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**Town of Mount Olive, Mississippi**  
**Compiled Financial Statements**  
**Year Ended September 30, 2008**

**Charles Robert Prince**  
**Certified Public Accountant**

**Town of Mount Olive, Mississippi**

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**FINANCIAL STATEMENTS**

**Charles Robert Prince**  
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**ACCOUNTANT'S COMPILATION REPORT**

Honorable Mayor and Board of Alderpersons  
Town of Mount Olive  
Mount Olive, Mississippi

I have compiled the accompanying statement of cash receipts and disbursements- governmental and business-type activities of the Town of Mount Olive, Mississippi for the year ended September 30, 2008, and the accompanying supplementary information contained in Schedules 1 through 5, which are presented only for supplementary analysis purposes, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements and supplementary schedules information that is the representation of management. I have not audited or reviewed the accompanying statement of cash receipts and disbursements- governmental and business-type activities and supplementary schedules and, accordingly, do not express an opinion or any other form of assurance on them.

Management has not presented government-wide financial statements to display the cash basis financial position and changes in cash basis financial position of its governmental activities and business-type activities. Accounting principles generally accepted in the United States of America, as applied to the Town's cash basis of accounting, require the presentation of government-wide financial statements. The amounts that would be reported in government-wide financial statements resulting from the cash basis transactions for the Town's governmental activities and business-type activities are not reasonably determinable.

**Honorable Mayor and Board of Alderpersons  
Town of Mount Olive**

The Mayor and Alderpersons have also elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on 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 cash receipts and disbursements. Accordingly, this financial statement is not designed for those who are not informed about such matters.

Management also has not presented management's discussion and analysis and other required supplemental information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be a part of, the basic financial statements.

In accordance with the provisions of §21-35-31, Miss. Code Ann. (1972), I have issued a report dated May 11, 2009, on the results of our agreed-upon procedures.



May 11, 2009

**Town of Mount Olive, Mississippi  
Statement of Cash Receipts and Disbursements--  
Governmental and Business-type Activities  
For the Year Ended September 30, 2008**

	<u>Governmental Activities</u>			<u>Business-type Activities</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>TOTAL</u>	<u>Water Fund</u>	<u>TOTAL</u>
<b>RECEIPTS:</b>					
Taxes					
General Property Taxes	\$ 107,129	\$	\$ 107,129	\$	\$
Prior Year Taxes	6,004		6,004		
Rail Car Taxes	1,995		1,995		
License and Permits					
Utility Franchise Charges	29,283		29,283		
Other	3,839		3,839		
Intergovernmental Receipts					
Federal Receipts					
CDBG		157,992	157,992		
State Grants					
General Municipal Aid	465		465		
Homestead Exemption	13,724		13,724		
Health Department	1,633	1,708	3,341		
Shop With A Cop	3,150		3,150		
State Shared Receipts					
Sales Tax	105,952		105,952		
Fire Insurance Premium	4,625		4,625		
Gasoline Taxes	2,510		2,510		
Transport of Goods Not For Sale	166		166		
Grand Gulf	7,846		7,846		

**SEE ACCOUNTANT'S COMPILATION REPORT**



**Town of Mount Olive, Mississippi**  
**Statement of Cash Receipts and Disbursements--**  
**Governmental and Business-type Activities-Continued**  
**For the Year Ended September 30, 2008**

	<u>Governmental Activities</u>			<u>Business-type Activities</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>TOTAL</u>	<u>Water Fund</u>	<u>TOTAL</u>
RECEIPTS: Continued					
Charges for Services					
Water and Sewer	\$	\$	\$	\$ 122,179	\$ 122,179
Garbage				30,559	30,559
Other Receipts					
Fines and Forfeits	27,956		27,956		
Interest	37		37	575	575
Rent	10,513		10,513		
Refunds	516	1	517		
Donations	345		345		
<b>TOTAL RECEIPTS</b>	<b>\$ 327,688</b>	<b>\$ 159,701</b>	<b>\$ 487,389</b>	<b>\$ 153,313</b>	<b>\$ 153,313</b>

SEE ACCOUNTANTS COMPILATION REPORT

**Town of Mount Olive, Mississippi**  
**Statement of Cash Receipts and Disbursements–**  
**Governmental and Business-type Activities-Continued**  
**For the Year Ended September 30, 2008**

	<u>Governmental Activities</u>			<u>Business-type Activities</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>TOTAL</u>	<u>Water Fund</u>	<u>TOTAL</u>
DISBURSEMENTS:					
General Government	\$ 192,487	\$	\$ 192,487	\$	\$
Public Safety					
Police	85,193		85,193		
Fire	11,532		11,532		
Sanitation	6,587		6,587	28,187	28,187
Culture and Recreation	8,402		8,402		
Enterprises					
Water and Sewer	11,759		11,759	83,775	83,775
Grants					
Capital Outlay-CDBG		158,241	158,241		
Capital Outlay-Shop With A Cop	3,150		3,150		
Capital Outlay-Health Department	1,708		1,708		
Capital Outlay				1,300	1,300
Interest on Loans	215		215	14,591	14,591
Other Disbursements					
Payment of Loan- Regions	9,760		9,760	6,259	6,259
Payment of Loan- CAPS				4,759	4,759
Payment of Loan- GMAC				7,820	7,820
<b>TOTAL DISBURSEMENTS</b>	<u>\$ 330,793</u>	<u>\$ 158,241</u>	<u>\$ 489,034</u>	<u>\$ 146,691</u>	<u>\$ 146,691</u>

**SEE ACCOUNTANT'S COMPILATION REPORT**

**Town of Mount Olive, Mississippi  
Statement of Cash Receipts and Disbursements—  
Governmental and Business-type Activities-Continued  
For the Year Ended September 30, 2008**

	<u>Governmental Activities</u>			<u>Business-type Activities</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>TOTAL</u>	<u>Water Fund</u>	<u>TOTAL</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	\$ (3,105)	\$ 1,460	\$ (1,645)	\$ 6,622	\$ 6,622
OTHER FINANCING SOURCES (USES)					
Transfers	\$ (5,000)	\$	\$ (5,000)	\$ 5,000	\$ 5,000
Total other financing resources (Uses)	\$ (5,000)	\$ -	\$ (5,000)	\$ 5,000	\$ 5,000
Excess (Deficiency) of receipts and other financing sources over disbursements and other financing uses	\$ (8,105)	\$ 1,460	\$ (6,645)	\$ 11,622	\$ 11,622
CASH BASIS FUND BALANCE- BEGINNING	92,199	259	92,458	100,005	100,005
CASH BASIS FUND BALANCE- ENDING	<u>\$ 84,094</u>	<u>\$ 1,719</u>	<u>\$ 85,813</u>	<u>\$ 111,627</u>	<u>\$ 111,627</u>

SEE ACCOUNTANT'S COMPILATION REPORT

**SUPPLEMENTAL INFORMATION**

**Town of Mount Olive, Mississippi  
Schedule of Investments  
September 30, 2008  
Schedule 1**

**NONE**

**SEE ACCOUNTANT'S COMPILATION REPORT**

**Town of Mount Olive, Mississippi**  
**Schedule of Long-Term Debt**  
**September 30, 2008**  
**Schedule 2**

<u>Definition &amp; Purpose</u>	<u>Balance Outstanding 10/1/2007</u>	<u>Transactions During Fiscal Year</u>		<u>Balance Outstanding 9/30/2008</u>
		<u>Issued</u>	<u>Redeemed</u>	
<b>REVENUE BONDS</b>				
Water & Sewer System @ 7.125%	\$ 176,941	\$	\$ 7,820	\$ 169,121
<b>GENERAL DEBT</b>				
Regions Bank - Tractor & Equipment @ 3.5%	10,587		9,760	827
Regions Bank - Garbage Truck @ 7.25%	2,916		2,916	-
Regions Bank - Truck @ 7.25%	14,409		3,342	11,067
CAPS Loan @ 4.25%	22,724		4,759	17,965
<b>TOTAL</b>	<b>\$ 227,577</b>	<b>\$ -</b>	<b>\$ 28,597</b>	<b>\$ 198,980</b>

**SEE ACCOUNTANT'S COMPILATION REPORT**

**Town of Mount Olive, Mississippi  
 Schedule of Surety Bonds for Town Officials  
 September 30, 2008  
 Schedule 3**

<b>Name</b>	<b>Position</b>	<b>Company</b>	<b>Bond</b>
Robert McNair	Mayor	Brierfield	\$ 25,000
John Kelvin King	Aldersperson	Brierfield	10,000
Ramon Johnston	Aldersperson	Brierfield	10,000
Kathryn McGee	Aldersperson	Brierfield	10,000
Roger Pittman	Aldersperson	Brierfield	10,000
John Lockett Sr.	Aldersperson	Brierfield	10,000
Geraldine Turner	Town Clerk	Brierfield	50,000
Kathleen S. Murphy	Deputy Clerk	Brierfield	10,000
Stephanie Ponder	Court Clerk	Brierfield	50,000
Geraldine Turner	Deputy Court Clerk	Brierfield	10,000
Kathleen S. Murphy	Deputy Court Clerk	Brierfield	10,000
Kevin Beverly	Police Chief	Brierfield	50,000
Herman Keys	Policeman	Brierfield	25,000
Jimmie Bynum	Policeman	Brierfield	25,000
Brian Daniels	Policeman	Brierfield	25,000
Torrence Walker	Policeman	Brierfield	25,000
Clifton Morgan	Policeman	Brierfield	25,000
Dextris Barnett	Policeman	Brierfield	25,000
Curtis Walters	Policeman	Brierfield	25,000
Johnny Norris	Policeman	Brierfield	25,000

**SEE ACCOUNTANT'S COMPILATION REPORT**

**Town of Mount Olive, Mississippi**  
**Solid Waste Management Services Schedule**  
**Full Cost Accounting**  
**Summary of Costs Report**  
**Fiscal Year Ending September 30, 2008**  
**Schedule 4**

**Operating Costs (Direct Costs):**

Personnel	\$ 9,275
Supplies & Fuel	18,911
Depreciation	<u>2,977</u>
<b>Total Of All Costs</b>	<b><u>\$ 31,163</u></b>

**Supplemental Information:**

Cost of Collection	\$ 21,888
Cost of Disposal	<u>9,275</u>
<b>Total Cost</b>	<b><u>\$ 31,163</u></b>
<b>Total Cost Per User</b>	<b><u>\$ 79.90</u></b>

**SEE ACCOUNTANT'S COMPILATION REPORT**



**Town of Mount Olive, Mississippi**  
**GMAC Commercial Mortgage Corporation Supplemental Information**  
**For the Year Ended September 30, 2008**  
**Schedule 5**

1. This compilation was prepared using standards established by the American Institute of Certified Public Accountants and the State of Mississippi – Department of Audit.
2. The accounting records are adequate.
3. Internal control was adequate over GMAC funds.
4. The physical control over assets was adequate.
5. The Town of Mount Olive, MS is in compliance with the maintenance of cash reserves.
6. The Town of Mount Olive, MS is required in the loan agreement to have a 1.2 to 1 ratio of revenues in excess of operating expenditures plus debt service. The ratio for the year ended September 30, 2008 was 1.92 to 1. The Town of Mount Olive, MS was in compliance with its ratio requirements for the year ended September 30, 2008.
7. The financial reports included in the compilation are in agreement with the accounting records of the town.
8. All money is kept in institutions insured by the federal government.
9. Insurance coverage appears to be adequate.
10. The Town of Mount Olive is exempt from state and federal income tax.
11. Accounts receivable as of September 30, are aged as follows:

	<u>2008</u>
Current	\$ 12,990
Over 30 days	10,963
Total	<u>\$ 23,953</u>

12. Long-Term Debt  
Direct financing by the GMAC Commercial Mortgage Corporation consists of 7.125% Revenue Bonds dated June 27, 1986. The issue was made for \$256,000 to be repaid in 35 years. An equal amortized payment in the amount of \$20,339.20 will be due on the anniversary date of the bond.

**SEE ACCOUNTANT'S COMPILATION REPORT**

**Town of Mount Olive, Mississippi**  
**GMAC Commercial Mortgage Corporation Supplemental Letter**  
**For the Year Ended September 30, 2008**  
**Schedule 5 - Continued**

13. Insurance Coverage

<u>Company</u>	<u>Type of Policy</u>	<u>Coverage</u>
MS Municipal Liability Plan	Combined Plan Coverage	500,000
National Union Insurance Co	Fire Fighters Policy	10,000 / 2,500 / 100
National Liability & Fire	Collision - Car	69,550
Companion Property & Casualty	Standard Fire Policy	1,946,500
Companion Property & Casualty	Collision - Tractor	45,000

14. Board of Alderpersons & Public Officials

<u>Name</u>	<u>Position</u>	<u>Term Ends</u>
Robert McNair	Mayor	2009
John Lockett, Sr.	Aldersperson	2009
Ramon Johnston	Aldersperson	2009
Kathryn McGee	Aldersperson	2009
Roger Pittman	Aldersperson	2009
John Kelvin King	Aldersperson	2009
Geraldine Turner	City Clerk	Appointed
Deborah Gillispie	Deputy Clerk	Appointed

**SEE ACCOUNTANT'S COMPILATION REPORT**

**Town of Mount Olive, Mississippi**  
**Independent Accountant's Report on Applying**  
**Agreed-Upon Procedures**  
**September 30, 2008**

**Charles Robert Prince**  
**Certified Public Accountant**

**Charles Robert Prince**  
**Certified Public Accountant**  
**Post Office Box 353**  
**Magee, Mississippi**

**INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING**  
**AGREED-UPON PROCEDURES**

The Mayor and Board of Alderpersons  
Town of Mount Olive  
Mount Olive, Mississippi

I have performed the procedures enumerated below, which were agreed to by the Office of the State Auditor, to the accounting records of Town of Mount Olive, Mississippi, solely to assist the Office of the State Auditor evaluate the Town of Mount Olive, Mississippi's compliance with certain laws and regulations as of September 30, 2008, and for the year then ended. This agreed-upon-procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Office of the State Auditor, State of Mississippi. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

My procedures and findings are as follows:

1. I 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:

<u>Bank</u>	<u>Fund</u>	<u>Balance Per</u> <u>General Ledger</u>
Regions Bank	General Fund	\$ 73,205
Regions Bank	General Fund	4,635
Regions Bank	General Fund	2,636
Regions Bank	General Fund	1
Regions Bank	General Fund	3,430
Regions Bank	General Fund	187
	<b>Total General Fund</b>	<b>\$ 84,094</b>
Regions Bank	Special Revenue Fund	\$ 7
Regions Bank	Special Revenue Fund	1,709
Regions Bank	Special Revenue Fund	1
Regions Bank	Special Revenue Fund	1
Regions Bank	Special Revenue Fund	1
	<b>Total Special Revenue Fund</b>	<b>\$ 1,719</b>

Bank	Fund	Balance Per General Ledger	
Regions Bank	Water Fund	\$	14,586
Regions Bank	Water Fund		31,354
Regions Bank	Water Fund		6,145
Regions Bank	Water Fund		2,679
Regions Bank	Water Fund		17,637
Regions Bank	Water Fund		16,535
Regions Bank	Water Fund		22,621
Regions Bank	Water Fund		70
Total Water Fund		<u>\$</u>	<u>111,627</u>

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

a. No investments at September 30, 2008.

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

a. Verify use of certified county assessment rolls and trace levies to governing body minutes;

b. Examined uncollected taxes for proper handling, including tax sales;

c. Traced distribution of taxes collected to proper funds; and

d. 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, and uncollected taxes were determined to be properly handled.

Ad valorem tax collections were found to be within the limitations of Sections 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.

4. I obtained a statement of payments made by the Department of Finance and Administration to the municipality. Payments indicated were traced to deposits in the respective bank accounts and recorded in the general ledger without exception. Payments traced were as follows:

<u>Payment Purpose</u>	<u>Receiving Fund</u>	<u>Amount</u>
Gasoline Tax	General Fund	\$ 2,511
Transport on Goods Not for Sale	General Fund	166
Homestead Exemption Reimb.	General Fund	13,724
Sales Tax Allocation	General Fund	105,952
General Municipal Aid	General Fund	465
Grand Gulf	General Fund	7,845
Fire Insurance Premium	General Fund	4,625
Other Grants	General Fund/Special Rev.	3,342
Other Aid to Municipalities	Special Revenue	157,992

5. I 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:

Number of Sample Items	25
Dollar Value of Sample	\$ 10,838

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

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

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's compliance with laws and regulations. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of the Office of the State Auditor, State of Mississippi and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is not intended to be and should not be used by anyone other than those specified parties.



May 11, 2009