully, CPA
R. Steve Sinclair, CPA
Marsha L. McDonald, CPA
Wanda S. Holley, CPA
Robin Y. McCormick, CPA/PFS
J. Randy Scrivner, CPA
Kimberly S. Caskey, CPA
Susan M. Lummus, CPA
Stephen D. Flake, CPA
John N. Russell, CPA

Anita L. Goodrum, CPA
Ricky D. Allen, CPA
Jason D. Brooks, CPA
Robert E. Cordle, Jr., CPA
Perry C. Rackley, Jr., CPA
Jerry L. Gammel, CPA
Michael C. Knox, CPA
Clifford P. Stewart, CPA
Edward A. Maxwell, CPA
Bradley L. Harrison, CPA
Justin H. Keller, CPA
Dana R. Estes, CPA
April W. Posey, CPA

REPORT ON COMPLIANCE WITH STATE LAWS AND REGULATIONS

The Honorable Mayor and Board of Aldermen
Town of McCool, Mississippi

We have compiled the accompanying Statement of Cash Receipts and Disbursements-Governmental and Business-type Activities, Schedule of Investments, Schedule of Capital Assets, Schedule of Long-Term Debt and Schedule of Surety Bonds for Municipal Officials of the Town of McCool, Mississippi, for the year ended September 30, 2022, in accordance with Statements of 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 generally accepted accounting principles in the United States of America.

We have performed procedures to test compliance with certain state laws and regulations as described in the Municipal Compliance Questionnaire that is prescribed by the Office of the State Auditor. 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 the items tested, the results of those procedures and our compilation of the accompanying Statement of Cash Receipts and Disbursements – Governmental and Business-type Activities, Schedule of Investments, Schedule of Capital Assets, Schedule of Long-Term Debt and Schedule of Surety Bonds for Municipal Officials of the Town of McCool, Mississippi, for the year ended September 30, 2022, disclosed no instances of noncompliance with state laws and regulations.

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

Kosciusko, Mississippi
August 22, 2024

Watkins Ward and Stafford, PLLC



WATKINS, WARD and STAFFORD
Professional Limited Liability Company
Certified Public Accountants

James L. Stafford, CPA
Harry W. Stevens, CPA
S. Keith Winfield, CPA
William B. Stagers, CPA
Michael W. McCully, CPA
R. Steve Sinclair, CPA
Marsha L. McDonald, CPA
Wanda S. Holley, CPA
Robin Y. McCormick, CPA/PFS
J. Randy Scrivner, CPA
Kimberly S. Caskey, CPA
Susan M. Lummus, CPA
Stephen D. Flake, CPA
John N. Russell, CPA

Anita L. Goodrum, CPA
Ricky D. Allen, CPA
Jason D. Brooks, CPA
Robert E. Cordle, Jr., CPA
Perry C. Rackley, Jr., CPA
Jerry L. Gammel, CPA
Michael C. Knox, CPA
Clifford P. Stewart, CPA
Edward A. Maxwell, CPA
Bradley L. Harrison, CPA
Justin H. Keller, CPA
Dana R. Estes, CPA
April W. Posey, CPA

**INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING
AGREED-UPON PROCEDURES**

The Honorable Mayor and Board of Aldermen
Town of McCool, Mississippi

We have applied certain agreed-upon procedures, as discussed below, to the accounting records of the Town of McCool, Mississippi, as of September 30, 2022, 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 McCool, 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 banks to balances in the respective general ledger accounts and obtained confirmation of the related balances from the banks.

Bank	Fund	Balance
Renasant Bank	General funds:	
	General fund	\$ 30,752
	General fund	96,410
	General fund	10,835
	General fund	5,447
	General fund	55,481
	Total general funds	<u>\$ 198,925</u>

Renasant Bank	Proprietary funds:	
	Water fund	\$ 4,975
	Water fund	30,014
	Total proprietary funds	<u>\$ 34,989</u>

- 2) We performed the following procedures with respect to taxes on real and personal property (including motor vehicles) levied during the fiscal year:
 - a. Trace levies to governing body minutes. Tax assessments, billings and collections are handled by the Attala County's tax collector's office and remitted monthly to the Town of McCool; therefore, the accountant will not perform a reconciliation of the tax roll to collections.
 - b. Traced distribution of taxes collected to proper funds; and
 - c. Analyzed increase in taxes for most recent period for compliance 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 §27-39-320 to §27-39-323, Miss. Code Ann. (1972).

There were no ad valorem tax collections for the retirement of General Obligation Debt.

- 3) 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 Tax	General Fund	\$ 319
General Municipal Aid	General Fund	67
Homestead Exemption Reimbursement	General Fund	1,069
General Sales Tax Allocation	General Fund	3,108
General Aid	General Fund	33,496
Nuclear Plant Payments in lieu of Taxes	General Fund	828
Fire Protection Allocation	General Fund	1,302
		<u>\$ 40,189</u>

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

The sample consisted of the following:

- a. Number of Sample Items 13
- b. Total Dollar Value of Sample \$5,439.33

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

- 5) We determined that the Town of McCool does not have its own court. All cases are sent to the Justice Court. Therefore, there were no fines to be tested for the year.

- 6) We have read the Municipal Compliance Questionnaire completed by the municipality. The completed survey indicated no instances of noncompliance with state requirements. We did note 10 instances where the municipality answered "n/a", while the compliance questions did apply. However, upon discussion with the municipality, it was determined that the municipality was in compliance and that the error was limited to the accuracy of the questionnaire. We also noted that the questionnaire was not approved in board meeting within 1 month after year-end. We recommend that the municipality carefully review the questionnaire to ensure it has been completely and accurately prepared and approved in the following board meeting right after year-end.

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 the items specified in paragraphs 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 McCool, Mississippi for the year ended September 30, 2022.

Kosciusko, Mississippi
August 22, 2024

Watkins Ward and Stafford, PLLC