

BE IT REMEMBERED THAT THERE WAS BEGUN AND HELD A REGULAR MEETING OF THE MAYOR AND BOARD OF ALDERMEN OF THE CITY OF PETAL, MISSISSIPPI ON JULY 17, 2018 AT 6:00 P.M. IN THE BOARDROOM OF SAID CITY.

THOSE PRESENT	MAYOR HAL MARX
ATTORNEY	ROCKY EATON
ALDERMEN	BRAD AMACKER CRAIG BULLOCK DAVID CLAYTON TONY DUCKER WILLIAM KING CLINT MOORE STEVE STRINGER
OTHERS	ADA MADISON TOMMYE CORLEY AND MANY OTHERS

MAYOR MARX DECLARED A QUORUM PRESENT AND DECLARED THE CITY COUNCIL IN SESSION.

THE INVOCATION WAS OFFERED BY TONY DUCKER

THE PLEDGE OF ALLEGIANCE WAS RECITED.

WHEREAS, MAYOR MARX PRESENTED THE AGENDA WITH THE FOLLOWING AMENDMENTS

GENERAL BUSINESS

REQUEST TO ACCEPT THE RESIGNATION OF DANIEL KNOTTS EFFECTIVE JULY 16, 2018.

REQUEST TO ACCEPT ADDENDUM TO STREET STRIPING QUOTE AT A COST OF \$21,750.00.

ORDERS & ORDINANCES

REQUEST TO ADOPT ORDER HIRING JAMES CODY NORRIS FULL TIME IN THE WATER DEPT AT A RATE OF \$10.50 PER HOUR PENDING DRUG SCREEN/BACKGROUND CHECK

THEREUPON, ALDERMAN KING MADE A MOTION TO ADOPT THE AGENDA WITH THE FOREGOING AMENDMENTS. ALDERMAN STRINGER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED A REQUEST TO APPROVE THE MINUTES OF THE REGULAR MEETING OF JULY 5, 2018.

THEREUPON, ALDERMAN KING MADE A MOTION TO APPROVE THE MINUTES OF THE REGULAR MEETING OF JULY 5, 2018 AS WRITTEN. ALDERMAN AMACKER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX CALLED FOR PUBLIC COMMENT

THEREUPON, DANIEL SMITHSON ADDRESSED THE BOARD REQUESTING THAT A DITCH THAT RUNS THROUGH HIS PROPERTY ON CASSIL STREET BE MOVED. HE DOESN'T KNOW HOW LONG THE DITCH HAS

BEEN THERE BUT HE DOES KNOW THAT IMPROVEMENTS WERE MADE AROUND NOVEMBER. MAYOR MARX ADVISED THAT THE CITY CANNOT RELOCATE THE DITCH. EASEMENTS WERE IN PLACE WHEN HE PURCHASED THE PROPERTY. HE ALSO ADVISED THAT MR. SMITHSON NOT BUILD A FENCE IN THE EASEMENT IN CASE THE CITY EVER HAD TO GET THROUGH BECAUSE THE FENCE WOULD BE TORN DOWN.

THEREUPON, CAROLYN JORDAN ADDRESSED THE BOARD REGARDING THE DITCH ON SHORT SOUTH STREET. MS. JORDAN FEELS LIKE THE CITY SHOULD DO MORE TO MAINTAIN THE DITCH. SHE WOULD LIKE TO HAVE A CULVERT PUT IN AND THE DITCH FILLED UP LIKE IT IS ON THE OTHER END OF THE STREET. MAYOR MARX ADVISED THAT COVERING THE DITCH AND INSTALLING A CULVERT WAS A LARGE PROJECT THAT THE CITY HAD NO PLANS OF TAKING ON AT THIS TIME. THE STREET DEPT WILL COME BY TO SEE WHAT CAN BE DONE TO CLEAN THE DITCH UP A LITTLE AND BETTER MAINTAIN IT.

WHEREAS, MAYOR MARX PRESENTED THE FOLLOWING RESOLUTIONS FROM THE PUBLIC HEARING OF 7/17/18 AT 5:30 P.M.

EXHIBIT "A"

RESOLUTIONS

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ADOPT THE FOREGOING RESOLUTIONS. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE FOLLOWING PROCLAMATION HONORING TOM HARDGES FOR HIS SERVICE AS DIRECTOR OF PARKS & RECREATION

EXHIBIT "B"

PROCLAMATION

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADOPT THE FOREGOING PROCLAMATION. ALDERMAN KING SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

THEREUPON, MAYOR MARX INVITED THE PUBLIC TO ATTEND A SMALL RECEPTION AFTER THE MEETING IN HONOR OF TOM HARDGES.

WHEREAS, MAYOR MARX CALLED ON NADINE COLEMAN TO ADDRESS THE BOARD

THEREUPON, MRS. COLEMAN ADDRESSED THE BOARD WITH APPRECIATION FOR THEIR SUPPORT OF EXCEL BY 5.

WHEREAS, MAYOR MARX PRESENTED A REQUEST TO SET A HEARING DATE FOR PROPERTY LOCATED AT 200 W 6<sup>TH</sup> AVE

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO SET A HEARING DATE OF AUGUST 14, 2018 AT 6:00 P.M. FOR PROPERTY LOCATED AT 200 W 6<sup>TH</sup> AVE. ALDERMAN AMACKER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE

ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE RESIGNATION OF MIKE TREST FROM THE POLICE DEPARTMENT

THEREUPON, ALDERMAN MOORE ACCEPTED THE RESIGNATION OF MIKE TREST FROM THE POLICE DEPARTMENT EFFECTIVE JULY 6, 2018. ALDEMRAK KING SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE FOLLOWING PROOFS OF PUBLICATION

- RESOLUTION – AMENDING FY2018 BUDGET

THEREUPON, ALDERMAN KING MADE A MOTION TO ACCEPT THE PROOF OF PUBLICATION FOR FILING. ALDERMAN AMACKER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE 2018 CONTINUING DISCLOSURE SUBMISSION.

EXHIBIT "C"

CONTINUING DISCLOSURE SUBMISSION

THEREUPON, ALDERMAN KING MADE A MOTION TO ACCEPT THE 2018 CONTINUING DISCLOSURE SUBMISSION AND TO AUTHORIZE THE CITY CLERK TO PAY BUTLER SNOW INVOICE IN THE AMOUNT OF \$3,000.00. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE REVENUE & EXPENDITURES REPORT FOR THE MONTH OF JUNE 2018

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ACCEPT THE REVENUE & EXPENDITURES REPORT FOR THE MONTH OF JUNE 2018. ALDERMAN KING SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER

CITY OF PETAL  
MINUTE BOOK 36

606

ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE FY2017 FINANCIAL AUDIT

EXHIBIT "D"

2017 FINANCIAL AUDIT

THEREUPON, ALDERMAN KING MADE A MOTION TO ACCEPT THE FY2017 FINANCIAL AUDIT. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED A REQUEST FOR ADJUSTMENT TO WATER SERVICES BILLED TO 1122 EVELYN GANDY PARKWAY

THEREUPON, ALDERMAN STRINGER NOTED EVIDENCE OF A REPAIRED LEAK AND MADE A MOTION TO AUTHORIZE THE CITY CLERK TO ADJUST WATER SERVICES BILLED TO 1122 EVELYN GANDY PARKWAY IN THE AMOUNT OF \$416.00 + SALES TAX CHARGED. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED A REQUEST TO ADJUST WATER SERVICES BILLED TO 102 THOMPSON BLVD.

THEREUPON, ALDERMAN STRINGER NOTED EVIDENCE OF A REPAIRED LEAK AND MADE A MOTION TO AUTHORIZE THE CITY CLERK TO ADJUST WATER SERVICES BILLED TO 102 THOMPSON BLVD IN THE AMOUNT OF \$668.40. ALDERMAN KING SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE PRIVILEGE LICENSE REPORT FOR THE MONTH OF JUNE 2018

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ACCEPT THE PRIVILEGE LICENSE REPORT FOR THE MONTH OF JUNE 2018. ALDERMAN STRINGER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK

ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE RESIGNATION OF DANIEL KNOTTS IN THE FIRE DEPT

THEREUPON, ALDERMAN KING MADE A MOTION TO ACCEPT THE RESIGNATION OF DANIEL KNOTTS IN THE FIRE DEPT EFFECTIVE JULY 16, 2018. ALDERMAN STRINGER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED AN ADDENDUM TO THE STREET STRIPING QUOTE

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ACCEPT THE ADDENDUM TO THE STREET STRIPING QUOTE AT A COST OF \$21,750.00. ALDERMAN KING SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED A REQUEST FOR JEREMIAH HILL TO ATTEND MS COMMUNITY RISK REDUCTION SUMMIT AT THE STATE FIRE ACADEMY ON JULY 18, 2018

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO AUTHORIZE JEREMIAH HILL TO ATTEND MS COMMUNITY RISK REDUCTION SUMMIT AT THE STATE FIRE ACADEMY ON JULY 18, 2018 AT NO COST. ALDERMAN AMACKER SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED A REQUEST FOR CODY PITTS TO ATTEND K-9 HANDLER TRAINING

THEREUPON, ALDERMAN KING MADE A MOTION TO AUTHORIZE CODY PITTS TO ATTEND K-9 HANDLER TRAINING AT A COST OF \$2,000.00. ALDERMAN CLAYTON SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE

ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED THE FOLLOWING ORDER APPOINTING BRIAN HALL AS RECREATION DIRECTOR

ORDER

WHEREAS THE MAYOR AND BOARD OF ALDERMEN  
OF THE CITY OF PETAL DEEM IT NECESSARY TO  
APPOINT A NEW DIRECTOR OF PARKS & RECREATION

IT IS HEREBY ORDERED THAT BRIAN HALL BE  
APPOINTED AS DIRECTOR OF PARKS & RECREATION  
AT A SALARY OF \$47,215.00 ANNUALLY  
EFFECTIVE AUGUST 29, 2018

SO ORDERED THIS THE 17<sup>TH</sup> DAY OF JULY 2018

THEREUPON, ALDERMAN KING MADE A MOTION TO ADOPT THE FOREGOING ORDER. ALDERMAN BULLOCK SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

ALDERMAN CLINT MOORE

WHEREAS, MAYOR MARX PRESENTED THE FOLLOWING ORDER HIRING JAMES CODY NORRIS IN THE WATER DEPT

ORDER

WHEREAS THE MAYOR AND BOARD OF ALDERMEN  
OF THE CITY OF PETAL DEEM IT NECESSARY TO  
HIRE A LABORER IN THE WATER DEPT

IT IS HEREBY ORDERED THAT JAMES CODY NORRIS  
BE HIRED FULL TIME IN THE WATER DEPT AT A  
RATE OF \$10.50 PER HOUR EFFECTIVE JULY 27, 2018

SO ORDERED THIS THE 17<sup>TH</sup> DAY OF JULY 2018

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ADOPT THE FOREGOING ORDER. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX CALLED FOR FURTHER PUBLIC COMMENT

THEREUPON, DEREK HALL ADDRESSED THE BOARD. MR. HALL REPORTED THAT PETAL SPORTS ASSOCIATION HOSTED REGIONAL TOURNAMENTS THIS PAST WEEKEND AND HAD A GOOD TURNOUT. HE WILL COME BACK TO UPDATE THE BOARD ON OTHER SPORTS COMING UP.

THEREUPON, VALERIE WILSON ADDRESSED THE BOARD. MRS. WILSON THANKED THE CITY DEPARTMENTS FOR THEIR ASSISTANCE WITH THE FIREWORKS ON THE RIVER EVENT. THERE WAS A VERY GOOD TURNOUT.

WHEREAS, MAYOR MARX PRESENTED A REQUEST FOR EXECUTIVE SESSION.

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO CLEAR THE ROOM TO SEE THE NEED FOR EXECUTIVE SESSION. ALDERMAN CLAYTON SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ENTER INTO EXECUTIVE SESSION. ALDERMAN CLAYTON SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADJOURN THE EXECUTIVE SESSION. ALDERMAN KING SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

NO OFFICIAL ACTION WAS TAKEN IN EXECUTIVE SESSION.

WHEREAS, MAYOR MARX PRESENTED A REQUEST FOR DISCIPLINARY ACTION FOR CLARK MOORE AT THE SENIOR CENTER.

THEREUPON, ALDERMAN BULLOCK MADE A MOTION TO SUSPEND CLARK MOORE WITHOUT PAY FOR THREE (3) DAYS AND TO REQUIRE A NEW JOB DESCRIPTION THAT WILL NEED TO BE SIGNED BY CLARK'S DOCTOR. ALDERMAN MOORE SECONDED THE MOTION

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER  
ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ADJOURN THE REGULAR MEETING OF JULY 17, 2018. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

ALDERMAN BRAD AMACKER

ALDERMAN CRAIG BULLOCK  
ALDERMAN DAVID CLAYTON  
ALDERMAN TONY DUCKER  
ALDERMAN WILLIAM KING  
ALDERMAN CLINT MOORE  
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

THERE BEING NO FURTHER BUSINESS, THE REGULAR MEETING OF THE MAYOR AND BOARD OF ALDERMEN  
OF THE CITY OF PETAL, MISSISSIPPI WAS ADJOURNED.

  
MAYOR HAL MARX

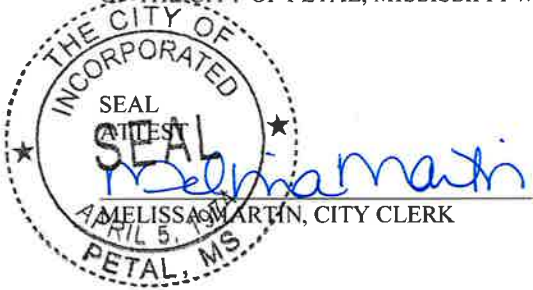




Exhibit "A"

RESOLUTION

Resolution finding and determining that the property located at 123 Byrd Ave in Petal, Mississippi and owned by Peter Blackwell, is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 123 Byrd Ave., Parcel# 3-030H-01-194.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned.

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located at 123 Byrd Ave., Parcel # 3-030H-01-194.00, in Petal, Mississippi is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

(SEAL)

ATTEST:

Melissa Martin, City Clerk

  
Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located on Pine St in Petal, Mississippi and owned by Brenda Clark, is in such a state of uncleanness as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located on Pine St., Parcel# 3-030C-02-068.00 and 3-030C-02-069.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned.

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located on Pine St., Parcel# 3-030C-02-068.00 and 3-030C-02-069.00, in Petal, Mississippi is in such a state of uncleanness as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

(SEAL)

ATTEST:

Melissa Martin, City Clerk

  
Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located at 929 Hwy 42 in Petal, Mississippi and owned by Alfred & Delores Brown, is in such a state of uncleanness as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 929 Hwy 42., Parcel# 3-021O-32-002.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned.

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located at 929 Hwy 42., Parcel # 3-021O-32-002.00, in Petal, Mississippi is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within thirty (30) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

(SEAL)

ATTEST:

Melissa Martin, City Clerk

  
Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located at 310 Ford Dr in Petal, Mississippi and owned by Kacey Hitson, is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 310 Ford Dr., Parcel# 3-030B-01-158.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned.

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located at 310 Ford Dr., Parcel # 3-030B-01-158.00, in Petal, Mississippi is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

(SEAL)

ATTEST:

Melissa Martin, City Clerk

  
Hal Marx, Mayor

Exhibit "A"

RESOLUTION

Resolution finding and determining that the property located at 114 E 2<sup>nd</sup> Ave in Petal, Mississippi and owned by Gregory & Amanda Ballard, is in such a state of uncleanness as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 114 E 2<sup>nd</sup> Ave., Parcel# 3-0220-36-089.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned,

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located 114 E 2<sup>nd</sup> Ave., Parcel# 3-0220-36-089.00, in Petal, Mississippi is in such a state of uncleanness as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

  
Hal Marx, Mayor

(SEAL)

ATTEST:

Melissa Martin, City Clerk

RESOLUTION

Resolution finding and determining that the property located on Pine St in Petal, Mississippi and owned by State of MS, is in such a state of uncleanness as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located on Pine St., Parcel# 3-030C-02-054.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned,

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located on Pine St., Parcel# 3-030C-02-054.00, in Petal, Mississippi is in such a state of uncleanness as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

  
Hal Marx, Mayor

(SEAL)

ATTEST:

Melissa Martin, City Clerk

RESOLUTION

Resolution finding and determining that the property located at 1429 Carterville Rd in Petal, Mississippi and owned by Seaton Hixson, is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 1429 Carterville Rd., Parcel# 3-036D-18-011.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned,

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located 1429 Carterville Rd., Parcel# 3-036D-18-011.00, in Petal, Mississippi is in such a state of uncleanness and disrepair as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

  
Hal Marx, Mayor

(SEAL)

ATTEST:

Melissa Martin, City Clerk

RESOLUTION

Resolution finding and determining that the property located at 111 Woodside Dr in Petal, Mississippi and owned by Rafael Elias, is in such a state of uncleanness as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 111 Woodside Dr., Parcel# 3-022K-35-142.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned,

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located 111 Woodside Dr., Parcel# 3-022K-35-142.00, in Petal, Mississippi is in such a state of uncleanness as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become as assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

  
Hal Marx, Mayor

(SEAL)

ATTEST:

Melissa Martin, City Clerk

Exhibit "A"

RESOLUTION

Resolution finding and determining that the property located at 101 Woodside Dr in Petal, Mississippi and owned by Andrew Moore, is in such a state of uncleanness as to be a menace to the public health and safety of the community

WHEREAS, due and proper notice has been given to the owners of the property located at 101 Woodside Dr., Parcel# 3-022K-35-147.00 in Petal, Mississippi of a hearing conducted before the Mayor and Board of Aldermen of the City of Petal to determine that said property needs to be cleaned.

WHEREAS, said hearing having been duly and properly held and evidence having been presented, all in conformance with Section 21-19-11 of the Mississippi Code of 1972 as amended,

NOW THEREFORE, BE IT RESOLVED;

SECTION 1.

That the property located at 101 Woodside Dr, Parcel# 3-022K-35-147.00, in Petal, Mississippi is in such a state of uncleanness as to be a menace to the public health and safety of the community, and

SECTION 2.

That if the owner of said property has not brought the property up to code within ten (10) days, the City of Petal shall, by the use of Municipal Employees or by Contract, proceed to clean the property by exercising its rights under the "Cleaning of Private Property" section of the Mississippi code 21-19-11.

SECTION 3.

That all cost incurred by the Municipality, if any, plus penalty, if any, shall become an assessment against said property, all authorized and permitted pursuant to Section 29-19-11 of the Mississippi Code of 1972, as amended.

SO, RESOLVED, on this the 17<sup>th</sup> day of July, 2018 A.D.

  
Hal Mary Mayer

(SEAL)

ATTEST:

Melissa Martin, City Clerk

Exhibit "B"

## Proclamation

**Whereas**, on August 6, 2002 Tom Hardges, Jr. was appointed as Director of Parks and Recreation for the City of Petal, Mississippi; and


**Whereas**, the city's recreation programs and facilities have been greatly improved and expanded under his leadership and direction; and

**Whereas**, though his accomplishments are too lengthy to list completely, they include the playgrounds at Hinton Park and Friendly Park, the four youth baseball fields and press box at the Russell Sports Complex, the Skate Park, and the redesign of the Optimist Park fields for girl's softball; and

**Whereas**, thanks to the efforts of Tom Hardges, Jr. and others, the City of Petal was named as Sports Illustrated's "Sports Town USA" for the State of Mississippi in 2004; and

**Whereas**, under his direction, the recreation department has hosted many programs honoring our veterans and current members of our military, including the completion of the Veterans Walk of Honor;

**Therefore**, We, The Mayor and Board of Aldermen of the City of Petal do hereby recognize and congratulate **Tom Hardges, Jr.** for his dedication to the City of Petal and his contribution to improving the quality of life of its citizens as Director of Parks and Recreation, and wish him the best on his well-deserved retirement.

  
Melissa Martin, City Clerk

  
Hal Marx, Mayor



as amended, shall adopt such assessment rolls for its assessment purposes. The City is utilizing the assessment rolls of the County.

The City may not correct or revise such assessment rolls except for the purpose of conforming the municipal assessment roll to corrections or revisions made to the County assessment roll. All objections to the municipal assessment roll may be heard by the Board of Supervisors of the County at the time and in the manner that objections to the County assessment roll are heard. The Board of Supervisors shall notify, in writing, the Governing Body and the Tax Assessor of the City of any corrections or revisions made by it to the part of the County assessment roll adopted as the municipal assessment roll.

**Tax Levy per \$1,000 Valuation<sup>12</sup>**

	2017-18	2016-17	2015-16	2014-15	2013-14
General Purpose	39.38	39.37	37.89	39.79	36.89
Library Fund	.94	0.95	0.98	1.05	1.02
2012 Bonds	2.10	0.00	1.59	3.82	0.00
\$2.5 G.O. Bonds	0.00	2.10	0.00	0.00	3.88
\$5.0 G.O. Bonds	3.79	3.79	3.76	4.55	4.47
School Water	0.00	0.00	0.00	0.00	0.00
Total	46.21	46.21	46.21	46.21	46.21
<b>Petal Separate School District</b>					
SSD D/M	\$5.00	\$5.00	\$5.00	\$5.00	\$5.62
School Note	2.25	2.16	2.38	2.38	1.82
Special Levy	4.48	4.56	4.47	4.47	3.51
Shortfall Note	0.84	0.30	0.23	0.23	1.93
Total	62.57	62.02	62.08	62.08	62.38
Grand Total	108.78	108.23	108.29	108.29	108.59

SOURCE: Office of the City Clerk, February 2018.

**Ad Valorem Tax Collections**

Fiscal Year September 30	Amount Budgeted	Amount Collected	Difference Over/Under
2017	\$3,885,000	\$4,101,752	\$118,752
2016	3,520,000	3,811,210	293,210
2015	2,950,000	3,104,993.84	154,993.84

<sup>12</sup> Tax levy figures are given in mills.

A-7

Year	2014	2013
Amount	2,989,000	3,287,170.30
Amount	3,362,641	3,237,875.68
Difference		(124,665.32)

SOURCE: Office of the City Clerk, February 2018.

**Procedure for Tax Collections**

The Governing Body is required to levy a special tax upon all of the taxable property within the geographical limits of the City each year sufficient to provide for the payment of and interest on the City's general obligation bonds, including the Bonds. If any taxpayer neglects or refuses to pay his taxes on the due date thereof, the unpaid taxes bear interest at the rate of 1 percent per month or fractional part thereof from the delinquent date to the date of payment of such taxes. When enforcement officers take action to collect delinquent taxes, other fees, penalties and costs may accrue. Both real property and personal property are subject to public tax sale.

Section 21-33-63, Mississippi Code of 1972, as may be amended from time to time, and related statutes provide that after the fifteenth day of February and after the fifteenth day of September in each year, the tax collector for each municipality shall advertise all lands in such municipality on which all the taxes due and in arrears have not been paid, as well as all land liable for sale on the first Monday of April or the third Monday of September following, as the case may be.

**Reappraisal of Property and Limitation on Ad Valorem Levies**

Senate Bill No. 2072, General Laws of Mississippi, Regular Session 1990, codified in part as Sections 27-35-49 and 27-35-50, Mississippi Code of 1972 (the "Reappraisal Act"), provides that all real and personal property in the State shall be appraised at true value and assessed in proportion to true value. To insure that property taxes do not increase dramatically as the counties complete reappraisals, the Reappraisal Act provides for the limit on increase in tax revenues discussed below.

The statute limits ad valorem tax levies by the City subsequent to October 1, 1980, to a rate which will result in an increase in total receipts of tax greater than ten percent (10%) over the previous year's receipts, excluding revenue from ad valorem taxes on any newly constructed properties, any existing properties added to the tax rolls or any properties previously exempt which were not assessed in the next preceding year. This limitation does not apply to levies for the payment of the principal of and the interest on general obligation bonds issued by the City or to certain other specified levies. The limitation may be increased only if the proposed increase is approved by a majority of those voting in an election held on such question.

On September 20, 1980, the Mississippi Supreme Court rendered its decision in *State Tax Commission v. Poyden*, 387 So.2d 712, affirming the decree of the Chancery Court of the First Judicial District of Hinds County, Mississippi wherein the Department of Revenue was enjoined from accepting and approving assessment rolls from any county in the State for the tax year 1983 unless the Department of Revenue equalized the assessment rolls of all of the counties. Due to the intervening passage of the Reappraisal Act, the Supreme Court reversed that part of the lower court's decree ordering the assessment of property at true value (although it must still be appraised at true value), holding instead that assessed value may be expressed as a percentage of true value. Pursuant to the Supreme Court modification of the Chancery's decree on November 15, 1980, the Department of Revenue filed a motion plan to assist counties in decimating true value. On February 7, 1983, the Chancery Court granted an extension until July 1, 1984, of its previous deadline past which the Department of Revenue could not accept and approve tax rolls from counties which had not yet reappraised. The City has completed reappraisal.

**Homestead Exemption**

The Mississippi Homestead Exemption Law of 1946 reduces the local tax burden on homes qualifying by law and substitutes revenues from other sources of taxation on the State level as a reimbursement to the local taxing units for such tax loss. Provisions of the homestead exemption law determine qualification, define ownership and limit the amount of property that may come within the exemption. The exemption is not applicable to taxes levied for the payment of the Bonds, except as hereinafter noted.

A-8

Those homeowners who qualify for the homestead exemption and who have reached the age of sixty-five (65) years on or before January 1 of the year for which the exemption is claimed, service-connected, totally disabled American veterans who were honorably discharged from military service and those qualified as disabled under the federal Social Security Act are exempt from any and all ad valorem taxes on qualifying homesteads not in excess of \$7,500 of assessed value thereof.

The tax loss resulting to local taxing units from properly qualified homestead exemptions is reimbursed by the Department of Revenue. Beginning with the 1984 supplemental ad valorem tax roll and for each roll thereafter, no taxing unit shall be reimbursed an amount in excess of one hundred six percent (106%) of the total net reimbursement made to such taxing unit in the next preceding year.

**Ten Largest Taxpayers**

The ten largest taxpayers in the City of Petal for fiscal year 2017 are as follows:

Taxpayer	Assessed Valuation	Taxes Collected
PETAL GAS STORAGE	\$12,169,437	\$60,037.32
ENTERPRISE PRODUCTS COMPANY	6,306,132	289,078.29
WAL-MART STORES	1,674,806	77,202.78
DOWLS BROWNS ENTERPRISE	1,470,511	67,052.33
DIXIE ELECTRIC POWER	1,390,540	64,257.26
MARGA DOWNS/DRIAM	1,026,572	44,842.88
MISSISSIPPI POWER	849,805	39,251.01
GEORGIA POWER	695,684	31,731.07
CHS, INC.	662,460	31,536.46
PEPSICO SERVICE CO.	522,117	24,127.03
TOTALS:	\$26,769,073	\$1,231,107.04

SOURCE: Office of the Forrest County Tax Assessor/Collector, March 2018.

A-9

**DEBT INFORMATION**

**Legal Debt Limit Statement**

(As of March 1, 2018)

	15% Debt	20% Debt
Authorized Debt Limit Last Completed Assessment for Location - \$102,356,611	\$15,359,942	\$20,479,922
Present Debt Subject to Debt Limits	10,699,020 <sup>11</sup>	15,810,000
Margin for Further Debt After Issuance of Bonds	\$4,660,922	\$4,669,922

**Statutory Debt Limits**

The City is subject to a general statutory debt limitation under which no municipality in the State may incur general obligation bonded indebtedness in an amount which will exceed 15 percent of the assessed value of the taxable property within such municipality according to the last completed assessment for taxation.

In computing general obligation bonded indebtedness for purposes of such 15 percent limitation, there may be deducted all bonds or other evidences of indebtedness issued for school, water and sewerage systems, gas and light and power purposes and for the construction of special improvements primarily chargeable to the property benefited, or for the purpose of paying a municipality's proportion of any betterment program, a portion of which is primarily chargeable to the property benefited. However, in no case may a municipality contract any indebtedness payable in whole or in part from proceeds of ad valorem taxes which, when added to all of its outstanding general obligation indebtedness, both bonded and floating, exceeds 20 percent of the assessed value of the taxable property within such municipality.

In arriving at the limitations set forth above, bonds issued for school purposes, bonds payable exclusively from the revenues of any municipally-owned utility, general obligation industrial bonds issued under the provisions of Sections 57-1-1 to 57-1-51, Mississippi Code of 1972, as amended, and special assessment improvement bonds issued under the provisions of Sections 21-41-1 to 21-41-53, Mississippi Code of 1972, as amended, are not included. Also excluded from both limitations are contract obligations subject to annual appropriations.

<sup>11</sup> The General Obligation Water and Sewer Refunding Bonds, dated April 9, 2015 ("2015 GO W&S Bonds") are only subject to the 15% debt limitation of the City to the extent the amount of debt issued is in excess of the difference between the 15% and 20% debt limitation (\$20,479,922 - \$15,359,942 = \$5,119,980), as the net revenues of the combined water and sewer system of the City were pledged to the repayment of the 2015 GO W&S Bonds. A portion of the GO W&S Bonds in the amount of \$1,390,020 (\$6,510,000 - \$5,119,980 - \$1,390,020) was included in the 15% debt limitation figure.

A-10

**Outstanding General Obligation Bonded Debt Subject to Debt Limits**

(As of March 1, 2018)

Issue	Date of Issue	Outstanding Principal
General Obligation Refunding Bonds	09/27/12	1,250,000
General Obligation Bonds	06/12/14	730,000
General Obligation Refunding Bonds	02/24/15	2,800,000
General Obligation Water & Sewer Bonds <sup>11</sup>	04/09/15	6,510,000
General Obligation Water & Sewer Refunding Bonds	02/09/16	4,520,000
Total		\$15,810,000

**Other Outstanding Long Term Debt**

(As of March 1, 2018)

Issue	Date of Issue	Outstanding Principal
Capital Leases	Various	\$1,527,186

<sup>11</sup> These Bonds included an additional pledge of the net revenues of the combined water and sewer system and are only subject to the 15% debt limitation of the City to the extent the amount of debt issued is in excess of the difference between the 15% and 20% debt limitation.

A-11

**Annual Debt Service Requirements for General Obligation Indebtedness<sup>12</sup>**

FY Ending September 30	General Obligation Debt Service		
	Principal	Interest	Total
2018	\$1,189,000.00	\$410,648.70	\$1,599,648.70
2019	\$1,128,000.00	\$488,431.26	\$1,616,431.26
2020	\$1,181,000.00	\$442,826.26	\$1,623,826.26
2021	\$1,204,000.00	\$416,433.76	\$1,620,433.76
2022	\$1,217,000.00	\$389,113.76	\$1,606,113.76
2023	\$1,230,000.00	\$356,103.76	\$1,586,103.76
2024	\$1,243,000.00	\$322,878.76	\$1,565,878.76
2025	\$1,256,000.00	\$289,803.76	\$1,545,803.76
2026	\$1,269,000.00	\$256,803.76	\$1,525,803.76
2027	\$1,282,000.00	\$223,803.76	\$1,505,803.76
2028	\$1,295,000.00	\$190,803.76	\$1,485,803.76
2029	\$1,308,000.00	\$157,803.76	\$1,465,803.76
2030	\$1,321,000.00	\$124,803.76	\$1,445,803.76
2031	\$1,334,000.00	\$91,803.76	\$1,425,803.76
2032	\$1,347,000.00	\$58,803.76	\$1,405,803.76
Total	\$14,810,000.00	\$4,660,922.32	\$19,470,922.32

<sup>12</sup> Above chart does include the General Obligation Water and Sewer Refunding Bonds, Series 2015 ("2015 Bonds"), however, the 2015 Bonds are secured by the pledge of the net revenues of the combined water and sewer system and are only subject to the 20% debt limitation of the City.

A-12

General Obligation Bonded Debt<sup>10</sup>

Issue	Fiscal Year Ended September 30				
	2017	2016	2015	2014	2013
General Obligation Bonds (0-101)	\$0	\$0	\$0	\$0	\$0
General Obligation Bonds (7-104)	\$0	\$0	\$0	\$0	\$0
General Obligation Bonds (0-2700)	\$0	\$0	232,000	3,503,000	1,220,000
General Obligation Refunding Bonds (0-2701)	1,250,000	1,010,000	1,000,000	1,555,000	2,095,000
General Obligation Bonds (0-2714)	900,000	820,000	911,000	1,000,000	\$0
General Obligation Refunding Bonds (2-29-1)	2,800,000	3,065,000	3,065,000	\$0	\$0
General Obligation Water and Sewer Refunding Bonds (4-0-17)	6,210,000	6,310,000	6,310,000	\$0	\$0
General Obligation Refunding Bonds (2-09-1)	4,320,000	4,860,000	\$0	\$0	\$0
<b>Total</b>	<b>\$13,810,000</b>	<b>\$16,675,000</b>	<b>\$12,218,000</b>	<b>\$6,460,000</b>	<b>\$3,815,000</b>

APPENDIX B  
INFORMATION ON THE COMBINED WATER AND SEWER SYSTEM  
OF THE CITY OF PETAL, MISSISSIPPI  
FISCAL YEAR 2017

<sup>10</sup> Shows that since the City's General Obligation Water and Sewer Refunding Bonds, Series 2015 (the "2015 Bonds"), however, the 2015 Bonds are secured by the pledge of the net revenues of the combined water and sewer system and are only subject to the 2014 debt limitation of the City.

Debt Ratios

FY Ended September 30	General Obligation Debt	General Obligation Debt to Assessed Value
2017	\$13,810,000	15.44%
2016	16,675,000	16.41
2015	12,413,000	13.30
2014	6,460,000	7.17
2013	3,815,000	6.50

Overlapping/Underlying General Obligation Indebtedness

(As of February 2018)

County	2010 Population	General Obligation Bonded Debt	General Obligation Bonded Debt Per Capita
Warren County	74,934	\$30,265,000	\$403.89

School Districts	Total General Obligation Bonded Debt
Petal School District	\$5,465,000

SOURCE: 2016 Audited Financial Statement of Districts

General

The City of Petal, Mississippi (the "City") owns and operates the System through its Department of Public Works. The water system utilizes four (4) water wells having a capacity of two (2) million gallons per day (MGD). The average daily usage of water is 1.4 MGD with the peak daily usage of water is 1.7 MGD. There is approximately 1.26 miles of water lines. The sewer system consists of sewer interceptor and transmission lines with the treatment of sewer in the regional sewer plant in Hattiesburg, Mississippi. The City is responsible for collection and transportation of sewer to the regional plant. The average daily usage of sewer is one (1) MGD and peak daily usage of sewer is 1.3 MGD. There is approximately 65 miles of sewer lines.

The City has met all requirements set forth by the Mississippi Department of Natural Resources and the Environmental Protection Agency.

Capital Improvement Program

The City will continue to make normal improvements, extensions and repairs to the System in general conformance with the City's capital improvement plans.

Combined Water and Sewer System Enterprise Fund

The System is maintained as a separate accounting entity and is operated as an "enterprise fund." Such fund is used to account for water and sewer services provided to residents of the City and some residents outside the incorporated area of the City. All activities necessary to provide such services are accounted for in this fund including administration, engineering, pumping and purification, transmission and distribution, financing and debt service and billing collections.

Management of the System

The System is operated by the City's Department of Public Works under administrative control of the Mayor. The Clerk, as the financial officer of the City, maintains the books of accounts and prepares financial statements for the System.

Establishment of Rates

Rates for water and sewer services are established by the Mayor and Board of Aldermen which, if a series of bonds are outstanding, must consider, among other things, the rate covenant contained in the bond resolution. Newly adopted rates become effective as to each user one month after they have been adopted by the Mayor and Board of Aldermen, provided however, that such newly adopted rates may become effective immediately upon the unanimous approval of the Mayor and Board of Aldermen based on a finding of good cause and a statement in the adopting ordinance of the reason why it is necessary that the new rates become effective immediately.

Rate Structure

Billings for water and sewer charges are prepared by the City Clerk's office from data entered by the Department of Public Works. Bills are printed once monthly at the end of each month. The following rate structure for water charges was increased effective September 6, 2017 and for sewer charges effective November 1, 2017.

EXHIBIT A

Event Notice

The City certifies that none of the event notices have occurred with respect to the Bonds:

- (1) Principal and interest payment delinquencies;
- (2) Non-payment related defaults, if material;
- (3) Unscheduled draws on debt service reserves, if any, reflecting financial difficulties;
- (4) ~~Unscheduled draws on credit enhancements reflecting financial difficulties;~~
- (5) Substitution of credit or liquidity providers, or their failure to perform;
- (6) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 501-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) Modifications to rights of Bondholders, if material;
- (8) ~~Bond calls, if material, and tender offers;~~
- (9) Defaults;
- (10) Release, substitution, or sale of property, if any, securing repayment of the Bonds, if material;
- (11) Rating changes;
- (12) Bankruptcy, insolvency, receivership, or similar event of the Issuer;
- (13) The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and/or
- (14) Appointment of a successor or additional trustee or the change of name of a trustee, if material.

THE CITY OF PETAL, MISSISSIPPI

BY: John May  
Mayor  
Dated: 2-8-18

RATE SCHEDULE

RESIDENTIAL

WATER

0-2,000 gallons \$13.00  
for each additional 1,000 gallons used \$ 6.00

SEWER

Flat Rate \$30.00 per month

COMMERCIAL

WATER

0-2,000 gallons \$13.00  
for each additional 1,000 gallons used between 2,000 and 50,000 gallons \$ 6.00  
for each additional 1,000 gallons used between 51,000 and 100,000 gallons \$ 5.00  
for each additional 1,000 gallons used above 100,000 gallons \$ 4.50

SEWER	
0-4,000 gallons	\$30.00
for each additional 1,000 gallons used between 4,000 and 50,000 gallons	\$ 3.00
for each additional 1,000 gallons used between 51,000 and 100,000 gallons	\$ 2.00
for each additional 1,000 gallons used above 100,000 gallons	\$ 1.50

SEWER TREATMENT CHARGE  
RESIDENTIAL AND COMMERCIAL

Flat rate \$12.00

The ten largest users of water and sewer per gallon/per month for fiscal year 2017 are listed below:

TEN LARGEST CUSTOMERS:	USAGE (1,000 gallons per month)	AMOUNT (per month)
Forest Gardens Mobile Home Park	256	\$165.00
Petal School District	121	316.00
Lawrence Impaction	117	305.00
Berford Care Nursing Home	68	185.00
Scap & Suds Laundry	216	540.00
Enterprise Products	276	685.00
A-1 Investments	82	300.00
HMC Special Acquisition	179	925.00
Huddle House	207	523.00
Chili's	119	303.00
Total:	1,641	\$4,247.00

B-3

Statement of Revenues, Expenditures, and Debt Service Charges

	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	2016 Actual	2017 Unaudited
<b>REVENUES</b>							
Total Revenues	\$1,524,431	\$1,711,620	\$1,700,334	\$2,043,814	\$2,227,982	\$2,404,470	\$2,421,267
<b>EXPENDITURES</b>							
Total Expenditures	\$1,139,831	\$1,276,144	\$1,307,212	\$1,988,277	\$2,432,000	\$1,789,151	\$1,807,043
Total Available for Debt Service	\$1,116,317	\$857,176	\$1,111,064	\$1,055,537	\$1,065,982	\$1,189,317	\$1,116,146
Total Debt Service	\$1,043,366	\$1,016,508	\$1,111,813	\$1,631,470	\$1,616,118	\$1,050,000	\$999,000
Debt Service Coverage	1.10	0.83	1.24	1.00	1.00	1.11	1.12

ASSUMPTIONS:  
Revenues projected to grow at 1% annually beginning in 2016.  
Expenses projected to grow at 1% annually beginning in 2016.

DEBT:

1. \$4,885,000 General Obligation Water and Sewer Refunding Bonds, Series 2016 of the City of Petal, Mississippi

B-4

RESOLUTION

A RESOLUTION ADOPTING AND APPROVING THE FINAL BUDGET OF THE CITY OF PETAL, MISSISSIPPI, FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2017 AND ENDING SEPTEMBER 30, 2018 AND FOR OTHER PURPOSES HEREIN EXPRESSED

BE IT RESOLVED AND ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi as follows:  
That the final budget for the City of Petal, Mississippi for the fiscal year commencing October 1, 2017 and ending September 30, 2018, a true and correct copy of which is hereby attached, shall be entered to length and in detail in the official minutes of this meeting.

BE IT FURTHER RESOLVED AND ORDERED that the final budget is true and correct copy of which is attached to this, be and is hereby approved and adopted.

BE IT FURTHER RESOLVED that the City Clerk shall cause to be published a summary of the final budget for the City of Petal, Mississippi for the fiscal year commencing October 1, 2017 and ending September 30, 2018, in a newspaper published in the County of Forrest, Mississippi, and qualified to publish legal notices.

That this resolution shall be in full force and effect from and after its passage. Aldermen Springer made a motion to adopt the foregoing resolution. said motion was seconded by Alderman Bullock.

Those present and voting "AYE":

Alderman Brad Auerbach  
Alderman Craig Bullock  
Alderman David Clayton  
Alderman Tony Jucker  
Alderman William King  
Alderman Clint Mince  
Alderman Steve Springer

Those present and voting "NAY":

The motion to adopt the attached resolution being carried by the affirmative vote of the majority of the members of the Board of Aldermen, the Mayor declared the motion passed and the resolution adopted on the 15th day of September.

BE IT

THIS IS THE SEAL OF THE CITY OF PETAL, MISSISSIPPI



MAYOR  
*William King*  
MAYOR

City of Petal  
001 General Fund

Governmental Income Statement

	Budget Rev 1
<b>Revenue</b>	
Taxes	4,040,000
Licenses	688,500
<b>Intergovernmental</b>	
State	2,641,700
Local	8,000
<b>Total Intergovernmental</b>	<b>2,649,700</b>
<b>Charges for services</b>	
Charges for Svc - Govt	219,500
Charges for Svc - Enterprise	0
<b>Total Charges for services</b>	<b>219,500</b>
Fines and forfeits	368,500
Interest	2,000
Misc	431,000
Bag Cash	62,550
<b>Total Revenue</b>	<b>9,449,750</b>
<b>Expenses</b>	
<b>General government</b>	
Alderman	
Alderman Personal Services	182,180
Alderman Services	51,325
<b>Total Alderman</b>	<b>233,505</b>
<b>Judicial</b>	
Judicial Personal Services	206,952
Judicial Supplies	2,850
Judicial Services	132,840
Judicial Capital Outlay	2,375
<b>Total Judicial</b>	<b>348,017</b>
<b>Executive</b>	
Executive Personal Services	123,301
Executive Supplies	0
Executive Services	3,450
<b>Total Executive</b>	<b>126,751</b>
<b>Elections</b>	
Elections Supplies	0
Elections Services	0

City of Petal  
001 General Fund

	Budget Rev 1
<b>Total Elections</b>	<b>0</b>
<b>Financial</b>	
Financial Personal Services	197,883
Financial Supplies	12,300
Financial Services	487,200
Financial Capital Outlay	3,900
<b>Total Financial</b>	<b>701,183</b>
<b>Legal</b>	
Legal Personal Services	27,706
Legal Services	2,200
<b>Total Legal</b>	<b>29,906</b>
<b>Data Processing</b>	
Data Processing Supplies	0
Data Processing Services	20,000
Data Processing Capital Outlay	0
<b>Total Data Processing</b>	<b>20,000</b>
<b>Public safety</b>	
<b>Police Department</b>	
Police Department Personal Services	1,634,015
Police Department Supplies	148,025
Police Department Services	108,478
Police Department Capital Outlay	2,500
Police Dept Debt Service	111,845
<b>Total Police Department</b>	<b>2,202,863</b>
<b>Fire Department</b>	
Fire Department Personal Services	1,737,079
Fire Department Supplies	60,925
Fire Department Services	62,400
Fire Department Capital Outlay	21,850
Fire Dept Debt Service	68,902
<b>Total Fire Department</b>	<b>1,951,156</b>
<b>Building and Inspection</b>	
Building and Inspection Personal Services	97,710
Building and Inspection Supplies	12,075
Building and Inspection Services	103,175
Building and Inspection Capital Outlay	2,850
<b>Total Building and Inspection</b>	<b>215,810</b>

City of Petal  
001 General Fund

	Budget Rev 1
<b>Highways and streets</b>	
<b>Streets and Highways</b>	
Streets and Highways Personal Services	508,876
Streets and Highways Supplies	249,750
Streets and Highways Services	365,700
Streets and Highways Capital Outlay	37,000
Street Debt Service	299,135
<b>Total Streets and Highways</b>	<b>1,457,461</b>
<b>Culture and recreation</b>	
<b>Recreation</b>	
Recreation Personal Services	842,313
Recreation Supplies	69,850
Recreation Services	116,650
Recreation Capital Outlay	63,000
Recreation Debt Service	46,431
<b>Total Recreation</b>	<b>1,138,244</b>
<b>Senior/Cultural Center</b>	
Senior/Cultural Center Personal Services	85,577
Senior/Cultural Center Supplies	11,450
Senior/Cultural Center Services	0
Senior/Cultural Center Capital Outlay	0
Senior/Cultural Center Debt Service	47,525
<b>Total Senior/Cultural Center</b>	<b>144,552</b>
<b>Civic Center</b>	
Civic Center Personal Services	50,232
Civic Center Supplies	7,025
Civic Center Services	39,800
Civic Center Capital Outlay	2,850
<b>Total Civic Center</b>	<b>99,907</b>
Debt Service	0
<b>Total Expense</b>	<b>9,449,755</b>
<b>Total Governmental Income Statement</b>	<b>12</b>



City of Petal 103 FIRE PRO CASH IN BANK		Budget Rev 1
<b>Governmental Income Statement</b>		
<b>Revenue</b>		
<b>Intergovernmental</b>		
State		0
Local		58,700
Total Intergovernmental		58,700
Interest		25
Misc		0
Transfers		0
Beg Cash		0
Total Revenue		58,725
<b>Expense</b>		
<b>Public safety</b>		
<b>Fire Department</b>		
Fire Department Supplies		30,000
Fire Department Services		1,700
Fire Department Capital Outlay		20,000
Fire Dept Debt Service		6,004
Total Fire Department		57,704
Total Public safety		57,704
Total Expense		57,704
Total Governmental Income Statement		1,021

City of Petal 210		Budget Rev 1
<b>Governmental Income Statement</b>		
<b>Revenue</b>		
Interest		0
Transfers		880,250
Total Revenue		880,250
<b>Expense</b>		
Debt Service		880,250
Total Expense		880,250
Total Governmental Income Statement		0

City of Petal 103 LAW ENF. CASH IN BANK		Budget Rev 1
<b>Governmental Income Statement</b>		
<b>Revenue</b>		
<b>Intergovernmental</b>		
Local		0
Total Intergovernmental		0
Interest		5
Misc		0
Beg Cash		9,000
Total Revenue		9,005
<b>Expense</b>		
<b>Public safety</b>		
<b>Police Department</b>		
Police Department Services		0
Police Department Capital Outlay		9,000
Total Police Department		9,000
Total Public safety		9,000
Total Expense		9,000
Total Governmental Income Statement		5

City of Petal 240		Budget Rev 1
<b>Governmental Income Statement</b>		
<b>Revenue</b>		
Interest		0
Transfers		248,375
Total Revenue		248,375
<b>Expense</b>		
Debt Service		248,375
Total Expense		248,375
Total Governmental Income Statement		0

City of Petal 104 ROAD & BRIGGS CASH IN BANK		Budget Rev 1
<b>Governmental Income Statement</b>		
<b>Revenue</b>		
<b>Intergovernmental</b>		
State		190,000
Total Intergovernmental		190,000
Interest		0
Transfers		0
Total Revenue		190,000
<b>Expense</b>		
<b>Highways and streets</b>		
<b>Streets and Highways</b>		
Streets and Highways Services		0
Streets and Highways Capital Outlay		190,000
Total Streets and Highways		190,000
Total Highways and streets		190,000
Total Expense		190,000
Total Governmental Income Statement		0

City of Petal 210 CASH IN BANK 1.3 BOND		Budget Rev 1
<b>Governmental Income Statement</b>		
<b>Revenue</b>		
Interest		100
Transfers		196,619
Beg Cash		0
Total Revenue		196,719
<b>Expense</b>		
<b>Highways and streets</b>		
<b>Streets and Highways</b>		
Streets and Highways Services		0
Total Streets and Highways		0
<b>Debt Service</b>		
Debt Payments		196,619
Total Debt Service		196,619
Total Expense		196,619
Total Governmental Income Statement		100

NOTICE IS HEREBY PROVIDED that the Audited Financial Statements and/or the Unaudited Financial Statements for Fiscal Year 2017 of the City of Petal, Mississippi are unavailable for filing at this time. The financial statements will be filed upon availability thereof.

Run 4/19/2017 @ 10:08 AM City of Petal 250 T.O. BOND Page 1

Governmental Income Statement		Budget
Revenue		Rev 1
Interest		100
Transfers		366,250
Beg Cash		1,500
<b>Total Revenue</b>		<b>367,850</b>
Expense		
<b>Debt Service</b>		
Debt Payments		367,750
Total Debt Service		367,750
<b>Total Expense</b>		<b>367,750</b>
<b>Total Governmental Income Statement</b>		<b>100</b>

34454331.v1

Run 4/19/2017 @ 10:08 AM City of Petal 400 Water Fund Page 1

Governmental Income Statement		Budget
Revenue		Rev 1
<b>Charges for services</b>		
Charges for Svc - Enterprise		3,689,770
<b>Total Charges for services</b>		<b>3,689,770</b>
Interest		2,000
Misc		30,000
Transfers		0
Beg Cash		0
<b>Total Revenue</b>		<b>3,721,770</b>
Expense		
<b>Enterprise</b>		
<b>Water</b>		
Water Personnel Services		627,609
Water Supplies		295,200
Water Services		1,440,000
Water Capital Outlay		374,000
Sewer Debt Service		980,225
<b>Total Water</b>		<b>3,720,034</b>
<b>Total Enterprise</b>		<b>3,720,034</b>
<b>Total Governmental Income Statement</b>		<b>1,536</b>



Print Close

Submission ID: ES871402  
03/19/2018 17:28:18

**CONTINUING DISCLOSURE (Submission Status: Published)**  
**FINANCIAL/OPERATING FILING (CUSIP-9 Based)**

Rule 15c2-12 Disclosure

Annual Financial Information and Operating Data: FY 2017 Appendix A Information - City of Petal, MS, for the year ended 09/30/2017

**Documents**

- Financial Operating Filing 03/19/18
- FY 2017 Appendix A Information - City of Petal, MS.pdf posted 03/19/2018

The following issuers are associated with this continuing disclosure submission:

CUSIP-9	State	Issuer Name
60534Q	MS	MISSISSIPPI DEV BK SPL OBLIG
715645	MS	PETAL MSRB

The following 189 securities have been published with this continuing disclosure submission:

CUSIP-9	Maturity Date
60534QAD4	07/01/2007
60534QAR2	07/01/2008
60534QAS0	07/01/2009
60534QAT8	07/01/2010
60534QAU5	07/01/2011
60534QAV3	07/01/2012
60534QAW1	07/01/2013
60534QAX9	07/01/2014
60534QAY7	07/01/2015
60534QAZ4	07/01/2016
60534QB48	07/01/2017
60534QB86	07/01/2018
60534QB84	07/01/2019
60534QB82	07/01/2020
60534QB80	07/01/2021
60534QB87	07/01/2022
60534QB85	07/01/2023
60534QB83	07/01/2024
60534QB89	07/01/2025
60534QB82	07/01/2026
60534QB80	07/01/2031
60534QB82	07/01/2008
60534QB89	07/01/2009
60534QB87	07/01/2010
60534QB85	07/01/2011
60534QB83	07/01/2012
60534QB81	07/01/2013
60534QB75	07/01/2014
60534QB73	07/01/2015
60534QB71	07/01/2016
60534QB65	07/01/2017
60534QB60	07/01/2018
60534QB58	07/01/2019
60534QB56	07/01/2020
60534QB54	07/01/2021
60534QB52	07/01/2022
60534QB50	07/01/2023
60534QB48	07/01/2024
60534QB46	07/01/2025
60534QB44	07/01/2026
60534QB42	07/01/2027
60534QB40	07/01/2028

2

Run 4/19/2017 @ 10:08 AM City of Petal 420 Sanitation Fund Page 1

Governmental Income Statement		Budget
Revenue		Rev 1
<b>Charges for services</b>		
Charges for Svc - Govt		781,670
<b>Total Charges for services</b>		<b>781,670</b>
Interest		200
Misc		0
Beg Cash		49,022
<b>Total Revenue</b>		<b>830,892</b>
Expense		
<b>Enterprise</b>		
<b>Sanitation</b>		
Sanitation Personnel Services		0
Sanitation Supplies		0
Sanitation Services		830,692
Sanitation Capital Outlay		0
<b>Total Sanitation</b>		<b>830,692</b>
<b>Total Enterprise</b>		<b>830,692</b>
<b>Total Governmental Income Statement</b>		<b>9</b>

715845AA1	11/01/1990
715845AB9	11/01/1987
715845AC7	11/01/1983
715845ADC	11/01/1980
715845AE3	11/01/1990
715845AF0	11/01/1991
715845AG8	11/01/1992
715845AH6	11/01/1993
715845AJ2	11/01/1994
715845AK9	11/01/1995
715845AL7	11/01/1996
715845AM5	11/01/1997
715845AN3	11/01/1998
715845AP1	11/01/1999
715845AQ0	03/15/2000
715845AR4	03/15/1990
715845AS2	03/15/1991
715845AT0	03/15/1992
715845AU7	03/15/1993
715845AV5	03/15/1994
715845AW3	03/15/1995
715845AX1	03/15/1996
715845AY9	03/15/1997
715845AZ6	03/15/1998
715845BA0	03/15/1999
715845BB8	03/15/2000
715845BC6	03/15/2001
715845BD4	03/15/2002
715845BE2	03/15/2003
715845BF0	03/15/2004
715845BG7	11/01/1992
715845BH5	11/01/1993
715845BJ1	11/01/1994
715845BK9	11/01/1995
715845BL7	11/01/1996
715845BM4	11/01/1997
715845BN2	11/01/1998
715845BP0	11/01/1999
715845BQ8	11/01/2000
715845BR6	02/01/2000
715845BS4	02/01/2001
715845BT2	02/01/2002
715845BU0	02/01/2003

715845FK4	07/01/2004
715845FL2	07/01/2005
715845FM0	07/01/2006
715845FN8	07/01/2007
715845FP6	07/01/2008
715845FQ4	07/01/2009
715845FR2	07/01/2010
715845FS0	07/01/2011
715845FT8	07/01/2012
715845FU6	07/01/2013
715845FV4	07/01/2014
715845FW2	07/01/2015
715845FX0	07/01/2016
715845FY8	07/01/2017
715845FZ6	07/01/2018
715845GA4	07/01/2019
715845GB2	07/01/2020
715845GC0	07/01/2021
715845GD8	07/01/2022
715845GE6	07/01/2023
715845GF4	07/01/2024
715845GG2	07/01/2025

Submitter's Contact Information

Company: Butler Snow LLP  
Name: PAMELA WILDER  
Address: P. O. BOX 6010  
City, State Zip: RIDGELAND, MS 39156  
Phone Number: 601854335  
Email: pamela.wilder@butlersnow.com

© 2018 Municipal Securities Rulemaking Board (MSRB)

715845BV4	02/01/2004
715845BW2	02/01/2005
715845BX0	02/01/2006
715845BY8	02/01/2007
715845BZ6	02/01/2008
715845CA9	02/01/2009
715845CB7	02/01/2010
715845CC5	06/01/2002
715845CD3	06/01/2003
715845CE1	06/01/2004
715845CF9	06/01/2005
715845CG7	06/01/2006
715845CH5	06/01/2007
715845CJ3	06/01/2008
715845CK1	06/01/2009
715845CL9	06/01/2010
715845CM7	06/01/2011
715845CN5	06/01/2012
715845CP3	06/01/2013
715845CQ1	06/01/2014
715845CR9	06/01/2015
715845CS7	06/01/2016
715845CT5	07/01/2005
715845CU3	07/01/2006
715845CV1	07/01/2007
715845CW9	07/01/2008
715845CX7	07/01/2009
715845CY5	07/01/2010
715845CZ3	07/01/2011
715845DA1	07/01/2012
715845DB9	07/01/2013
715845DC7	07/01/2014
715845DD5	07/01/2015
715845DE3	07/01/2016
715845DF1	07/01/2017
715845DG9	07/01/2018
715845DH7	07/01/2019
715845DI5	07/01/2020
715845DJ3	07/01/2021
715845DK1	07/01/2022
715845DL9	07/01/2023
715845DM7	07/01/2024
715845DN5	07/01/2025
715845DO3	04/01/2007

Pamela Wilder

From: Pamela Wilder  
Sent: Monday, March 19, 2018 4:28 PM  
To: Pamela Wilder  
Subject: FY 2017 Appendix B System Information - City of Petal, MS - Emailing: Submission Preview Print  
Attachments: FY 2017 Appendix B System Information - City of Petal, MS.pdf



Print Close

Submission ID:ES871400  
03/19/2018 17:27:05

CONTINUING DISCLOSURE (Submission Status: Published)

FINANCIAL/OPERATING FILING (CUSIP-9 Based)

Rule 15c2-12 Disclosure

Annual Financial Information and Operating Data: FY 2017 Appendix B System Information - City of Petal, MS, for the year ended 09/30/2017

Documents

- Financial Operating Filing [View PDF](#)
- FY 2017 Appendix B System Information - City of Petal, MS.pdf posted 03/19/2018 [View PDF](#)

The following issuers are associated with this continuing disclosure submission:

CUSIP-6	State	Issuer Name
605340	MS	MISSISSIPPI DEV BK SPL OBLIG
715845	MS	PETAL MSS

The following 189 securities have been published with this continuing disclosure submission:

CUSIP-9	Maturity Date
605340A04	07/01/2007
605340A02	07/01/2008
605340A50	07/01/2009
605340A78	07/01/2010
605340A15	07/01/2011
605340A23	07/01/2012
605340A31	07/01/2013
605340A39	07/01/2014
605340A47	07/01/2015
605340A24	07/01/2016
605340B08	07/01/2017
605340B06	07/01/2018
605340B04	07/01/2019
605340B02	07/01/2020
605340B00	07/01/2021
605340B07	07/01/2022
605340B05	07/01/2023
605340B13	07/01/2024
605340B19	07/01/2025
605340B27	07/01/2026
605340B25	07/01/2027
605340B23	07/01/2028
605340B21	07/01/2029
605340B19	07/01/2030
605340B17	07/01/2031
605340B15	07/01/2032
605340B13	07/01/2033
605340B11	07/01/2034
605340B09	07/01/2035
605340B07	07/01/2036
605340B05	07/01/2037
605340B03	07/01/2038
605340B01	07/01/2039
605340A00	07/01/2040
605340A98	07/01/2041
605340A96	07/01/2042
605340A94	07/01/2043
605340A92	07/01/2044
605340A90	07/01/2045
605340A88	07/01/2046
605340A86	07/01/2047
605340A84	07/01/2048
605340A82	07/01/2049
605340A80	07/01/2050
605340A78	07/01/2051
605340A76	07/01/2052
605340A74	07/01/2053
605340A72	07/01/2054
605340A70	07/01/2055
605340A68	07/01/2056
605340A66	07/01/2057
605340A64	07/01/2058
605340A62	07/01/2059
605340A60	07/01/2060

715845DQ3	04/01/2006
715845DR1	04/01/2009
715845DS9	04/01/2010
715845DT7	04/01/2011
715845DU4	04/01/2012
715845DV2	04/01/2013
715845DW0	04/01/2014
715845DX8	04/01/2015
715845DY6	04/01/2016
715845DZ3	04/01/2017
715845EA7	04/01/2018
715845EB5	04/01/2019
715845EC3	04/01/2020
715845ED1	04/01/2021
715845EE9	04/01/2022
715845EF7	04/01/2023
715845EG4	04/01/2024
715845EH2	04/01/2025
715845EJ0	04/01/2026
715845EK8	06/01/2013
715845EL6	06/01/2014
715845EM4	06/01/2015
715845EN2	06/01/2016
715845EP0	06/01/2017
715845EQ8	06/01/2018
715845ER6	06/01/2019
715845ES4	06/01/2020
715845ET2	06/01/2021
715845EU0	06/01/2022
715845EV8	06/01/2023
715845EW6	06/01/2024
715845EX4	04/01/2015
715845EY2	04/01/2016
715845EZ0	04/01/2017
715845FA6	04/01/2018
715845FB4	04/01/2019
715845FC2	04/01/2020
715845FD0	04/01/2021
715845FE8	04/01/2022
715845FF6	04/01/2023
715845FG4	04/01/2024
715845FH2	04/01/2025
715845FJ0	04/01/2026

71584AA1	11/01/1986
71584AD9	11/01/1987
71584AC7	11/01/1988
71584AD5	11/01/1989
71584AE3	11/01/1990
71584AFD	11/01/1991
71584AG8	11/01/1992
71584AJ6	11/01/1993
71584AJ2	11/01/1994
71584AK9	11/01/1995
71584AM7	11/01/1996
71584AL5	11/01/1997
71584AN3	11/01/1998
71584AP8	11/01/1999
71584AQ6	11/01/2000
71584AR4	03/15/1990
71584AS2	03/15/1991
71584AT0	03/15/1992
71584AU7	03/15/1993
71584AV5	03/15/1994
71584AW3	03/15/1995
71584AX1	03/15/1996
71584AY9	03/15/1997
71584AZ6	03/15/1998
71584BA0	03/15/1999
71584BB8	03/15/2000
71584BC6	03/15/2001
71584BD4	03/15/2002
71584BE2	03/15/2003
71584BF9	03/15/2004
71584BG7	11/01/1997
71584BH5	11/01/1993
71584BJ1	11/01/1994
71584BK8	11/01/1995
71584BL6	11/01/1996
71584BM4	11/01/1997
71584BN2	11/01/1998
71584BP7	11/01/1999
71584BQ5	11/01/2000
71584BR3	02/01/2000
71584BS1	02/01/2001
71584BT9	02/01/2002
71584BU6	02/01/2003

71584FK4	07/01/2024
71584FL2	07/01/2025
71584FM0	07/01/2026
71584FN8	07/01/2027
71584FP3	07/01/2028
71584FQ1	07/01/2029
71584FR9	07/01/2030
71584FS7	07/01/2031
71584FT5	07/01/2032
71584FU2	07/01/2033
71584FV0	07/01/2034
71584FW8	07/01/2035
71584FX6	07/01/2036
71584FY4	07/01/2037
71584FZ1	07/01/2038
71584GA5	07/01/2021
71584GB3	07/01/2022
71584GC1	07/01/2023
71584GD9	07/01/2024
71584GE7	07/01/2025
71584GF4	07/01/2026
71584GG2	07/01/2027

**Submitter's Contact Information**

Company: Butler Snow LLP  
 Name: PAMELA WILDER  
 Address: P O BOX 9010  
 City, State Zip: RIDGELAND, MS 39158  
 Phone Number: 6019543335  
 Email: pamelawilder@butlersnow.com

© 2018 Municipal Securities Rulemaking Board (MSRB)

71584BV4	02/01/2004
71584BW2	02/01/2005
71584BX0	02/01/2006
71584BY8	02/01/2007
71584BZ6	02/01/2008
71584CA0	02/01/2009
71584CB7	02/01/2010
71584CC5	06/01/2002
71584CD3	06/01/2003
71584CE1	06/01/2004
71584CF8	06/01/2005
71584CG6	06/01/2006
71584CH4	06/01/2007
71584CJ0	06/01/2008
71584CK7	06/01/2009
71584CL5	06/01/2010
71584CM3	06/01/2011
71584CN1	06/01/2012
71584CP6	06/01/2013
71584CQ4	06/01/2014
71584CR2	06/01/2015
71584CS0	06/01/2016
71584CT8	07/01/2005
71584CU6	07/01/2006
71584CV3	07/01/2007
71584CW1	07/01/2008
71584CX9	07/01/2009
71584CY7	07/01/2010
71584CZ4	07/01/2011
71584DA8	07/01/2012
71584DB6	07/01/2013
71584DC4	07/01/2014
71584DD2	07/01/2015
71584DE0	07/01/2016
71584DF7	07/01/2017
71584DG5	07/01/2018
71584DH3	07/01/2019
71584DJ9	07/01/2020
71584DK6	07/01/2021
71584DL4	07/01/2022
71584DM2	07/01/2023
71584DN0	07/01/2024
71584DP5	04/01/2007

**Pamela Wilder**

From: Pamela Wilder  
 Sent: Wednesday, February 14, 2018 4:13 PM  
 To: Pamela Wilder  
 Subject: FYE 2018 Budget - City of Petal, MS Emailing: Submission Preview Print



Print Close

Submission ID: ES859829  
 02/14/2018 17:11:58

**CONTINUING DISCLOSURE (Submission Status: Published)  
 FINANCIAL/OPERATING FILING (CUSIP-9 Based)**

**Voluntary Disclosure**

Budget: FYE 2018 Budget - City of Petal, MS, for the year ended 09/30/2017

**Documents**

- Financial Operating Filing [View](#)
- FYE 2018 Budget - City of Petal, MS.pdf posted 02/14/2018 [View](#)

The following Issuers are associated with this continuing disclosure submission:

CUSIP-9	State	Issuer Name
66534Q	MS	MISSISSIPPI DEV BRK SPL OBLIG
71584S	MS	PETAL MSS

The following 189 securities have been published with this continuing disclosure submission:

71584DQ3	04/01/2008
71584DR1	04/01/2009
71584DS9	04/01/2010
71584DT7	04/01/2011
71584DU4	04/01/2012
71584DV2	04/01/2013
71584DW0	04/01/2014
71584DX8	04/01/2015
71584DY6	04/01/2016
71584DZ3	04/01/2017
71584EA7	04/01/2018
71584EB5	04/01/2019
71584EC3	04/01/2020
71584ED1	04/01/2021
71584EE9	04/01/2022
71584EF0	04/01/2023
71584EG4	04/01/2024
71584EH2	04/01/2025
71584EJ8	04/01/2026
71584EK5	06/01/2013
71584EL3	06/01/2014
71584EM1	06/01/2015
71584EN9	06/01/2016
71584EP4	06/01/2017
71584EQ2	06/01/2018
71584ER0	06/01/2019
71584ES8	06/01/2020
71584ET6	06/01/2021
71584EU3	06/01/2022
71584EV1	06/01/2023
71584EW9	06/01/2024
71584EX7	06/01/2025
71584EY5	06/01/2026
71584EZ2	06/01/2027
71584FA6	04/01/2018
71584FB4	04/01/2019
71584FC2	04/01/2020
71584FD0	04/01/2021
71584FE8	04/01/2022
71584FF5	04/01/2023
71584FG3	04/01/2024
71584FH1	04/01/2025
71584FJ7	04/01/2026

CUSIP-9	Maturity Date
60534QAG4	07/01/2007
60534QAR2	07/01/2008
60534QAS0	07/01/2009
60534QAT8	07/01/2010
60534QAU5	07/01/2011
60534QAV3	07/01/2012
60534QAW1	07/01/2013
60534QAX0	07/01/2014
60534QAY7	07/01/2015
60534QAZ4	07/01/2016
60534QBA8	07/01/2017
60534QBB6	07/01/2018
60534QBC4	07/01/2019
60534QBD2	07/01/2020
60534QBE0	07/01/2021
60534QBF7	07/01/2022
60534QBG5	07/01/2023
60534QBH3	07/01/2024
60534QBJ9	07/01/2025
60534QBK2	07/01/2026
60534QBQ3	07/01/2031
60534QBZ7	07/01/2036
60534QC59	07/01/2009
60534QK67	07/01/2010
60534QK75	07/01/2011
60534QK83	07/01/2012
60534QK91	07/01/2013
60534QL25	07/01/2014
60534QL33	07/01/2015
60534QL41	07/01/2016
60534QL58	07/01/2017
60534QL66	07/01/2018
60534QL74	07/01/2019
60534QL82	07/01/2020
60534QL90	07/01/2021
60534QM24	07/01/2022
60534QM32	07/01/2023
60534QM40	07/01/2024
71584SA1	11/01/1986
71584SB9	11/01/1987
71584SAC7	11/01/1988

715845A06	11/01/1989
715845A03	11/01/1990
715845A0D	11/01/1991
715845A08	11/01/1992
715845A08	11/01/1993
715845A02	11/01/1994
715845A09	11/01/1995
715845A07	11/01/1996
715845A06	11/01/1997
715845A03	11/01/1998
715845A08	11/01/1999
715845A06	11/01/2000
715845A04	03/15/1990
715845A02	03/15/1991
715845A06	03/15/1992
715845A07	03/15/1993
715845A05	03/15/1994
715845A03	03/15/1995
715845A01	03/15/1996
715845A09	03/15/1997
715845A06	03/15/1998
715845A04	03/15/1999
715845B08	03/15/2000
715845B06	03/15/2001
715845B04	03/15/2002
715845B02	03/15/2003
715845B09	03/15/2004
715845B07	11/01/1992
715845B05	11/01/1993
715845B01	11/01/1994
715845B08	11/01/1995
715845B06	11/01/1996
715845B04	11/01/1997
715845B02	11/01/1998
715845B07	11/01/1999
715845B05	11/01/2000
715845B03	02/01/2000
715845B01	02/01/2001
715845B09	02/01/2002
715845B06	02/01/2003
715845B04	02/01/2004
715845B02	02/01/2005
715845B00	02/01/2006

715845F06	07/01/2027
715845FP3	07/01/2028
715845FD1	07/01/2029
715845FR0	07/01/2030
715845FS7	07/01/2031
715845FT5	07/01/2032
715845FU2	07/01/2033
715845FV0	07/01/2034
715845FW0	07/01/2017
715845FX0	07/01/2018
715845FY4	07/01/2019
715845FZ1	07/01/2020
715845GA6	07/01/2021
715845GB3	07/01/2022
715845GC1	07/01/2023
715845GD9	07/01/2024
715845GE7	07/01/2025
715845GF4	07/01/2026
715845GG3	07/01/2027

Submitter's Contact Information

Company: Butler Snow LLP  
Name: PAMELA WILDER  
Address: P. O. BOX 6010  
City, State Zip: RIDGEAND, MS 39158  
Phone Number: 6019854335  
Email: pamela.wilder@butlersnow.com

© 2018 Municipal Securities Rulemaking Board (MSRB)

715845BY8	02/01/2007
715845BZ3	02/01/2008
715845CA0	02/01/2009
715845CB7	02/01/2010
715845CC5	05/01/2002
715845CC0	05/01/2003
715845CE1	06/01/2004
715845CF8	06/01/2005
715845CG6	06/01/2006
715845CH4	06/01/2007
715845CJ0	06/01/2008
715845CK7	06/01/2009
715845CL5	06/01/2010
715845CM0	06/01/2011
715845CN1	06/01/2012
715845CP6	06/01/2013
715845CQ4	06/01/2014
715845CR2	06/01/2015
715845CS0	06/01/2016
715845CT8	07/01/2005
715845CU5	07/01/2006
715845CV3	07/01/2007
715845CW1	07/01/2008
715845CX9	07/01/2009
715845CY7	07/01/2010
715845CZ4	07/01/2011
715845DA8	07/01/2012
715845DB6	07/01/2013
715845DC4	07/01/2014
715845DD2	07/01/2015
715845DE0	07/01/2016
715845DF7	07/01/2017
715845DG5	07/01/2018
715845DH3	07/01/2019
715845DJ9	07/01/2020
715845DK6	07/01/2021
715845DL4	07/01/2022
715845DM0	07/01/2023
715845DN0	07/01/2024
715845DP5	04/01/2007
715845DQ3	04/01/2008
715845DR1	04/01/2009
715845DS9	04/01/2010

Pamela Wilder

From: Pamela Wilder  
Sent: Friday, February 16, 2018 1:34 PM  
To: Pamela Wilder  
Subject: Notice of Failure to File FY 2017 Audit or Unaudited Financial Information - City of Petal, MS - Emailing: Submission Preview Print  
Attachments: Notice of Failure to File FY 2017 Audit or Unaudited Financial Information - City of Petal MS.pdf



Print Close

Submission ID:ES86119  
02/16/2018 14:32:35

CONTINUING DISCLOSURE (Submission Status: Published)  
FINANCIAL/OPERATING FILING (CUSIP-9 Based)

Rule 15c2-12 Disclosure

Failure to Provide Annual Financial Information: Notice of Failure to File FY 2017 Audit or Unaudited Financial Information - City of Petal, MS, for the year ended 09/30/2017

Documents

- Financial Operating Filing [Download]
- Notice of Failure to File FY 2017 Audit or Unaudited Financial Information - City of Petal, MS.pdf posted 02/16/2018 [Download]

The following issuers are associated with this continuing disclosure submission:

CUSIP-8	State	Issuer Name
605340	MS	MISSISSIPPI DEV BK SPL OBLIG
715845	MS	PETAL MISS.

The following 189 securities have been published with this continuing disclosure submission:

CUSIP-9	Maturity Date
605340AQ4	07/01/2007
605340AR2	07/01/2008
605340AS0	07/01/2009
605340AT8	07/01/2010
605340AU5	07/01/2011
605340AV3	07/01/2012
605340AW1	07/01/2013
605340AX9	07/01/2014
605340AY7	07/01/2015
605340AZ4	07/01/2016
605340BA6	07/01/2017
605340BB6	07/01/2018
605340BC4	07/01/2019
605340BD2	07/01/2020
605340BE0	07/01/2021
605340BF7	07/01/2022
605340BG5	07/01/2023
605340BH3	07/01/2024
605340BJ9	07/01/2025
605340BK2	07/01/2026
605340BL3	07/01/2027
605340BM0	07/01/2028
605340BN5	07/01/2029
605340BP7	07/01/2030
605340BQ5	07/01/2031
605340BR3	07/01/2032
605340BS9	07/01/2033
605340BT7	07/01/2034
605340BU5	07/01/2035
605340BV3	07/01/2036
605340BW1	07/01/2037
605340BX9	07/01/2038
605340BY7	07/01/2039
605340BZ4	07/01/2040
605340CA6	07/01/2041
605340CB6	07/01/2042
605340CC4	07/01/2043
605340CD2	07/01/2044
605340CE0	07/01/2045
605340CF7	07/01/2046
605340CG5	07/01/2047
605340CH3	07/01/2048
605340CI9	07/01/2049
605340CJ2	07/01/2050
605340CK3	07/01/2051
605340CL1	07/01/2052
605340CM8	07/01/2053
605340CN6	07/01/2054
605340CO4	07/01/2055
605340CP2	07/01/2056
605340CQ0	07/01/2057
605340CR7	07/01/2058
605340CS5	07/01/2059
605340CT3	07/01/2060
605340CU1	07/01/2061
605340CV9	07/01/2062
605340CW7	07/01/2063
605340CX4	07/01/2064
605340CY2	07/01/2065
605340CZ0	07/01/2066
605340D07	07/01/2067
605340D15	07/01/2068
605340D23	07/01/2069
605340D31	07/01/2070
605340D39	07/01/2071
605340D47	07/01/2072
605340D54	07/01/2073
605340D62	07/01/2074
605340D70	07/01/2075
605340D78	07/01/2076
605340D86	07/01/2077
605340D94	07/01/2078
605340DA2	07/01/2079
605340DA9	07/01/2080
605340DB7	07/01/2081
605340DC5	07/01/2082
605340DE3	07/01/2083
605340DE0	07/01/2084
605340DF7	07/01/2085
605340DG5	07/01/2086
605340DH3	07/01/2087
605340DI1	07/01/2088
605340DI8	07/01/2089
605340DJ6	07/01/2090
605340DJ3	07/01/2091
605340DK1	07/01/2092
605340DK8	07/01/2093
605340DL6	07/01/2094
605340DM4	07/01/2095
605340DM1	07/01/2096
605340DN9	07/01/2097
605340DO7	07/01/2098
605340DP5	07/01/2099
605340DP2	07/01/2100

715845DT7	04/01/2011
715845DJ4	04/01/2012
715845DV2	04/01/2013
715845DW0	04/01/2014
715845DX8	04/01/2015
715845DY6	04/01/2016
715845DZ3	04/01/2017
715845EA7	04/01/2018
715845EB5	04/01/2019
715845EC3	04/01/2020
715845ED1	04/01/2021
715845EE9	04/01/2022
715845EF6	04/01/2023
715845EG4	04/01/2024
715845EH2	04/01/2025
715845EJ0	04/01/2026
715845EK5	06/01/2013
715845EL3	06/01/2014
715845EM1	06/01/2015
715845EN0	06/01/2016
715845EP4	06/01/2017
715845EQ2	06/01/2018
715845ER0	06/01/2019
715845ES8	06/01/2020
715845ET6	06/01/2021
715845EU0	06/01/2022
715845EV1	06/01/2023
715845EW8	06/01/2024
715845EX7	04/01/2015
715845EY5	04/01/2016
715845EZ2	04/01/2017
715845FA6	04/01/2018
715845FB4	04/01/2019
715845FC2	04/01/2020
715845FD0	04/01/2021
715845FE8	04/01/2022
715845FF5	04/01/2023
715845FG3	04/01/2024
715845FH1	04/01/2025
715845FJ7	04/01/2026
715845FK4	07/01/2027
715845FL2	07/01/2028
715845FM0	07/01/2029

715845AA1	11/01/1986
715845AB9	11/01/1997
715845AC7	11/01/1998
715845AD5	11/01/1999
715845AE3	11/01/1990
715845AF0	11/01/1991
715845AG6	11/01/1992
715845AH6	11/01/1993
715845AJ2	11/01/1994
715845AK9	11/01/1995
715845AL7	11/01/1995
715845AM5	11/01/1997
715845AN3	11/01/1998
715845AP9	11/01/1999
715845AQ6	11/01/2000
715845AR4	03/15/1990
715845AS2	03/15/1991
715845AT0	03/15/1992
715845AU7	03/15/1993
715845AV5	03/15/1994
715845AW3	03/15/1995
715845AX1	03/15/1996
715845AY9	03/15/1997
715845AZ6	03/15/1998
715845BA0	03/15/1999
715845BB8	03/15/2000
715845BC6	03/15/2001
715845BD4	03/15/2002
715845BE2	03/15/2003
715845BF9	03/15/2004
715845BG7	11/01/1992
715845BH5	11/01/1993
715845BJ1	11/01/1994
715845BK8	11/01/1995
715845BL6	11/01/1996
715845BM4	11/01/1997
715845BN2	11/01/1998
715845BP7	11/01/1999
715845BQ5	11/01/2000
715845BR3	02/01/2005
715845BS1	02/01/2001
715845BT9	02/01/2002
715845BU6	02/01/2003

715845FY4	07/01/2024
715845FL2	07/01/2025
715845FO0	07/01/2026
715845FN8	07/01/2027
715845FP6	07/01/2028
715845FQ4	07/01/2029
715845FR9	07/01/2030
715845FS7	07/01/2031
715845FT5	07/01/2032
715845FU3	07/01/2033
715845FV0	07/01/2016
715845FW8	07/01/2017
715845FX5	07/01/2018
715845FY4	07/01/2019
715845FZ1	07/01/2020
715845GA3	07/01/2021
715845GB1	07/01/2022
715845GC1	07/01/2023
715845GD9	07/01/2024
715845GE7	07/01/2025
715845GF4	07/01/2026
715845GG2	07/01/2027

**Submitter's Contact Information**

Company: Buller Snow LLP  
Name: PAMELA WILDER  
Address: P. O. BOX 6010  
City, State Zip: RIDGELAND, MS 39158  
Phone Number: 6019843335  
Email: pamela.wilder@bullersnow.com

© 2018 Municipal Securities Rulemaking Board (MSRB)

715845RV4	02/01/2004
715845RW2	02/01/2005
715845RX0	02/01/2006
715845RY8	02/01/2007
715845RZ5	02/01/2008
715845CA9	02/01/2009
715845CB7	02/01/2010
715845CC5	02/01/2002
715845CD3	02/01/2003
715845CE1	02/01/2004
715845CF8	02/01/2005
715845CG6	02/01/2006
715845CH4	02/01/2007
715845CJ0	02/01/2008
715845CK2	02/01/2009
715845CL5	02/01/2010
715845CM3	02/01/2011
715845CN1	02/01/2012
715845CP9	02/01/2013
715845CQ4	02/01/2014
715845CR2	02/01/2015
715845CS0	02/01/2016
715845CT8	02/01/2005
715845CU5	07/01/2006
715845CV3	07/01/2007
715845CW1	07/01/2008
715845CX9	07/01/2009
715845CY7	07/01/2010
715845CZ4	07/01/2011
715845DA8	07/01/2012
715845DB6	07/01/2013
715845DC4	07/01/2014
715845DD2	07/01/2015
715845DE0	07/01/2016
715845DF7	07/01/2017
715845DG5	07/01/2018
715845DH3	07/01/2019
715845DJ9	07/01/2020
715845DK6	07/01/2021
715845DL4	07/01/2022
715845DM2	07/01/2023
715845DN0	07/01/2024
715845DP5	04/01/2007

**Pamela Wilder**

**From:** Pamela Wilder  
**Sent:** Thursday, February 08, 2018 2:12 PM  
**To:** Pamela Wilder  
**Subject:** FY 2016 Audit - City of Petal, MS - Emailing: Submission Preview Print  
**Attachments:** FY 2016 Audit - City of Petal, MS pdf



Print Close

Submission ID:ES857441  
02/08/2018 15:11:04

**CONTINUING DISCLOSURE (Submission Status: Published)**

**FINANCIAL/OPERATING FILING (CUSIP-9 Based)**

**Rule 15c2-12 Disclosure:**

Audited Financial Statements or CAFR: FY 2016 Audit - City of Petal, MS, for the year ended 09/30/2016

**Documents**

- Financial Operating Filing FY 2016 - 4
- FY 2016 Audit - City of Petal, MS pdf posted 02/08/2018 2:55:00 - 4

The following issuers are associated with this continuing disclosure submission:

CUSIP-9	State	Issuer Name
605340	MS	MISSISSIPPI DEV BK SPL OBLIG
715845	MS	PETAL MISS

The following 180 securities have been published with this continuing disclosure submission:

CUSIP-9	Maturity Date
605340AQ4	07/01/2007
605340AR2	07/01/2008
605340AS0	07/01/2009
605340AT8	07/01/2010
605340AU5	07/01/2011
605340AV3	07/01/2012
605340AW1	07/01/2013
605340AX9	07/01/2014
605340AY7	07/01/2015
605340AZ4	07/01/2016
605340BA8	07/01/2017
605340BB6	07/01/2018
605340BC4	07/01/2019
605340BD2	07/01/2020
605340BE0	07/01/2021
605340BF7	07/01/2022
605340BG5	07/01/2023
605340BH3	07/01/2024
605340BL9	07/01/2025
605340BM7	07/01/2026
605340BN5	07/01/2027
605340BP3	07/01/2028
605340BQ1	07/01/2029
605340BR9	07/01/2030
605340BS7	07/01/2031
605340BT5	07/01/2032
605340BU3	07/01/2033
605340BV1	07/01/2034
605340BW9	07/01/2035
605340BX7	07/01/2036
605340BY5	07/01/2037
605340BZ3	07/01/2038
605340CA1	07/01/2039
605340CB9	07/01/2040
605340CC7	07/01/2041
605340CD5	07/01/2042
605340CE3	07/01/2043
605340CF1	07/01/2044
605340CG9	07/01/2045
605340CH7	07/01/2046
605340CI5	07/01/2047
605340CJ3	07/01/2048
605340CK1	07/01/2049
605340CL9	07/01/2050
605340CM7	07/01/2051
605340CN5	07/01/2052
605340CO3	07/01/2053
605340CP1	07/01/2054
605340CQ9	07/01/2055
605340CR7	07/01/2056
605340CS5	07/01/2057
605340CT3	07/01/2058
605340CU1	07/01/2059
605340CV9	07/01/2060
605340CW7	07/01/2061
605340CX5	07/01/2062
605340CY3	07/01/2063
605340CZ1	07/01/2064
715845AA1	11/01/1986
715845AB9	11/01/1997

715845DQ3	04/01/2008
715845DR1	04/01/2009
715845DS9	04/01/2010
715845DT7	04/01/2011
715845DU4	04/01/2012
715845DV2	04/01/2013
715845DW0	04/01/2014
715845DX8	04/01/2015
715845DY6	04/01/2016
715845DZ3	04/01/2017
715845EA7	04/01/2018
715845EB5	04/01/2019
715845EC3	04/01/2020
715845ED1	04/01/2021
715845EE9	04/01/2022
715845EF7	04/01/2023
715845EG4	04/01/2024
715845EH2	04/01/2025
715845EJ8	04/01/2026
715845EK6	06/01/2013
715845EL3	06/01/2014
715845EM1	06/01/2015
715845EN9	06/01/2016
715845EP4	06/01/2017
715845EQ2	06/01/2018
715845ER0	06/01/2019
715845ES8	06/01/2020
715845ET6	06/01/2021
715845EU0	06/01/2022
715845EV1	06/01/2023
715845EW9	06/01/2024
715845EX7	04/01/2015
715845EY5	04/01/2016
715845EZ2	04/01/2017
715845FA6	04/01/2018
715845FB4	04/01/2019
715845FC2	04/01/2020
715845FD0	04/01/2021
715845FE8	04/01/2022
715845FF6	04/01/2023
715845FG3	04/01/2024
715845FH1	04/01/2025
715845FJ7	04/01/2026

715845AD5	11/01/1989
715845AE3	11/01/1990
715845AF0	11/01/1991
715845AG8	11/01/1992
715845AH6	11/01/1993
715845AJ2	11/01/1994
715845AK9	11/01/1995
715845AL7	11/01/1996
715845AM5	11/01/1997
715845AN3	11/01/1998
715845AP8	11/01/1999
715845AQ6	11/01/2000
715845ARA	03/15/1990
715845AS2	03/15/1991
715845AT0	03/15/1992
715845AU7	03/15/1993
715845AV5	03/15/1994
715845AW3	03/15/1995
715845AX1	03/15/1996
715845AY9	03/15/1997
715845AZ6	03/15/1998
715845BA0	03/15/1999
715845BB8	03/15/2000
715845BC6	03/15/2001
715845BD4	03/15/2002
715845BE2	03/15/2003
715845BF0	03/15/2004
715845BG7	11/01/1992
715845BH5	11/01/1993
715845BJ1	11/01/1994
715845BK8	11/01/1995
715845BL6	11/01/1996
715845BM4	11/01/1997
715845BN2	11/01/1998
715845BP7	11/01/1999
715845BQ5	11/01/2000
715845BR3	02/01/2000
715845BS1	02/01/2001
715845BT9	02/01/2002
715845BU6	02/01/2003
715845BV4	02/01/2004
715845BW2	02/01/2005
715845BX0	02/01/2006

715845FN8	07/01/2027
715845FP3	07/01/2028
715845FQ1	07/01/2029
715845FR6	07/01/2030
715845FS7	07/01/2031
715845FT5	07/01/2032
715845FU2	07/01/2033
715845FV0	07/01/2034
715845FW8	07/01/2035
715845FX6	07/01/2036
715845FY4	07/01/2037
715845FZ1	07/01/2038
715845GA5	07/01/2039
715845GB3	07/01/2040
715845GC1	07/01/2041
715845GD9	07/01/2042
715845GE7	07/01/2043
715845GF4	07/01/2044
715845GG2	07/01/2045

Submitter's Contact Information

Company: Butler Snow LLP  
 Name: PAMELA WILDER  
 Address: P. O. BOX 6010  
 City, State Zip: RIDGELAND, MS 39158  
 Phone Number: 6019854335  
 Email: pamela.wilder@butlersnow.com

715845HY8	02/01/2007
715845BZ5	02/01/2008
715845CA9	02/01/2009
715845CB7	02/01/2010
715845CC5	06/01/2002
715845CD3	06/01/2003
715845CE1	06/01/2004
715845CF8	06/01/2005
715845CG6	06/01/2006
715845CH4	06/01/2007
715845CJ0	06/01/2008
715845CK7	06/01/2009
715845CL5	06/01/2010
715845CM3	06/01/2011
715845CN1	06/01/2012
715845CP6	06/01/2013
715845CQ4	06/01/2014
715845CR2	06/01/2015
715845CS0	06/01/2016
715845CT8	07/01/2005
715845CU5	07/01/2006
715845CV3	07/01/2007
715845CW1	07/01/2008
715845CX9	07/01/2009
715845CY7	07/01/2010
715845CZ4	07/01/2011
715845DA8	07/01/2012
715845DB6	07/01/2013
715845DC4	07/01/2014
715845DD2	07/01/2015
715845DE0	07/01/2016
715845DF7	07/01/2017
715845DG5	07/01/2018
715845DH3	07/01/2019
715845DJ9	07/01/2020
715845DK6	07/01/2021
715845DL4	07/01/2022
715845DM2	07/01/2023
715845DN0	07/01/2024
715845DP5	04/01/2007
715845DQ3	04/01/2008
715845DR1	04/01/2009
715845DS9	04/01/2010

715845DT7	04/01/2011
715845DU4	04/01/2012
715845DV2	04/01/2013
715845DW0	04/01/2014
715845DX8	04/01/2015
715845DY6	04/01/2016
715845DZ3	04/01/2017
715845EA7	04/01/2018
715845EB5	04/01/2019
715845EC3	04/01/2020
715845ED1	04/01/2021
715845EE9	04/01/2022
715845EF6	04/01/2023
715845EG4	04/01/2024
715845EH2	04/01/2025
715845EJ0	04/01/2026
715845EK5	06/01/2015
715845EL3	06/01/2014
715845EM1	06/01/2015
715845EN9	06/01/2016
715845EP4	06/01/2017
715845EQ2	06/01/2018
715845ER0	06/01/2019
715845ES8	06/01/2020
715845ET6	06/01/2021
715845EU3	06/01/2022
715845EV1	06/01/2023
715845EW9	06/01/2024
715845EX7	04/01/2015
715845EY5	04/01/2016
715845EZ3	04/01/2017
715845FA6	04/01/2018
715845FB4	04/01/2019
715845FC2	04/01/2020
715845FD0	04/01/2021
715845FE8	04/01/2022
715845FF5	04/01/2023
715845FG3	04/01/2024
715845FH1	04/01/2025
715845FJ7	04/01/2026
715845FK4	07/01/2024
715845FL1	07/01/2025
715845FM0	07/01/2026



W. David Dill, CPA  
Julie M. Uhor, CPA  
Kari M. Blackledge, CPA

H. I. Holt, CPA  
Founder (1915-1997)

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of the  
City Council, City Manager and City Clerk  
City of Petal, Mississippi

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Petal, Mississippi as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the City of Petal, Mississippi's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making these risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

2815 HIGHWAY 15 NORTH | LAUREL, MISSISSIPPI 39440  
10 BELLGRASS BLVD. | HATTIESBURG, MISSISSIPPI 39402  
PHONE: 601-649-3300 | FAX: 601-649-3050  
WWW.HOLTJACCOUNTING.COM

CITY OF PETAL, MISSISSIPPI  
AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

CITY OF PETAL  
AUDITED FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017

TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	4
MANAGEMENT'S DISCUSSION AND ANALYSIS	7
<b>GOVERNMENT-WIDE FINANCIAL STATEMENTS</b>	
Statement of Net Position (Exhibit A)	16
Statement of Activities (Exhibit B)	17
<b>FUND FINANCIAL STATEMENT</b>	
<b>Governmental Funds</b>	
Balance Sheet (Exhibit C)	19
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Assets (Exhibit C-2)	20
Statement of Revenues, Expenses, and Change in Fund Balance (Exhibit D)	21
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities (Exhibit D-1)	22
<b>Proprietary Funds</b>	
Statement of Net Position (Exhibit E)	23
Statement of Revenues, Expenses and Changes in Fund Net Position (Exhibit F)	24
Statement of Cash Flows (Exhibit G)	25
<b> fiduciary Funds</b>	
Statement of Assets and Liabilities (Exhibit H)	27
<b>NOTES TO THE FINANCIAL STATEMENTS</b>	
<b>REQUIRED SUPPLEMENTARY INFORMATION (RSI) (OTHER THAN MD&amp;A)</b>	
Budgetary Comparisons Schedule - General Fund	55
Schedule of City's Proportionate Share of Net Pension Liability	56
Schedule of City's Contributions	57
Notes to the Required Supplementary Information	58
<b>OTHER SUPPLEMENTARY INFORMATION</b>	
Schedule of Expenditures of Federal Awards	60
Schedule of Surety Bonds for Municipal Officials	61

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the general fund and the aggregate remaining fund information of the City of Petal, Mississippi as of September 30, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, the Schedule of the City's Proportionate Share of the Net Pension Liability, and the Schedule of City's Contributions on pages 7-14, and 56-59 respectively, be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Petal, Mississippi's financial statements. The accompanying Schedule of Surety Bonds for Municipal Officials is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information mentioned above is fairly stated in all material respects in relation to the basic financial statements as a whole.

The other information section, which includes the Schedule of Surety Bonds for Municipal Officials has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2018 on our considerations of the City of Petal, Mississippi's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Petal, Mississippi's internal control over financial reporting and compliance.

Holt & Associates, PLLC  
June 29, 2018

TABLE OF CONTENTS (CONTINUED)

REPORTS ON COMPLIANCE AND INTERNAL CONTROL:

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	63
Independent Auditor's Report on Compliance for each Major Federal Program And Report on Internal Control over Compliance Required by the Uniform Guidance	65
Independent Auditor's Report on Compliance with State Laws and Regulations	67
Schedule of Findings and Questioned Costs	69
Auditee's Corrective Action Plan	71

MANAGEMENT DISCUSSION AND ANALYSIS





**CITY OF PETAL, MISSISSIPPI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR YEAR ENDED SEPTEMBER 30, 2017**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

By the end of 2017, the City has over \$34,000,000 invested in a large range of capital assets net of accumulated depreciation including police and fire equipment, water and sewer lines, roads and buildings.

	Governmental Activities		Business-type Activities		Totals		Increase (Decrease)	Percentage Change
	2017	2016	2017	2016	2017	2016		
Land	\$ 597,485	\$ 597,485	\$ 21,984	\$ 21,984	\$ 619,469	\$ 619,469	\$ -	0%
Buildings and improvements	4,328,496	4,105,345	239,959	238,141	4,568,455	4,343,526	211,929	4.88%
Equipment	1,781,219	1,898,432	292,491	228,264	2,073,710	1,896,291	177,419	7.74%
Infrastructure	12,722,832	11,961,259	13,968,167	14,528,854	26,731,039	26,299,813	431,226	1.64%
<b>Totals</b>	<b>\$ 19,430,032</b>	<b>\$ 18,382,521</b>	<b>\$ 14,500,861</b>	<b>\$ 14,777,227</b>	<b>\$ 33,930,754</b>	<b>\$ 33,062,129</b>	<b>\$ 868,625</b>	<b>2.63%</b>

Additional information about the City's capital assets can be found in Note 5 of this report.

**Debt**

At year-end, the City had \$16,488,883 in bonds, notes, and leases outstanding compared to \$17,438,275 (as of year-end) a decrease of \$1,181,812.

	Governmental Activities		Business-type Activities		Totals		Increase (Decrease)	Percentage Change
	2017	2016	2017	2016	2017	2016		
General Obligation Bonds	\$ 15,810,000	\$ 16,870,000	\$ -	\$ -	\$ 15,810,000	\$ 16,870,000	\$ (1,060,000)	(5.14%)
Limited A Special Obligation Bonds	-	-	210,000	-	210,000	(210,000)	(100.00%)	
Capital Leases	878,883	758,275	-	-	878,883	758,275	120,608	15.96%
<b>Totals</b>	<b>\$ 16,688,883</b>	<b>\$ 17,628,275</b>	<b>\$ 210,000</b>	<b>\$ -</b>	<b>\$ 16,898,883</b>	<b>\$ 17,628,275</b>	<b>\$ (1,181,812)</b>	<b>(6.58%)</b>

More detailed information about the City's long-term liabilities is presented in Note 8 to the financial statements.

Not included above but reported as long-term debt in the financial statements is the accumulated employee leave time that would be paid as employees take leave or retire. Under GAAP reporting, this liability must be reported as a compensated absence at year-end, due to contract language to the effect that the employee has "earned" this compensation and thus is "owed" to them.

**CITY OF PETAL  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2017**

Exhibit A

	Governmental Activities	Business-type Activities	Total
<b>ASSETS AND OTHER DEBITS</b>			
Cash and cash equivalents	\$ 3,098,014	\$ 1,645,860	\$ 4,743,874
Receivables, net of allowance for uncollectibles	4,717,405	98,205	4,815,611
Due from other funds	208,513	99,423	307,936
Unbilled revenue	-	325,030	325,030
Inventory, at cost	-	11,205	11,205
Other receivables	-	21,086	21,086
Prepaid items	33,210	-	33,210
Restricted Assets	-	388,300	388,300
Customer deposits	-	21,993	21,993
Land	597,495	-	597,495
Capital assets, net	18,832,203	14,778,648	33,610,851
Capitalized interest and bond costs (net)	125,445	-	125,445
<b>Total Assets</b>	<b>27,612,285</b>	<b>15,989,841</b>	<b>43,602,126</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	366,081	39,480	405,561
Unamortized amount on debt refunding	285,482	-	285,482
<b>Total Deferred Outflow of Resources</b>	<b>651,563</b>	<b>39,480</b>	<b>691,043</b>
<b>LIABILITIES AND OTHER CREDITS</b>			
Accounts Payable	181,561	287,652	469,213
Due to other funds	314,069	300	314,369
Other payables	57,078	86,627	143,705
Customer deposits	-	258,080	258,080
Accrued interest	110,467	-	110,467
Compensated absences	45,002	4,615	49,617
Noncurrent liabilities:			
Net pension liability	8,389,291	900,360	9,289,651
Debt due within one year	1,338,096	-	1,338,096
Debt due in more than one year	15,148,567	-	15,148,567
<b>Total Liabilities</b>	<b>25,579,131</b>	<b>1,537,634</b>	<b>27,116,765</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions	688,545	77,088	765,633
Property taxes levied for subsequent year	4,252,869	-	4,252,869
<b>Total Deferred Inflow of Resources</b>	<b>4,941,414</b>	<b>77,088</b>	<b>5,018,502</b>
<b>NET POSITION</b>			
Net Investment in capital assets	3,354,962	14,500,641	17,855,603
Restricted for debt covenants:			
Unrestricted	(5,610,659)	913,958	(4,696,701)
<b>Total Net Position</b>	<b>\$ (2,255,697)</b>	<b>\$ 15,414,599</b>	<b>\$ 13,158,902</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF PETAL, MISSISSIPPI  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR YEAR ENDED SEPTEMBER 30, 2017**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The City's elected and appointed officials considered many factors when setting the fiscal-year 2018 budget, tax rates, and fees that will be charged for the business-type activities. In an effort to maximize City efficiency and fiscal responsibility, the City Board did not increase property tax rates for 2018.

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and to show the City's accountability for the money it received. If you have any questions about this report or need additional financial information, contact the Mayor and City Clerk at 102 West 8<sup>th</sup> Avenue, Petal, MS 39465.

**CITY OF PETAL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2017**

Exhibit B

	Program Revenues			No (Expense) Revenue and Charges of the Activities	
	Excesses for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities
<b>Governmental Activities</b>					
General government	\$ 3,142,730	\$ -	\$ 3,007,507	\$ (1,311,721)	\$ (1,311,721)
Garb	302,395	226,369	-	(275,930)	(275,930)
Public utility	3,747,533	-	68,612	(2,106,861)	(2,106,861)
Public works	4,502,228	132,855	179,036	(2,170,107)	(2,170,107)
Cultural/ Recreation	1,188,661	80,443	-	(1,106,214)	(1,106,214)
Human resources	1,346,017	-	-	(1,346,017)	(1,346,017)
Interest/other charges on long term debt	536,259	-	-	(536,259)	(536,259)
<b>Total governmental activities</b>	<b>17,614,022</b>	<b>439,671</b>	<b>3,246,515</b>	<b>(9,374,627)</b>	<b>(9,374,627)</b>
<b>Business-type Activities</b>					
Water & Sewer	3,148,024	1,317,284	-	178,988	779,962
Solid Waste	874,217	846,516	-	(85,855)	(51,844)
Interest/other charges on long term debt	8,200	-	-	(8,200)	(8,200)
<b>Business-type</b>	<b>4,030,441</b>	<b>2,163,800</b>	<b>-</b>	<b>85,133</b>	<b>619,918</b>
<b>Total</b>	<b>\$ 21,644,463</b>	<b>\$ 6,603,471</b>	<b>\$ 3,246,515</b>	<b>(9,374,627)</b>	<b>(8,754,709)</b>
<b>General Revenues</b>					
Property taxes	-	-	-	4,672,215	4,672,215
Sales taxes	-	-	-	2,620,200	2,620,200
Franchise fees and privilege licenses	-	-	-	551,019	551,019
Fees	-	-	-	779,125	(719,232)
Investment income	-	-	-	4,414	2,568
Other	-	-	-	166,765	69,377
Grants on capital assets	-	-	-	5,268	1,852
<b>Total general revenues</b>	-	-	-	9,265,384	(845,732)
<b>Change in net position</b>	-	-	-	<b>(14,109,243)</b>	<b>(14,109,243)</b>
Net position beginning	-	-	-	(2,221,024)	(5,458,401)
<b>Net position ending</b>	-	-	-	<b>\$ (1,255,697)</b>	<b>\$ 15,158,902</b>

The notes to the financial statements are an integral part of this statement.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**FUND FINANCIAL STATEMENTS**

CITY OF PETAL  
BALANCE SHEET-GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2017

Exhibit C

	Other Governmental Funds		Total Governmental Funds
	General Fund		
<b>ASSETS AND OTHER DEBITS</b>			
Cash and other deposits	\$ 2,528,550	\$ 569,464	\$ 3,098,014
Franchise fees receivable	125,680	-	125,680
Fees receivable, net of \$2,100,000	43,699	-	43,699
Due from other governments	245,534	-	245,534
Property taxes levied for subsequent year	3,700,000	552,869	4,252,869
Prepaid insurance	33,210	-	33,210
Due from other funds	85,649	76,232	161,881
Other receivables	49,166	655	49,821
<b>Total Assets</b>	<b>\$ 6,811,290</b>	<b>\$ 1,199,220</b>	<b>\$ 8,010,510</b>
<b>LIABILITIES AND OTHER CREDITS</b>			
Accounts payable	\$ 181,523	\$ 38	\$ 181,561
Other payables	10,735	530	11,265
Insurance payable	40,665	-	40,665
Due to other funds	228,720	85,340	314,060
<b>Total Liabilities</b>	<b>461,643</b>	<b>85,912</b>	<b>547,560</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Revenues not available - court fines	43,699	-	43,699
Property taxes levied for subsequent year	3,700,000	552,869	4,252,869
	3,743,699	552,869	4,296,568
<b>FUND BALANCES</b>			
Restricted for bond	-	494,331	494,331
Restricted for prepaid items	33,210	-	33,210
Assigned, reported in:			
Special revenue funds	-	66,103	66,103
Unassigned, reported in:			
General fund	2,572,738	-	2,572,738
<b>Total fund balances</b>	<b>2,605,948</b>	<b>560,434</b>	<b>3,166,382</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 6,811,290</b>	<b>\$ 1,199,220</b>	<b>\$ 8,010,510</b>

The notes to the financial statements are an integral part of this statement.

CITY OF PETAL  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED SEPTEMBER 30, 2017

Exhibit D-1

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds (Exhibit D)		\$ (1,192,819)
1. Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation.	Capital Outlay Depreciation	1,644,764 (844,077)
2. In the statement of activities, only the gain/loss on sale of assets is reported, while in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the assets sold.		13,000
3. Debt premiums primarily benefit financial resources to governmental funds, but added debt increased long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the amount that debt proceeds exceeded debt payments in the current period.	Debt Premiums (debt proceeds)	1,150,283 (179,658)
4. Governmental funds report the effect of issuances of long-term debt as first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This is the net effect of these differences in the treatment of long-term debt and related items.	Amortization of debt issuance cost Amortization of premiums and refunding	(30,577) (13,827)
5. The revenue recognized using the full accrual basis of accounting in the Statement of Activities does not provide current financial resources and are not reported as revenue in the funds.		2,016
6. Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	Compensated Absences Accrued Interest	3,395 (2,850)
7. Some items reported in the statement of activities relating to the implementation of GASB 68 are not reported in the governmental funds.		
Recording of pension expense for the current period.		
Recording of contributions made subsequent to the measurement date.		(1,346,077) (316,313)
Internal service fund is used by the City to charge the cost of auto and equipment maintenance to individual funds. The net revenue (cost) of the internal service fund is reported with governmental activities.		629
Change in Net Position of Governmental Activities		\$ (34,593)

The notes to the financial statements are an integral part of this statement.

CITY OF PETAL  
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2017

Exhibit C-1

Total Fund Balance - Governmental Funds (Exhibit C) \$ 3,166,382

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$11,403,634 19,479,133

Other long-term assets are not available to pay for current period expenditures, and, therefore, are deferred in the funds 43,699

Bond issuance costs are deferred in the Statement of Net Position and amortized over the term of the bonds 175,445

Other long-term liabilities, including net pension liability, are not due and payable in the current period and, therefore, are not reported in the funds Net Pension liability (8,389,291)  
Compensated absences (45,002)  
Accrued interest expense (110,467)

Deferred outflows and inflows of resources are applicable to future periods and, therefore are not reported in the funds.  
Unamortized amount on debt refunding 286,457  
Deferred outflows of resources related to pensions 368,081  
Deferred inflows of resources related to pensions (688,545)

Long-term debt, including bonds payable are not due and payable in the current period and, therefore, are not reported in the funds, (16,486,663)

Net position from Internal Service Fund (Exhibit E) 47,069

Total Net Position Governmental Activities (Exhibit A) \$ (2,255,697)

The notes to the financial statements are an integral part of this statement.

CITY OF PETAL  
STATEMENT OF NET POSITION  
PROPRIETARY FUND  
SEPTEMBER 30, 2017

Exhibit E

	Business-type Activities - Enterprise Funds		Internal Service Fund - Central Fueling Station
	Water and Sewer Fund	Solid Waste Fund	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,444,008	\$ 197,764	\$ 1,641,772
Customer receivables, net of allowance	82,855	15,351	98,206
Due from other funds	60,336	38,487	98,823
Unbilled revenue	763,327	61,703	825,030
Other receivables	17,241	3,845	21,086
Inventory, at cost	11,205	-	11,205
Restricted assets	-	-	-
Customer deposits	286,390	-	286,390
Land	21,993	-	21,993
Capital assets, net	14,229,562	49,088	14,278,650
<b>Total Assets</b>	<b>16,672,605</b>	<b>466,236</b>	<b>16,989,841</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred outflows related to pensions	39,480	-	39,480
<b>Total deferred outflow of resources</b>	<b>39,480</b>	<b>-</b>	<b>39,480</b>
<b>LIABILITIES</b>			
Accounts Payable	\$ 148,172	\$ 138,480	\$ 286,652
Other payables	81,259	5,368	86,627
Due to other funds	300	-	300
Customer deposits	258,080	-	258,080
Compensated absences	4,813	-	4,813
Noncurrent liabilities	-	-	-
Net pension liability	300,360	-	300,360
<b>Total Liabilities</b>	<b>1,193,784</b>	<b>143,848</b>	<b>1,337,632</b>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Deferred inflows related to pensions	77,088	-	77,088
<b>Total deferred inflow of resources</b>	<b>77,088</b>	<b>-</b>	<b>77,088</b>
<b>NET POSITION</b>			
Net investment in capital assets	14,451,555	49,086	14,500,641
Retained fund	740,856	173,302	914,158
<b>Total Net Position</b>	<b>\$ 15,192,411</b>	<b>\$ 222,388</b>	<b>\$ 15,414,799</b>

The notes to the financial statements are an integral part of this statement.

CITY OF PETAL  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

Exhibit D

	Other Governmental Funds		Total Governmental Funds
	General Fund		
<b>REVENUES:</b>			
Property taxes	\$ 4,111,867	\$ 560,164	\$ 4,672,031
License and fees	501,049	-	501,049
Intergovernmental revenues	4,643,843	246,282	4,890,125
Charges for services	487,655	-	487,655
Earnings on investments	3,638	778	4,416
Other	337,882	51,576	389,458
<b>TOTAL REVENUE</b>	<b>10,056,034</b>	<b>858,800</b>	<b>10,914,834</b>
<b>EXPENDITURES:</b>			
General government	3,339,373	-	3,339,373
Court	368,886	-	368,886
Public safety	4,069,229	70,448	4,139,677
Public works	1,142,303	1,224,733	2,367,036
Culture & recreation	1,436,800	50,560	1,487,360
Debt service			
Principal	335,957	814,323	1,150,280
Interest	36,913	495,147	532,060
Other	-	6,649	6,649
<b>Total expenditures</b>	<b>10,130,061</b>	<b>2,651,860</b>	<b>12,781,921</b>
Excess (deficiency) of revenues over expenditures	(674,027)	(1,803,056)	(2,477,083)
<b>Other financing sources (uses)</b>			
Transfers in	-	1,523,386	1,523,386
Transfers out	(804,261)	-	(804,261)
Proceeds from capital lease	198,668	-	198,668
Insurance proceeds	356,657	-	356,657
Sale of capital assets	9,818	-	9,818
<b>Total other financing sources (uses)</b>	<b>(239,116)</b>	<b>1,523,386</b>	<b>1,284,270</b>
<b>Net change in fund balance</b>	<b>(913,145)</b>	<b>(279,674)</b>	<b>(1,192,819)</b>
Fund Balances - Beginning	3,519,093	840,108	4,359,201
<b>Fund Balances - Ending</b>	<b>\$ 2,605,948</b>	<b>\$ 560,434</b>	<b>\$ 3,166,382</b>

The notes to the financial statements are an integral part of this statement.

CITY OF PETAL  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUND  
FOR YEAR ENDED SEPTEMBER 30, 2017

Exhibit F

	Business-type Activities - Enterprise Funds		Internal Service Fund - Central Fueling Station
	Water and Sewer Fund	Solid Waste Fund	
<b>Operating revenues</b>			
Sales	\$ 2,515,866	\$ 737,081	\$ 3,252,947
Other fees and charges	98,909	18,170	117,079
Other revenue	194,327	93,265	287,592
Sewer treatment charges	558,862	-	558,862
<b>Total operating revenues</b>	<b>3,367,964</b>	<b>848,516</b>	<b>4,216,480</b>
<b>Operating expenses</b>			
Personnel services	494,108	-	494,108
Supplies and materials	262,355	-	262,355
Other services and charges	1,242,417	866,453	2,108,870
Capital outlay expenses	75,560	-	75,560
Pension expense	187,834	-	187,834
Depreciation and amortization	459,985	317	460,302
Bad debt expense	54,199	7,447	61,646
<b>Total operating expenses</b>	<b>2,735,458</b>	<b>874,212</b>	<b>3,609,670</b>
<b>Operating income (loss)</b>	<b>632,506</b>	<b>(25,696)</b>	<b>606,810</b>
<b>Other sources (uses)</b>			
Investment earnings	2,474	194	2,668
Insurance proceeds	69,573	-	69,573
Transfer to other funds	(719,125)	-	(719,125)
Gain (loss) on sale of assets	1,652	-	1,652
Interest expense	(4,200)	-	(4,200)
	(649,826)	194	(649,632)
<b>Change in net position</b>	<b>(18,100)</b>	<b>(25,502)</b>	<b>(43,602)</b>
<b>Total net position - beginning</b>	<b>15,210,511</b>	<b>247,890</b>	<b>15,458,401</b>
<b>Total net position - ending</b>	<b>\$ 15,192,411</b>	<b>\$ 222,388</b>	<b>\$ 15,414,799</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF PETAL  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR YEAR ENDED SEPTEMBER 30, 2017**

Exhibit G

	Water and Sewer Fund	Solid Waste Fund	Totals
<b>Cash flow from operating activities</b>			
Cash received from customers (excluding deposit)	\$ 3,220,826	\$ 849,417	\$ 4,070,243
Cash paid to suppliers	(1,351,256)	(846,453)	(2,197,709)
Cash paid to employees	(494,108)	-	(494,108)
Net cash provided (used) by operating activities	1,175,462	2,964	1,178,426
<b>Cash flow from noncapital financing activities</b>			
Insurance proceeds	69,373	-	69,373
Transfer from other funds	-	107,730	107,730
Transfer to other funds	(719,125)	-	(719,125)
Net cash flows provided (used) by noncapital financing activities	(649,752)	107,730	(542,022)
<b>Cash flow from capital financing activities</b>			
Principal paid on bonds	(210,000)	-	(210,000)
Interest paid	(4,200)	-	(4,200)
Net cash flows provided (used) by capital financing activities	(214,200)	-	(214,200)
<b>Cash flow from investing activities</b>			
Proceeds from sale of assets	1,652	-	1,652
Purchase of assets	(233,735)	-	(233,735)
Interest received	2,474	194	2,668
Net cash flows provided (used) by investing activities	(229,609)	194	(229,415)
Net increase (decrease) in cash for the year	81,901	110,888	192,789
Cash and restricted cash - October 1, 2016	1,654,565	86,876	1,741,441
Cash and restricted cash - September 30, 2017	\$ 1,736,466	\$ 197,764	\$ 1,934,230

The notes to the financial statements are an integral part of this statement

**NOTES TO FINANCIAL STATEMENTS**

**CITY OF PETAL  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR YEAR ENDED SEPTEMBER 30, 2017**

Exhibit G (continued)

**RECONCILIATION OF OPERATING INCOME TO NET  
CASH PROVIDED BY OPERATING ACTIVITIES**

	Water and Sewer Fund	Solid Waste Fund	Totals
Operating income (loss)	\$ 631,526	\$ (25,696)	\$ 605,830
Adjustments to reconcile operating income to net cash provided by operating activities:			
Pension expense	147,834	-	147,834
Depreciation	459,985	312	460,297
Bad debt expense	54,199	7,447	61,646
(Increase) decrease in accounts receivable	(147,158)	(1,065)	(148,223)
(Increase) decrease in other assets	(19,022)	1,966	(17,056)
Increase (decrease) in other liabilities	(36,809)	-	(36,809)
Increase (decrease) in accounts payable	84,907	20,000	104,907
Net cash provided by operating activities	\$ 1,175,462	\$ 2,964	\$ 1,178,426
Other Required Disclosures:			
Interest paid	\$ 4,200	\$ -	\$ -

The notes to the financial statements are an integral part of this statement

**CITY OF PETAL  
NOTES TO THE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Petal, Mississippi (the City) was incorporated in 1974. The City operates under Mayor - Alderman Form of government and provides the following services:

- \* Public Safety
- \* Culture and Recreation
- \* Judicial
- \* Solid Waste Collection
- \* Public Works
- \* General Administration
- \* Water and Sewer Utility

**A. Reporting Entity**

The City of Petal is a municipal corporation governed by an elected mayor and five-member council. The accompanying financial statements present the government and its blended component unit, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations.

**Blended component unit**

The Petal Public Improvement Corporation is a tax exempt entity formed to finance the construction of a multi-purpose center to be leased to the City and to fund other city improvements. The Board of Directors of Petal Public Improvement Corporation is composed of the Mayor and Aldermen of the City of Petal. The Petal Public Improvement Corporation is reported as a governmental fund.

**Excluded from the reporting entity**

The City's financial reporting entity does not include the following entities, which are not component units of the City: Petal Municipal Separate City, Pine Belt Regional Waste Authority, Petal Volunteer Fire Department, and Petal Police Auxiliary.

**B. Government-wide and Fund Financial Statements**

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**CITY OF PETAL  
STATEMENT OF ASSETS AND LIABILITIES  
FIDUCIARY FUND  
SEPTEMBER 30, 2017**

Exhibit H

	Agency Funds
<b>ASSETS</b>	
Cash	\$ 48
Due from other funds	6,493
Other receivable	-
<b>Total Assets</b>	<b>\$ 6,541</b>
<b>LIABILITIES</b>	
Other liability	\$ 6,541
Due to other funds	-
<b>Total Liabilities</b>	<b>\$ 6,541</b>

The notes to the financial statements are an integral part of this statement

**CITY OF PETAL  
NOTES TO THE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2017**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific service, program or department and therefore clearly identifiable to a particular function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis Of Accounting, And Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recognized when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

The City reports the following major governmental funds:

**General Fund** – This is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

All other governmental funds not meeting the criteria established for major funds are presented in the other governmental column of the fund financial statements.

The City reports the following fund types:

**GOVERNMENTAL FUNDS:**

- **Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted for specific expenditure purposes.
- **Capital Projects Funds** are used to account for financial resources to be used for the acquisition or construction of major capital facilities.
- **Debt Service Funds** are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

**FIDUCIARY FUNDS:**

- **Agency Funds** are used to report resources held by the city in a purely custodial capacity (assets equal liabilities) and do not involve measurement of results of operations.

Additionally the City reports the following major proprietary funds:

**Water and Sewer Enterprise Fund** – This fund accounts for the activities of the City's water and sewer operations.

**Solid Waste Disposal** – This fund accounts for the activities of the City's solid waste collection and disposal operations.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

All trade receivables are shown net of an allowance for uncollectible. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectible.

The valuation allowance for the General Fund Police Fines is based on the City's estimation of amounts that cannot be collected.

**I. Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This represents a consumption of net position that applies to future periods and so is not recognized as an outflow of resources (expenditure/expense) until then. Currently the City has two items in this category, deferred outflows related to pensions and unamortized amount on debt refunding.

In addition to liabilities, the Statement of Net Position reports a separate section for deferred inflow of resources. This represents an acquisition of net position that applies to future periods and so is not recognized as an inflow of resources (revenue) until that time. Currently the City has three items in this category, deferred inflows related to pensions, unamortized bond premiums and property taxes levied for the subsequent year.

**J. Inventories And Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in both governmental and fund financial statements. Prepaid items, such as prepaid insurance, are not reported for governmental fund types since the costs of such items are accounted for as expenditures in the period of acquisition.

**K. Restricted Assets**

Certain proceeds from the Water and Sewer's enterprise fund customer meter deposits are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited to the terms of the customer refundable deposit agreement.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict the guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as *program revenues*. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating revenues* and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connections with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's Water and Sewer Enterprise Fund and of the City's Solid Waste Enterprise Fund are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**D. Account Classification**

The account classifications used in the financial statements conform to the classifications prescribed in the *Financial Accounting Manual for Mississippi Municipalities* issued by the Office of the State Auditor.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

**L. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure (e.g., roads, bridges, sidewalks, drainage systems, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated life in excess of two years. The capitalization threshold for buildings and improvements other than buildings is \$50,000 and \$25,000, respectively. The government reports infrastructure assets on a network and subsystem basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities) the City chose to include all such items regardless of the acquisition date or amount. The City was able to estimate the historical cost for the initial reporting of these assets through back-trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the government values these capital assets at the estimated fair value of the item at the date of its donation.

No interest is capitalized on self-constructed capital assets of business-type activities because not capitalizing interest does not have a material effect on the City's financial statements.

Property, plant, and equipment of the City is depreciated using the straight line method over the following estimated useful lives, with a full year's depreciation expense taken for all purchases and sales of capital assets during the year. Land is not depreciated.

Asset	Years
Buildings	40
Improvements other than buildings	20
Public domain infrastructure (roads)	20
System infrastructure	20
Fire trucks	15
Heavy equipment	10
Furniture and fixtures	7
Vehicles and equipment	5
Computer equipment	3

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

**E. Encumbrances**

An encumbrance system is not maintained to account for commitments resulting from approved purchase orders, work orders or contracts.

**F. Cash And Cash Equivalents**

The City deposits excess funds in the financial institutions selected by the board of alderman. State statutes specify how these depositories are to be selected.

Cash and cash equivalents consist of cash on hand, demand deposits and short-term investments with maturities of three months or less from the end of the fiscal year. Cash and cash equivalents are valued at cost.

**G. Investments**

The city is allowed, by statute, to invest excess funds in any bonds or other direct obligations of the United States of America or the state of Mississippi, or of any county or municipality of this state, when such county or municipal bonds have been properly approved; or in interest-bearing time certificates of deposit or interest-bearing accounts with any financial institution approved for the deposit of state funds; or in any type of investment permitted by sections 27-105-33(d) and 27-105-33(e), Miss. Code Ann. (1972).

For accounting purposes, demand deposits and short-term investments with maturities of three months or less from the end of the fiscal year are classified as cash and cash equivalents and are valued at cost.

**H. Receivables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as with "due to/from other funds" (i.e., the current portion of inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

**M. Compensated Absences**

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. The City's full liability in the amount of \$49,617 for accumulated unpaid personal leave is reported as a liability in the City's Statement of Net Position. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**N. Long-Term Liabilities**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**O. Net Position and Fund Balances**

In government-wide financial statements, the difference between the City's total assets and total liabilities represents net position. Net position displays three components: net investment in capital assets; restricted net position (distinguished between major categories of restrictions); and unrestricted net position. Unrestricted net position represent the net position available for future operations.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

Governmental fund balances are classified as nonspendable, restricted, committed, assigned, or unassigned. Nonspendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by creditors, grantors, or contributors, or by enabling legislation or constitutional provisions. Committed fund balance is a limitation imposed by a formal action of the City Board. Assigned fund balance is a limitation imposed by the intent of the City Board to use for a specific purpose, but are neither restricted nor committed. Unassigned fund balance is the General Fund is the net resources in excess of what can be properly classified in one of the above four categories.

Proprietary fund net positions are classified the same as in the government-wide statements.

When both restricted and unrestricted resources are available for use, it is the City's policy to use the restricted resources first, then unrestricted resources as they are needed. When unrestricted resources are used, it is the policy of the City that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts. In both instances, when a proposed expenditure is made with specific balances identified as the source of the funding, that specific fund balance will be used.

P. Property Tax Revenues

Numerous statutes exist under which the Board of Aldermen may levy property taxes. The selection of authorities is made based on the objectives and responsibilities of the City. Restrictions associated with property tax levies vary with the statutory authority. The amount of increase in certain property taxes is limited by state law. Generally, this restriction provides that these tax levies shall produce no more than 110% of the amount which resulted from the assessments of the previous year.

The Board of Aldermen, each year at a meeting on or before September 15<sup>th</sup>, levies property taxes for the ensuing fiscal year which begins October 1. Property taxes attach as an enforceable lien as of the date of levy. Taxes on motor vehicles and mobile homes become a lien and are due in the month that coincides with the month of original purchase.

U. S. generally accepted accounting practices require property taxes to be recognized at the levy date if measurable and available. All property taxes are recorded as a receivable in the period levied but are recognized as revenue in the year for which they are levied. Motor vehicle and motor home taxes do not meet the measurability and collectibility criteria for property tax recognition because the lien and due date cannot be established until the date of original purchase occurs.

NOTE 2- CASH AND CASH EQUIVALENTS, AND INVESTMENTS

**Custodial Credit Risk-Deposits** Custodial credit risk is defined as the risk that, in the event of the failure of a financial institution, the city will not be able to recover deposits or collateral securities that are in the possession of an outside party. The city does not have a formal policy for custodial credit risk. However, the Mississippi State Treasurer manages that risk on behalf of the City. Deposits above FDIC coverage are collateralized by the pledging financial institutions trust department or agent in the name of the Mississippi State Treasurer on behalf of the town.

NOTE 3- ACCOUNTS RECEIVABLE AND ALLOWANCE ACCOUNT

Receivables as of the year end for the City's individual major funds and non-major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Receivables	Other		Water & Sewer Enterprise	Solid Waste Enterprise	Total
	General	Governmental			
Accounts	\$ 175,680	\$ -	\$ 814,434	\$ 174,075	\$ 1,114,189
Court Fine Receivable	2,143,699	-	-	-	2,143,699
Other Receivable	49,166	655	17,241	3,845	70,907
Property Tax Receivable	3,700,000	552,869	-	-	4,252,869
Intergovernmental	245,336	-	-	-	245,336
Gross Receivables	6,263,881	553,524	831,675	177,920	7,827,000
Less: allowance for uncollectibles	(2,100,000)	-	(731,979)	(158,724)	(2,990,703)
Total net receivables	\$ 4,163,881	\$ 553,524	\$ 1,000,696	\$ 19,196	\$ 4,836,697

In addition, deferred inflows of resources, which are related to the receivables, consisted of the following at September 30:

Property taxes levied for use in the subsequent year	Other		Water & Sewer Enterprise	Solid Waste Enterprise	Total
	General	Governmental			
	\$3,700,000	\$ 552,869	\$ -	\$ -	\$ 4,252,869

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

Section 35-57-1 et seq., Mississippi Code 1972, requires that the City levy and collect all taxes for and on behalf of the municipal separate school district. Section 39-3-7, Mississippi Code 1972, authorized the City to levy and collect a tax not in excess of three mills for the support of any public library system located within the municipality. Ad valorem taxes collected and settled in accordance with the above-noted statutory authorities are not recognized as revenues and expenditures of the City.

The City of Petal entered into an inter-local agreement with Forrest County contracting for the County to bill and collect the City's taxes. The County retains a 5% collection fee on automobile and mobile homes ad valorem and a 0.5% fee for real and personal property ad valorem collections. Lien dates for personal and real property are in August. Delinquent tax payments, received throughout the year, are recognized as revenue in the year received. The millage rates levied were:

	2017
<b>City of Petal</b>	
General Fund	39.37
GO Bond Refunding	2.10
SOM GO Bond Debt Service	3.79
Library	0.05
<b>Total City Mills</b>	<b>46.21</b>
<b>Total Municipal Separate School District</b>	
District Maintenance	55.00
School Building Program	4.56
School Limited Tax Note	2.40
<b>Total School District Mills</b>	<b>62.02</b>

Q. Budgets And Budgetary Accounting

The annual budget is adopted by the Board of Aldermen and filed with the taxing authority. Amendments can be made on the approval of the Board of Aldermen. By Statute, the final budget and tax levy must be adopted on or before September 15 for the following fiscal year.

NOTE 4- INTER-FUND TRANSACTIONS AND BALANCES

Timing differences between the payments of expenses and collection of revenues for other funds and the subsequent reimbursements are reflected in the inter-fund accounts.

Transfers are used to 1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) move restrictive amounts from borrowings to the debt service fund to establish mandatory reserve accounts, 3) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs, 4) move proceeds from general obligation bond issue to payoff revenue bonds.

Transfers In/Out		
Transfers In	Transfers Out	Annual
Nonmajor Governmental Funds	Water and Sewer Fund	\$ 719,125
Nonmajor Governmental Funds	General Fund	\$ 804,261

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

Formal budgetary integration is employed as a management control device during the year. Mississippi laws require that municipalities budget governmental fund types on a modified-cash basis. Claims that have been incurred prior to the end of the year and that are paid within 30 days are recorded under the modified accrual basis. Prior year claims that are paid after 30 days revert to the cash basis. All revenue is accounted for under the cash basis. The required budgetary basis is therefore not considered a generally accepted accounting principle.

Proprietary funds are budgeted on a modified accrual basis. Modifications to the accrual basis include budgeting for capital expenditures, debt principal payments and for depreciation.

R. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2- CASH AND CASH EQUIVALENTS, AND INVESTMENTS

Cash and Cash Equivalents

The collateral for public entities' deposits in financial institutions are held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5, Miss. Code Ann. (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against those deposits.

In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Depository Insurance Corporation.

The carrying amount of the City's deposits with financial institutions was \$5,032,266, and the bank balance was \$5,150,826

NOTE 5- CAPITAL ASSETS

The following is a summary of changes in capital assets for governmental activities:

Governmental Activities	Balance 1/1/2016	Adjustments	Additions	Deletions	Balance 9/30/2017
Capital assets not being depreciated	1,921,801	-	-	-	1,921,801
Land and easements	\$ 388,495	-	-	-	\$ 388,495
Construction in Progress	-	-	-	-	-
Total assets not being depreciated	587,455	-	-	-	587,455
Capital assets being depreciated					
Buildings	4,418,157	-	330,000	-	4,748,157
Improvements other than buildings	4,675,245	-	60,989	-	4,736,234
Equipment					
Office & Other Equipment	307,940	-	76,174	-	384,114
Motor vehicles	1,873,913	-	78,101	-	1,952,014
Operating Equipment	1,545,900	-	177,560	(10,200)	1,713,260
Infrastructure	18,528,918	-	1,221,014	-	19,750,932
Total asset being depreciated	28,322,218	-	1,944,234	(20,200)	30,255,252
Total of Depreciable	28,916,713	-	1,944,234	(20,200)	30,840,747
Less accumulated depreciation					
Buildings	(850,853)	-	(69,917)	-	(920,770)
Improvements other than buildings	(1,248,133)	-	(97,895)	-	(1,346,028)
Equipment					
Office & Other Equipment	(842,349)	-	(71,432)	-	(913,781)
Motor vehicles	(1,390,640)	-	(86,427)	-	(1,477,067)
Operating Equipment	(778,370)	-	(108,459)	(27,180)	(913,909)
Infrastructure	(5,507,453)	-	(688,825)	-	(6,196,278)
Total accumulated depreciation	(10,366,747)	-	(1,024,527)	(27,180)	(11,418,454)
Governmental activities capital assets, net	18,549,966	-	1,020,207	(1,020,200)	19,429,973
Central Sewing Station					
Capital assets being depreciated					
Vehicles	31,000	-	-	-	31,000
Operating Equipment	8,000	-	-	-	8,000
Less accumulated depreciation					
Vehicles	(13,763)	-	-	-	(13,763)
Operating Equipment	(6,451)	-	-	-	(6,451)
Central Sewing Station capital assets, net	386	-	-	-	386
Governmental activities capital assets, net	\$18,962,511	\$ -	\$ 1,020,207	\$ (13,021)	\$19,429,697

Depreciation expense was charged to the following governmental functions:

	Depreciation
General government	\$0.17
Public Safety	\$81,196
Public Works, which includes the depreciation of general infrastructure assets	\$15,592
Culture and Recreation	173,336
Total governmental activities depreciation expense	\$ 260,231

NOTE 5- CAPITAL ASSETS (cont)

The following is a summary of changes in capital assets for business-type activities:

Table showing changes in capital assets for business-type activities. Columns include Balance 10/1/2016, Adjustments, Additions, Deletions, and Balance 9/30/2017. Rows include Buildings, Vehicles, Operating Equipment, and Total accumulated depreciation.

NOTE 6- LONG-TERM LIABILITIES (cont)

On February 24, 2015, the City issued GO refunding bonds, Series 2015 in amount of \$3,100,000 with interest rate of 2%-3% to advance refund GO Series 2006. As a result all except \$235,000 of the Series 6, GO Bonds are considered defeased. Debt service requirements for the old debt totals \$4,245,880; debt service for the new debt will be \$3,907,350, resulting in a cash flow savings of \$338,530 and a net present value savings of \$258,030.

The following is a schedule by years of the total payments due on this debt:

Schedule by years of the total payments due on this debt. Table with columns for Year, Principal, and Interest for two bond series.

General Obligation Water and Sewer Refunding Bonds

On April 9, 2015, the City issued GO Water and Sewer refunding bonds, Series 2015 in amount of \$6,510,000 with interest rate of 2.5%-4.00% to partially advance refund \$4,707,335 of outstanding water and sewer revenue bonds series 2006 with interest rates of 4.0% to 7.00% and to partially advance refund \$2,230,503 of outstanding water and sewer revenue bonds series 2007 with interest rates of 4.0% to 5.0%. The remainder of the 2006 series and 2007 series water and sewer bonds were refunded February 9, 2016, the City issued GO Water and Sewer refunding bonds, Series 2016 in amount of \$4,885,000 with interest rate of 2% - 3%.

The following is a schedule by years of the total bond payments due on these refunding bonds combined:

Schedule by years of the total bond payments due on these refunding bonds combined. Table with columns for Year, Principal, and Interest for two bond series.

NOTE 6- LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities and other obligations for governmental activities:

Table showing changes in long-term liabilities and other obligations for governmental activities. Columns include Balance 10/1/2016, Additions, Deletions, Balance 9/30/2017, and Amount Due Within One Year. Rows include General Obligation Bonds, Capital Leases, and Total Governmental Activities Debt.

NOTE 6- LONG-TERM LIABILITIES (cont)

Capital Leases

The City currently has seven outstanding capital lease obligations. These include separate leases for street equipment, fire truck, police vehicles, police dispatch equipment, lighting for its sport complex, fire truck and radios. These leases vary in length and interest rates.

The following is a schedule by years of the total lease payments due on these leases combined:

Schedule by years of the total lease payments due on these leases combined. Table with columns for Year, Principal, and Interest.

Business Type Activities Long-Term Debt

The water and sewer revenue bonds series 2006 and series 2007 were partially refunded with general obligation bonds in April 2015. The balance of these revenue bonds were refunded with general obligation bonds in April 2016. These refunding issues remove the liability from the water and sewer fund to the governmental activities. Water and Sewer revenues are pledged on the 2015 Series. The City plans to meet these general obligations with operating transfers from the water and sewer revenue.

Compensated Absences Payable

As more fully explained in Note 3(P), compensated absences payable is adjusted on an annual basis. Compensated absences will be paid from the fund from which the employee's salaries were paid.

NOTE 6- LONG-TERM LIABILITIES (cont)

The following is a summary of changes in long-term liabilities and other obligations for proprietary activities:

Table showing changes in long-term liabilities and other obligations for proprietary activities. Columns include Balance 10/1/2016, Additions, Deletions, Balance 9/30/2017, and Amount Due Within One Year. Rows include Revenue Refunding Obligation Bonds and Business-Type Activity Debt.

Governmental Activities Long-Term Debt

General Obligation Bonds

The City issued G O Bonds, Series 2014 in amount of \$1,000,000 with interest rate of 2.25% to provide funds for the pavement and improvement of streets. General Obligation Bonds are direct obligations and pledge the full faith and credit of the City.

The following is a schedule by years of the total payments due on this debt:

Schedule by years of the total payments due on this debt. Table with columns for Year, Principal, and Interest.

General Obligation Refunding Bonds

On September 11, 2012, the City issued GO refunding bonds, Series 2012 in amount of \$2,155,000 with interest rate of 2%-2.375% to advance refund \$410,000 of outstanding general obligation bonds series 2001 with interest rates of 5.2% to 5.50% and \$1,545,000 of the total \$1,775,000 outstanding general obligation bonds series 2004 with interest rates of 4.0% to 5.0%.

NOTE 7-LIMITATIONS ON INDEBTEDNESS

Presented below is Section 21-33-303 Mississippi Code:

No municipality shall hereafter issue bonds secured by a pledge of its full faith and credit for the purposes authorized by law in an amount which, when added to the then outstanding bonded indebtedness of such municipality, shall exceed either (a) fifteen percent (15%) of the assessed value of the taxable property within such municipality, according to the last completed assessment for taxation, or (b) ten percent (10%) of the assessment upon which taxes were levied for its fiscal year ending September 30, 1984, whichever is greater. In computing such indebtedness, there may be deducted all bonds or other evidences of indebtedness, heretofore or hereafter issued, for school, water, sewerage systems, gas, and light and power purposes and for the construction of special improvements primarily chargeable to the property benefited, or for the purpose of paying the municipality's proportion of any betterment program, a portion of which is primarily chargeable to the property benefited. However, in no case shall any municipality contract any indebtedness which, when added to all of the outstanding general obligation indebtedness, both bonded and floating shall exceed either (a) twenty percent (20%) of the assessed value of all taxable property within such municipality according to the last completed assessment for taxation or (b) fifteen percent (15%) of the assessment upon which taxes are levied for its fiscal year ending September 30, 1984, whichever is greater. Nothing herein contained shall be construed to apply to contract obligations in any form heretofore or hereafter incurred by any municipality which are subject to annual appropriations therefore, or to bonds heretofore issued by any municipality for school purposes, or to contract obligations in any form heretofore or hereafter incurred by any municipality which are payable exclusively from the revenues of any municipally-owned utility, or to bonds issued by any municipality under the provisions of Section 57-1-1 through 57-1-51 or to any special assessment improvement bonds issued by any municipality under the provisions of Sections 21-41-1 through 21-41-53, or to any indebtedness incurred under Section 55-23-B.

The following is a schedule of limitations on the indebtedness of the City at September 30, 2017

Schedule of limitations on the indebtedness of the City at September 30, 2017. Table with columns for Authorized Debt Limit, Assessed valuation at fiscal year ended, and 15 Percent and 20 Percent limits.

**NOTE 8-DEFINED BENEFIT PENSION PLAN**

**General Information about the Pension Plan**

**Plan Description.** The City contributes to the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Plan provisions and the Board of Trustees' authority to determine contribution rates are established by Miss. Code Ann. Section 25-11-1 et seq. (1972, as amended) and may be amended only by the Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employees' Retirement System of Mississippi, PERS Building, 429 Mississippi Street, Jackson, MS 39201, or by calling (601) 359-3569 or 1-800-444-PERS.

**Benefits provided.** Membership in PERS is a condition of employment granted upon hiring for qualifying employees and officials of the State of Mississippi, state universities, community and junior colleges, and teachers and employees for the public school districts. For those persons employed by political subdivisions and instrumentalities of the State of Mississippi, membership is contingent upon approval of the entity's participation in PERS by the PERS' Board of Trustees. If approved membership for the entity's employees is a condition of employment and eligibility is granted to those who qualify upon hiring. Participating members who are vested and retire at or after age 60 or those who retire regardless of age with at least 30 years of creditable service (25 years of creditable service for employees who became members of PERS before July 1, 2011) are entitled, upon application, to an annual retirement allowance payable monthly for life in an amount equal to 2.0 percent of their average compensation for each year of creditable service up to and including 30 years (25 years for those who became members of PERS before July 1, 2011), plus 2.5 percent for each additional year of creditable service with an actuarial reduction in the benefit for each year of creditable service below 30 years or the number of years in age that the member is below 65, whichever is less. Average compensation is the average of the employee's earnings during the four highest compensated years of creditable service. Benefits vest upon completion of eight years of membership service (four years of membership service for those who became members of PERS before July 1, 2007). PERS also provides certain death and disability benefits. A Cost-of-Living Adjustment (COLA) payment is made to eligible retirees and beneficiaries. The COLA is equal to 3.0 percent of the annual retirement allowance for each full fiscal year of retirement up to the year in which the retired member reaches age 60 (55 for those who became members of PERS before July 1, 2011), with 3.0 percent compounded for each fiscal year thereafter. Plan provisions are established and may be amended only by the State of Mississippi Legislature.

**Contributions.** PERS members are required to contribute 9.00% of their annual covered salary, and the City is required to contribute at an actuarially determined rate. The employer's rate as of September 30, 2017 was 15.75% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State of Mississippi Legislature. The City's contributions to PERS for the fiscal years ending September 30, 2017, 2016 and 2015 were \$573,024, \$556,125 and \$551,390, respectively, which equaled the required contributions for each year.

49

**NOTE 8-DEFINED BENEFIT PENSION PLAN (cont)**

**Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate.** The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
City's proportionate share of the net pension liability	\$ 12,183,998	\$ 9,289,651	\$ 68,86,715

**Pension plan fiduciary net position.** Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

**NOTE 9-CONTINGENCIES**

**Federal Grants**

The City has received federal grants for specific purposes that are subject to audit by the grantor agencies. Entitlements to these revenues are generally conditioned upon compliance with the terms and conditions of grant agreements and applicable federal regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a grantor audit may become a liability of the city. No provision for any liability that may result has been recognized in the city's financial statements.

**NOTE 10-RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Except as described below, the City carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**Participation In Public Entity Risk Pool:**

The City participates in the Mississippi Municipal Liability Plan (MMLD), an insurance-purchasing pool. The City, along with other municipalities as a group, purchased insurance to insure against losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. Settled claims resulting from these insured risks have not exceeded the City's insurance coverage since it joined the pool.

52

**NOTE 8-DEFINED BENEFIT PENSION PLAN (cont)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At September 30, 2017, the City reported a liability of \$9,289,651 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contribution to the pension plan relative to projected contributions of all participating entities, actuarially determined. At June 30, 2017, the City's proportion was 0.05883 percent.

For the year ended September 30, 2017, the City recognized pension expense of \$1,782,705. At September 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 157,584	\$ 96,385
Net difference between projected and actual earnings on pension plan investments	-	485,783
Changes of assumptions	104,721	18,402
Change in proportionate share	-	165,063
City contributions subsequent to the measurement date	143,256	-
Total	\$ 405,561	\$ 765,633

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended September 30:	
2018	\$ (117,470)
2019	(15,148)
2020	(53,057)
2021	(119,442)
2022	-
	\$ (305,117)

50

**NOTE 10-RISK MANAGEMENT (cont)**

The City is a member of the Mississippi Municipal Workers Compensation Group (MMWCG). The group is a risk-sharing pool; such a pool is frequently referred to as a self-insurance pool. MMWCG covers risks of loss arising from injuries to the City's employees. The Mississippi

Workers' Compensation Commission requires that an indemnity agreement be executed by each member in a workers' compensation self-insurance pool for the purpose of jointly and severally binding the pool and each of the employers comprising the group to meet the workers' compensation obligations of each member. Each member of the MMWCG contributes quarterly to a fund held in trust. The funds in the trust account are used to pay any claim up to \$250,000.

For a claim exceeding \$250,000, MMWCG has insurance, which will pay the excess up to the statutory limit. If total claims during a year were to deplete the trust account, then the pool members would be required to pay for the deficiencies. The City has not had an additional assessment for excess losses incurred by the pool.

**NOTE 11-MISSISSIPPI MUNICIPAL COMPLIANCE QUESTIONNAIRE**

The Mississippi Compliance Questionnaire was completed and entered into the minutes as prescribed by law. A review of the questionnaire revealed that all items were answered yes or not applicable.

**NOTE 12-SUBSEQUENT EVENTS**

Events that occur after the Statement of Net Position date but before the financial statements are available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the Statement of Assets date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions which existed after the Statement of Position date require disclosure in the accompanying notes. Management of City of Petal evaluated the activity of the City through June 29, 2018 (date financial statements were available) and determined the no subsequent events require disclosure in the notes to the financial statements.

53

**NOTE 8-DEFINED BENEFIT PENSION PLAN (cont)**

**Actuarial assumptions.** The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.75 – 18.90 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2014 Healthy Annuitant Blue Collar Table projected with Scale BB to 2022, set forward one year for males.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2012 to June 30, 2016. The experience report is dated April 19, 2017.

The long-term expected rate of return on pension plan investments was determined using a lognormal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Broad	27.00 %	4.60 %
International Equity	18.00	4.50
Emerging Markets Equity	4.00	4.75
Global	12.00	4.75
Fixed Income	18.00	0.75
Real Assets	10.00	3.50
Private Equity	8.00	5.10
Emerging Debt	2.00	2.25
Cash	1.00	0.00
Total	100 %	

**Discount rate.** The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at the current contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

51

**REQUIRED SUPPLEMENTARY INFORMATION**

54



Schedule 1A

CITY OF PETAL  
BUDGETARY COMPARISON SCHEDULE FOR THE GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

General Fund	SCHEDULE 1A				
	Budgeted Amounts		Actual (Budgetary Basis)	Variance (Positive/Negative)	
	Original	Final		Original to Final	Final to Actual
<b>REVENUES</b>					
Property taxes	\$ 3,993,000	\$ 3,993,000	\$ 4,111,867	\$ -	\$ 128,867
Licenses and permits	612,500	647,300	501,049	95,000	(146,451)
Intergovernmental revenues	2,570,700	2,620,700	2,638,936	-	118,136
Charges for services	95,500	95,500	216,302	-	120,802
Fines and forfeitures	270,500	270,500	221,933	-	(48,567)
Other	48,200	2,644,984	2,385,778	2,598,794	(248,216)
<b>TOTAL REVENUES</b>	<b>7,528,400</b>	<b>10,192,184</b>	<b>10,066,162</b>	<b>2,853,764</b>	<b>(78,012)</b>
<b>EXPENDITURES</b>					
General Government	887,112	3,313,881	3,859,373	(2,419,869)	(55,262)
Judicial Department	298,332	298,332	358,886	-	(72,584)
Police Department	2,185,208	2,174,148	2,163,882	11,060	20,486
Fire Department	1,839,257	1,875,646	1,774,210	(137,641)	202,438
Building Inspection	233,390	234,980	194,527	2,500	40,383
Street Department	1,188,428	1,252,629	1,209,033	(64,000)	43,596
R recreation	749,071	862,800	802,231	(133,829)	(18,331)
Senior/Cultural Center	101,380	138,779	131,431	(38,796)	7,348
Civic Center	115,290	101,640	119,570	11,330	(17,650)
<b>TOTAL EXPENDITURES</b>	<b>7,608,218</b>	<b>10,872,247</b>	<b>10,192,943</b>	<b>(2,764,026)</b>	<b>170,304</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(79,818)</b>	<b>(210,063)</b>	<b>(106,781)</b>	<b>(130,234)</b>	<b>103,292</b>
Other Financing Sources (Uses)	-	(7,020,000)	(804,261)	(1,000,000)	(195,739)
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (79,818)</b>	<b>\$ (1,210,033)</b>	<b>\$(911,022)</b>	<b>\$ (1,130,234)</b>	<b>\$ (92,447)</b>
Adjustments to GAAP Basis					
Revenue Accruals			634,895		
Expense Accruals			(837,119)		
<b>NET CHANGE IN FUND BALANCE - GAAP BASIS</b>			<b>\$(913,146)</b>		
<b>FUND BALANCE-BEGINNING</b>			<b>3,519,093</b>		
<b>FUND BALANCE-ENDING</b>			<b>\$ 2,605,947</b>		

The notes to the required supplementary information are an integral part of this statement.

CITY OF PETAL  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

BUDGETARY COMPARISON SCHEDULE

- 1) Basis of Presentation: The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual data on the budget basis and variances between the final budget and the actual data.
  - 2) The budget is adopted by the Board of Aldermen. Amendments can be made of the approval of the Board. A budgetary comparison is presented for the major governmental funds consistent with accounting principles generally accepted in the United States of America.
- Pension Schedules:
- (1) There were no changes in benefit terms.
  - (2) Changes of assumptions:
    - 2017
      - The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected using Scale BB to 2022.
      - The wage inflation assumption was reduced from 3.75% to 3/25%. Pre-retirement mortality, withdrawal and disability retirement rates were also adjusted to more closely reflect actual experience.
      - Assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.
    - 2016
      - The assumed rate of interest credited to employee contributions was changed from 3.50% to 2.00%.
  - (3) Changes in benefit provisions:
    - 2016
      - Effective July 2, 2017, the interest rate on employee contributions shall be calculated based on the money market as published by the Wall Street Journal on December 31 of each preceding year with a minimum rate of one percent and a maximum rate of five percent.

City of Petal Required Supplementary Information Schedule of the City's Proportionate Share of the Net Pension Liability - PERS Last 10 Fiscal Years*			
	2017	2016	2015
City's proportionate share of the net pension liability (asset)	0.056%	0.056%	0.056%
City's proportion of the net pension liability (asset)	\$ 9,289,651	10,002,998	8,656,496
City's covered - employee payroll	3,638,248	3,530,952	3,500,889
City's proportionate share of the net pension liability (asset) as a percentage of its covered - employee payroll	255.333%	283.295%	247.266%
Plan fiduciary net position as a percentage of the total pension liability	61.490%	57.468%	61.704%

\* The amounts presented for each fiscal year were determined as of the measurement date of 6/30 of the year prior to the fiscal year presented.

This schedule is presented to illustrate the requirement to show information for 10 years. However, GASB 68 was implemented in FY: 9/30/15, and, until a full 10-year trend is compiled, the City has only presented information for the years in which information is available.

The notes to the required supplementary information are an integral part of this schedule.

City of Petal Required Supplementary Information Schedule of the City's Contributions PERS Last 10 Fiscal Years*			
	2017	2016	2015
Contractually required contribution	\$ 573,024	\$ 556,125	\$ 551,380
Contributions in relation to the contractually required contribution	<u>573,024</u>	<u>556,125</u>	<u>551,380</u>
Contributor deficiency (excess)	\$ -	\$ -	\$ -
City's covered - employee payroll	3,638,248	3,530,952	3,500,889
Contributions as a percentage of covered employee payroll	15.75%	15.75%	15.75%

The schedule is presented to illustrate the requirement to show information for 10 years. However, GASB 68 was implemented in FY: September 30, 2015, and, until a full 10-year trend is compiled, the District has only presented information to the years in which information is available.

The notes to the required supplementary information are an integral part of this schedule.

City of Petal  
Schedule of Expenditures of Federal Awards  
For the Year Ended September 30, 2017

Federal Grantor/Program or Cluster Title	Federal CFDA Number	Federal Expenditures(\$)
<b>Other Programs</b>		
Department of Homeland Security		
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	\$2,390,826
<b>Total Department of Homeland Security</b>		<u>2,390,826</u>
<b>Total Expenditures of Federal Awards</b>		<u>\$ 2,390,826</u>

The accompanying notes are an integral part of this schedule.

CITY OF PETAL, MISSISSIPPI  
SCHEDULE OF SURETY BONDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

Presented below is Section 21-17-5 of Mississippi Code

Unless otherwise provided by law, before entering upon the duties of their respective offices, the alderman or councilmen of every municipality of this state shall give bond, with sufficient surety, to be payable, conditioned and approved as provided by law, in a penalty equal to five percent (5%) of the sum of all municipal taxes shown by the assessment rolls and the levies to have been collectible in the municipality for the year immediately preceding the commencement of the term of office of said alderman or councilman; however, such bond shall not exceed the amount of One Hundred Thousand Dollars (\$100,000.00)

Name	Position	Company	Bond
Harold G. Marx, Jr	Mayor	Scott Municipal Insurance	\$100,000
David J. Clayton	Alderman	Scott Municipal Insurance	\$100,000
James C. Bullock	Alderman	Scott Municipal Insurance	\$100,000
Anthony T. Ducker	Alderman	Scott Municipal Insurance	\$100,000
Steven Stringer	Alderman	Scott Municipal Insurance	\$100,000
Clint L. Moore	Alderman	Scott Municipal Insurance	\$100,000
William H. King IV	Alderman	Scott Municipal Insurance	\$100,000
Bradely S. Amacker	Alderman	Scott Municipal Insurance	\$100,000
Melissa Martin	City Clerk	Scott Municipal Insurance	\$50,000
Leonard Fuller	Police Chief	Scott Municipal Insurance	\$50,000
Lynn Campfield	Deputy Clerk	Scott Municipal Insurance	\$50,000
Wendy Lampton	Deputy Clerk	Scott Municipal Insurance	\$50,000
Michell Strebeck	Court Clerk	Scott Municipal Insurance	\$50,000
Anyone handling money		Scott Municipal Insurance	\$50,000

61

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency, 2017-1

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Petal, Mississippi's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**City of Petal, Mississippi's Response to Findings**

City of Petal, Mississippi's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Petal, Mississippi's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**Holt & Associates, PLLC**

Laurel, MS  
June 29, 2018

64

CITY OF PETAL, MISSISSIPPI

REPORTS ON COMPLIANCE AND INTERNAL CONTROL



W. David Dill, CPA  
Julie M. Uher, CPA  
Kari M. Blackledge, CPA

H. J. Holt, CPA  
Founder (1915-1997)

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Mayor, Members of the City Council, City Manager and City Clerk  
City of Petal, Mississippi

**Report on Compliance for Each Major Federal Program**

We have audited the City of Petal, Mississippi's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Petal, Mississippi's major federal programs for the year ended September 30, 2017. City of Petal's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City of Petal, Mississippi's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Petal's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Petal, Mississippi's compliance.

62

65



W. David Dill, CPA  
Julie M. Uher, CPA  
Kari M. Blackledge, CPA

H. J. Holt, CPA  
Founder (1915-1997)

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Mayor, Members of the City Council, City Manager and City Clerk  
City of Petal, Mississippi

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Petal, Mississippi, as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the City of Petal, Mississippi's basic financial statements, and have issued our report thereon dated June 29, 2018.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Petal, Mississippi's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Petal, Mississippi's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Petal, Mississippi's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

63

66

**Opinion on Each Major Federal Program**

In our opinion, the City of Petal, Mississippi, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2017.

**Report on Internal Control over Compliance**

Management of the City of Petal, Mississippi is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Petal, Mississippi's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Petal, Mississippi's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

**Holt & Associates, PLLC**

Laurel, MS  
June 29, 2018



W. David Dill, CPA  
Julie M. Uher, CPA  
Kari M. Blackledge, CPA

H. J. Hoh, CPA  
Founder (1915-1997)

INDEPENDENT AUDITOR'S REPORT  
ON COMPLIANCE WITH STATE LAWS AND REGULATIONS

Honorable Mayor, Members of the  
City Council, City Manager and City Clerk  
City of Petal, Mississippi

We have audited the financial statements of the governmental activities, business-type activities and each major fund and the aggregate remaining fund information of the City of Petal, Mississippi as of and for the year ended September 30, 2017, and have issued our report thereon dated June 29, 2018. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*.

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 audit and, accordingly, we do not express such an opinion.

The results of those procedures performed to test compliance with certain other state laws and regulations and our audit of the financial statements disclosed the following immaterial instance of noncompliance with other state laws and regulations. Our findings and recommendation and your response are as follows:

**Finding #1**

**Condition:** The City's expenditures exceeded amounts budgeted. According to Section 21-35-15, Miss. Code Ann. (1972), expenditures shall not exceed budget estimates, measured at the lowest level adopted in the budget, except for capital outlay, election expenses, and payment of emergency warrants.

**Recommendation:** We recommend the City take greater care in reviewing operations and amending the budget as circumstances require.

**Response:** The city will make sure all expenditures are entered before making the final amendments to the budget.

67

**Finding #2**

**Condition:** The City did not meet depository requirements that must be certified by the State Treasurer. According to Section 27-105-4, Miss. Code Ann. (1972), depositories must be listed on the collateralization report for the State Treasurer.

**Recommendation:** We recommend the City take greater care in reviewing bank accounts to determine that all accounts are listed on the collateralization report.

**Response:** The City will take greater care in making sure that all accounts are listed on the collateral report by carefully listing all accounts and reviewing before sending to bank for verification.

This report is intended solely for the information and use of the management, city officials and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Holt & Associates, PLLC

Laurel, MS  
June 29, 2018

68

9. Auditee qualified as low-risk auditee? No

**Section II: Financial Statement Findings**

2017-1: Significant Deficiency

**Criteria:** The City's computer system should calculate water bills accurately.

**Condition:** Water bills with over 50,000 gallons of usage were not accurately calculated.

**Cause:** The City's computer system was not accurately calculating the bills once usage went over 50,000 gallons.

**Effect:** Customers with usage over 50,000 gallons were under billed.

**Recommendation:** The City should work with the computer company to have the bills accurately calculated and the City should test the calculations on a random basis and specifically after a rate change.

**Section III: Federal Award Findings and Questioned Costs**

The results of our tests did not disclose any findings and questioned costs related to the federal awards.

70

City of Petal, MS  
Auditee's Corrective Action Plan

As required by 2 CFR 200, Subpart F, Section 211(c) of Uniform Guidance, the City of Petal has prepared and hereby submits the following corrective action plan for the findings included in the Schedule of Findings and Questioned Cost for the year ended September 30, 2017:

Finding	Corrective Action Details
2017-1	<p>a. Name of contact person responsible for corrective action Name: Hal Marx Phone Number: 601-545-1776</p> <p>b. Corrective Action Planned: We will work to make sure the billings are correct when there is a future rate change.</p> <p>c. Anticipated Completion Date: Immediately</p>

71

City of Petal, MS  
Schedule of Findings and Questioned Costs  
For the Year Ended September 30, 2017

**Section I: Summary of Auditor's Results**

**Financial Statements:**

1. Type of auditor's report issued: Unmodified

**2. Internal control over financial reporting:**

a. Material weakness(es) identified? No

b. Significant deficiency(ies) identified? Yes

3. Noncompliance material to financial statements noted? No

**Federal Awards:**

**4. Internal control over major programs:**

a. Material weakness(es) identified? No

b. Significant deficiency(ies) identified? None reported

5. Type of auditor's report issued on compliance for major programs: Unmodified

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

**7. Identification of major programs:**

CFDA Number	Name of Federal Program or Cluster
Nutrition Cluster: 97.036	Disaster Grants-Public Assistance

8. Dollar threshold used to distinguish between type A and type B programs: \$750,000

69

THIS

PAGE

LEFT

BLANK

INTENTIONALLY