

There being no further business, the regular meeting of the Mayor and Board of Aldermen of the City of Petal, Mississippi, was adjourned on this the 3rd day of December, A.D., 1985.

*Sidney O. Smith*  
MAYOR SIDNEY O. SMITH

(SEAL)

ATTEST:

*Priscilla C. Daniel*  
PRISCILLA C. DANIEL  
CITY CLERK

\*\*\*\*\*

BE IT REMEMBERED that there was begun and held the regular meeting of the Mayor and Board of Aldermen of the City of Petal, Ms. on Tuesday, December 17, 1985 at 7:30 P.M., in the Board Room of said City.

- Those present: Mayor Sidney O. Smith
- City Attorney: Thomas W. Tyner
- Aldermen: W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
R. L. Hulum (Arrived late)  
Michael Lewis (Arrived late)
- Others present: Gordon Swain  
Carroll Harmon  
Don Inkster  
and others

The Mayor declared a quorem present and declared the City Council in session. The invocation was offered by Leroy Scott.

The minutes of the regular meeting of December 3rd, 1985 were read by Priscilla Daniel.

THEREUPON, Alderman Campbell made a motion that the minutes be accepted as read. Alderman Boutwell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott

Those present and voting "NAY": None

WHEREAS, Mayor Smith called for public comment but there was none.

WHEREAS, the hour of 7:30 P.M. having arrived, the Mayor and Board of Aldermen proceeded to publicly open and read the sealed bids for the depositories.

The bids read as follows, to-wit:

SEE

FOLLOWING

PAGES

FOR

BIDS

Drawer D  
Hattiesburg, Mississippi 39403-2059  
Phone 601 545-4300

Louis Mapp  
President - Hattiesburg

DEPOSIT GUARANTY NATIONAL BANK



Monday  
December 9, 1985

Mrs. Priscilla C. Daniel, City Clerk  
City of Petal  
Post Office Box 564  
Petal, MS 39465

Dear Mrs. Daniel:

Pursuant to your call for bids to qualify as a depository for the funds of the City of Petal, Deposit Guaranty National Bank, Hattiesburg, requests that it be considered and so designated for the period beginning January 1, 1986, to January 1, 1987, or until a successor has been named and qualified. Deposit Guaranty National Bank can and will comply with all the requirements of the state and federal laws to serve as a depository.

Should Deposit Guaranty National Bank be designated as a depository for the period aforesaid, we agree to receive and disburse all funds in strict conformity with and pursuant to the depository laws governing city depositories, accounting for all funds deposited and rendering periodic statements as required.

Deposit Guaranty National Bank will also pledge eligible bonds as security in the amounts as required under the depository laws of the State of Mississippi. We also agree on proper order or warrant to render other such services as the City may require in connection with the administration of its funds subject to federal and state supervisory authority.

Should the City have excess funds which qualify to be deposited to savings or time deposits for specified periods, the Bank will accept such funds and will pay the maximum interest rate allowable under state and federal laws, or if not restricted by law, at the current market rate.

Grow With Us

December 10, 1985

TO: THE MAYOR AND BOARD OF ALDERMAN OF THE CITY OF PETAL,  
MISSISSIPPI

Pursuant to your advertisement giving notice of the selection of a City depository for the year 1986; we desire to submit to you a bid for the privilege of keeping City funds for the City of Petal, Mississippi, and the funds of the tax collector of the said City, or part or parts thereof, for the year 1986, until a successor depository is designated and qualified.

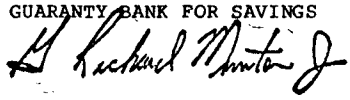
We will secure the various funds in the manner required by Section 27-105-305 and 27-105-353 of the Mississippi Code of 1972 by placing on deposit with the Clerk of the City of Petal as security, securities as named in said Sections as required by law, exclusive of that part of the deposit or deposits as applied to the various funds that are secured by the Federal Savings and Loan Insurance Corporation, of which we are a member; this means that we will only be required to deposit bonds as security for the various funds or portions of funds that are not secured by the Federal Savings and Loan Insurance Corporation as provided in Section 27-105-305 and Section 27-105-353, Mississippi Code of 1972.

We respectfully request that our Association be appointed a depository for the City of Petal, Mississippi.

Sincerely,

FIRST GUARANTY BANK FOR SAVINGS

BY:

  
G. Richard Munton, Jr., Pres.

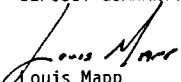


Mrs. Priscilla C. Daniel, City Clerk  
Page 2  
Monday, December 9, 1985

We welcome the privilege of serving as the sole depository for all of the City's funds, or should you elect to name one or more depositories, then we would appreciate the privilege of serving on an equal basis with the other banks so named. We would appreciate your favorable consideration of this bid.

Sincerely,

DEPOSIT GUARANTY NATIONAL BANK

  
Louis Mapp  
President-Hattiesburg

ea

Enclosures: Interim Report dated September 30, 1985  
1984 Annual Report

W. Gregg Cowert  
President

December 11, 1985

Certified Mail

City of Petal  
Attn: Priscilla Daniel, City Clerk  
Petal, MS 39465

Gentlemen:

Pursuant to your call for bids for the privilege of keeping City of Petal funds for the period beginning January 1, 1986 to December 31, 1986, as per your public notice to bidders, Bank of Hattiesburg, A Great Southern National Bank, does hereby respectfully offer to serve as a depository for said funds. Bank of Hattiesburg will comply with all of the requirements of applicable depository laws regarding funds so deposited with us, properly accounting for all funds deposited and rendering periodic statements as required. Further, we agree, on proper order or warrant, to render other such services as the City may require in the administration of its funds subject to federal and state supervisory authority.

From time to time, as the City may have excess funds to invest in time deposit accounts for specified periods, Bank of Hattiesburg will accept said funds and will pay the maximum rate allowable by law, or, if no maximum rate is applicable, then at the prevailing market rate.

Your favorable consideration of this bid is greatly appreciated.

Respectfully submitted,

BANK OF HATTIESBURG,  
A GREAT SOUTHERN NATIONAL BANK

BY:   
W. Gregg Cowert, President

ph



## First Mississippi National Bank

D. V. DOWNS  
VICE CHAIRMAN

December 10, 1985

December 10, 1985

Ms. Priscilla C. Daniel, City Clerk  
City of Petal  
P. O. Box 564  
Petal, MS 39465Honorable Mayor and Board of Aldermen  
City of Petal  
P. O. Box 564  
Petal, MS 39465

Gentlemen:

The First Mississippi National Bank, Hattiesburg, Mississippi, does hereby respectfully offer to serve as depository for all funds of City of Petal, Mississippi and the Petal Municipal Separate School District, or any part thereof, for the year 1986 as outlined in your notice, under the terms and conditions that we will comply with all the laws of the State of Mississippi. We propose to secure the payment of all of said funds so deposited in the bank in accordance with the laws.

Respectfully submitted,

FIRST MISSISSIPPI NATIONAL BANK

By   
Vice Chairman

DVD:bc

RE: BID PROPOSAL FOR CITY DEPOSITORY

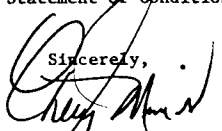
Dear Ms. Daniel:

Magnolia Federal Bank for Savings, Hattiesburg, Mississippi, does hereby respectfully offer to serve as depository for funds of the City of Petal, Mississippi, for the Year of 1986 as outlined in your notice, under the terms and conditions that we will comply with all the laws of the State of Mississippi, waiving, and/or exchanging, service charges when permissible by law.

We propose to secure the payment of all said funds so deposited in the Bank in accordance with the laws. Magnolia Federal Bank for Savings will collateralize all funds on deposit with U. S. Treasury and Federal Agency Securities as outlined in the Mississippi Code. Magnolia Federal Bank for Savings will place trustee receipts of the aforementioned securities in the hands of the City Clerk as evidence of the pledging of said securities against the City's funds.

This proposal shall remain in force for the calendar year 1986 or until new arrangements shall be made according to Section 27-105-305 and/or Section 27-105-353, Mississippi Code of 1972, as annotated with amendments thereto. Out Statement of Condition, as of June 30, 1985, is attached.

Sincerely,

  
Cheryl Mims  
Assistant Vice President  
Petal Branch Manager

CDM  
Enclosure

POST OFFICE DRAWER 1231, HATTIESBURG, MISSISSIPPI 39401

120 South Main Street, Petal, Mississippi 39465, (601) 545-4770

PINE BELT  
FEDERAL

Savings &amp; Loan Association

Kenneth D. Ross  
Chairman, President and Chief Executive Officer

Dec. 17, 1985

Trustmark National Bank  
December 10, 1985

HAND DELIVERED

Honorable Mayor and Board of Aldermen  
Of the City of Petal, Mississippi

Pursuant to your notice dated December 3, 1985, that will receive bids from banks until 7:30 p.m., Tuesday December 17, 1985, for the privilege of keeping funds for the City of Petal, Mississippi, with added territory, pursuant to Sections 27-105-305 and 27-105-353, of the Mississippi Code of 1972, with amendments thereto, we hereby apply for designation for depository for funds for the City of Petal, Mississippi.

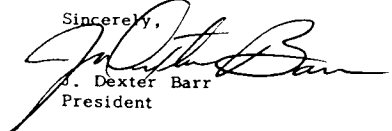
If designated as the depository, we agree to receive and disburse all funds in strict conformity with and pursuant to the depository law governing municipal depositories, accounting for all funds deposited and rendering periodic statements as you or the law may direct.

We also agree to post eligible bonds as security in the amount required under the depository laws of the State of Mississippi, after giving effect to the Federal Deposit Insurance Corporation guaranty on each account having a beneficial interest and insured separately.

We also agree on proper order or warrant to render such other service as the City may require in connection with administration of its funds, subject to regulations of Federal and State supervisory authorities.

Your favorable consideration of our application will be very much appreciated.

Sincerely,

  
J. Dexter Barr, Jr.  
President

JDB/gsj

City of Petal:

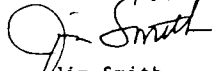
In response to your request, Pine Belt Federal Savings and Loan submits its bid for the privilege of acting as depository and keeping funds of the City of Petal or any part thereof in accordance with section 27-105-3 as amended for the year 1983.

Pine Belt Federal Savings and Loan obligates itself if designated as said depository to keep at all times on deposit with the proper officials of the City of Petal, in the manner provided by statute, approved securities in the amount required by your board to guarantee the faithful performance of the duties as such depositories:

- (1) Interest paying Demand Deposit Accounts
- (2) Safty deposit box
- (3) We agree to pay at par and free of service charge any coupons falling due and maturing bonds which are payable out of any said funds for which we may be designated as depository.
- (4) City investment counseling
- (5) Active solicitation of bids for local bond issues.

We are confident our financial services will be superior and we appreciate all past business and look forward to being of assistance in the future.

Sincerely,

  
Jim Smith  
Senior Vice President

700 Hardy Street • P.O. Box 1665 • Hattiesburg, Mississippi • Phone (601) 544-2090

THEREUPON, Alderman Boutwell made a motion to take these bids under advise-  
ment. Alderman Campbell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott

Those present and voting "NAY": None

WHEREAS, the hour of 7:30 P.M. having arrived, the Mayor and Board of Alder-  
men proceeded to open and read the sealed bids for two (2) police cars. The bids  
read as follows, to-wit:

**BLACKWELL CHEVROLET CO.**

**FLEET SALES DIVISION**

5395 I-55 NORTH  
P. O. BOX 14806  
JACKSON, MS 39234-0806  
(601) 982-2222  
Res. 992-1292

B. R. "BILL" POLLOCK  
Car and Truck Fleet Sales Manager

Dear Sir:

This is to inform you that Blackwell Chevrolet Co. has been awarded the state  
contract for full sized cars for 1986. The car is a Caprice four door sedan  
equipped as follows:

Air Conditioner	Side Mtdg.
Tinted Glass	Left R/C mirror
Automatic Transmission	AM/FM Stereo
Power Steering & Brakes	Full Wheel Covers

Car Price \$9,127.00

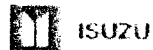
State contract permits you to purchase any additional factory accessory or  
package such as police equipment at dealer's net cost. It is not necessary  
to advertise for bids.

I look forward to serving you and should you have any questions please call  
me.

Sincerely,  
BLACKWELL CHEVROLET CO.

  
B.R. Pollock Fleet Sales Manager

*Buy One ... Buy A Fleet ... You Get A Fleet Price*



COURTESY MOTORS, Inc.

1410 West Pine Street Telephone 544-8111  
HATTIESBURG, MISSISSIPPI 39401

November 25, 1985

MAYOR & BOARD of ALDERMEN  
City of Petal  
P.O. Box 564  
Petal, Mississippi 39465

Dear Sirs:

Thank you for allowing COURTESY MOTORS, INC. to bid on the  
following specifications:

Two (2) New 1986 Ford Crown Victoria "S" 4-Door Sedan  
Paint Color: White  
Seat Assembly: Bench Heavy-Duty Vinyl Upholstered in Borwn  
Interval Windshield Wipers  
Mirrors: Rearview - Inside Day/Night Type  
Outside Mirror - Installed on Left Hand Door  
Remote Control  
Tinted Glass - All Windows  
Engine: 5.8 Liter 351/CID V-8 High Output Police  
Air Conditioning: Factory Installed  
Alternator: 100 AMP Output  
Antenna: Standard AM Type  
Battery: 12 Volt 500 CCA  
Brakes: Power Heavy-Duty Front Disc with Semi-Metallic Pads  
& Metal Dust Shields; Flared & Grooved 11-Inch Rear  
Drum with Organic Linings  
Cigarette Lighter in Front Ashtray  
Ash Receiver in Front Dash  
Cooling System: Heavy-Duty Police Level Including 5-Blade  
Viscous Fan  
Radio: AM Type with Dual Front Speakers  
Spare Tire: Full Size Mounted in Trunk  
Speedometer: Calibrated (0-140 MPH in 2 MPH Increments)  
Steering: Power Assist with External Mounted Power Steering  
Oil Cooler  
Suspension System: Police, including Extra Heavy-Duty High Rate  
Front & Rear Springs; Heavy-Duty Hydraulic Upsized  
Front & Rear Shock Absorbers (1-3/8 Inch Diameter);  
Heavy-Duty Front & Rear Police Stabilizer Bars;  
Steel Upper Control Arm Bushings & Upper Ball Joints;  
and, Special Lower Control Arm Bushings  
Tires: 5-P225/70R15 BSW Police Special Steel Radials

CONTINUED:



**"a place that you can count on"**

December 6, 1985

Major & Aldermen of the  
City of Petal  
November 25, 1985  
Page 2

Honorable Mayor & Council  
City of Petal  
Petal, MS 39465

Gentlemen:

We are pleased to offer the following quotation on two or more new 1986 Chevrolet Caprice, Model 1BL69, equipped as follows:

- |                                     |                                      |
|-------------------------------------|--------------------------------------|
| Four Door Sedan                     | Cigarette Lighter                    |
| White in Color                      | Front Ashtray                        |
| Bench Heavy Duty Vinyl Seat         | Heavy Duty Cooling                   |
| Brown Vinyl Trim                    | AM Radio                             |
| Delay Electric Wipers               | Speedometer Gear Change              |
| Day & Night Inside Rear View Mirror | Police Equipment                     |
| Outside Left Hand Remote Mirrors    | Police Certified Speedometer         |
| Tinted Glass All Windows            | Power Steering                       |
| Carpet                              | Heavy Duty Front Springs             |
| Full Trunk Mat                      | Heavy Duty Rear Springs              |
| 5.7 Liter 350 V-8 Gas Engine        | Heavy Duty Front & Rear Shocks       |
| Air Conditioning Factory Installed  | Heavy Duty Front Stabilizer Bar      |
| 107 Amp Alternator                  | Heavy Duty Rear Stabilizer Bar       |
| Battery 12 Volt 770 COA             | Police Service Blackwall Tires       |
| Power Brakes                        | (5) P225/70 HR 15                    |
| Heavy Duty 4 Speed Automatic        | Low Gear Lock Out                    |
| W/Overdrive Transmission            | Wheelbase 116"                       |
| All Locks to be keyed Alike         | 4 Keys to be furnished with each car |
| Heavy Duty Rear Seat                | Heavy Duty Front Seat                |
| Heavy Duty Engine Oil Cooler        |                                      |

BID PRICE	\$10,874.61
Title & Inspection Fee	7.50
<b>TOTAL BID PRICE</b>	<b>\$10,882.11 - Each Unit</b>

Bid price does not exceed 3% of factory invoice price as verified by copy of factory invoice furnished with dealer invoice at time of delivery, in accordance with Sec. 37-7-18 of the MS Code of 1972 Annotated. This bid complies with provisions of Senate Bill #2534 enacted by the 1976 Legislature. Our State License Bid Number is #1507.

Thank you for allowing us the opportunity of submitting this quotation.

Sincerely yours,  
RYAN MOTORS INC.  
*Jerome B. Ryan*  
Jerome B. Ryan  
Chairman of the Board  
• RYAN MOTORS INC. • 1501 WEST PINE STREET • HATTIESBURG, MISSISSIPPI 39401 • (601) 584-8451 •

JBR:maa

- Transmission: Automatic Overdrive with First Gear Lockout
- Wheelbase: 114.3 Inches
- Locks: All Locks on Car Are Keyed Alike with 4 Keys Furnished per Car
- Voltage Regulator: Police Special
- Wheels: Heavy-Duty 15 x 6.5"
- Parking Brake Release: Automatic
- Oil Cooler: External Auxiliary Transmission
- Map Light Dual Beam
- Bright Hub Caps
- Frame: Heavy-Duty
- Exhaust Heat Protection
- Decklid Release: Remote Control Electric in Glove Box

	SALE PRICE	\$10,811.36
STATE TITLE, INSPECTION & DOCUMENTARY FEES		17.50
<b>TOTAL BID PRICE</b>		<b>\$10,828.60</b>

"The bid herein made does not exceed the State Contract Price fixed by the Current Indexed List of Commodities, or the item herein bid upon is not contained on said "Current List."

Sincerely,  
COURTESY MOTORS, INC.  
*Allen T. Steed*  
Allen T. Steed  
SALES MANAGER

ATS/d1

BID  
TUESDAY, DECEMBER 17, 1985 @ 7:30 P.M.  
STATE AUDIT #6062



**McMULLAN EQUIPMENT COMPANY**

TELEPHONE  
544-2430

401 BROADWAY DRIVE  
HATTIESBURG, MISSISSIPPI 39401

P O BOX 71

December 17, 1985

City of Petal  
Petal, Mississippi

Gentlemen:

We are pleased to offer the following proposal for two (2) cars for the City of Petal.

- 1986 Dodge Diplomat, 4-door sedan
- White with vinyl bench seats (heavy duty)
- Multi speed wipers, day/night inside mirror
- Left remote control mirror, tinted glass
- Trunk floor mat, 318 cubic inch engine
- Air conditioning, 114 amp alternator
- AM radio, 500 amp battery, antenna mounted externally, power brakes, power steering
- Cigarette lighter, ash receiver
- Maximum cooling, full size spare tire
- Police certified speedometer
- Police suspension system, blackwall tires
- 3-Speed automatic transmission
- 112.7" wheelbase, all locks on car keyed alike.

Price each car	\$11,059.08
Title fee	5.00
State inspection	2.50
	<u>11,066.58</u>

We thank you for this opportunity to bid and hope that we are favored with your business.

Sincerely,  
*B.J. Cullen*  
McMullan Equipment Company

BJC/ba

IMPERIALS - CHRYSLERS - K-CAR - INTERNATIONAL TRUCKS - TRACTORS - FARM EQUIPMENT

THEREUPON, Alderman Campbell made a motion to take these bids under advise-  
ment. Alderman Boutwell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott

Those present and voting "NAY": None

WHEREAS, Gordon Swain of American Prepaid Legal Services, Inc., requested  
the Board's permission to approach city employees and offer his product, a legal  
services insurance policy.

THEREUPON, Alderman Boutwell made a motion to take this under advisement.  
Alderman Scott seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott

Those present and voting "NAY": None

WHEREAS, Don Inkster of Nicholson, Topp & McWhorter presented the audit  
of the Water & Sewer Funds to the Board.

CITY OF PETAL, MISSISSIPPI  
WATER AND SEWER ENTERPRISE FUND  
REPORT ON EXAMINATION OF FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 1985

CITY OF PETAL, MISSISSIPPI  
WATER AND SEWER ENTERPRISE FUND  
CONTENTS

NICHOLSON, TOPP & MCWHORTER  
CERTIFIED PUBLIC ACCOUNTANTS  
131 SOUTH 28TH AVENUE  
P. O. DRAWER 550  
HATTIESBURG, MISSISSIPPI 39401  
Telephone 601 264-3519

MEMBERS  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
MISSISSIPPI SOCIETY OF  
CERTIFIED PUBLIC ACCOUNTANTS

ACCOUNTANTS' REPORT	1
FINANCIAL STATEMENTS	
Exhibit A - Balance Sheet	3
Exhibit B - Statement of Revenues, Expenses and Changes in Retained Earnings	5
Exhibit C - Statement of Changes in Financial Position	6
NOTES TO FINANCIAL STATEMENTS	7
SUPPLEMENTARY INFORMATION	
Schedule 1 - Schedule of Insurance Coverage	11
Schedule 2A - Schedule of Record-Keeping Components of Enterprise Fund Balance Sheet	12
Schedule 2B - Schedule of Record-Keeping Components of Enterprise Fund Statement of Revenues and Expenses	18
Schedule 3 - Supplementary Data	22
Schedule 4 - Statement of Revenues Received and Expenditures Made	24
Schedule 5 - Schedule of Depreciation	28

CARLE NICHOLSON, JR., CPA  
RICHARD G. TOPP, CPA  
FRANK H. MCWHORTER, JR., CPA  
WILLIAM T. KELLY, CPA  
JOSEPH C. TOWNSEND, CPA  
ANDY L. WRIGHT, CPA  
SUSAN A. RILEY, CPA

ACCOUNTANTS' REPORT

The Honorable Mayor and Board  
of Aldermen  
City of Petal  
Petal, Mississippi

We have examined the balance sheet of the City of Petal Water and  
Sewer Enterprise Fund, as of September 30, 1985, and the related  
statements of income, fund equity and changes in financial position for  
the year then ended. Our examination was made in accordance with  
generally accepted auditing standards and, accordingly, included such  
tests of the accounting records and such other tests as we considered  
necessary in the circumstances.

In our opinion, the accompanying financial statements present  
fairly the financial position of the City of Petal Water and Sewer  
Enterprise Fund at September 30, 1985, and the results of its  
operations and changes in financial position for the year then ended,  
in conformity with generally accepted accounting principles applied on  
a basis consistent with that of the preceding fiscal year. It is our  
further opinion that the accounting requirements of the resolutions  
that established the various funds have been met.

The accompanying supplemental exhibits, schedules and related  
information presented on pages 11 through 33 are not necessary for a

Honorable Mayor and Board of Aldermen  
City of Hattiesburg, Mississippi

fair presentation of the financial statements, but are presented as required by the resolution that originally established the various funds in the name of East Forrest Utility District of Forrest County and as additional analytical data. This information has been subjected to the tests and other auditing procedures applied in the examination of the financial statements mentioned above and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

*Nicholas, Jop & McWhorter*

Hattiesburg, Mississippi  
December 11, 1985

EXHIBIT A  
CITY OF HATTIESBURG, MISSISSIPPI  
WATER AND SEWER ENTERPRISE FUND

BALANCE SHEET  
SEPTEMBER 30, 1985

ASSETS	
Cash	\$ 231,032
Receivables:	
Accounts (net of allowance for doubtful accounts of \$1,857) (Note 3)	34,901
Inventory, at cost	27,592
Prepaid expenses	3,865
Restricted assets (Note 4):	
Cash	180,808
Investments, at cost	183,654
Accrued interest	11,974
Operating equipment	157,547
Land (Note 1)	21,994
Buildings (Note 1)	49,803
Water and sewer system (Note 1)	2,825,831
Accumulated depreciation (Note 1)	<u>(648,102)</u>
 Total assets	 <u>\$3,080,899</u>

The accompanying notes are an integral part of the financial statements.

LIABILITIES AND FUND EQUITY

<b>Liabilities:</b>	
Bills docketed and accounts payable	\$ 7,448
Customer deposits	57,015
Payable from restricted assets:	
Accrued interest	47,551
Revenue bonds payable (Note 5)	<u>1,650,250</u>
Total liabilities	<u>1,762,264</u>
<b>Fund Equity:</b>	
Contributed capital	128,950
Retained earnings:	
Reserved for revenue bond retirement	248,389
Reserved for bond interest	6,817
Reserved for revenue bonds - contingencies	4,560
Reserved for revenue bonds - depreciation	4,560
Reserved for revenue bonds - bond cushion	60,156
Unreserved	<u>265,203</u>
Total fund equity	<u>1,218,635</u>
 Total liabilities and fund equity	 <u>\$3,080,899</u>

EXHIBIT B

CITY OF HATTIESBURG, MISSISSIPPI  
WATER AND SEWER ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN RETAINED EARNINGS  
FOR THE YEAR ENDED SEPTEMBER 30, 1985

<b>Operating revenues:</b>	
Charges for services - water and sewer	\$ 499,649
Water and sewer tap fees, reconnect and relocation charges	13,350
Total operating revenues	<u>512,999</u>
<b>Operating expenses:</b>	
Personal services	102,697
Employee benefits	19,247
Contractual services	47,988
Supplies and materials	22,321
Repairs and maintenance services	50,342
Heat, light and power	34,205
Depreciation	112,250
General and administrative	17,273
Miscellaneous	6,236
Total operating expenses	<u>412,559</u>
Operating income	100,440
<b>Non-Operating Revenues (Expenses):</b>	
Refunds and reimbursements	8,359
Interest on investment	35,563
Interest expenses and fiscal charges	<u>(80,744)</u>
Total non-operating revenues (expenses)	<u>(36,822)</u>
Operating Transfer - In from General Fund	16,356
Net Income (Loss)	<u>79,974</u>
Retained earnings - October 1, 1984	785,229
Retained earnings - September 30, 1985	<u>\$ 865,203</u>

The accompanying notes are an integral part of the financial statements.

EXHIBIT C

CITY OF HATTIESBURG, MISSISSIPPI  
WATER AND SEWER ENTERPRISE FUND  
STATEMENT OF CHANGES IN FINANCIAL POSITION  
FOR THE YEAR ENDED SEPTEMBER 30, 1985

<b>Sources of Working Capital:</b>	
<b>Operations:</b>	
Net income	\$ 79,974
Items not requiring (providing) working capital:	
Depreciation	112,250
Working capital provided by operations	<u>192,224</u>
Increase in restricted assets - accrued interest receivable	702
Increase in reserve for revenue bond retirement	<u>2,667</u>
Total sources of working capital	<u>194,593</u>
<b>Uses of Working Capital:</b>	
Purchase of fixed assets	2,273
Increase in restricted assets	43,204
Revenue bonds retired	81,760
Repayment of notes payable and leases payable	<u>81,760</u>
Decrease in restricted assets	<u>81,760</u>

(Alderman Lewis arrived)

WHEREAS, Mayor Smith presented Nicholson, Topp & McWhorter's statement for \$3,500.00 for the performance of the Water & Sewer Audit.

THEREUPON, Alderman Campbell made a motion to pay Nicholson, Topp & McWhorter \$3,500.00 for the Water & Sewer Audit. Alderman Boutwell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
Michael Lewis

Those present and voting "NAY": None

WHEREAS, Mayor Smith presented an interim statement for the service performed thus far on the City's audit in the amount of \$3,375.00.

THEREUPON, Alderman Lewis made a motion to pay Nicholson, Topp & McWhorter \$3,375.00 for the interim services, Alderman Campbell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
Michael Lewis

Those present and voting "NAY": None

WHEREAS, Mayor Smith presented a zoning hearing request for George & Ruth Middleton at 405 Old Richton Road.

THEREUPON, Alderman Campbell made a motion to set the zoning hearing for January 14, 1986 at 7:00 P.M. Alderman Boutwell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
Michael Lewis

Those present and voting "NAY": None

(Alderman Hulum arrived)

WHEREAS, Mayor Smith presented the following Proofs of Publication:

- 1) Public Notice - Variance Gerald Smith
- 2) Notice to Bidders - Bank Depositories

THEREUPON, Alderman Campbell made a motion that the foregoing proofs be accepted and filed. Alderman Boutwell seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
Michael Lewis  
R. L. Hulum

Those present and voting "NAY": None

WHEREAS, Mayor Smith presented the Municipal Compliance Questionnaire to the Board.



MUNICIPAL COMPLIANCE QUESTIONNAIRE

Information

Note: Due to the size of some municipalities, some of the questions may not be applicable. If so, mark N/A in answer blanks. Answers to other questions may require more than yes or no, and as a result, more information on this questionnaire may be required and/or separate work papers may be needed.

- 1. Name and address of Municipality: City of Petal, P.O. Box 564, Petal, MS 39465
2. List the date and population of the latest official U. S. Census or most recent official census: 8,476
3. Names, addresses and telephone numbers of officials (include elected officials, chief administrative officer, and attorney). Sidney O. Smith, Mayor - South Main St., Petal, MS Ph. 583-8829
4. Period of time covered by this questionnaire: From: 10-1-84 To: 9-30-85
5. Expiration date of current elected officials' term: 7-1-89

City of Petal (Municipality) Municipal Compliance Questionnaire

Part I - General

- 1. Have all ordinances been entered into ordinance book and included in the minutes (Section 21-13-13)
2. Do all municipal vehicles have public license plates and side markings? (Section 25-1-87)
3. Are municipal records open to the public and retained (Section 21-39-5)
4. Is there surety bond coverage for all persons receiving or disbursing funds? If not, please identify those persons not covered (Section 21-15-3)
5. Do you advertise for bids on the sale or disposal of surplus materials and equipment?
6. Have the financial records been maintained in accordance with the Chart of Accounts prescribed by the state auditor (Section 21-35-11)
7. Does the city clerk submit to the governing authorities of the municipality a monthly report of expenditures and liabilities incurred against each budget item for the preceding month and fiscal year-to-date, together with the unexpended balance of each budget item? (Section 21-35-13)
8. Are minutes prepared of Board meetings held; do minutes properly reflect results of such meetings; are minutes signed within 22 days of meeting; is municipal docket (agenda) being maintained? (Section 21-15-33)
9. Has the municipality met applicable guidelines regarding compliance audits for Revenue Sharing purposes?
10. Has the municipality complied with Section 25-1-53 in its employment practices with regard to nepotism?
11. Has the municipality adopted and entered on its minutes a budget in accordance with Sections 21-35-5, 21-35-7, and 21-35-9?

Petal, Mississippi (Municipality)

Certification to Municipal Compliance Questionnaire Year Ended September 30, 1985

We have reviewed all questions and responses as contained in this Municipal Compliance Questionnaire for the Municipality of Petal and, to the best of our knowledge and belief, all responses are accurate.

Priscilla C. Daniel City Clerk's Signature

Sidney O. Smith Mayor's Signature

December 9, 1985 Date

December 9, 1985 Date

Minute book references:

Book Number

Page

(Clerk is to enter Minute book references when questionnaire is accepted by Board.)

City of Petal (Municipality) Municipal Compliance Questionnaire

PART II - CASH

- 1. Is a claims docket maintained, if required; are all claims paid in the order in which entered in the docket? (Sections 21-39-7 and 21-39-9)
2. Are all warrants approved by the Governing Board, signed by the Mayor or a majority of the members of the Board of Aldermen, attested to by the Clerk, and have the Municipal Seal Affixed? (Section 21-39-13)
3. Has the municipality received statements from applicants, certified by the Clerk, for refunds of erroneously paid Privilege and Ad Valorem taxes? (Section 21-33-79)
4. Are amounts expended compared to budgeted amounts, noting that expenditures in excess of budgeted amounts, except capital outlays, election expenses, and emergency expenditures, are violations of law? (Sections 21-35-15 and 21-35-17)
5. If the budget showed a deficit, but not later than the regular (first Tuesday) July Board Meeting, (except during an election year, by August Board Meeting) because revenues are running less than expected, did the governing authorities revise the budget? (Section 21-35-25)
6. Did the municipality not spend more than one-fourth of its yearly budget during the last three months of the official term? (Section 21-35-27)
7. Are appropriations other than appropriations for incompleting improvements in progress of construction, kept open thirty days after the close of the year, making all claims after that time null and void? (Section 21-35-23)
8. Does claims docket identify the specific fund or bank account from which each individual warrant will be issued? (Section 21-39-7)

City of Petal  
(Municipality)  
Municipal Compliance Questionnaire

PART II - CASH (CONTINUED)

	Yes	No	N/A
9. Are all expenditures for donations to organizations (i.e., orchestras, fair associations, etc.) within confines of Sections 21-19-47 through 21-19-59?	X		
10. Did no officers or employees of municipalities have personal interest in any profits from contracts with the municipality during a term or one year after a term? (Section 25-4-105)	X		

PART III - PURCHASING AND RECEIVING

	Yes	No	N/A
1. Are there established purchasing procedures? (Section 31-7-13)	X		
2. Has the municipality complied with various purchasing requirements as outlined in Sections 31-7-1 through 31-7-59?	X		
3. Are employees authorized to make purchases, informed that it is unlawful to accept gifts from suppliers? (Section 31-7-23)	X		
4. Are items subject to state bid price purchased at state bid price or bids in accordance with Section 31-7-13?	X		
5. Are assets purchased with Revenue Sharing funds and Federal grants properly identified and accounted for as to source? (Revenue Sharing Regulations Section 51.70, 1980 Amendments to the State and Local Fiscal Assistance Act)	X		

6

6/84

5

6/84

City of Petal  
(Municipality)  
Municipal Compliance Questionnaire

PART V - TAXES - REAL AND PERSONAL

City of Petal  
(Municipality)  
Municipal Compliance Questionnaire

PART IV - BOND INDENTURES

	Yes	No	N/A
1. Has the municipality complied with the provisions applicable to bond issues? (Sections 21-33-301 to 21-33-329)	X		
2. Did the municipality comply with the percentage of taxable property limitations on bonds issued during year? (Section 21-33-303)	X		
3. If there are surplus funds on hand (including escrows, etc.) which have been derived from the sale of bonds, have such funds been invested in accordance with Section 21-33-323?	X		

	Yes	No	N/A
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1. Legal requirement: Does the municipality post all transactions to a retained copy of the tax receipt?	X		
2. a. Has the tax roll been equalized and accepted and recorded in minutes in accordance with Sections 21-33-29 through 21-33-39?		X	Not yet received from County
b. Has the Board approved changes to tax roll in accordance with Section 21-33-43?			X
3. Are interest and penalties being collected on delinquent taxes? (Section 21-33-53)	X		
4. Has the municipality annually conducted a land sale in accordance with Section 21-33-63?	X		
5. Have the various tax collections been properly deposited to the appropriate funds? (Section 21-33-53)	X		
6. Has the increase in taxes, if any, been limited to amounts allowable by law? (Section 39-300-229)	X		
7. Have funds to which special tax levies were deposited been maintained in accordance with the purpose of the levy?			
Parks			X
Libraries			X
Debt service	X		
Others			X

8

6/84

7

6/84

THEREUPON, Alderman Campbell made a motion to accept the questionnaire as completed. Alderman Scott seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
Michael Lewis  
R. L. Hulum

Those present and voting "NAY": None

WHEREAS, the proration for the month of November was presented to the Board.

WHEREAS, Alderman Boutwell made a motion to adopt the following orders increasing each employees salary 5% effective January 1, 1986. Alderman Campbell seconded the motion.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Priscilla C. Daniel, City Clerk, Tax Assessor, and Voter Registrar.

IT IS THEREFORE ORDERED that the new pay scale for Priscilla C. Daniel shall be at the rate of pay of \$20,162.98 annually.

IT IS THEREFORE ORDERED that this pay scale become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Marie NeCaise, Deputy City Clerk and Data Entry Operator.

IT IS THEREFORE ORDERED that the new pay scale for Marie NeCaise shall be at the rate of pay of \$12,558.00 annually.

IT IS THEREFORE ORDERED that this pay scale become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1986.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi deem it necessary to increase the pay scale for Mary Ellen Watkins, Mayor's Secretary.

IT IS THEREFORE ORDERED that the new pay scale for Mary Ellen Watkins shall be at the rate of pay of \$12,012.00, annually.

IT IS FURTHER ORDERED that the new pay scale become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Marilyn Schwandt, Deputy Tax Collector and Deputy Voter Registrar.

IT IS THEREFORE ORDERED that the new pay scale for Marilyn Schwandt shall be at the rate of pay of \$12,409.58, annually.

IT IS FURTHER ORDERED that the new pay scale become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Thomas W. Tyner, City Attorney.

IT IS THEREFORE ORDERED that the new pay scale for Thomas Tyner shall be at the rate of pay of \$7,936.00.

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Robert Drake, Municipal Court Judge.

IT IS THEREFORE ORDERED that the new pay scale for Robert Drake shall be at the rate of pay of \$6,349.00.

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for the dispatchers in the Police Department.

IT IS THEREFORE ORDERED, that the new pay scale for the dispatchers read as follows:

Margaret Jahnke	-	5.3037
Thurman Buchanan	-	4.7141
Linda Goodwin	-	4.7141
Randy Sullivan	-	4.7141

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Alderman of the City of Petal, Mississippi, on this the 17th day of December, 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Eleizabeth Brewer, Court Clerk.

IT IS THEREFORE ORDERED that the new pay scale for Elizabeth Brewer shall be at the rate of pay of \$11,907.98.

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D. 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for the policemen in the Petal Police Department.

IT IS THEREFORE ORDERED that the new pay scale for the policemen shall read as follows:

Chief of Police	-	\$23,159.76	annually
Lieutenant	-	17,561.55	"
Sergeant	-	17,048.00	"
Patrolman 1st Class	-	16,533.74	"
Patrolman 2nd Class	-	16,018.65	"
Patrolman 3rd Class	-	14,990.85	"
Patrolman 4th Class	-	13,856.89	"

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A. D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Donald Berry, Animal Warden.

IT IS THEREFORE ORDERED, that the new pay scale for Donald Berry shall be at the rate of pay of 4.7250 per hour.

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for William G. Barlow, Building Inspector.

IT IS THEREFORE ORDERED, that the new pay scale for William G. Barlow shall be at the rate of pay of \$5,292.08.

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for the following employees in the Water Department.

IT IS THEREFORE ORDERED, that the new pay scale for the following Water Department employees shall read as follows:

A. Bramlett	-	5.9010 per hour
C. Breland	-	13,124.62 annually
R. Eddlemon, Jr.	-	7.4207 per hour
E. Kitchens	-	4.7250 "
R. Powell	-	20,090.40 annually
E. Robertson	-	4.9875 per hour
S. Romines	-	7.4220 "
P. Simmons	-	5.2164 "
B. Wade	-	5.6303 "
W. Walker	-	12.4000 "

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for the following employees in the Sanitation Department.

IT IS THEREFORE ORDERED that the new pay scale for the Sanitation Department employees shall read as follows:

George Dahmer	-	5.777 per hour
T. Duckworth	-	4.9875 per hour
A. Haynes	-	5.3241 "
J. McClure	-	5.0179 "
B. Parker	-	5.777 "
J. Stafford	-	4.9875 "

IT IS FURTHER ORDERED that this pay scale become effective January 3, 1985.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for the following employees in the Street Department.

IT IS THEREFORE ORDERED that the new pay scale for the Street Department shall read as follows:

C. Zollie Stevens	-	\$20,090.40 annually
Herman E. Conn	-	5.7210 per hour
Jessie Dickerson	-	5.7750 "
Cab Lambert	-	4.8195 "
Clarence Sanford	-	6,803.86 annually
J. Sartin	-	4.7250 per hour
R. Warrick, Jr.	-	7.2576 "
B. May	-	4.8195 "

IT IS FURTHER ORDERED, that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for the following employees in the Fire Department.

IT IS THEREFORE ORDERED that the new pay scale for the Fire Department shall read as follows:

J. Anderson	-	5.8914	per hour
L. Evans	-	5.8914	"
T. Freeman	-	5.1065	"
W. Hughes	-	5.8914	"
W. Page, Jr.	-	5.8914	"
R. Steed	-	5.8914	"
B. Kitchens	-	5.4974	"
R. Yawn	-	5.1065	"

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

ORDER

WHEREAS, the Mayor and Board of Aldermen of the City of Petal, Mississippi, deem it necessary to increase the pay scale for Larry Watkins, Recreation Director.

IT IS THEREFORE ORDERED, that the new pay scale for Larry Watkins shall be at the rate of pay of \$5,216.40 annually.

IT IS FURTHER ORDERED that this pay scale shall become effective January 3, 1986.

SO ORDERED by the Mayor and Board of Aldermen of the City of Petal, Mississippi, on this the 17th day of December, A.D., 1985.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
R. L. Hullum  
Michael Lewis


Those present and voting "NAY": None

THEREUPON, Alderman Campbell made a motion to adjourn. Alderman Scott seconded the motion.

Those present and voting "AYE": W. E. Boutwell  
W. H. Campbell  
Leroy Scott  
R. L. Hullum  
Michael Lewis

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 on this the 17th day of December, A.D., 1985.

  
SIDNEY O. SMITH, MAYOR

(SEAL)

ATTEST:

  
PRISCILLA C. DANIEL  
CITY CLERK