

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 OCTOBER 3, 2017 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	VALERIE WILSON BERNARD JACKSON, SR ADA MADISON 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

PROCLAMATIONS & RESOLUTIONS

Request to adopt resolutions from property clean up hearing on 9/19/17.

GENERAL BUSINESS

Request to accept Engineering agreement with Shows, Dearman & Waits for Annexation/Comprehensive Plan Services.

Request to accept findings from FY2016 Audit.

Request to adjust water services billed to 205 North St in the amount of \$142.67 due to a leak.

Request to grant a special exception allowing an accessory structure at 321 Cedar St without a primary structure.

Request to extend the Waste Pro Contract for one (1) year.

Request to accept a MOU with MDOT for maintenance on a portion on Old Hwy 42 (behind 804 E Central Ave.)

ORDERS & ORDINANCES

Request to adopt hiring Marvin Travis full time in the Recreation Dept at \$9.50 per hour effective October 9, 2017.

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADOPT THE AGENDA WITH THE FOREGOING AMENDMENTS. 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 APPROVE THE MINUTES OF THE PUBLIC HEARING AND THE REGULAR MEETING OF SEPTEMBER 19, 2017.

THEREUPON, ALDERMAN KING MADE A MOTION TO APPROVE THE MINUTES OF THE PUBLIC HEARING AND THE REGULAR MEETING OF SEPTEMBER 19, 2017 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, VICTORIA BOOTH OF 312 W 1ST AVE ADDRESSED THE BOARD REGARDING ASSISTANCE IN REMOVING DEBRIS FROM HER PROPERTY CAUSED BY THE TORNADO IN AUGUST 2017. SHE WAS UNAWARE THAT THE CITY WOULD NOT BE HAULING DEBRIS AFTER THE TORNADO AND HAS NO WAY OF DISPOSING OF THE LARGE TREE THAT SHE HAS HAD CUT DOWN.

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO AUTHORIZE THE STREET DEPT TO HAUL OFF THE DEBRIS. 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, NICOLI HUTCHINSON WITH MUSICAL MEMORIES ADDRESSED THE BOARD REGARDING A PROGRAM TO OFFER PIANO LESSONS TO SENIORS WHO SUFFER FROM DEMENTIA AND EARLY ALZHEIMER'S. THESE LESSONS WOULD BE PAID FOR BY THE SENIORS THEMSELVES AT THIS TIME. HE WOULD LIKE TO USE THE SENIOR CENTER OR CIVIC CENTER FOR LESSONS AND RECITALS AND MAYBE BECOME A CITY SPONSORED PROGRAM IN THE FUTURE.

THEREUPON, ALDERMAN MOORE MADE A MOTION TO AUTHORIZE THE USE OF CITY FACILITIES AT NO CHARGE. 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 RESOLUTIONS REGARDING PROPERTY CLEANUP HEARING ON OCT 3, 2017

EXHIBIT "A"
200 CLARK ST
210 OGILSVIE DR
HWY 42 SHOPPING CTR

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ADOPT THE FOREGOING RESOLUTIONS. 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 RESOLUTIONS REGARDING PROPERTY CLEANUP HEARING ON SEPT 19, 2017

EXHIBIT "B"
303 BENNETT ST
HOLMES ST
200 SUNSET DR
123 CENTRE CIRCLE

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ADOPT THE FOREGOING RESOLUTIONS. 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 TO DISCUSS "OWN YOUR HILL" INVOICE

THEREUPON, VALERIE WILSON ADDRESSED THE BOARD. MRS. WILSON STATED THAT THE CHAMBER HAS CONTRACTED WITH "OWN YOUR HILL" FOR "BRANDING" OF THE CITY OF PETAL. SHE BELIEVES THIS WILL HELP PROMOTE PETAL TO NEW BUSINESS. SHE BELIEVES IT WILL BE BENEFICIAL TO THE DOWNTOWN REVITALIZATION EFFORT. THE CHAMBER HAS ALREADY PAID THE MAJORITY OF THE COST AND SHE WAS HOPING THE CITY COULD HELP WITH THE REMAINDER.

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO AUTHORIZE PAYMENT IN THE AMOUNT OF \$3600.00 TO OWN YOUR HILL. ALDERMAN MOORE SECONDED THE MOTION.

THOSE PRESENT AND VOTING "AYE"

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

THOSE PRESENT AND VOTING "NAY"

ALDERMAN TONY DUCKER

WHEREAS, MAYOR MARX PRESENTED THE PROOFS OF PUBLICATION

- FINAL PAYMENT – WARREN PAVING 2016 STREET REHAB

THEREUPON, ALDERMAN MOORE MADE A MOTION TO ACCEPT THE PROOFS 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 REVENUE & EXPENDITURES REPORT FOR THE MONTH OF AUGUST 2017

THEREUPON, ALDERMAN MOORE MADE A MOTION TO ACCEPT THE REVENUE AND EXPENDITURES REPORT FOR THE MONTH OF AUGUST 2017. 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 DOCKET OF CLAIMS FOR THE MONTH OF SEPTEMBER 2017

EXHIBIT "C"

DOCKET OF CLAIMS

THEREUPON, ALDERMAN KING MADE A MOTION TO AUTHORIZE THE CITY CLERK TO PAY THE DOCKET OF CLAIMS FOR THE MONTH OF SEPTEMBER 2017. 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 RESIGNATION OF JUSTIN GARNER IN THE RECREATION DEPT

THEREUPON, ALDERMAN AMACKER MADE A MOTION TO ACCEPT THE RESIGNATION OF JUSTIN GARNER IN THE RECREATION DEPT EFFECTIVE SEPTEMBER 21, 2017. 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 THE FOLLOWING ADDRESSES

- 1845 OLD RICHTON RD - \$41.33
- 107 CARTERVILLE RD - \$164.00
- 608 HOLMES ST - \$78.00
- 126 SHERRY LYNN DR - \$136.00

THEREUPON, ALDERMAN KING NOTED EVIDENCE OF REPAIRED LEAKS AT ALL PROPERTIES AND MADE A MOTION TO AUTHORIZE THE FOREGOING ADJUSTMENTS. 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 FY2016 AUDIT FOR PINE BELT REGIONAL SOLID WASTE MANAGEMENT AUTHORITY

THEREUPON, ALDERMAN KING MADE A MOTION TO ACCEPT THE FY2016 AUDIT FOR PINE BELT REGIONAL SOLID WASTE MANAGEMENT AUTHORITY. 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 CLINT MOORE
ALDERMAN STEVE STRINGER

THOSE PRESENT AND VOTING "NAY"

NONE

WHEREAS, MAYOR MARX PRESENTED A REQUEST TO TRANSFER ONE (1) HP LAPTOP FROM THE FIRE DEPT TO THE RECREATION DEPT

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO AUTHORIZE THE TRANSFER OF ONE (1) HP LAPTOP FROM THE FIRE DEPT TO THE RECREATION DEPT. 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 TO DISPOSE OF ONE (1) TOSHIBA LAPTOP IN THE FIRE DEPT

THEREUPON, ALDERMAN KING MADE A MOTION TO AUTHORIZE THE DISPOSAL OF ONE (1) TOSHIBA LAPTOP IN THE FIRE DEPT. 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 DISPOSE OF ONE (1) SMOKE GENERATOR IN THE FIRE DEPT

THEREUPON, ALDERMAN KING MADE A MOTION TO AUTHORIZE THE DISPOSAL OF ONE (1) SMOKE GENERATOR IN THE FIRE DEPT. 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 SET A ZONING HEARING DATE FOR PROPERTY LOCATED AT 241 N MAIN ST AND 107 E 2ND AVE

THEREUPON, ALDERMAN KING MADE A MOTION TO SET A ZONING HEARING DATE OF OCTOBER 24, 2017 AT 6:00 P.M. FOR PROPERTY LOCATED AT 241 N MAIN ST AND 107 E 2ND AVE. 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 ACCEPT THE ENGINEERING AGREEMENT WITH SHOWS, DEARMAN AND WAITS FOR BYRD BLVD APARTMENTS LIFT STATION.

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ACCEPT THE ENGINEERING AGREEMENT WITH SHOWS, DEARMAN AND WAITS FOR BYRD BLVD APARTMENTS LIFT STATION. 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 SPECIFICATIONS FOR A PUMP TRAILER

EXHIBIT "D"

SPECIFICATIONS

THEREUPON, ALDERMAN KING MADE A MOTION TO APPROVE THE SPECIFICATIONS AND AUTHORIZE THE CITY CLERK TO ADVERTISE FOR BIDS ON A PUMP TRAILER FOR THE WATER DEPT. 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 PAY ESTIMATE #2 IN THE AMOUNT OF \$54,250.04 TO WALKER CONSTRUCTION, LLC FOR THE RIVER PARK PROJECT.

THEREUPON, ALDERMAN MOORE MADE A MOTION TO AUTHORIZE THE CITY CLERK TO PAY ESTIMATE #2 IN THE AMOUNT OF \$54,250.04 TO WALKER CONSTRUCTION, LLC FOR THE RIVER PARK PROJECT PER SHOWS, DEARMAN & WAITS RECOMMENDATION. 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 TO PAY ESTIMATE #2 IN THE AMOUNT OF \$46,503.45 TO DIAMOND ENTERPRISE, INC FOR STANDPIPE REPAIRS

THEREUPON, ALDERMAN KING MADE A MOTION TO AUTHORIZE THE CITY CLERK TO PAY ESTIMATE #2 IN THE AMOUNT OF \$46,503.45 TO DIAMOND ENTERPRISE, INC FOR STANDPIPE REPAIRS PER SHOWS, DEARMAN & WAITS RECOMMENDATION. 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 PLANNING COMMISSION RECOMMENDATION TO GRANT A CONDITIONAL USE AT 804 E CENTRAL AVE

THEREUPON, ALDERMAN KING MADE A MOTION TO GRANT A CONDITIONAL USE ALLOWING CAR SALES AT 804 E CENTRAL AVE PER THE PLANNING COMMISSION RECOMMENDATION. 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 ENGINEERING AGREEMENT WITH SHOWS, DEARMAN & WAITS FOR ANNEXATION/COMPREHENSIVE PLAN SERVICES.

THEREUPON, ALDERMAN KING MADE A MOTION TO ACCEPT THE ENGINEERING AGREEMENT WITH SHOWS, DEARMAN & WAITS FOR ANNEXATION/COMPREHENSIVE PLAN SERVICES. 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 AUDIT FOR FYE2016

EXHIBIT "E"

AUDIT

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ACCEPT THE AUDIT FINDINGS FOR FYE2016. 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 TO ADJUST WATER SERVICES BILLED TO 205 NORTH ST DUE TO A LEAK

THEREUPON, ALDERMAN STRINGER NOTED EVIDENCE OF A REPAIRED LEAK AND MADE A MOTION TO AUTHORIZE THE CITY CLERK TO ADJUST WATER SERVICES BILLED TO 205 NORTH ST IN THE AMOUNT OF \$142.67. 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 TO GRANT A SPECIAL EXCEPTION FOR PROPERTY LOCATED AT 321 CEDAR ST

THEREUPON, ALDERMAN CLAYTON MADE A MOTION TO GRANT A SPECIAL EXCEPTION ALLOWING AN ACCESSORY STRUCTURE WITHOUT A PRIMARY STRUCTURE AT 321 CEDAR ST. 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 EXTEND THE CONTRACT WITH WASTE PRO FOR SANITATION SERVICES FOR A PERIOD OF ONE YEAR.

THEREUPON, ALDERMAN DUCKER MADE A MOTION TO EXTEND THE CONTRACT WITH WASTE PRO FOR SANITATION SERVICES FOR A PERIOD OF ONE YEAR. 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 MEMORANDUM OF UNDERSTANDING WITH MDOT FOR MAINTENANCE ON A PORTION OF OLD HWY 42

EXHIBIT "F"

MOU – MDOT

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ACCEPT THE MEMORANDUM OF UNDERSTANDING WITH MDOT FOR MAINTENANCE ON A PORTION OF OLD HWY 42 (BEHIND 804 E CENTRAL AVE). 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 JOSH KLEM TO ATTEND SUICIDE INTERVENTION FOR DISPATCHERS IN MAGEE, MS

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO AUTHORIZE JOSH KLEM TO ATTEND SUICIDE INTERVENTION FOR DISPATCHERS IN MAGEE, MS ON NOVEMBER 7, 2017 AT A COST OF \$150.00. 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 MIRANDA WILLIAMS TO ATTEND SUPERVISOR TRAINING COURSE FOR DISPATCH SUPERVISORS IN MAGEE, MS

THEREUPON, ALDERMAN KING MADE A MOTION TO AUTHORIZE MIRANDA WILLIAMS TO ATTEND SUPERVISOR TRAINING COURSE FOR DISPATCH SUPERVISORS IN MAGEE, MS AT A COST OF \$150.00 + MILEAGE. 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 ORDER PROMOTING LADEAN BYRD IN THE POLICE DEPT

ORDER

WHEREAS THE MAYOR AND BOARD OF ALDERMEN
OF THE CITY OF PETAL DEEM IT NECESSARY TO
PROMOTE LADEAN BYRD

IT IS HEREBY ORDERED THAT LADEAN BYRD BE
PROMOTED TO 2ND CLASS PATROL AT A RATE OF
\$15.72 PER HOUR EFFECTIVE OCTOBER 11, 2017

SO ORDERED THIS THE 3RD DAY OF OCTOBER 2017

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 PRESENTED THE FOLLOWING ORDER PROMOTING DANIEL KLEM TO 1ST CLASS PATROL

ORDER

WHEREAS THE MAYOR AND BOARD OF ALDERMEN
OF THE CITY OF PETAL DEEM IT NECESSARY TO
PROMOTE DANIEL KLEM

IT IS HEREBY ORDERED THAT DANIEL KLEM
BE PROMOTED TO 1ST CLASS PATROL AT A
RATE OF \$16.18 PER HOUR EFFECTIVE
OCTOBER 11, 2017

SO ORDERED THIS THE 3RD DAY OF OCTOBER 2017

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADOPT THE FOREGOING ORDER. 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 FOLLOWING ORDER HIRING SHANNON HEINTZ FULL TIME IN THE
RECREATION DEPT

ORDER

WHEREAS THE MAYOR AND BOARD OF ALDERMEN
OF THE CITY OF PETAL DEEM IT NECESSARY TO
HIRE AN ADMINISTRATIVE ASSISTANT FOR THE
ATHLETICS OFFICE IN THE RECREATION DEPT

IT IS HEREBY ORDERED THAT SHANNON HEINTZ
BE HIRED FULL TIME AT A RATE OF \$12.50 PER
HOUR EFFECTIVE OCTOBER 4, 2017

SO ORDERED THIS THE 3RD DAY OF OCTOBER 2017

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADOPT THE FOREGOING ORDER. 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 FOLLOWING RAISING THE RATE OF PAY FOR MIRANDA
WILLIAMS

ORDER

WHEREAS THE MAYOR AND BOARD OF ALDERMEN
DEEM IT NECESSARY TO RAISE THE RATE OF PAY

FOR MIRANDA WILLIAMS IN THE POLICE DEPT

IT IS HEREBY ORDERED THAT MIRANDA WILLIAMS
BE RAISED TO \$16.25 PER HOUR EFFECTIVE
SEPTEMBER 27, 2017

SO ORDERED THIS THE 3RD DAY OF OCTOBER 2017

THEREUPON, ALDERMAN KING 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 PRESENTED THE FOLLOWING ORDER HIRING MARVIN TRAVIS IN THE
RECREATION DEPT

ORDER

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

IT IS HEREBY ORDERED THAT MARVIN TRAVIS
BE HIRED FULL TIME AT A RATE OF \$9.50 PER HOUR
EFFECTIVE OCTOBER 9, 2017

SO ORDERED THIS THE 3RD DAY OF OCTOBER 2017

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADOPT THE FOREGOING ORDER. 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 CALLED FOR FURTHER PUBLIC COMMENT

THERE WAS NONE.

WHEREAS, MAYOR MARX PRESENTED A REQUEST FOR EXECUTIVE SESSION

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO CLEAR THE ROOM TO DETERMINE THE NEED FOR
EXECUTIVE SESSION. 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 STRINGER MADE A MOTION TO ENTER INTO EXECUTIVE SESSION. 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 EXECUTIVE SESSION. ALDERMAN DUCKER 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.

THEREUPON, ALDERMAN STRINGER MADE A MOTION TO ADJOURN THE REGULAR MEETING OF OCTOBER 3, 2017. 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 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




MELISSA MARTIN, CITY CLERK

EXHIBIT "A"

RESOLUTION

Resolution finding and determining that the property located at 210 Ogilvie Dr in Petal, Mississippi and owned by LaTasha Sterling, is in such a state of 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 210 Ogilvie Dr, Parcel# 3-030G-01-218.00 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 210 Ogilvie Dr, Parcel #3-030G-01-218.00, 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 3rd day of October, 2017 A.D.



Hal Marx
Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located at 200 Clark St in Petal, Mississippi and owned by Liz Stuart, 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 200 Clark St, Parcel# 3-022O-36-041.00 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 200 Clark St, Parcel #3-022O-36-041.00, 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 3rd day of October, 2017 A.D.



Hal Marx
Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located on Hwy 42 in Petal, Mississippi and owned by H & L Rentals, LLC, is in such a state of 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 Hwy 42, Parcel# 3-020N-33-044.01, 3-020N-33-044.02, 3-020N-044.03 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 repaired.

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 Hwy 42, Parcel# 3-020N-33-044.01, 3-020N-33-044.02, 3-020N-044.03, 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 3rd day of October, 2017 A.D.



Hal Marx
Hal Marx, Mayor

EXHIBIT "B"

RESOLUTION

Resolution finding and determining that the property located on Holmes St in Petal, Mississippi and owned by Josh Hancock, 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 Holmes St, Parcel# 3-030F-02-047.00 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 Holmes St, Parcel # 3-030F-0-047.00, 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 19th day of September, 2017 A.D.


ATTEST:
Melissa Martin
Melissa Martin, City Clerk


Hal Marx, Mayor


ATTEST:
Melissa Martin
Melissa Martin, City Clerk


Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located at 123 Centre Circle in Petal, Mississippi and owned by Frank Calloway, 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 123 Centre Circle, Parcel# 3-0220-36-066.00 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 Centre Circle, Parcel# 3-0220-36-066.00, 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 19th day of September, 2017 A.D.

RESOLUTION

Resolution finding and determining that the property located at 303 Bennett St in Petal, Mississippi and owned by Rudolph Riels c/o Coy Belue, is in such a state of disrepair and 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 303 Bennett St, Parcel# 3-030G-01-193.00 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 303 Bennett St, Parcel# 3-030G-01-193.00, in Petal, Mississippi is in such a state of disrepair and 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 19th day of September, 2017 A.D.


ATTEST:
Melissa Martin
Melissa Martin, City Clerk


Hal Marx, Mayor


ATTEST:
Melissa Martin
Melissa Martin, City Clerk


Hal Marx, Mayor

RESOLUTION

Resolution finding and determining that the property located at 200 Sunset Dr in Petal, Mississippi and owned by Michelle McKinney, 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 200 Sunset Dr, Parcel# 3-0221-36-073.00 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 200 Sunset Dr, Parcel #3-0221-36-073.00, 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 19th day of September, 2017 A.D.

MINUTE BOOK 36

City of Petal (Wendy & Lynn) Accounts Payable Status Report

City of Petal (Wendy & Lynn) Accounts Payable Status Report

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for FLEETCORE TECHNOLOGIES, FORREST CO REGIONAL JAIL, and various utility and maintenance invoices.

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for ACE HARDWARE, AMERICAN EXPRESS, AMERICAN MUNICIPAL SERVICES, and various utility and maintenance invoices.

City of Petal (Wendy & Lynn) Accounts Payable Status Report

City of Petal (Wendy & Lynn) Accounts Payable Status Report

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for JENSEN DARYL, KENDRICK CHARLES, LAWSON PRODUCTS INC, and various utility and maintenance invoices.

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for CENTERPOINT ENERGY, CHASE'S TIRE & AUTO, COMCAST BUSINESS, and various utility and maintenance invoices.

City of Petal (Wendy & Lynn) Accounts Payable Status Report

City of Petal (Wendy & Lynn) Accounts Payable Status Report

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for RAY'S QUALITY MEATS, RICHARDSON ELECTRICAL, RODGERS PHARMACY, and various utility and maintenance invoices.

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for CSPIRE, DAVIS, DELKS TIRE SALES & SERVICE, and various utility and maintenance invoices.

City of Petal (Wendy & Lynn) Accounts Payable Status Report

City of Petal (Wendy & Lynn) Accounts Payable Status Report

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for HOLDER ALISON L, MULLINS TODD, and various utility and maintenance invoices.

Table with columns: Org Name & Lookup, Invoice Date, Invoice Number, A/P Due Date, A/P Description, Original A/P Owed, Balance Due. Includes entries for DIXIE ELECTRIC POWER ASSN, PALM TREE LOOP, and various utility and maintenance invoices.

EXHIBIT "D"

Vac-Tron LP1273 XDT



Key Features

• Able to vacuum-up all wet or dry material (no hazardous, toxic, or flammable materials)
• Sound not to exceed 80dba @ full throttle, 10 ft. from controls at operator's station
• Suction hose is one piece, no obstructions in hose at connectors
• All controls for engine, vacuum pump, high pressure water, mounted at operator's station
• Hydraulically operated full open / locked rear door
• Max overall standard height is 7 feet
• Free lifetime preventative maintenance program
• WET or DRY industrial filter rated at 5:1 air cloth ratio and grain loading of 30-g/acf using 0.5 -micron silica dust emissions of .0060 g/acf

Collection Tank	Yes	No
1) Minimum 1200-gallon spoil tank		
2) Hydraulically operated full open / locked rear door with push button controls		
3) Rear door offers a strong center locking system (claw door)		
4) (2) site glass on rear door for easy view		
5) 6" quick opening valve for liquid discharge		
6) 6" stainless automatic safety shutoff to shut down vacuum when tank is full		
7) Amber strobe light		
8) Two Halogen work lights		
9) Hydraulically lifts tank to 60 degree angle for dumping		
10) Polymer lining on bottom half of tank for easy dumping of debris		

Vacuum Pump	Yes	No
1) Positive displacement design rated at 580 CFM		
2) Capable of drawing 15" of Mercury		
3) Shaft and lobes manufactured as a single piece of steel		
4) Silencer does not exceed 80db at 10 ft at operator's station		
5) Reverse pressure to off load liquids and clear vacuum hose		

Vac-Tron LP1273 XDT



Filtration	Yes	No
1) Filtration must filter down to 0.5 micron		
2) Filtration cartridge for wet or dry applications		
3) Washable, reusable filter		
4) Filter housing includes a 60-gallon cyclone with water trap, inspection port & manual drain		
5) Vacuum gauge		
6) Silencer exhausted out the top of the 60-gallon cyclone (Not to exceed 80dba at Full performance)		

Engine	Yes	No
1) Must have a minimum of 24 HP Kohler Diesel Tier 4 Final "or equivalent"		
2) "Touch" valve & drain to accommodate "easy access oil drain" at oil changes		
3) 30-gallon fuel tank		

Engine Enclosure	Yes	No
1) Fully enclosed and insulated engine stand to eliminate noise and vibration using 2/3 open cell attenuation material		
2) All components mounted in line for a low profile design.		
3) Both sides of engine enclosure open and hinged for ease of maintenance and service		
4) All service points for engine are accessible from curbside		
5) Lockable enclosure		

Water System	Yes	No
1) 3000 psi water pump		
2) Two 150-gallon high density polyethylene saddle tanks with automatic low water shutoff. (Total 300-gallon water capacity)		
3) Separate 5-gallon anti-freeze system for low temperature environment		
4) Manual locking hose reel with 50' high pressure hose		
5) Electric clutch to disengage water pump when not in use		

Vac-Tron LP1273 XDT



Control Panel	Yes	No
1) Water proof and lockable		
2) Integrated into the engine stand for ease of operation and safe access (curbside)		
3) Amber strobe & Work lights pull switch		
4) Hour meter		
5) Fuel gauge		

Accessories	Yes	No
1) 4 ft. non-conductive suction wand with t-handle		
2) 6 ft. non-conductive suction wand with t-handle		
3) 3 ft. gun control low pressure variable nozzle spray wand		
4) 5 ft. gun control high pressure Roto nozzle water knife		

Longevity	Yes	No
1) 2 coats of Epoxy Primer		
2) 2 coats of Polyurethane Top Coat		
3) Color " Safety " yellow for easy visibility		
4) Wiring Connections Sealed		

Trailer	Yes	No
1) 24,000 GVWR		
2) Eight tires on 2 tandem axles (10,000 lbs each)		
3) Electric Brakes for both axles with safety breakaway		
4) Pintle hitch		
5) 10,000 lb. jack stand with spring loaded foot		
6) Storage racks for all accessories		
7) Safety Cone holder & 2 DOT Safety cones		
8) Under coated to prevent corrosion		

Options:
1) Air gap
2) Strong Arm
3) In-Tank Wash out System
4) Emulsifier Gun

EXHIBIT "E"

CITY OF PETAL, MISSISSIPPI
FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

CITY OF PETAL
FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

TABLE OF CONTENTS

<i>INDEPENDENT AUDITORS' REPORT</i>	3
<i>MANAGEMENT'S DISCUSSION AND ANALYSIS</i>	3
<i>GOVERNMENT-WIDE FINANCIAL STATEMENTS</i>	
Statement of Net Position (Exhibit A)	16
Statement of Activities (Exhibit B)	17
<i>FUND FINANCIAL STATEMENT</i>	
<i>Governmental Funds</i>	
Balance Sheet (Exhibit C)	19
Reconciliation of Governmental Funds Balance Sheet to the	
Statement of Net Assets (Exhibit C-1)	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
<i>Proprietary Funds</i>	
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
<i>Fiduciary Funds</i>	
Statement of Assets and Liabilities (Exhibit H)	27
<i>NOTES TO THE FINANCIAL STATEMENTS</i>	28
<i>REQUIRED SUPPLEMENTARY INFORMATION (OTHER THAN MD&A)</i>	
Budgetary Comparison Schedule - General Fund	55
Budgetary Comparison Schedule - Major Special Revenue Fund	56
Schedule of City Proportionate Share of Net Pension Liability	57
Schedule of City Contributions	58
Notes to the Required Supplementary Information	59
<i>OTHER SUPPLEMENTARY INFORMATION</i>	
Schedule of Surety Bonds for Municipal Officials	61
<i>REPORTS ON COMPLIANCE AND INTERNAL CONTROL</i>	
Independent Auditor's Report on Compliance with State Laws and Regulations	61

WRIGHT CPA GROUP, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

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#10 Plaza Drive • P.O. Box 16433 • Hattiesburg, MS 39404-6433
Phone 601.268.3135 • Fax 601.261.3922
www.wrightcpagroup.com

INDEPENDENT AUDITORS' REPORT

Honorable Mayor,
Members of the Board of Aldermen,
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, 2016, which collectively comprise the City'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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 those 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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Petal, as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows 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 United States of America require that the management's discussion and analysis and budgetary comparison information on pages 6 through 14 and 55 through 56 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.

The Other Supplementary Information section which includes the Schedule of Surety Bonds for Municipal Officials is presented for the purposes of additional analysis as required by the Mississippi Department of State Auditor and is not a required part of the basic financial statements. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and, accordingly, we express no opinion on it.

Wright CPA Group, PLLC

WRIGHT CPA GROUP, PLLC
Certified Public Accountants
Hattiesburg, Mississippi

September 27, 2017

4

CITY OF PETAL, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR YEAR ENDED SEPTEMBER 30, 2016

This Discussion and Analysis of the City of Petal's financial performance provides a narrative overview and analysis of the City's financial activities for the year ended September 30, 2016. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers are encouraged to review the basic financial statements and the notes to the financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2016 were as follows:

The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at September 30, 2016 by \$13,237,297 (net position), which represents an increase of \$323,448 from the prior year. This is due primarily from operations.

As of September 30, 2016, the City's governmental funds reported a combined fund balance of \$4,359,201, which represents an increase of \$369,263.

During the fiscal year the City decreased its long-term debt by \$1,217,616 as a result of normal scheduled debt payments, refinancing of bonds and obtaining \$28,000 of equipment financed by capital leases.

The governmental activities expenses and transfers out exceeded revenue by approximately \$4,306,788 resulting in a net decrease in net position. This decrease includes \$4,885,000 of water and sewer revenue bonds being refinanced with general obligation bonds which effectively transferred the debt from the business activities to the governmental activities. As a result the City's business-type activities revenues and transfers in exceeded expenses by approximately \$4,720,216.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis serves as an introduction to the City's basic financial statements, which include government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains required supplementary information, supplementary information, and other information.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the City's finance, in a manner similar to a private-sector business.

The Statement of Net Assets provides information on all the City's assets and liabilities, with the differences between the two reported as "net assets." Over time, increases or decreases in the City's net assets may serve as a useful indicator of whether its financial position is improving or deteriorating.

The Statement of Activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements outline functions of the City that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, court, public safety, public works, culture and recreation and debt service. The business-type activities of the City include water and sewer fund and solid waste fund.

The government-wide financial statements can be found in Exhibit A and B of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds Most of the City's general activities are reported in its governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental funds are accounted for using the modified accrual basis of accounting and the flow of current financial resources management focus. The approach focuses on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at year end. The governmental fund statements provide a detailed view of the City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reader may gain a better understanding of the long-term impact of the City's near-term financing decisions. The governmental funds Balance Sheet is reconciled to the Statement of Net Assets, and the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances is reconciled to the Statement of Activities to facilitate this comparison between governmental funds and governmental activities.

The city maintains nine individual governmental funds which are combined into a single, aggregated presentation.

The basic governmental fund financial statements are presented as Exhibits D and E in this report.

Component Unit-The "Petal Public Improvement Corporation" is treated as a blended component unit and reported as a governmental fund.

EXHIBIT "E"

Proprietary funds The City maintains two different types of proprietary funds. Enterprise funds are reported in the same way as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows. The City uses enterprise funds to account for its water and sewer fund and solid waste fund both of which are considered major funds. Internal service funds are an accounting device to accumulate and allocate costs internally among various City funds and functions. The City uses internal service fund to account for its vehicle fuel cost. This fund is included with the governmental activities in the government-wide financial statement and as a separate column in the proprietary fund financial statement.

The basic proprietary fund financial statements are presented as Exhibits E, F and G in this report.

Fiduciary funds Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because resources of those funds are not available to support the City's own functions. These funds are reported using the accrual basis of accounting.

The basic fiduciary fund financial statements are presented as Exhibit H of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents budgetary comparison schedules as required supplementary information. The City adopts an annual operating budget for all funds. A budgetary comparison schedule has been provided for the General Fund and each additional major special revenue fund as required by the Governmental Accounting Standards Board.

Other Information

Although not a required part of the basic financial statements, this report also presents certain other supplementary information requested by the Mississippi State Auditor's Office.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position
Net position may serve over time as a useful indicator of the City's financial position. Assets and deferred outflows exceeded liabilities and all other resources by \$1,327,297 as of September 30, 2016.

The City's financial position is a product of several financial transactions including the net result of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets and the depreciation of capital assets.

Table 1
Component Statement of Net Position

	Governmental Activities		Business-type Activities		Totals	2016	2015	Delta	Percentage Change
	2016	2015	2016	2015					
Current and other assets:									
Cash and cash equivalents	\$ 1,046,510	\$ 8,455,197	\$ 2,017,280	\$ 1,983,181	\$ 11,509,869	\$ 10,438,368	\$ 1,071,501	9.9%	
Accounts receivable	18,221,782	16,342,826	14,739,271	13,424,359	33,231,253	31,488,895	1,742,358	5.5%	
Inventory	27,589,247	26,498,481	17,037,463	17,458,259	44,626,710	43,956,743	669,967	1.5%	
Deferred outflow of resources	1,489,411	1,525,926	128,088	131,912	1,617,507	1,667,838	(50,331)	(3.0%)	
Investment assets	17,429,275	11,830,451	7,911,861	5,475,000	17,341,136	16,805,991	535,145	3.2%	
Net pension liability	9,032,047	7,835,429	970,052	658,062	10,002,109	8,493,496	1,508,613	17.8%	
Other liabilities	359,287	314,373	822,263	489,469	1,181,550	1,113,752	67,798	6.1%	
Other assets	22,960,889	21,853,378	1,763,167	8,786,474	28,724,056	27,639,874	1,084,182	3.9%	
Deferred outflow of resources	4,210,938	4,387,369	4,951	19,265	4,220,151	4,406,914	(186,763)	(4.2%)	
Net position:	1,327,297	4,636,888	18,528,222	18,938,802	18,506,859	18,048,890	457,969	2.5%	
Net investment in capital assets			628,768	628,768	1,257,536	1,257,536		0.0%	
Retirement	(4,693,679)	(2,762,395)	829,594	829,594	(7,762,829)	(2,142,349)	(5,620,480)	(262.2%)	
Other	(2,663,391)	(2,715,295)	(16,498,493)	(18,728,363)	(16,672,248)	(16,493,849)	(178,399)	(1.1%)	
Total net position	\$ 1,327,297	\$ 4,636,888	\$ 18,528,222	\$ 18,938,802	\$ 18,506,859	\$ 18,048,890	\$ 457,969	2.5%	

By the largest portion of City's net position (129%) reflects its investment in capital assets less related outstanding debt. The City completed the Bond Bid extension from grants and other revenues which is reflected in the increase in capital assets in the governmental activities.

Changes in net position

Governmental activities increased the City's net position by \$4,196,788 and the business activities increased the City's net position by \$4,729,291. The key elements of these changes are reported in the following statement. These decreases are primarily result refinancing secure bonds with general obligation bonds.

Table 2
Component Statement of Changes in Net Position

	Governmental Activities		Business-type Activities		Totals	2016	2015	Delta	Percentage Change
	2016	2015	2016	2015					
Proprietary Resources:									
Change in Receivables	\$ 1,825,249	\$ 1,241,643	\$ 2,857,287	\$ 2,895,424	\$ 4,682,536	\$ 4,146,862	\$ 535,674	12.9%	
Change in Payables	(1,862,436)	(1,875,585)	(1,663,287)	(1,663,287)	(3,525,723)	(3,538,872)	13,149	(0.4%)	
General Revenues	4,517,121	4,109,235			4,517,121	4,139,225	377,896	9.1%	
Change in Cash	2,480,934	2,465,293			2,480,934	2,599,701	(118,767)	(4.6%)	
Other Assets and Liabilities	936,131	812,895	888	788	944,919	813,684	1,311,235	162.3%	
Other Assets and Liabilities	(201,281)	(218,852)	(100,111)	(1,882)	(301,392)	(3,879)	(1,678,007)	(432.8%)	
Total Resources	9,151,988	8,537,818	(1,863,121)	(1,880,841)	12,288,267	12,111,481	176,786	1.5%	
Proprietary Expenditures:									
General Expenditures	793,822	770,119			793,822	770,119	23,703	3.1%	
Capital	181,811	281,394			181,811	281,394	(100,583)	(35.8%)	
Other Expenditures	4,701,881	4,519,379			4,701,881	4,519,379	182,502	4.0%	
Other Liabilities	1,011,952	1,282,261			1,011,952	1,282,261	(270,309)	(21.1%)	
Capital and Other Expenditures	186,408	1,824,585			186,408	1,824,585	(1,638,177)	(90.3%)	
Other Liabilities and Other Changes	705,606	968,924			705,606	968,924	(263,318)	(27.1%)	
Net Investment in Capital Assets	1,128,992	967,672	199,045	191,757	1,328,037	1,159,389	168,648	14.6%	
Retirement	1,011,952	1,282,261			1,011,952	1,282,261	(270,309)	(21.1%)	
Other	781,934	781,934			781,934	781,934		0.0%	
Total Expenditures	8,222,400	8,728,877	(1,663,121)	(1,880,841)	12,288,267	12,111,481	176,786	1.5%	
Nonproprietary Resources and Liabilities:									
Change in Receivables and Payables	371,812	901,065	112,842	2,355,573	321,654	1,141,518	(819,864)	(72.7%)	
Net Assets	(1,185,296)	(1,172,228)	4,307,851	6,242,253	1,594	1,594		0.0%	
Other Assets and Liabilities	(1,327,297)	(4,300,522)		(1,055,882)	(2,654,594)	(2,654,594)		0.0%	
Change in Net Position	\$ 1,327,297	\$ 4,636,888	\$ 1,700,287	\$ 5,072,939	\$ 707,419	\$ 4,649,969	\$ 457,969	9.8%	

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds The focus of the City's governmental funds is to provide information on current inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, **unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.**

As the City completed the year, its governmental funds reported a combined fund balance of \$4,359,201, a decrease of \$469,263. \$3,519,093, or 80%, of the fund balance is unassigned, which is available for spending at the City's discretion. The remaining fund balance is either nonspendable, restricted, committed or assigned to indicate that it is not available for spending except only for the purposes to which it is restricted, committed or assigned.

The General Fund is the principal operating fund of the City. The increase in fund balance in the General Fund for the fiscal year was \$635,577. The fund balance of Other Governmental Funds showed a decrease in the amount of \$266,314 as a result of completion of City's Street Paving Project.

Proprietary funds The City's proprietary funds provide the same type information found in the government-wide financial statements, but in more detail.

Unrestricted net position of \$809,048 is comprised of \$610,556 for the water and sewer and \$198,492 for the solid waste fund. User fees and charges were sufficient to cover costs this year and refinancing \$4,685,000 in revenue bonds with general obligation bonds resulted in an increase in net position of \$4,693,825 for the water and sewer fund. An increase in net position of \$26,411 for the solid waste fund was due primarily to operations.

General Fund Budgeting Highlights
The City's budget is prepared according to Mississippi law and is based on accounting for certain transactions on a basis of cash receipts, disbursement and encumbrances. One of the most significant budgeted funds is the General Fund.

During 2016, the City's general fund budget was amended. All recommendations for a change come from the department heads to the City Clerk for review before going to the Mayor and Board of Aldermen for consideration. The City does not allow budget changes that modify line items within any department without Board approval. The General Fund is closely monitored for possible revenue shortfalls or over spending, since it supports so many departments. The General Fund original budgeted revenues were \$7,175,700, with the final budgeted amount being \$7,234,200, and with \$7,404,457 in actual revenue collections. The General Fund's original budgeted expenditures of \$7,160,374 were amended to \$7,233,888, with actual expenditures of \$6,993,461.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal-year 2017 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 tax rates for 2017.

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 8th Avenue, Petal, MS 39465.

EXHIBIT "E"

**CITY OF PETAL, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR YEAR ENDED SEPTEMBER 30, 2016**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The following table shows the changes in the City's capital assets for the year ended September 30, 2016. The amounts shown are in thousands of dollars.

Capital Asset Category	2015		2016		Change
	Balance	Change	Balance	Change	
Land	1,000,000	0	1,000,000	0	0
Buildings	1,200,000	100,000	1,300,000	100,000	100,000
Equipment	500,000	(50,000)	450,000	(50,000)	(50,000)
Infrastructure	2,000,000	200,000	2,200,000	200,000	200,000
Other	100,000	0	100,000	0	0
Total	4,800,000	250,000	5,050,000	250,000	250,000

Debt Administration

The following table shows the changes in the City's debt for the year ended September 30, 2016. The amounts shown are in thousands of dollars.

Debt Category	2015		2016		Change
	Balance	Change	Balance	Change	
General Obligation	1,000,000	0	1,000,000	0	0
Revenue	500,000	(50,000)	450,000	(50,000)	(50,000)
Other	100,000	0	100,000	0	0
Total	1,600,000	(50,000)	1,550,000	(50,000)	(50,000)

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 GASB reporting, this liability must be reported as a long-term liability of the City. The amount of this liability is \$1,000,000.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**CITY OF PETAL
STATEMENT OF NET POSITION
SEPTEMBER 30, 2016**

Exhibit A

	Governmental Activities	Business-type Activities	Total
ASSETS AND OTHER DEBITS			
Cash and cash equivalents	\$ 4,309,911	\$ 1,324,627	\$ 5,634,538
Receivables, net of allowance for uncollectibles	4,650,777	75,070	4,725,847
Due from other funds	72,504	161,111	233,615
Unbilled revenue		319,207	319,207
Inventory, at cost		10,431	10,431
Prepaid items	44,368		44,368
Restricted Assets			
Cash fund reserves		129,180	129,180
Cash on hand		287,684	287,684
Fund	892,495	21,598	914,093
Capital assets, net	12,765,015	14,709,210	27,474,225
Capitalized interest and bond issue costs	139,272		139,272
Total Assets	27,588,342	17,037,483	44,625,825
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	1,172,682	128,066	1,300,748
Unamortized amount on debt refunding	512,050		512,050
Total Deferred Outflow of Resources	1,684,732	128,066	1,812,798
LIABILITIES AND OTHER CREDITS			
Accounts Payable	915,284	183,745	1,099,029
Due to other funds	174,678	64,839	239,517
Other payables	93,901	21,102	115,003
Customer deposits		247,510	247,510
Accrued interest	114,117		114,117
Compensated absences	53,300	6,047	59,347
Noncurrent liabilities			
Net pension liability	9,032,047	970,952	10,003,000
Debt due within one year	1,150,279	210,000	1,360,279
Debt due in more than one year	16,387,996		16,387,996
Total Liabilities	27,080,089	1,703,192	28,783,281
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	23,628	3,953	27,581
Property taxes levied for subsequent year	4,196,470		4,196,470
Total Deferred Inflow of Resources	4,220,100	3,953	4,224,053
NET POSITION			
Net investment in capital assets	1,000,000	14,520,203	15,520,203
Restricted for debt covenants		129,180	129,180
Unrestricted	(3,601,600)	800,028	(2,801,572)
Total Net Position	\$ 1,398,400	\$ 15,449,411	\$ 16,847,811

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

**CITY OF PETAL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

Exhibit B

Function/Program	Expenses	Program Revenues		Net of Interest Revenue and U.S. Direct or Net Investment		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
General Government						
Administration	1,000,000	200,000	0	0	800,000	(800,000)
Police	2,000,000	500,000	0	0	1,500,000	(1,500,000)
Fire	1,500,000	300,000	0	0	1,200,000	(1,200,000)
Public Works	1,000,000	200,000	0	0	800,000	(800,000)
Capital Projects	500,000	0	0	0	500,000	(500,000)
Other	100,000	0	0	0	100,000	(100,000)
Total	6,100,000	1,200,000	0	0	4,900,000	(1,200,000)
Public Safety						
Police	2,000,000	500,000	0	0	1,500,000	(500,000)
Fire	1,500,000	300,000	0	0	1,200,000	(300,000)
Total	3,500,000	800,000	0	0	2,700,000	(800,000)
Public Works						
Street Maintenance	1,000,000	200,000	0	0	800,000	(200,000)
Water	500,000	100,000	0	0	400,000	(100,000)
Sanitation	1,000,000	200,000	0	0	800,000	(200,000)
Other	100,000	0	0	0	100,000	(100,000)
Total	3,600,000	500,000	0	0	3,100,000	(500,000)
Capital Projects						
Capital Projects	500,000	0	0	0	500,000	(500,000)
Total	10,100,000	2,000,000	0	0	8,100,000	(2,000,000)

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

FUND FINANCIAL STATEMENTS

CITY OF PETAL
BALANCE SHEET-GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

Exhibit C

	General Fund		Road Maintenance Fund	Other Governmental Funds	Total Governmental Funds
ASSETS AND OTHER DEBITS					
Cash and other deposits	\$ 1,369,046	\$ 211,802	\$ 538,096	\$ -	\$ 2,118,944
Trade receivables	156,539	-	-	-	156,539
Due from other governments	41,883	-	-	-	41,883
Property taxes levied for subsequent year	236,619	-	546,470	-	783,089
Prepaid insurance	16,000	-	-	-	16,000
Due from other funds	72,561	-	-	-	72,561
Other receivables	45,812	-	651	-	46,463
Total Assets	\$ 2,988,540	\$ 211,802	\$ 1,084,567	\$ -	\$ 4,284,909
LIABILITIES AND OTHER CREDITS					
Accounts payable	\$ 189,871	\$ 41,024	\$ 6,209	\$ -	\$ 237,094
Other payables	98	-	530	-	628
Insurance payable	3,409	-	-	-	3,409
Due to other funds	162,210	-	2,728	-	164,938
Total Liabilities	\$ 455,588	\$ 41,024	\$ 9,467	\$ -	\$ 506,079
DEFERRED INFLOW RESOURCES					
Resources not available - current year	41,693	-	-	-	41,693
Property taxes levied for subsequent year	3,690,000	-	546,470	-	4,236,470
Total Deferred Inflow Resources	\$ 3,731,693	\$ -	\$ 546,470	\$ -	\$ 4,278,163
FUND BALANCES					
Restricted for bond	-	-	482,238	-	482,238
Assigned, reported in special revenue funds	-	-	700,858	66,660	1,169,756
Capital projects funds	-	-	-	552	552
Unassigned, reported in general fund	3,510,093	-	-	-	3,510,093
Total Fund Balances	\$ 3,510,093	\$ -	\$ 1,183,696	\$ 66,660	\$ 4,760,449
Total liabilities, deferred inflows of resources and fund balances	\$ 2,988,540	\$ 211,802	\$ 1,105,217	\$ -	\$ 4,305,639

The notes to 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, 2016

Exhibit C-1

Total Fund Balance-Governmental Funds (Exhibit C)	\$ 4,359,201
Amounts reported for governmental activities in the statement of net assets 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 \$10,536,787	18,361,926
Other long-term assets are not available to pay for current-period expenditures, and, therefore, are deferred in the funds	41,693
Bond issuance costs are deferred in the Statement of Net Assets and amortized over the term of the bonds	139,272
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	(9,032,047)
Compensated absences	(53,300)
Accrued interest expense	(113,117)
Deferred outflows and inflows of resources are applicable to future periods and, therefore are not reported in the funds	
Amortized amount on debt refunding	317,059
Deferred outflows of resources related to pensions	1,172,682
Deferred inflows of resources related to pensions	(22,628)
Long-term debt, including bonds payable are not due and payable in the current period and, therefore, are not reported in the funds	(17,438,275)
Net position from Internal Service Fund (Exhibit E)	46,440
Total Net Position-Governmental Activities (Exhibit A)	\$ (2,221,104)

The notes to 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, 2016

Exhibit D

	General Fund		Road Maintenance Fund	Other Governmental Funds	Total Governmental Funds
REVENUES					
Property taxes	\$ 482,097	\$ -	\$ 694,024	\$ -	\$ 1,176,121
Fees and fees	513,060	-	-	-	513,060
Intergovernmental revenue	2,545,874	937,046	71,267	-	3,554,187
Charges for services	430,094	-	-	-	430,094
Earnings on investments	254	46	161	-	461
Other	82,583	23,712	26,216	-	132,511
TOTAL REVENUE	7,905,369	960,804	792,588	-	9,658,761
EXPENDITURES					
General government	801,454	-	-	-	801,454
Court	267,036	-	-	-	267,036
Public safety	3,817,499	-	68,711	-	3,886,210
Public works	693,012	1,214,007	-	-	1,907,019
Culture & recreation	776,584	-	28,064	-	804,648
Debt service	-	-	-	-	-
Principal	127,231	-	578,865	-	706,096
Interest	44,861	-	428,823	-	473,684
Other	-	-	6,342	-	6,342
Total expenditures	6,956,677	1,214,007	1,073,040	-	9,243,724
Excess (deficiency) of revenues over expenditures	418,792	(253,203)	(280,452)	-	(114,863)
Other financing sources (uses)					
Transfers in	157,601	-	324,946	-	482,547
Transfers out	-	-	(4,790,101)	-	(4,790,101)
Proceeds from capital assets	-	-	28,000	-	28,000
Proceeds from borrowing	-	-	4,885,041	-	4,885,041
Debt insurance costs	-	-	(135,000)	-	(135,000)
Sale of capital assets	39,193	-	-	-	39,193
Total other financing sources (uses)	196,794	-	312,885	-	509,679
Net change in fund balance	655,677	(178,203)	3,984	-	481,458
Fund Balances - Beginning	2,883,516	541,150	545,236	-	3,970,902
Fund Balances - Ending	\$ 3,539,193	\$ 362,947	\$ 549,220	\$ -	\$ 4,451,360

The notes to 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, 2016

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)	\$ 481,458
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is amortized over their estimated useful lives and reported as depreciation expense. This is the amount for which capital assets exceeded depreciation.	1,271,847
	(683,600)
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 increases financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the assets sold.	(90,177)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount that debt proceeds exceeded debt payments in the current period.	(451,140)
	309,659
Governmental funds report the effect of issuance costs and strike items when debt is 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	144,081
Amortization of premium on refunding	144,536
Debt issuance cost on refunding	26,363
Line items recognized using the full accrual basis of accounting in the Statement of Activities do not provide current financial resources and are not reported as revenue in the funds.	(1,000)
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	(7,290)
Accrued interest	(480,000)
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	1,023,949
Recording of contributions made subsequent to the measurement date	566,269
Amortization of deferred outflows of resources	4,260
Internal service fund is used by the City to charge the costs of utility and equipment maintenance to other funds. The net revenue (cost) of the internal service fund is reported with governmental activities.	4,760
Change in Net Position of Governmental Activities	\$ (4,760,320)

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

CITY OF PETAL
STATEMENT OF NET POSITION
PROPRIETARY FUND
SEPTEMBER 30, 2016

Exhibit E

	Business-type Activities - Enterprise Funds			Internal Service
	Water and Sewer Fund	Solid Waste Fund	Totals	Central Funding Station
ASSETS				
Cash and other cash equivalents	\$ 1,217,541	\$ 86,876	\$ 1,304,417	\$ 50,887
Accounts receivable, net of allowance	49,709	6,879	56,588	-
Due from other funds	-	161,111	161,111	-
Intangible assets	255,538	63,669	319,207	-
Other receivables	17,476	1,845	19,321	-
Inventory, at cost	10,431	-	10,431	-
Investment assets	-	-	-	-
Prepaid expenses	129,150	-	129,150	-
Unearned deposits	381,684	-	381,684	-
Land	21,893	-	21,893	-
Capital assets, net	14,859,812	49,396	14,909,208	584
Total Assets	16,685,245	171,726	17,037,281	51,471
DEFERRED OUTFLOW OF RESOURCES				
Deferred outflows related to pensions	128,056	-	128,056	-
Total deferred outflows of resources	128,056	-	128,056	-
LIABILITIES				
Accounts Payable	\$ 64,265	\$ 119,480	\$ 183,745	\$ 176
Due to other funds	15,714	3,308	19,022	148
Due from other funds	62,878	-	62,878	-
Unearned deposits	242,500	-	242,500	-
Compensated absences	604	-	604	-
Measurement liabilities	-	-	-	-
Net pension liability	970,952	-	970,952	-
Capital related debt due to other funds	216,092	-	216,092	-
Total Liabilities	1,579,347	122,848	1,702,195	503
DEFERRED OUTFLOW OF RESOURCES				
Deferred outflows related to pensions	3,951	-	3,951	-
Total deferred outflows of resources	3,951	-	3,951	-
NET POSITION				
Net investment in capital assets	14,670,805	49,388	14,720,193	584
Restricted for debt service	134,150	-	134,150	-
Unrestricted	610,556	118,242	728,798	58,856
Total Net Position	\$ (5,210,511)	\$ 267,930	\$ (4,942,581)	\$ 6,440

The notes to 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, 2016

Exhibit F

	Business-type Activities - Enterprise Funds			Internal Service
	Water and Sewer Fund	Solid Waste Fund	Totals	Central Funding Station
Operating revenues				
Sales	\$ 2,392,483	\$ 811,280	\$ 3,203,763	\$ 300,656
Other revenues and charges	26,361	-	26,361	38,361
Other revenue	216,654	4	216,658	380,659
Revenue treatment charges	546,515	-	546,515	-
	3,181,013	811,284	3,992,297	59,676
Operating expenses				
Personnel services	408,488	-	408,488	-
Supplies and materials	210,325	-	210,325	49,716
Other services and charges	1,113,724	363,198	1,476,922	1,381,683
Capital outlay expenses	201,012	-	201,012	-
Personnel expenses	160,045	-	160,045	-
Depreciation and amortization	439,704	6,183	445,887	-
Total debt expense	79,857	11,372	91,229	-
Total operating expenses	2,623,155	380,353	3,003,508	54,726
Operating income (loss)	517,678	430,931	948,609	5,280
Other sources (uses)				
Investment earnings	879	71	950	-
Transfers from other funds	4,751,000	-	4,751,000	-
Transfers to other funds	(442,346)	-	(442,346)	-
Gain (loss) on sale of assets	(104,444)	-	(104,444)	-
Interest expense	(24,700)	-	(24,700)	-
Total other sources (uses)	4,180,389	71	4,180,460	-
Change in net position	4,698,056	361,111	5,059,167	4,280
Total net position - beginning	10,816,686	221,479	11,038,165	41,160
Prior Period Adjustment	-	-	-	-
Total net position - beginning as stated	10,816,686	221,479	11,038,165	41,160
Total net position - ending	\$ 15,514,742	\$ 582,590	\$ 16,097,332	\$ 45,440

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

CITY OF PETAL
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR YEAR ENDED SEPTEMBER 30, 2016

Exhibit G

	Water and Sewer Fund	Solid Waste Fund	Totals
Cash flow from operating activities:			
Cash received from customers (excluding deposit)	\$ 3,226,415	\$ 686,824	\$ 3,913,239
Cash paid to suppliers	(1,525,448)	(767,032)	(2,292,480)
Cash paid to employees	(459,899)		(459,899)
Net cash provided (used) by operating activities	1,241,068	(80,208)	1,160,860
Cash flow from noncapital financing activities:			
Transfer from other funds	4,750,000		4,750,000
Transfer to other funds	(442,446)		(442,446)
Principal paid on refunding bonds	(4,750,000)		(4,750,000)
Other refinancing costs	(52,244)		(52,244)
Net cash flows provided (used) by noncapital financing activities	(494,690)		(494,690)
Cash flow from capital financing activities:			
Principal paid on bonds	(475,000)		(475,000)
Interest paid	(146,901)		(146,901)
Net cash flows provided (used) by capital financing activities	(621,901)		(621,901)
Cash flow from investing activities:			
Proceeds from sale of assets	123,575		123,575
Interest received	822	71	893
Net cash flows provided (used) by investing activities	124,402	71	124,473
Net increase (decrease) in cash for the year	248,877	(80,137)	168,740
Cash and restricted cash - October 1, 2015	1,605,708	167,013	1,572,721
Cash and restricted cash - September 30, 2016	\$ 1,654,585	\$ 86,876	\$ 1,741,461

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

EXHIBIT "E"

CITY OF PETAL
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR YEAR ENDED SEPTEMBER 30, 2016

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)	\$ 514,678	\$ 26,340	\$ 541,018
Adjustments to reconcile operating income to net cash provided by operating activities:			
- Depreciation	499,204	6,183	465,887
- Bad debt expense	79,437	11,372	91,209
- (Increase) decrease in accounts receivable	(43,635)	(17,980)	(61,615)
- (Increase) decrease in other assets	43,196	(224,603)	(181,407)
- Increase (decrease) in other liabilities	67,634		67,634
- Increase (decrease) in accounts payable	(40,391)	118,480	78,089
Net cash provided by operating activities	\$ 1,241,068	\$ (80,208)	\$ 1,160,860

Other Required Disclosures

Interest paid	\$ 146,903	\$	
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The notes to financial statements are an integral part of this statement.

CITY OF PETAL
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUND
SEPTEMBER 30, 2016

Exhibit H

	Agency Funds
ASSETS:	
Cash	\$ 6,103
Due from other funds	0.000
Other receivable	
Total Assets	\$ 6,103
LIABILITIES:	
Other liability	\$ 6,103
Due to other funds	
Total Liabilities	\$ 6,103

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

NOTES TO FINANCIAL STATEMENTS

CITY OF PETAL
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

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
- Public Works
- Health and Welfare
- Culture and Recreation
- General Administration
- Judicial
- Water and Sewer Utility
- Solid Waste Collection

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 School District, 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 usually 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
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2016

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 segment 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 modified accrual basis of accounting. Revenues are recognized as 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.

Road Maintenance Fund It accounts for paying and improvement of the City's streets and infrastructure. Funds from the County road and bridge tax and a GO bond issue are accounted for in this 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.

EXHIBIT "E"

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.

E. **Encumbrances**

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

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.

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 Petee Fees is based on the City's estimation of amounts that cannot be collected.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

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 revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. The "revenue bond contingent" account is used to report resources set aside to subsidize potential deficiencies from the Water and Sewer's operation that could adversely affect debt service payments. The "revenue bond current debt service account" is used to segregate resources accumulated for debt service payments over the next twelve months. The "revenue bond cushion" account is used to report resources set aside to make up potential fund deficiencies in the revenue bond current debt service account. The "revenue bond depreciation" account is used to report resources set aside to fund asset renewals and replacements, as well as to make up potential fund deficiencies in the revenue bond current debt service account.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

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	30
Public domain infrastructure (roads)	30
System infrastructure	30
Fire trucks	15
Heavy equipment	10
Furniture and fixtures	7
Vehicles and equipment	5
Computer equipment	5

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 \$59,347 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.

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 has a limitation imposed by a formal action of the City Board. Assigned fund balance has a limitation imposed by the intent of the City Board to use for a specific purpose, but is neither restricted nor committed. Unassigned fund balance in 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 assets are classified the same as in the government-wide statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

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 15th, 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.

If 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.

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:

EXHIBIT "E"

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont)

	2016
City of Petal	
General Fund	99.17
GA Bond Refunding	7.10
SRRA 03 Bond Debt Service	1.79
Library	0.00
Total by Mills	108.06

Local Municipal Separate School Districts

District Maintenance	55.00
School Bidding Program	4.56
School Limited Tax Sale	2.46
Total School District Mills	62.02

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.

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 is held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105 S. 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 Depositary Insurance Corporation.

The carrying amount of the City's deposits with financial institutions was \$6,051,372, and the bank balance was \$6,431,166.

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:

	General	Other Governmental	Water & Sewer Enterprise	Solid Waste Enterprise	Total
Receivables					
Accounts	\$ 136,839	\$ -	\$ 692,276	\$ 147,245	\$ 976,360
Grant Fee Receivable	2,001,683	-	-	-	2,001,683
Other Receivable	45,812	691	17,176	934	67,613
Property Tax Receivable	3,690,000	346,670	-	-	4,036,670
Intergovernmental	238,619	-	-	-	238,619
Grant Receivables	6,072,653	547,121	684,432	151,209	7,455,415
Fee Allowance for Inspectables	(1,950,000)	-	(6,300,000)	(1,800,000)	(10,050,000)
Total net receivables	\$ 4,112,957	\$ 547,121	\$ 613,384	\$ 100,814	\$ 4,774,276

NOTE 3- ACCOUNTS RECEIVABLE AND ALLOWANCE ACCOUNT (cont)

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

	General	Other Governmental	Water & Sewer Enterprise	Solid Waste Enterprise	Total
Property taxes levied for use in the subsequent year	\$ 3,650,000	\$ 346,670	\$ -	\$ -	\$ 4,196,670

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 pay off revenue bonds.

Transfers To/On	Transfers From	Amount
General Fund	Water and Sewer Fund	\$ 113,500
	Nonmajor Governmental Funds	\$ 40,100
		\$ 153,600
Nonmajor Governmental Funds	Water and Sewer Fund	\$ 324,416
Water and Sewer Fund	Nonmajor Governmental Funds	\$ 4,750,000

NOTE 5- CAPITAL ASSETS

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

Governmental Activities	Balance 10/1/2015	Adjustments	Additions	Deletions	Balance 9/30/2016
Capital Assets Not Being Depreciated					
Land	\$ 897,495	-	-	-	\$ 897,495
Land Assets Not Being Depreciated	597,495	-	-	-	597,495
Buildings	3,376,761	-	-	-	3,376,761
Equipment	2,619,233	-	-	-	2,619,233
Office & Other Equipment	761,940	-	-	-	761,940
Motor Vehicles	2,160,544	-	22,996	246,916	1,936,624
Operating Equipment	1,604,344	-	-	98,001	1,506,343
Infrastructure	11,590,076	-	7,248,842	98,001	18,830,917
Total assets being depreciated	21,092,236	-	7,271,838	343,326	28,020,748
Less accumulated depreciation	(17,968,891)	-	(2,111,342)	347,726	(20,427,959)
Buildings	(761,940)	-	(63,742)	(660,809)	(1,486,491)
Intergovernmental debt (land buildings)	(926,288)	-	(98,873)	(1,025,161)	(2,050,322)
Equipment	(1,441,461)	-	(16,725)	(161,093)	(1,619,280)
Motor vehicles	(1,308,544)	-	(91,165)	(209,486)	(1,609,195)
Operating Equipment	(809,973)	-	(112,852)	(98,852)	(1,021,677)
Infrastructure	(8,117,388)	-	(418,914)	(6,387,689)	(14,923,991)
Total governmental depreciation	(19,911,344)	-	(813,696)	(2,088,141)	(22,813,181)
Capital Leasing Station	(8,003,571)	-	(17,632)	98,127	(8,013,076)
Capital Assets Being Depreciated					
Buildings	1,666,3	-	-	-	1,666,3
Operating Equipment	9,000	-	-	-	9,000
Less accumulated depreciation	(11,000)	-	-	-	(11,000)
Capital Leasing Station	(8,013,571)	-	-	-	(8,013,571)
Governmental activities capital assets net	\$ 18,091,236	\$ -	\$ 211,852	\$ 98,127	\$ 18,301,215

Depreciation expense was charged to the following governmental functions:

	Depreciation
City of Petal	\$ 6,932
Public Safety	144,758
Public Works (which includes depreciation of joint infrastructure assets)	15,908
Culture and Recreation	161,092
Total governmental activities depreciation expense	\$ 338,690

NOTE 5- CAPITAL ASSETS (cont)

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

Business-Type Activities	Balance 10/1/2015	Adjustments	Additions	Deletions	Balance 9/30/2016
Capital Assets Not Being Depreciated					
Land	\$ 25,994	-	-	-	\$ 25,994
Construction in Progress	-	-	-	-	-
Land Assets Not Being Depreciated	21,994	-	-	-	21,994
Buildings	677,000	-	-	-	677,000
Equipment	3,981	-	-	-	3,981
Office Furniture	4,000	-	-	-	4,000
Water Sewer Systems	27,000,117	-	-	-	27,000,117
Vehicles	211,044	-	-	-	211,044
Operating Equipment	142,000	-	-	-	142,000
Total assets being depreciated	28,137,042	-	-	-	28,137,042
Less accumulated depreciation	(26,536,982)	-	-	366,980	(26,903,062)
Buildings	(139,000)	-	(12,942)	(112,041)	(271,983)
Intergovernmental debt (land buildings)	(11,000)	-	-	-	(11,000)
Office Furniture	(1,400)	-	-	-	(1,400)
Water Sewer Systems	(1,237,042)	-	(445,113)	-	(1,682,155)
Vehicles	(169,353)	-	(12,763)	-	(182,116)
Operating Equipment	(113,000)	-	-	-	(113,000)
Total business-type depreciation	(1,633,195)	-	(460,818)	(152,804)	(2,246,817)
Water and Sewer capital assets net	(4,466,426)	-	(429,704)	338,019	(4,558,111)
Capital Assets Being Depreciated					
Infrastructure	8,000	-	-	-	8,000
Operating Equipment	122,000	-	-	-	122,000
Vehicles	54,221	-	-	-	54,221
Less accumulated depreciation	(85,000)	-	-	-	(85,000)
Total business-type depreciation	(17,779)	-	-	-	(17,779)
Infrastructure	(17,779)	-	(111)	-	(17,890)
Operating Equipment	(108,314)	-	-	-	(108,314)
Vehicles	(136,500)	-	12,425	-	(124,075)
Total business-type depreciation	(230,403)	-	(16,686)	-	(247,089)
Net Business-type activities	\$ 18,091,236	\$ -	\$ 211,852	\$ 98,127	\$ 18,301,215

NOTE 6- LONG-TERM LIABILITIES

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

	Balance 10/1/2015	Additions	Deletions	Balance 9/30/2016	Amount Due Within One Year
GENERAL OBLIGATION BONDS					
33 MM G.O. Bonds Series 2006 Refunded and advanced interest	\$ 735,000	\$ -	\$ (235,000)	\$ -	\$ -
6.5MM GO Refunding Bonds Series 2009 Refunding Series 2006 & 2012 WSS Bonds 7.0% - 8.0% interest, matures 2032	\$ 6,510,000	\$ -	\$ -	\$ 6,510,000	\$ -
4.95MM GO Refunding Bonds Series 2012 Refunding Series 2006 & 2012 WSS Bonds 4.0% - 4.0% interest, matures 2032	\$ -	\$ 4,885,000	\$ (23,000)	\$ 4,862,000	\$ 340,000
3.1MM GO Refunding Bonds Series 2015 2.0% - 3.0% interest, matures 2032	\$ 3,065,000	\$ -	\$ -	\$ 3,065,000	\$ 265,000
1.8MM GO Bonds Series 2014 7.25% interest, 2021	\$ 913,000	\$ -	\$ (90,000)	\$ 823,000	\$ 93,000
6.0 Refunding Bonds Series 2012 2.0% - 2.25% interest, 2024	\$ 1,690,000	\$ -	\$ (275,000)	\$ 1,415,000	\$ 163,000
	\$ 12,413,000	\$ 4,885,000	\$ (623,000)	\$ 16,675,000	\$ 863,000
CAPITAL LEASES					
Equipment Capital Leases 7.14% interest, 2017-2021 annual payments	\$ 78,800	\$ -	\$ (25,740)	\$ 53,060	\$ 26,296
Truck Leases 2.34% interest	\$ -	\$ 28,000	\$ (5,341)	\$ 22,659	\$ 5,468
Five Year Leases 3.27% interest 9/1/17	\$ 96,751	\$ -	\$ (47,970)	\$ 48,781	\$ 48,821
Police Car Leases 7.25% interest 2021	\$ 118,038	\$ -	\$ (59,472)	\$ 58,566	\$ 59,566
Street Lighting 4.0% interest 9/30/2021	\$ 231,268	\$ -	\$ (33,505)	\$ 197,763	\$ 33,377
Truck Leases 2.1% interest 8/24/2020	\$ 198,500	\$ -	\$ (38,044)	\$ 160,456	\$ 36,855
Special Courtroom Leases 1.60% interest 9/12/2019	\$ 294,384	\$ -	\$ (71,544)	\$ 222,840	\$ 72,896
	\$ 1,017,891	\$ 28,000	\$ (280,618)	\$ 765,273	\$ 287,279
TOTAL GOVERNMENTAL LONG-TERM DEBT	\$ 13,430,891	\$ 4,913,000	\$ (905,618)	\$ 17,438,273	\$ 1,150,279

EXHIBIT "E"

NOTE 6- LONG-TERM LIABILITIES (cont)

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

	Balance 10/1/2015	Additions	Deletions	Balance 9/30/2016
SEWER SPECIAL OBLIGATION BONDS				
58.3MM Water & Sewer Series 2006 7.0%-4.0% interest, matures 2031	\$ 2,235,000	\$ -	\$ (2,235,000)	\$ -
56.5 MM Water & Sewer Series 2007 5.0% - 4.0% interest, matures 2032	\$ 3,200,000	\$ -	\$ (2,990,000)	\$ 210,000
	\$ 5,435,000	\$ -	\$ (5,225,000)	\$ 210,000
BUSINESS-TYPE ACTIVITY DEBT	\$ 5,435,000	\$ -	\$ (5,225,000)	\$ 210,000

NOTE 6- LONG-TERM LIABILITIES (cont)

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. There are specific property tax allocations levied for retirement of these bonds.

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

	S1.0M G.O. Bonds, Series 2014	
	Principal	Interest
2017	\$1,000	16,518
2018	95,000	16,425
2019	90,000	14,288
2020	101,000	12,083
2021	104,000	9,810
5 year	352,000	15,096
5 year		
5 year		
	623,000	66,220

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% to 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%.

On February 24, 2015, the City issued GO refunding bonds, Series 2015 in amount of \$3,100,000 with interest rate of 2% to 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:

S2.155M G.O. Refunding Bonds, Series 2012			3.1 GO Refunding Series 2015		
	Principal	Interest		Principal	Interest
2017	155,000	28,919	2017	265,000	86,550
2018	170,000	26,618	2018	275,000	45,290
2019	170,000	22,219	2019	240,000	75,250
2020	175,000	19,818	2020	290,000	67,350
2021	180,000	16,319	2021	300,000	58,650
5 year	555,000	71,000	5 year	1,635,000	152,250
5 year			5 year		
5 year			5 year		
	1,415,000	141,563		3,065,000	485,800

NOTE 6- LONG-TERM LIABILITIES (cont)

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% in 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 \$2,330,503 of outstanding water and sewer revenue bonds series 2007 with interest rates of 4.0% to 5.0%. Debt service requirements for the old debt totals \$17,190,690; debt service requirements for the new debt will be \$16,567,562, resulting in a cash flow savings of \$623,128 and a net present value savings of \$347,028. 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%. Debt service requirements for the old debt totals \$6,730,810; debt service requirements for the new debt will be \$5,706,721, resulting in a cash flow savings of \$1,024,089 and a net present value savings of \$278,713.

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

	GO WATER & SEWER REFUNDING BONDS	
	Principal	Interest
2017	350,000	481,214
2018	360,000	368,375
2019	580,000	355,176
2020	595,000	343,575
2021	620,000	331,675
2022-2026	3,115,000	1,189,800
2027-2031	4,090,000	815,400
2032-	1,470,000	76,800
	\$ 11,580,000	\$ 3,895,014

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:

	Capital Leases	
	Principal	Interest
2017	267,281	22,348
2018	183,771	15,469
2019	161,377	10,438
2020	88,502	5,805
2021	43,844	2,457
2022		
	\$ 765,275	\$ 56,537

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 was refunded with general obligation bonds in April 2016. These refunding issues remove the liability from the water and sewer fund to the governmental activities. 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 1(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 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 heretofore, 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 57-1-5; 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 55-23-8.

The following is a schedule of limitations on the indebtedness of the City at September 30, 2016

Authorized Debt Limit	15 Percent	20 Percent
Assessed valuation at fiscal year ended September 30, 2016: \$101,482,644	\$ 15,222,397	\$ 20,296,529
Present debt subject to 15% limitation	(16,673,000)	
Present debt subject to 20% limitation including debt subject to 15% limitation		(17,438,275)
Margin for further debt under respective limits	\$ (1,450,603)	\$ 2,858,254

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) 359-3589 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 in 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, 2016 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, 2016, 2015 and 2014 were \$556,125, \$551,390 and \$572,426, respectively, which equaled the required contributions for each year.

49

EXHIBIT "E"

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, 2016, the City reported a liability of \$10,002,999 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, 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, 2016, the City's proportion was 0.056 percent.

For the year ended September 30, 2016, the City recognized pension expense of \$1,782,705. At September 30, 2016, 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	\$ 198,835	\$ -
Net difference between projected and actual earnings on pension plan investments	542,123	-
Changes of assumptions	336,056	26,581
Differences between I-R contributions and proportionate share of I-R contributions	84,703	-
City contributions subsequent to the measurement date	139,031	-
Total	\$ 1,300,748	\$ 26,581

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	
2017	\$ 561,602
2018	480,334
2019	289,183
2020	135,531
	<u>\$ 1,436,850</u>

50

NOTE 8-DEFINED BENEFIT PENSION PLAN (cont)

Actuarial assumptions The total pension liability in the June 30, 2016 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 - 19.00 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 B9 in 2016, set forward one year for males.

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2014. The experience report is dated May 4, 2015.

The long-term expected rate of return on pension plan investments was determined using a log-normal 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	34 %	5.20 %
International Equity	19	5.00
Emerging Markets Equity	8	5.45
Fixed Income	20	0.25
Real Assets	10	4.00
Private Equity	8	6.15
Cash	1	(0.50)
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 these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected benefit payments of current plan members. 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.

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):

51

NOTE 8-DEFINED BENEFIT PENSION PLAN (cont)

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
City's proportionate share of the net pension liability	\$ 12,826,087	\$ 10,002,999	\$ 7,607,750

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 grant 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.

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.

52

NOTE 10-RISK MANAGEMENT (cont)

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 Net Position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions which existed after the Statement of Net Position date require disclosure in the accompanying notes. Management of City of Petal evaluated the activity of the City through September 27, 2017 (date financial statements were available) and determined that no subsequent events require disclosure in the notes to the financial statements.

53

REQUIRED SUPPLEMENTARY INFORMATION

54

EXHIBIT "E"

Schedule 1A
CITY OF PETAL
BUDGETARY COMPARISON SCHEDULE FOR THE GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original	Final		Original to Final	Final to Actual
REVENUES					
Property taxes	\$ 3,500,000	\$ 3,300,000	\$ 3,813,309	\$	\$ 513,309
License and permits	611,500	611,500	620,188		(10,315)
Intergovernmental revenues	2,495,500	2,465,500	2,527,302		31,802
Charges for services	103,000	103,000	80,899		(22,101)
Fines and forfeitures	285,500	285,500	264,424		(21,076)
Other	150,000	218,000	117,792	58,500	(100,938)
TOTAL REVENUES	7,179,700	7,234,000	7,404,457	58,500	170,257
EXPENDITURES					
General Government	765,424	810,424	793,221	(45,000)	17,203
Judicial Department	327,832	337,332	297,036		40,896
Police Department	2,062,753	2,062,777	2,112,044	(16,014)	(21,291)
Fire Department	1,704,410	1,734,410	1,674,425	(14,000)	59,981
Building Inspection	340,000	210,000	188,603	30,000	11,402
Street Department	1,177,719	1,221,219	1,087,831	(62,500)	113,288
Electricity	624,796	627,796	619,552	(3,100)	8,244
Sonor/Cultural Center	98,115	98,115	88,125		9,990
Civic Center	133,210	133,210	122,510		10,670
Deed services					
Principal					
Interest					
TOTAL EXPENDITURES	7,160,374	7,235,888	6,993,481	(75,514)	240,407
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	15,326	312	410,976	(16,014)	410,864
Other Financing Sources (Uses)					
NET CHANGE IN FUND BALANCE	\$ 15,326	\$ 312	410,976	\$ (16,014)	\$ 410,864
Adjustments to GAAP Basis					
Revenue Accruals			187,697		
Expense Accruals			36,824		
NET CHANGE IN FUND BALANCE - GAAP BASIS			635,577		
FUND BALANCE-BEGINNING			2,883,516		
FUND BALANCE-ENDING			\$ 3,519,093		

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

Schedule 1B
CITY OF PETAL
BUDGETARY COMPARISON SCHEDULE FOR THE ROAD AND BRIDGE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative)	
	Original	Final		Original to Final	Final to Actual
REVENUES					
Intergovernmental revenues	\$ 1,100,374	\$ 1,100,374	\$ 893,046	\$	\$ (161,328)
Other			23,758		23,758
TOTAL REVENUES	1,100,374	1,100,374	962,804		(137,570)
EXPENDITURES					
Public Works	1,100,374	1,100,374	1,233,102		(132,728)
TOTAL EXPENDITURES	1,100,374	1,100,374	1,233,102		(132,728)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					(270,298)
Other Financing Sources (Uses)					
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ (270,298)	\$	\$ (270,298)
Adjustments to GAAP Basis					
Revenue Accruals					
Expense Accruals					
NET CHANGE IN FUND BALANCE - GAAP BASIS					(270,298)
FUND BALANCE-BEGINNING					561,156
FUND BALANCE-ENDING					\$ 290,858

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

CITY OF PETAL
Schedule of the City's Proportionate Share of the Net Pension Liability
PERS
Last 10 Fiscal Years*

	2015	2016
City's proportion of the net pension liability (asset)	\$ 8,656,496	10,002,998
City's proportionate share of the net pension liability (asset)	0.056%	0.056%
City's covered - employee payroll	3,500,889	3,530,952
City's proportionate share of the net pension liability (asset) as a percentage of its covered - employee payroll	247.266%	283.295%
Plan fiduciary net position as a percentage of the total pension liability	61.704%	57.468%

* 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 FYE 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
Schedule of the City's Contributions
PERS
Last 10 Fiscal Years*

	2015	2016
Contractually required contribution	\$ 551,300	\$ 556,125
Contributions in relation to the contractually required contribution	551,300	556,125
Contribution deficiency (excess)	\$ -	\$ -
City's covered - employee payroll	3,500,889	3,530,952
Contributions as a percentage of covered - employee payroll	15.75%	15.75%

The schedule is presented to illustrate the requirement to show information for 10 years. However, GASB 68 was implemented in FYE 9/30/15, and, until a full 10-year trend is compiled, the District 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
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2016

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.
- 3) Section 21-35-15, Mississippi Code (Ann. 1972) explains that expenditures shall be kept within the budget "except for capital outlay."

OTHER SUPPLEMENTARY INFORMATION

CITY OF PETAL, MISSISSIPPI
SCHEDULE OF SURETY BONDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

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. Dueker	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 Fulba	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 Stuebeck	Court Clerk	Scott Municipal Insurance	\$50,000
Anyone handling money		Scott Municipal Insurance	\$50,000

61

EXHIBIT "E"

WRIGHT CPA GROUP, PLLC

◆ CERTIFIED PUBLIC ACCOUNTANTS ◆

American Institute of Certified Public Accountants • Mississippi Society of Certified Public Accountants
#10 Plaza Drive • P.O. Box 16433 • Hattiesburg, MS 39404-6433
Phone 601.268.3135 • Fax 601.261.3922
www.wrightcpagroup.com

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH MISSISSIPPI STATE LAWS AND REGULATIONS

September 27, 2017

Honorable Mayor, Board of Aldermen, City Clerk
City of Petal, Mississippi

We have audited the basic financial statements of the City of Petal as of and for the year ended September 30, 2016, and have issued our report thereon dated September 27, 2017. We have 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*.

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 result of those procedures and our audit of the basic financial statements disclosed following noncompliance with state laws and regulations:

1. Analysis of amended budget disclosed material unfavorable variances between final budget and actual expenses and revenue. We recommend that management pays closer attention to budget preparation.

2. The City exceeded 15% debt limitation per Section 21-33-303 of Mississippi Code. We recommend that the management refrain from further borrowing until the City is in compliance with debt limitations.

This report is intended for the information of the City's management and the Office of the State Auditor and is not intended to be and should not be used by anyone other than those specified parties. However, this report is a matter of public record and its distribution is not limited.

Wright CPA Group, PLLC

WRIGHT CPA GROUP, PLLC
Certified Public Accountants
Hattiesburg, Mississippi

62

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EXHIBIT "F"

MISSISSIPPI DEPARTMENT OF TRANSPORTATION
AND CITY OF PETAL AGREEMENT
TO TURN THE MAINTENANCE OF SECTION OF OLD HIGHWAY 42
OVER TO THE CITY OF PETAL

This agreement is made and entered into by and between the MISSISSIPPI
TRANSPORTATION COMMISSION, hereinafter "Commission", acting through the
duly authorized Executive Director of the Mississippi Department of Transportation
(MDOT), and the City of Petal, Mississippi, a Mississippi municipal
corporation, hereinafter "City", acting by and through its duly authorized Mayor,
effective as of the latest date of execution shown below.

WITNESSETH

WHEREAS, The City has contacted the Commission in regard to assuming
maintenance of the section of Old Highway 42 that is currently adjacent to the relocated
Highway 42 right of way as shown on the attached drawing.

WHEREAS, The City wants to assume the maintenance of Old Section of Highway
42 and to allow improved development and access.

WHEREAS, The City is willing to immediately assume the maintenance of Old
Section of Highway 42 and agree that this section will remain open to provide access to
adjacent land owners as long as needed or other access is acquired.

WHEREAS, If the City ever wishes to not assume maintenance of Old Section
Highway 42 and notifies the Commission in writing of such, the Mississippi Department
of Transportation will take over maintenance of said section and will enforce any
regulation that is applicable to such.

Authorized by the Commission on the _____ day of _____, 2017
Minute Book _____, Page _____ and executed this _____ day of _____,
2017.

MISSISSIPPI TRANSPORTATION COMMISSION
BY AND THROUGH THE EXECUTIVE DIRECTOR
OF THE MISSISSIPPI DEPARTMENT OF TRANSPORTATION

Melinda L. McGrath, Executive Director
Mississippi Department of Transportation

(Affix Seal)

Attest

Secretary to the Mississippi
Transportation Commission

STATE OF _____
COUNTY OF _____

Personally appeared before me, the undersigned authority in and for the said county and
state, on this the _____ day of _____, 2017, within my jurisdiction,
within named Melinda L. McGrath, who acknowledged that he is Executive Director of
the Mississippi Department of Transportation, and duly authorized by The Mississippi
Transportation Commission to execute the above and forgoing instrument, and that for
and on behalf of said Mississippi Transportation Commission, and as its act and deed he
did so execute the said instrument.

Notary Public

My Commission Expires: _____

NOW, THEREFORE, for and in consideration of the premises and the agreements of
the parties hereto to be kept and performed by the parties respectively, it is hereby agreed
as follows:

THE COMMISSION WILL:

(1) Immediately turn maintenance of this approximately 0.2 mile section of Old
Section of Highway 42 over to the City,

THE CITY WILL:

(1) Immediately accept the maintenance of this approximately 0.2 mile section of
Old Section of Highway 42,
(2) Not ask, at some point in the future, for the Commission to reassume the
maintenance of Old Section of Highway 42 until such time as the City has removed all
encroachments that are not in compliance with the Commission's policy.

AUTHORIZATION

Neither party hereto shall be bound by this Agreement until approval has been granted
by the appropriate Council, Board, or Commission and certified copies of the order of
said Council, Board, or Commission attached hereto.

IN WITNESS WHEREOF, the parties hereto have caused these presents to be
executed by their proper officials thereunto duly authorized, and their respective official
seals attached hereto, as of the date below indicated.

Authorized by the City of Petal, acting by and behalf of the City of Petal, Mississippi,
on the 3rd day of October, 2017 per order found in Minute Book
24 at Page 2038 and executed this the 11th day of
October.

CITY OF PETAL

BY Hal Marx

Mayor of the City of Petal



melmarx

STATE OF Mississippi
COUNTY OF Forrest

Personally appeared before me, the undersigned authority in and for the said county and
state, on this 8th day of November, 2017, within my jurisdiction, the
within named Hal Marx, who acknowledged that she is the
Mayor of Petal, and is duly authorized by The City of Petal, and that for and on behalf of
said City, and as its act and deed she executed the above and forgoing instrument, after
first having been duly authorized so to do.

Lynn Campbell
Notary Public

My Commission Expires: 11-20



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