

**CITY OF RIDGELAND, MISSISSIPPI**  
Comprehensive Annual Financial Report  
For the Fiscal Year Ended  
September 30, 2015

Prepared by the Department of Finance and Administration  
Paula W. Tierce, City Clerk  
Ashley Daniel, Finance Manager

**City of Ridgeland, Mississippi**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
For the Fiscal Year Ended September 30, 2015  
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# I

## INTRODUCTORY SECTION

This section contains a letter of transmittal intended to give the reader a concise but thorough understanding of the background, structure, and the economic and financial condition of the City. An organizational chart is included along with a listing of principal City officials.

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March 30, 2016

To the Citizens of the City of Ridgeland, Mississippi:

It is our pleasure to submit the Comprehensive Annual Financial Report (CAFR) of the City of Ridgeland, Mississippi, for the fiscal year ended September 30, 2015. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentations in the financial statements, including all disclosures, rests with the management of the City of Ridgeland. This report was prepared in conformity with accounting principles generally accepted (GAAP) in the United States of America.

The City is responsible for establishing and maintaining internal controls to ensure that adequate accounting data is compiled to allow preparation of financial statements in conformity with GAAP. Because the cost of a control should not exceed the benefits likely to be derived, internal controls have been implemented to provide reasonable, but not absolute, assurance regarding the reliability of the financial statements. We believe the information as presented is complete and accurate.

Fortenberry & Ballard, PC, Certified Public Accountants, performed an examination, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, of the basic financial statements for the City of Ridgeland. Their unmodified opinion is presented as the first page of the financial section of this report. Also, as required by federal law, a single audit was conducted and the report includes a report on compliance and internal control over compliance on major federal program funds expended by the City of Ridgeland.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A of the City of Ridgeland can be found immediately following the auditor's report.

### **Profile of the Government**

The City of Ridgeland, incorporated in 1899, is located in central Mississippi in south Madison County. With a land area of 22 square miles, the City has grown rapidly since 1980. The City of

mailing address: p.o. box 217 • ridgeland, ms 39158  
street address: 304 highway 51 • ridgeland, ms 39157  
ph: 601.856.7113 • www.ridgelandms.org

Gene F. McGee, cmo - mayor • Paula Tierce, city clerk

board of aldermen: D.I. Smith - at - large • Ken Heard, cmo - ward 1 • Chuck Gautier - ward 2 • Kevin Holder - ward 3  
Brian P. Ramsey - ward 4 • Scott Jones, mayor pro tempore - ward 5 • Wesley Hamlin - ward 6

Ridgeland has seen continuous growth in population from census figures of 11,714 in 1990 to 20,173 in 2000 to 24,047 in 2010. The latest population count as of July 1, 2014 is 24,221.

The Ross Barnett Reservoir, a major recreational area, adjoins Ridgeland to the east. The Natchez Trace Parkway, a federal park commemorating the historical route from Natchez, Mississippi to Nashville, Tennessee, goes through the heart of the city.

Ridgeland is a code-charter municipality that operates under a Mayor/Board of Aldermen form of government. The Mayor is full-time and is elected at-large. Of the seven aldermen, six are elected by ward and one is elected at-large. The Mayor and Board serve concurrent four-year terms. The next city-wide general election will be held in 2017.

The financial statements present information on the financial position and operations of the City as a single comprehensive reporting entity. The City of Ridgeland provides a full range of services to enhance and protect the lives of its citizens. The services include, but are not limited to, police and fire protection, water and sewer services, construction and maintenance of streets and infrastructure, planning and zoning, recreational and cultural services, and general administrative services.

The City of Ridgeland maintains specific budgetary controls. The objective of the budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Mayor and Board of Aldermen. Activities of the general funds, debt service funds, capital projects funds, and enterprise funds are included in the annual appropriated budget. The legal level of budgetary control, the level at which expenditure can not legally exceed the appropriated amount, is established by major expenditure classifications within departments. These major classifications are personnel, supplies, services, and capital. Any change in the appropriated amount of any major classification requires approval by the Mayor and Board of Aldermen. The City Clerk can approve any transfer within a major classification.

### **Factors Affecting Financial Condition**

The City of Ridgeland is located in one of the fastest growing areas of the state. The City has seen steady economic growth from the 1980s through 2015. The City of Ridgeland has not felt the impact of the current recession as have other cities where housing, auto, or financial crisis have been concentrated. In fact, the valuation of non-residential permits issued by the City of Ridgeland decreased by approximately \$6 million from 2014 to 2015 while residential permits increased approximately 4 million. The unemployment rate has decreased from 5.3% in 2014 to 4.2% in 2015, which indicates that the recession has bottomed out in Ridgeland as well as the rest of Mississippi. The City of Ridgeland has seen a consistent behavior in sales tax collections, which indicates that retail is strong and continues to grow.

Ridgeland continues to enjoy a balanced mix of residential and commercial development. The opening of 950,000 square foot Northpark mall in 1985 was the catalyst for a retail building boom in this area. Other commercial development quickly followed, with an associated increase in residential construction. In 2002 Madison County saw the beginning operations of a \$930 million Nissan production plant, which employs as many as four thousand employees in its automotive production facilities.

The Highland Colony Parkway was constructed in the late 1990s and has blossomed into a vibrant mixed use corridor. Many international, national, and regional office headquarters have located along the Parkway. The Parkway is also home to numerous retail developments including Renaissance at Colony Park and Township at Colony Park. Renaissance is a 400,000 square foot retail, restaurant, and office development that is adjacent to several mid-rise office buildings. Township is an 80-acre mixed use development complete with retail, office, recreational, and housing uses. In addition, several neighborhoods have developed around the Parkway. The Highland Colony Parkway corridor remains the fastest growing area of the City of Ridgeland.

Madison County and adjacent Hinds and Rankin counties comprise what is known informally as the “Metro Area”. The City of Ridgeland has one of the lowest tax rates in the area, which has remained unchanged since 1992.

### **Long-Term Financial Planning**

In 2008 a long-term strategic plan was adopted by the Mayor and Board of Aldermen with input from citizens and the business community. The primary focus during the coming years will be continued improvement of transportation infrastructure and neighborhood revitalization. As with any rapidly-growing municipality, the City of Ridgeland is faced with keeping up with current demand for services as well as planning for long-term growth.

### **Major Initiatives**

The City of Ridgeland has received national recognition for Freedom Ridge Park, earning multiple awards from ASA and other organizations. This led to the City of Ridgeland being selected to host the Men’s and Women’s Amateur Softball Association National Championship Softball Series at Freedom Ridge Park. This marked the first time the event was held outside of the ASA’s headquarters in Oklahoma City.

Ridgeland is an environmental hero among cities, earning the following awards for its efforts in recycling and environmental protection: 2013 First Place Local Government Award from Keep Mississippi Beautiful, Steward in the Mississippi Department of Environmental quality’s enhance Program since 2011, Local Government Recycler of the Year 2011 from the Mississippi Recycling Coalition, Merit Award from the American Society of Landscape Architects for the Ridgeland Area Master Plan and Tree City USA certification since 2009.

The Ridgeland Area Master Plan earned a Clarion-Ledger/Mississippi Municipal League Excellence Award for Planning and Development in 2008 for its citizen-led process of developing a long-range vision for Ridgeland’s future. The plan included progressive tactics to enhance development in a sustainable manner.

Ridgeland has also been recognized for its forward thinking and technology-oriented businesses. Ridgeland was named Mississippi’s eCity 2013 by Google for its strong online business community, making Ridgeland one of the nation’s digital capitals. BusinessWeek.com named Ridgeland as the Best Small City for Startups in Mississippi in 2009.

Known as a destination for bicycling and a promotor of bicycling safety, Ridgeland earned the bronze award for Bicycle Friendly Community 2010-2015 by the League of American Bicyclists. Designated bike routes in Ridgeland include the Natchez Trace Parkway and Highland Colony Parkway. Local bicycling events often use the multiuse trails, mountain bike trails and the bike routes in Ridgeland.

In 2007, the City of Ridgeland issued \$19,365,000 in bonds for improvement to the water and sewer system, widening Lake Harbour Drive to five lanes, and other miscellaneous drainage, roadway, and park improvements. Construction is completed, underway or soon to be underway on each of these projects.

In 2011, the City of Ridgeland issued \$5,825,000 in bonds for the design and construction of a City Center, which was selected as the priority project by the citizen-based Master Plan Steering Committee. Currently, the City is in the process of removing the above and below-ground concrete, which was left by a former concrete bridge beam construction company. The 2011 bonds also funded the construction of an open-air pavilion at the multi-use trail head. The pavilion includes picnic tables, restrooms, a bike rack and a bike repair station.

In 2014, the City issued \$5,100,000 in bonds for continued design and construction of the City Center and the Right-of-way and relocation of Colony Park Boulevard. In 2015, the City issued \$11.9 million bonds for continued construction of the City Center. These projects are currently in progress.

The City of Ridgeland is in the process of obtaining funding for several road expansion projects. The City of Ridgeland is in the process of obtaining funding for the Lake Harbour Drive Extension project. This project is estimated to cost approximately \$20 million. The Mayor and Board of Aldermen continue to appropriate \$1,000,000 of the annual budget for street maintenance.

Mississippi law limits the amount of general obligation debt a municipality may issue to 15% of total assessed valuation. With an assessed valuation of \$449,065,969, the City of Ridgeland's margin for further issuance of general obligation debt is \$48,724,227 as of September 30, 2015.

Moody's Investor Services, widely regarded as one of the top three companies in financial research and analysis, awarded the City of Ridgeland with a bond rating of Aa2. Aa2 is categorized as high-grade for long-term debt ratings and Prime-1, which is highest quality, for short-term debt ratings. Aa2 is subject to very low credit risk. The Aa2 rating received by the City of Ridgeland is the highest bond rating among cities in the State of Mississippi.

### **Financial Awards and Acknowledgments**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Ridgeland for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2014. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. This was the twenty-third consecutive year that the City of Ridgeland received this prestigious award. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

The preparation of this report on a timely basis could not have been accomplished without the cooperation of the entire staff of the Department of Finance and Administration. We also wish to express our appreciation to the other departments within the City of Ridgeland for their submission of information for this report.

We acknowledge the thorough and professional manner in which the audit was conducted by our independent auditors, Fortenberry & Ballard, P.C., and their contribution toward the preparation of this CAFR.

In conclusion, we acknowledge the Board of Aldermen who consistently support the goal of excellence in all aspects of financial management by the City of Ridgeland. Their continuing interest and support are greatly appreciated.

Respectfully yours,



Gene F. McGee  
Mayor  
City of Ridgeland



Paula Tierce  
City Clerk  
City of Ridgeland



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Ridgeland  
Mississippi**

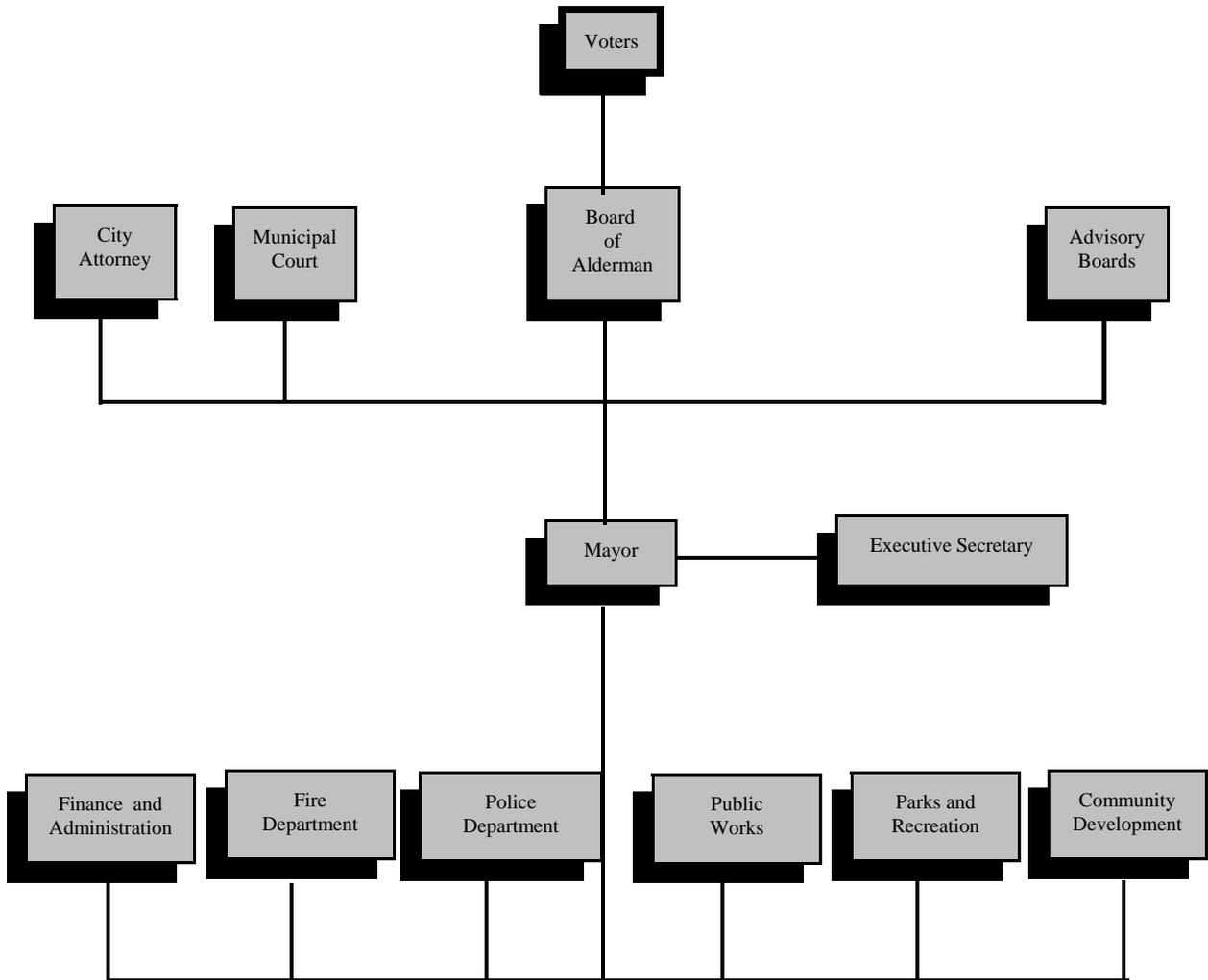
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2014**

Executive Director/CEO

# CITY OF RIDGELAND

## ORGANIZATION CHART



**CITY OF RIDGELAND, MISSISSIPPI**

Listing of City Officials  
As of September 30, 2015

Elected Officials



Gene F. McGee  
Mayor



Ken Heard  
Alderman - Ward 1  
Mayor Pro Tempore



Chuck Gautier  
Alderman - Ward 2



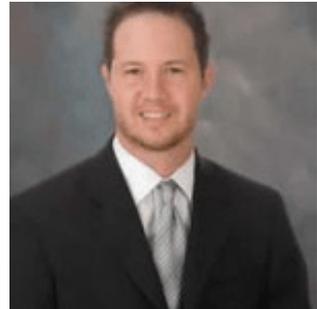
Kevin Holder  
Alderman - Ward 3



Brian Ramsey  
Alderman - Ward 4



Scott Jones  
Alderman - Ward 5



Wesley Hamlin  
Alderman - Ward 6

**CITY OF RIDGELAND, MISSISSIPPI**

Listing of City Officials (Continue)

As of September 30, 2015



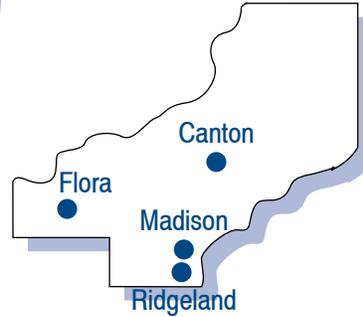
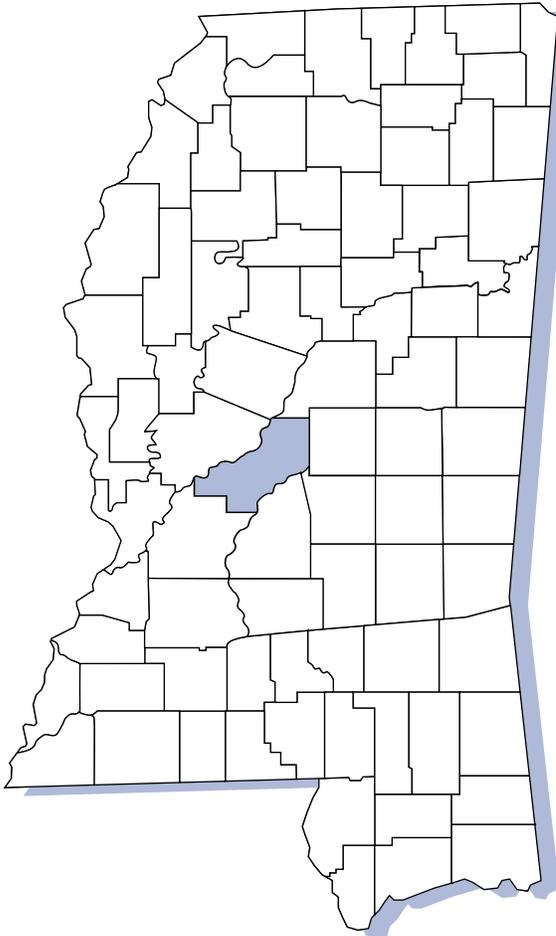
D.I. Smith  
Alderman At Large

Appointed Officials

City Clerk  
Public Works Director  
Chief of Police  
Fire Chief  
Parks and Recreation Director  
Community Development Director  
City Attorney  
City Judge  
City Judge  
City Prosecutor

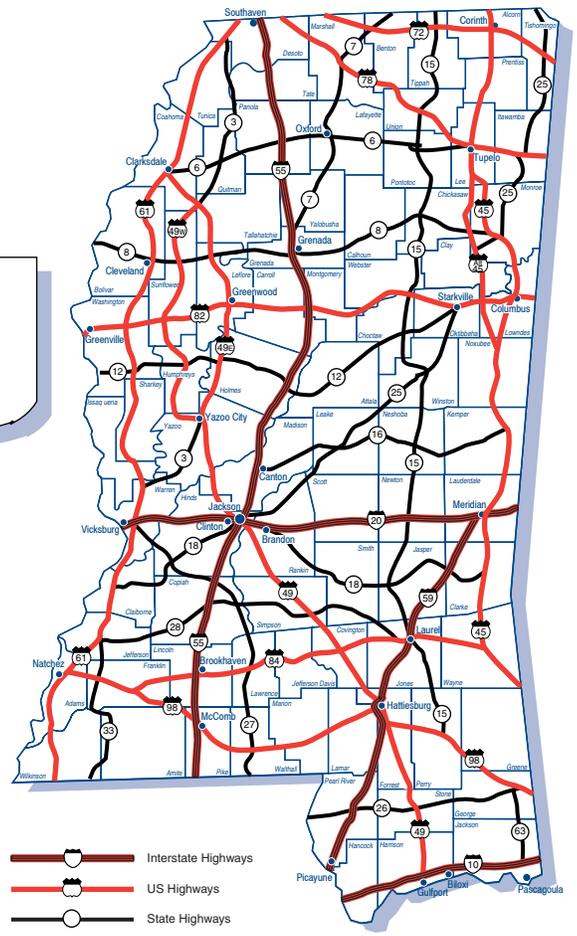
Paula W. Tierce  
John M. McCollum  
John Neal  
Matthew Bailey  
Christopher Chance  
Alan Hart  
Jerry L. Mills  
Hal McCarley  
Robert Camp  
Boty McDonald

# County Location

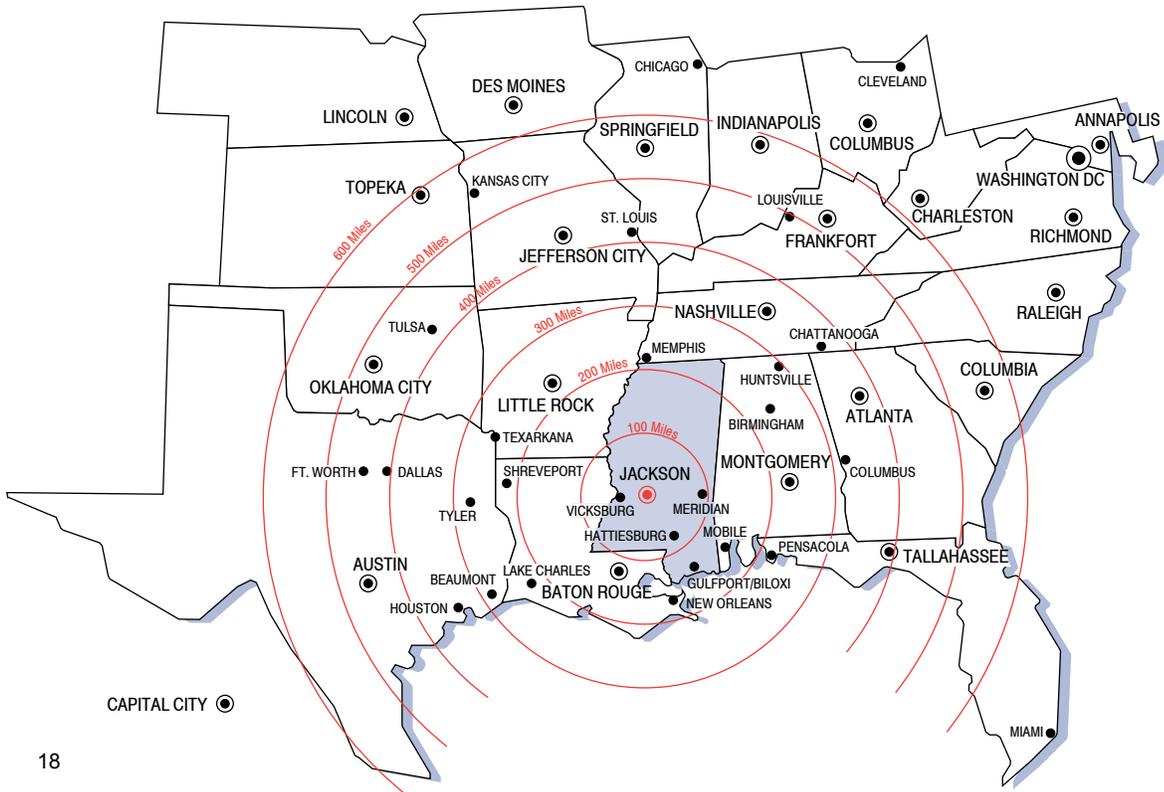


## Madison County

# Federal/State Highways



# Regional Map



# II

## FINANCIAL SECTION

This section includes the basic financial statements and the combining and individual fund financial statements and schedules, as well as the independent auditor's report on the financial statements and schedules.

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**City of Ridgeland, Mississippi**

Audited Financial Statements  
For the Year Ended September 30, 2015

## FINANCIAL AUDIT REPORT

**FORTENBERRY & BALLARD, PC**  
**CERTIFIED PUBLIC ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT ON THE BASIC FINANCIAL  
STATEMENTS AND SUPPLEMENTARY INFORMATION**

Mayor and Board of Aldermen  
City of Ridgeland, Mississippi

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Ridgeland, Mississippi's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

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

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, business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi, as of September 30, 2015, 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.

## **Emphasis of Matter**

As discussed in Note 1 to the financial statements, the City adopted Governmental Accounting Standards Board (“GASB”) Statement No. 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. As a result, net position as of October 1, 2014, has been restated. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, the Schedule of the City’s Proportionate Share of the Net Pension Liability, the Schedule of the City’s Contributions, and budgetary comparison information on pages 28 to 46 and 104 to 108 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Ridgeland, Mississippi's financial statements. The accompanying Schedule of Expenditures of Federal Awards, as required by the Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit

Organizations (Circular A-133), the introductory section, combining and individual non major fund financial statements, the other schedules (D-1 to D-3), the budgetary schedules and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying Schedule of Expenditures of Federal Awards, as required by the Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations (Circular A-133), the combining and individual non major fund financial statements, the other schedules (D-1 to D-3), and the budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2016, on our consideration of the City of Ridgeland, Mississippi's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Ridgeland, Mississippi's internal control over financial reporting and compliance.

*FORTENBERRY & BALLARD, PC*

Fortenberry & Ballard, PC  
March 30, 2016

Certified Public Accountants

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

**City of Ridgeland**  
Management's Discussion and Analysis  
For the year ended September 30, 2015

The following discussion and analysis of the City of Ridgeland's financial performance provides an overview of the City's financial activities for the year ended September 30, 2015. 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 financial statements and the notes to the financial statements to enhance their understanding of the City's financial performance.

**FINANCIAL HIGHLIGHTS**

- Total net position decreased \$17,885,533, including a prior period adjustment of (\$22,442,910), which represents an 8% decrease from fiscal year 2014. This prior period adjustment was mainly to recognize the pension liability for fiscal year 2014 as a result of GASB Statement 68 and 71 implementation. Total net position increased \$6,556,756, in the prior year, which represents a 3% increase from fiscal year 2013.
- General revenues account for \$24,734,671, or 52% of all revenues in 2015. General revenues accounted for \$23,555,642, or 53% of all revenues in 2014. Program specific revenues in the form of charges for services and grants and contributions accounted for \$23,112,307 or 48% of total revenues in 2015, compared with \$20,511,505 or 47% of total revenues in 2014.
- The City had \$43,289,601 in expenses, an amount that increased when compared with the \$37,510,391 in expenses for the prior year; \$23,112,307 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$24,734,671 were adequate to provide for these programs in 2015, and general revenues of \$23,555,642 were adequate to provide for these programs in 2014.
- Among the major funds, the General Fund had \$24,772,101 in revenues and \$23,217,960 in expenditures. In 2014 the General Fund had \$22,909,169 in revenues and \$23,190,433 in expenditures. The General Fund's fund balance increased by \$2,377,554, including a Sanitation fund reclassification from general fund to business-type activities in the amount of \$456,998, from 2014 to 2015 and decreased by \$535,282 from 2013 to 2014.
- The Enterprise Fund - Public Utility Fund had \$6,918,799 in revenues and \$7,156,143 in expenses. Its net loss, after non-operating revenues were included, was \$2,547,794, including a prior period adjustment of (\$1,877,245) to recognize the net pension liability for the prior fiscal year. Last year it showed \$6,412,550 in revenues and \$6,989,848 in expenses. Its net loss was \$996,139 after non-operating revenues were included.
- Capital assets, net of accumulated depreciation, increased by \$5,574,863 in the governmental activities, including the effect of the Internal Service Fund that is accounted for with the governmental activities. This increase in the governmental activities was due to additions to construction in progress. See Note 5 on page 80 of this report. Capital assets, net of accumulated depreciation, increased by \$5,997,605 from 2013 to 2014.
- Capital assets, net of accumulated depreciation, decreased \$1,462,700 in the business-

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type activities mainly due to depreciation expense. Capital assets increased \$790,220 in the business-type activities from 2013 to 2014.

- Long-term debt decreased by \$2,175,511 in the governmental activities from 2014 to 2015. The decrease in the governmental activities was mainly due to principal payments on long-term debt. Long-term debt increased by \$2,211,371 in the governmental activities from 2013 to 2014.
- Long-term debt decreased by \$1,159,830 in the business-type activities from 2014 to 2015. This decrease was related mainly to principal payments on long-term debt. Long-term debt decreased by \$978,368 in the business-type activities from 2013 to 2014.

**Using this Annual Financial Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the City of Ridgeland as a financial whole or as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial conditions.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements show how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

**Reporting the City of Ridgeland as a Whole**

**Statement of Net Position and the Statement of Activities**

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2015?" The Statement of Net Position and the Statement of Activities answers this question.

These statements include all assets and liabilities, deferred outflows and inflows of resources using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net position and the changes in net position. This change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of City capital assets will also need to be evaluated.

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In the Statement of Net Position and the Statement of Activities, all of the City's activities are reported in Governmental Activities and Business-type Activities, which include all of the City's services including police, fire, administration, water and sewer service and all other departments.

The City of Ridgeland has no Component units as defined by the Governmental Accounting Standard Board (GASB).

**Reporting the City of Ridgeland's Most Significant Funds**

**Fund Financial Statements**

Fund financial reports provide detailed information about the City's major funds. Based on restrictions on the use of monies, the City has established many funds, which account for the multitude of services provided to the City's residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Ridgeland, the City's major funds are the General Fund, the Debt Service Fund, Colony Park TIF Bond Debt and Lake Harbour Drive Extension Fund.

The Debt Service Fund reported an ending fund balance of \$462,618. The Colony Park TIF Bond Debt did not have any increase or decrease in its ending fund balance. The Lake Harbour Drive Extension Fund reported a deficit in the amount of \$112,180.

**Governmental Funds**

All of the City's non-proprietary activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future on services provided to the City's residents. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

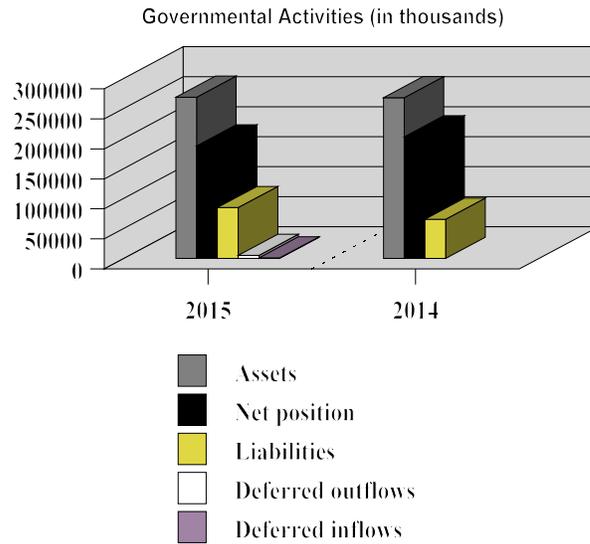
**The City of Ridgeland as a Whole**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Over time the trend as well as the amount of net position may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$213,067,242 at September 30, 2015.

The following chart depicts the total amount of assets, deferred outflows, liabilities, deferred inflows and net position as of September 30, 2015 and 2014 in the governmental activities column.

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The largest portion of the City's net position for governmental activities (\$191,730,165, or 102%) reflect its net investment in capital assets (capital assets less any capital related outstanding debt used to acquire those capital assets). Although the City's investment in capital assets is reported net of the related debt, it should be noted that the resources needed to repay this debt must be provided from other sources and not the capital assets themselves.

The following are significant current year transactions that have had an impact on the Government-Wide Statement of Net Position - Governmental Activities.

- Implementation of GASB Statement No. 68 and 71 which required the recording of a liability for the proportionate share of the City as well as the recording of deferred outflows/inflows of resources.
- The \$2,199,429 retirement of principal of long-term debt
- The refunding of a bond in the amount of \$6,053,549.
- The payment to refunded debt escrow agent in the amount of \$6,230,000.

The following table shows a comparative analysis of the assets, liabilities, and net position for the Government-Wide Statement of Net Position.

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GASB Statement No. 68 and 71 were implemented in fiscal year 2015. Prior year amounts were not restated to reflect the implementation of GASB 68 and 71.

**Government-Wide Condensed Statement of Net Position**  
Governmental Activities

	September 30, 2015	September 30, 2014	Percentage Change
<b>Assets:</b>			
Current assets	\$ 23,865,326	27,809,261	-14%
Other assets	29,109,325	30,009,971	-3%
Capital assets	215,568,181	209,993,318	3%
Total Assets	<u>268,542,832</u>	<u>267,812,550</u>	0%
<b>Deferred outflows of resources</b>	<u>4,460,352</u>		N/A
<b>Liabilities:</b>			
Current liabilities	6,024,181	8,135,525	-26%
Other liabilities	31,079,089	32,627,609	-5%
Long-term liabilities	22,112,238	24,514,996	-10%
Net pension liability	25,494,483		N/A
Total Liabilities	<u>84,709,991</u>	<u>65,278,130</u>	30%
<b>Deferred inflows of resources</b>	<u>849,540</u>		N/A
<b>Net Position:</b>			
Net investment in capital assets	191,730,165	183,959,852	4%
Restricted	395,589	4,581,729	-91%
Unrestricted	(4,682,101)	13,992,839	-133%
Total Net Position	<u>\$ 187,443,653</u>	<u>202,534,420</u>	-7%

The table on the next page depicts the revenues by major sources extracted from the government-wide statement of activities - governmental activities column.

GASB Statement No. 68 and 71 were implemented in fiscal year 2015. Prior year amounts were not restated to reflect the implementation of GASB 68 and 71.

**City of Ridgeland**  
Management's Discussion and Analysis  
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**Government-Wide Condensed Statement of Activities**  
Governmental Activities

	<u>Year Ended September 30, 2015</u>	<u>Year Ended September 30, 2014</u>	<u>Percentage Change</u>
<b>Revenues:</b>			
Program Revenues:			
Charges for services	\$ 9,995,037	9,083,324	10%
Operating grants and contributions	197,880	276,108	(28)%
Capital grants and contributions	4,512,968	4,739,523	(5)%
Total Program Revenues	<u>14,705,885</u>	<u>14,098,955</u>	4%
General Revenues:			
Intergovernmental / unrestricted	13,786,999	11,288,762	22%
Property taxes	9,362,114	8,694,556	8%
Other taxes	632,240	615,353	3%
Other participation	142,352	978,755	(85)%
Grants and contributions not restricted	69,560	1,069,517	(93)%
Unrestricted investment income	197,429	305,638	(35)%
Other	403,440	437,518	(8)%
Total General Revenues	<u>24,594,134</u>	<u>23,390,099</u>	5%
<b>Total Revenues</b>	<u>39,300,019</u>	<u>37,489,054</u>	5%
<b>Expenses:</b>			
General government	3,643,081	3,879,850	(6)%
Public safety	15,109,345	12,807,047	18%
Public services	7,880,397	7,091,719	11%
Sanitation		1,196,837	(100)%
Culture and recreation	2,988,401	2,839,700	5%
Interest on long-term debt	2,170,647	2,121,006	2%
Pension expense	2,726,170		N/A
Total Expenses	<u>34,518,041</u>	<u>29,936,159</u>	15%
<b>Excess (deficiency) before transfers</b>	<u>4,781,978</u>	<u>7,552,895</u>	(37)%

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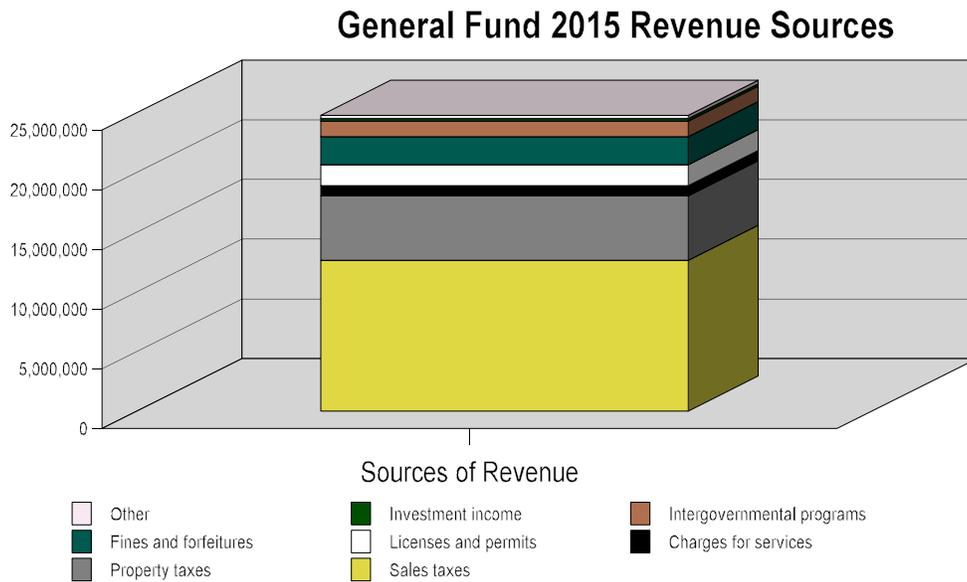
**Government-Wide Condensed Statement of Activities**  
Governmental Activities (Continue)

	<u>Year Ended September 30, 2015</u>	<u>Year Ended September 30, 2014</u>	<u>Percentage Change</u>
<b>Transfers</b>	\$ 235,922		N/A
<b>Increase (decrease) in net position</b>	<u>5,017,900</u>	<u>7,552,895</u>	(34)%
<b>Net Position, beginning, as previously</b>	202,534,420	194,981,525	4%
<b>Prior period adjustment</b>	(20,565,665)		N/A
<b>Fund reclassification</b>	<u>456,998</u>		N/A
<b>Net Position, beginning, as restated</b>	182,425,753	194,981,525	(6)%
<b>Net Position, ending</b>	<u>\$ 187,443,653</u>	<u>202,534,420</u>	(7)%

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**GENERAL GOVERNMENT FUNCTIONS**

The City's General Fund is used to account for expenditures of traditional services as well as all financial resources other than those required to be accounted for in other funds. General Fund revenues include property tax, intergovernmental revenues, various permit fees, franchise taxes, fines, and other sources as indicated on the accompanying graphs and schedules.



**Revenues**

The primary source of General Fund revenues is sales tax. The State of Mississippi levies a general sales tax of 7% on most retail sales. Of the amount collected by the state, each municipality receives 18.5% of the amount collected within its corporate boundaries. Sales tax accounted for 51% of General Fund revenues in fiscal year 2015, compared to 49% in fiscal year 2014. Sales tax collections in fiscal year 2015 were \$12,638,143, a 12% increase over the \$11,288,762 collected in 2014. Total General Fund operating revenues were \$24,772,101, an 8% increase of \$1,862,932 over the prior year mainly due to an increase in sales tax revenue received of \$1,349,381 related to an audit of businesses by the State that was requested by the City's finance department and an increase in property taxes received of \$244,906 related to assessments.

Assessed valuation within the City has increased 3% from fiscal year 2014. The City continues to attract residents and business alike.

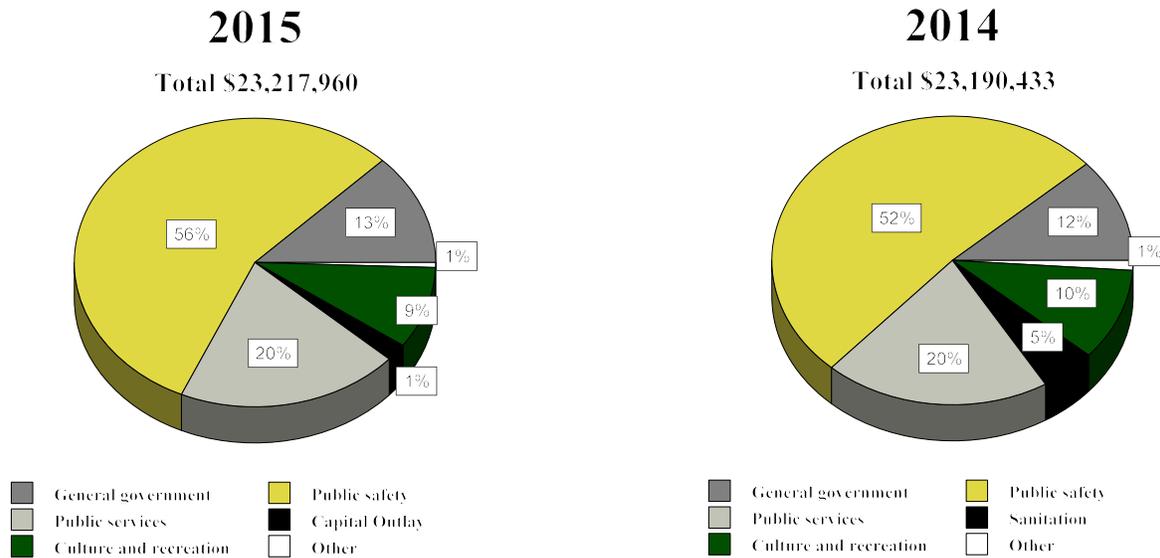
**City of Ridgeland**  
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**GENERAL FUND (GAAP BASIS)**  
(in thousands)

	2015 Amount	2014 Amount	Dollar Increase (Decrease) from 2014	Percent Increase (Decrease) from 2014
<b>Revenues:</b>				
Sales tax	\$ 12,638	\$ 11,289	\$1,349	12.0%
Property tax	5,406	5,162	244	4.7%
Licenses and permits	1,749	1,652	97	5.9%
Fines and forfeitures	2,350	1,241	1,109	89.4%
Investment income	137	189	(52)	(27.5)%
Unrealized gain/loss on investments	56	(6)	62	(1033.3)%
Charges for services	847	2,142	(1,295)	(60.5)%
Intergovernmental programs	1,314	1,115	199	17.8%
Other	275	126	149	118.3%
<b>Total Revenues</b>	<b>\$ 24,772</b>	<b>\$ 22,910</b>	<b>\$ 1,862</b>	<b>8.1%</b>
<b>Expenditures:</b>				
General government	\$ 2,960	\$ 2,710	\$ 250	9.2%
Public safety	12,918	11,993	925	7.7%
Public services	4,676	4,695	(19)	(0.4)%
Sanitation		1,196	(1,196)	(100.0)%
Health and welfare	55	50	5	10.0%
Culture and recreation	2,191	2,377	(186)	(7.8)%
Economic development		50	(50)	(100.0)%
Capital outlay	407	48	359	747.9%
Debt service	11	71	(60)	(84.5)%
<b>TOTAL EXPENDITURES</b>	<b>\$ 23,218</b>	<b>\$ 23,190</b>	<b>\$ 28</b>	<b>0.1%</b>

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The following chart displays the expenditures by department in the General Fund:



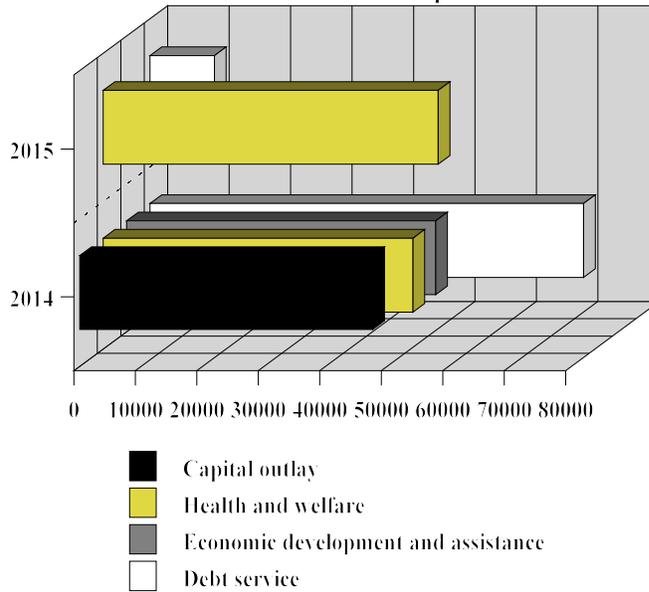
**Expenditures**

General Fund operating expenditures increased \$27,527 when compared to the prior year. During the year, the City strived to save money where possible. Despite moving the sanitation fund to an enterprise fund (a decrease in General fund expenditures of \$1,196,000), legal fees for community development increased \$783,295. Other increases in general fund expenditures were an increase to Police and Fire capital of approximately \$136,000 related to new vehicles to replace retired ones, an increase of \$38,435 to Police capital related to the purchase of new radios, an increase of \$147,885 to Finance and Administration salaries and benefits related to moving three positions from PURF to the general fund, and an increase in Information Systems capital of \$82,858 related to replacing old switches throughout the City.

The following page shows the details of the Other category in the pie charts above by year:

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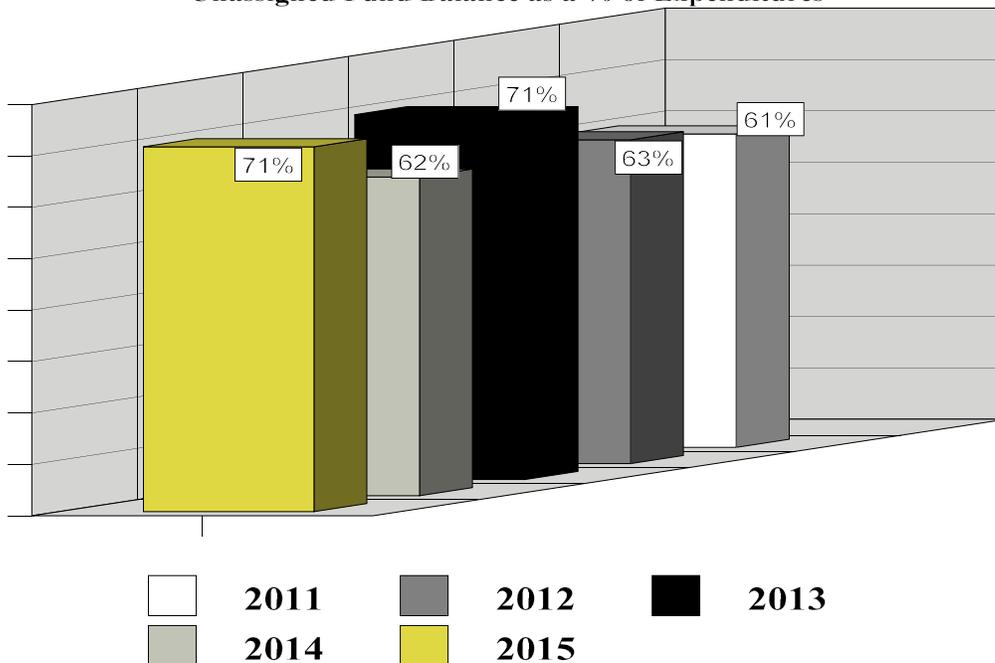
**General Fund's Other Expenditures**



**Status of Fund Balance**

On the General Fund balance sheet, fund balance is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent and the remaining portion is available for appropriation. The fiscal year ended September 30, 2015 ending unassigned fund balance is \$16,375,844 which is 71% of the general fund operating expenditures.

**Unassigned Fund Balance as a % of Expenditures**



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**Other Governmental Funds**

The financial performance of the City as a whole is reflected in its governmental funds. As the City completed the year, its governmental funds reported a combined fund balance of \$17,423,511, a decrease of \$1,192,338 attributable to prior period adjustments of \$1,028,122 and an increase of legal fees by community development of \$783,295. \$14,882,819, or 85% of the fund balance is unassigned fund balance, which represents the residual classification fund balance that has not been assigned to other funds and that has not been restricted or assigned to specific purposes. The remaining fund balance of \$2,540,692, or 15% is either nonspendable, restricted or assigned to indicate that is not available for spending except only for the purposes to which it is restricted, committed or assigned.

Unassigned fund balance is the residual classification for the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. This year the City of Ridgeland had a positive \$16,375,844 unassigned fund balance in the general fund, which constitutes 94% of the total fund balance in the governmental funds. However, the Lake Harbour Drive Extension Fund had a negative fund balance in the amount of \$112,180. Additionally, there were several capital project funds with negative ending fund balances. Statement No. 54 indicates that if there is a negative balance after classifying amounts as nonspendable, restricted or committed, the fund would report a negative amount as unassigned. This is the case in the City of Ridgeland and as such, the total ending unassigned fund balance represents 85% of the total fund balance in the governmental funds. Additionally, the Board of Aldermen passed a resolution to maintain a fund balance not below 45% of expenditures in the General Fund.

The increase in the Debt Service Fund was \$735,204. The reason for this increase was due to the decrease in debt service expenditure payments as debt is paid off. The Colony Park TIF Bond Debt did not show an increase or decrease during the year. The Lake Harbour Drive Extension Fund showed an increase of \$95,988, mainly due to the payment from Madison County to be used in the future. The fund balance of Other Governmental Funds showed a decrease of \$4,401,084, including a prior period adjustment of (\$1,028,122). The decrease was mainly due to bond proceeds received in prior years being transferred to other capital project funds and being used on those projects.

**PROPRIETARY FUNDS**

Ridgeland's proprietary operations consist of the Public Utility Revenue Fund, the Sanitation Fund, the East Madison County Regional Sewer (EMCRS) Fund and the Insurance Trust Fund. The Public Utility Revenue Fund accounts for traditional water and sewer revenues and expenditures to construct and maintain a water and sewer system.

The Sanitation Fund was part of the general fund in the prior year but it was reclassified to a proprietary fund. The Sanitation Fund accounts for revenues from garbage and recycling fees and expenses for those services.

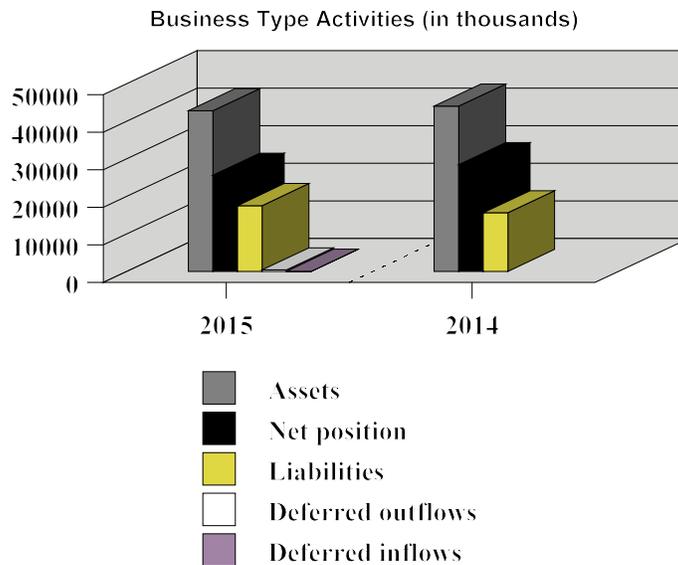
The East Madison County Regional Sewer Fund was created through an agreement between

**City of Ridgeland**  
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Ridgeland, Madison, and the Pearl River Valley Water Supply District whereby all sewage is sent through interceptor lines to be treated at the City of Jackson treatment plant. All entities involved collect a separate sewer fee for this service and submit the fee to Ridgeland monthly. Ridgeland maintains the accounting records, forwards payments to the City of Jackson, and performs maintenance on the system.

The Insurance Trust Fund accounts for the City's self insured employee health insurance program.

The following chart shows the assets, deferred outflows, liabilities, deferred inflows and net position for the government wide statements, business-type activities.



The following is a comparative analysis of assets and liabilities balances for the Business-Type activities.

GASB Statement No. 68 and 71 were implemented in fiscal year 2015. Prior year amounts were not restated to reflect the implementation of GASB 68 and 71.

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**Government-Wide Condensed Statement of Net Position**  
Business-Type Activities

	September 30, 2015	September 30, 2014	Percentage Change
<b>Assets:</b>			
Current assets	\$ 8,327,263	8,683,604	(4)%
Capital assets	33,900,505	35,363,205	(4)%
Total Assets	<u>42,227,768</u>	<u>44,046,809</u>	(4)%
<b>Deferred outflows of resources</b>	<u>428,568</u>		N/A
<b>Liabilities:</b>			
Current liabilities	1,898,455	1,806,743	5%
Long-term liabilities	12,603,054	13,821,711	(9)%
Net pension liability	2,449,611		N/A
Total Liabilities	<u>16,951,120</u>	<u>15,628,454</u>	8%
<b>Deferred inflows of resources</b>	<u>81,627</u>		N/A
<b>Net Position:</b>			
Net investment in capital assets	20,214,196	20,515,080	(1)%
Restricted	1,905,807	1,788,449	7%
Unrestricted	<u>3,503,586</u>	<u>6,114,826</u>	(43)%
Total Net Position	<u>\$ 25,623,589</u>	<u>28,418,355</u>	(10)%

The following are significant current year transactions that have had an impact on the Government-Wide Statement of Net Position - Business-Type Activities.

- Implementation of GASB Statement No. 68 and 71 which required the recording of a liability for the proportionate share of the City as well as the recording of deferred outflows/inflows of resources.
- The \$1,180,960 retirement of principal of long-term debt.

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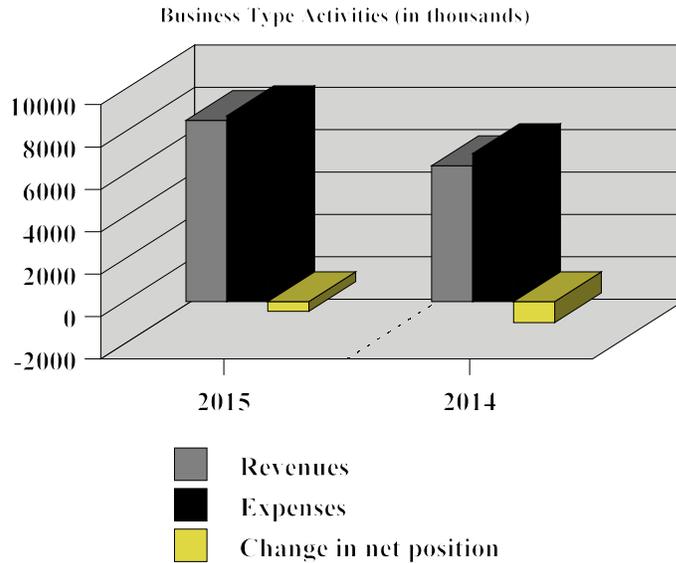
Below is a comparative analysis of the revenues and expenses of the government wide statements - Business-Type Activities column.

GASB Statement No. 68 and 71 were implemented in fiscal year 2015. Prior year amounts were not restated to reflect the implementation of GASB 68 and 71.

**Government-Wide Condensed Statement of Activities**  
Business-Type Activities

	<u>Year Ended</u> <u>September 30, 2015</u>	<u>Year Ended</u> <u>September 30, 2014</u>	<u>Percentage</u> <u>Change</u>
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 8,406,422	6,412,550	31%
Total program revenues	8,406,422	6,412,550	31%
General revenues:			
Grants and contributions not restricted	11,196	59,478	(81)%
Unrestricted investment income	55,531	39,477	41%
Other	73,810	66,588	11%
Total general revenues	140,537	165,543	(15)%
<b>Total revenues</b>	<b>8,546,959</b>	<b>6,578,093</b>	<b>30%</b>
<b>Expenses:</b>			
Public Utility	7,493,963	7,574,232	(1)%
Sanitation	1,277,597		N/A
<b>Total expenses</b>	<b>8,771,560</b>	<b>7,574,232</b>	<b>16%</b>
<b>Excess (deficiency) before transfers</b>	<b>(224,601)</b>	<b>(996,139)</b>	<b>(77)%</b>
<b>Transfers</b>	<b>(235,922)</b>		N/A
<b>Increase (decrease) in net position</b>	<b>(460,523)</b>	<b>(996,139)</b>	<b>(54)%</b>
<b>Net Position - Beginning, as previously</b>	<b>28,418,355</b>	<b>29,414,494</b>	<b>(3)%</b>
<b>Prior period adjustment</b>	<b>(1,877,245)</b>		N/A
<b>Fund reclassification</b>	<b>(456,998)</b>		N/A
<b>Net Position - Beginning, as restated</b>	<b>26,084,112</b>	<b>29,414,494</b>	<b>(11)%</b>
<b>Net Position - Ending</b>	<b>\$ 25,623,589</b>	<b>28,418,355</b>	<b>(10)%</b>

**City of Ridgeland**  
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**Public Utility Revenue Fund**

The City operates its own water utility system, obtaining water from several ground water wells. Comparative financial data for the Public Utility Revenue Fund for the last two fiscal years is presented below.

		September 30, 2015	September 30, 2014
Operating Revenues	\$	6,918,799	6,412,550
Operating Expenses		(7,156,143)	(6,989,848)
Operating Income	\$	(237,344)	(577,298)

**Sanitation Fund**

The City just transferred operations of the Sanitation Fund from General Fund to an Enterprise Fund during the year. Comparative financial data is not available for the Sanitation Fund but the 2015 data is presented below.

		September 30, 2015	September 30, 2014
Operating Revenues	\$	1,487,623	
Operating Expenses		(1,277,597)	
Operating Income	\$	210,026	0

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**East Madison County Regional Sewer Fund**

As previously stated this fund is used to account for monies collected from Ridgeland customers, Madison, and the Pearl River Valley Water Supply District for operation and maintenance of the regional sewer, and for payments to the City of Jackson for treatment of sewage at their treatment plant. The amount each entity contributes is based on flow which is metered at various locations.

Comparative financial data for the East Madison County Regional Sewer Fund for the last two years is presented as follows:

		September 30, 2015	September 30, 2014
Operating Revenues	\$	3,241,426	3,961,138
Operating Expenses		(3,316,548)	(1,937,969)
Operating Income	\$	(75,122)	2,023,169

**General Fund Budgeting Highlights**

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

During the course of 2015, the City budgeted its general fund expenditures taking into consideration the need to repair additional streets and purchase additional capital equipment.

An analysis of the final budget to actual budget variances reveal consistent cost saving at each department level as detailed at Exhibit B-1.

The City considered none of these budget variances significant. The City of Ridgeland's ending unencumbered cash balance in the general fund was \$10,979,475.

**City of Ridgeland**  
Management's Discussion and Analysis  
For the year ended September 30, 2015

**CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS**

**Governmental Activities:**

**Capital Assets**  
(Net of Depreciation)

	<b>September 30, 2015</b>	<b>September 30, 2014</b>	<b>Percentage Change</b>
Land	\$ 110,685,995	110,685,995	0%
Construction in Progress	28,152,743	20,375,218	38%
Buildings	10,136,274	10,440,607	(3)%
Improvements other than bldgs.	6,021,901	6,174,098	(2)%
Infrastructure	53,637,596	55,691,698	(4)%
Utility Systems (ISF)	3,431,307	3,308,221	4%
Vehicles	2,262,694	2,350,672	(4)%
Furniture and Equipment	1,164,569	966,809	20%
Leased property	75,102		N/A
<b>Total</b>	<b>\$ 215,568,181</b>	<b>209,993,318</b>	<b>3%</b>

The capital assets' total includes the \$138,838,738 land and construction in progress, the other capital assets \$73,298,136 and the other capital assets in the amount of \$3,431,307 for the internal service funds (ISF) for a total of \$215,568,181 capital assets as reported in the Governmental Activities column of the Statement of Net Position.

**Outstanding Notes and Long-Term Obligations at Year End**

	<b>September 30, 2015</b>	<b>September 30, 2014</b>	<b>Percentage Change</b>
General Obligation Bonds	\$ 18,995,457	20,979,359	(9)%
Other Long-Term Debt	4,842,559	5,059,107	(4)%
Compensated Absences	677,974	653,035	4%
<b>Total</b>	<b>\$ 24,515,990</b>	<b>26,691,501</b>	<b>(8)%</b>

At September 30, 2015, the City of Ridgeland had \$18,715,668 in outstanding General Obligation Bonds, excluding premiums on bonds issued, and \$5,520,533 in other Long-Term Debt, including compensated absences. The City's overall legal debt margin at September 30, 2015 was \$65,359,895.

**City of Ridgeland**  
Management's Discussion and Analysis  
For the year ended September 30, 2015

**Business-Type Activities:**

	<b>Capital Assets</b>		<b>Percentage</b>
	<b>(Net of Depreciation)</b>		
	<b>September 30, 2015</b>	<b>September 30, 2014</b>	<b>Change</b>
Land	\$ 1,923,266	1,923,266	0%
Construction in Progress	142,960	7,593	1783%
Buildings	249,139	281,347	(11)%
Utility Systems	31,316,131	32,817,108	(5)%
Vehicles	100,347	131,681	(24)%
Machinery and equipment	168,662	202,210	(17)%
<b>Total</b>	<b>\$ 33,900,505</b>	<b>35,363,205</b>	<b>(4)%</b>

For more detailed information concerning capital assets see Note 7 in the Notes to the Financial Statements of this report.

**Outstanding Notes and Long-Term Obligations at Year End**

	<b>September 30, 2015</b>	<b>September 30, 2014</b>	<b>Percentage</b>
			<b>Change</b>
General Obligation Bonds	\$ 9,167,958	9,952,251	(8)%
Other Long-Term Debt	4,518,351	4,895,874	(8)%
Compensated Absences	65,262	63,276	3%
<b>Total</b>	<b>\$ 13,751,571</b>	<b>14,911,401</b>	<b>(8)%</b>

At September 30, 2015, the City of Ridgeland had \$8,979,333 in outstanding General Obligation Bonds, excluding premiums on bonds issued, and \$4,583,613 in other Long-Term Debt, including compensated absences. Compensated absences increased \$1,986 during the year.

For more detailed information concerning long-term debt see Note 8 in the Notes to the Financial Statements of this report.

**Contacting the City's Finance Department**

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 receives. Our mailing address is City of Ridgeland, P.O. Box 217, Ridgeland, MS 39158. If you have any questions about this report or need additional financial information, contact Paula W. Tierce, City Clerk, at (601) 856-7113 or visit our web site at [www.ridgelandms.org](http://www.ridgelandms.org).

## FINANCIAL STATEMENTS

**CITY OF RIDGELAND**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2015**

	Governmental Activities	Business-type Activities	Total
<b>Assets:</b>			
<i>Current Assets:</i>			
<i>Pooled cash and cash equivalents</i>	\$ 15,697,810	\$ 1,200	\$ 15,699,010
<i>Investments</i>	6,274,795	4,021,552	10,296,347
<i>Accounts receivable, net</i>	4,455,073	1,012,083	5,467,156
<i>Internal balances</i>	(2,637,663)	2,637,663	--
<i>Due from other governments</i>	--	497,891	497,891
<i>Inventories</i>	--	156,874	156,874
<i>Prepaid items</i>	75,311	--	75,311
<i>Total Current Assets</i>	<u>23,865,326</u>	<u>8,327,263</u>	<u>32,192,589</u>
<i>Non-Current Assets:</i>			
<i>Restricted assets:</i>			
<i>Tax increment receivable</i>	29,109,325	--	29,109,325
<i>Capital assets:</i>			
<i>Land and construction in progress</i>	138,838,738	2,066,226	140,904,964
<i>Other capital assets, net of accumulated depreciation</i>	76,729,443	31,834,279	108,563,722
<i>Total Non-Current Assets</i>	<u>244,677,506</u>	<u>33,900,505</u>	<u>278,578,011</u>
<b>Total Assets</b>	<u>268,542,832</u>	<u>42,227,768</u>	<u>310,770,600</u>
<b>Deferred Outflows of Resources:</b>			
<i>Deferred outflows of resources</i>	4,460,352	428,568	4,888,920
<b>Total Deferred Outflows of Resources</b>	<u>4,460,352</u>	<u>428,568</u>	<u>4,888,920</u>
<b>Liabilities:</b>			
<i>Current Liabilities:</i>			
<i>Accounts payable</i>	1,870,783	--	1,870,783
<i>Deposits payable</i>	--	608,197	608,197
<i>Wages and benefits payable</i>	394,130	--	394,130
<i>Due to other governments</i>	497,891	--	497,891
<i>Other payables</i>	259,507	79,970	339,477
<i>Interest Payable</i>	150,367	61,771	212,138
<i>Unearned Revenue</i>	447,751	--	447,751
<i>Long term liabilities (due within one year):</i>			
<i>Bonds, notes, loans and leases payable, current</i>	2,369,853	1,145,254	3,515,107
<i>Compensated Absences, current</i>	33,899	3,263	37,162
<i>Total Current Liabilities</i>	<u>6,024,181</u>	<u>1,898,455</u>	<u>7,922,636</u>
<i>Non-Current Liabilities:</i>			
<i>Long term liabilities (due beyond one year):</i>			
<i>Tax increment payable</i>	31,079,089	--	31,079,089
<i>Bonds, notes, loans and leases payable, non-current</i>	21,468,163	12,541,055	34,009,218
<i>Compensated absences, noncurrent</i>	644,075	61,999	706,074
<i>Net pension liability</i>	25,494,483	2,449,611	27,944,094
<i>Total Non-Current Liabilities</i>	<u>78,685,810</u>	<u>15,052,665</u>	<u>93,738,475</u>
<b>Total Liabilities</b>	<u>84,709,991</u>	<u>16,951,120</u>	<u>101,661,111</u>
<b>Deferred Inflows of Resources:</b>			
<i>Deferred inflow of resources</i>	849,540	81,627	931,167
<b>Total Deferred Inflow of Resources</b>	<u>849,540</u>	<u>81,627</u>	<u>931,167</u>
<b>Net Position:</b>			
<i>Net Investment in Capital Assets</i>	191,730,165	20,214,196	211,944,361
<i>Restricted For:</i>			
<i>Fire department equipment</i>	--	150,792	150,792
<i>Court services</i>	301,407	--	301,407
<i>Public improvements</i>	--	1,755,015	1,755,015
<i>Other Purposes</i>	94,182	--	94,182
<i>Unrestricted</i>	(4,682,101)	3,503,586	(1,178,515)
<b>Total Net Position</b>	<u>\$ 187,443,653</u>	<u>\$ 25,623,589</u>	<u>\$ 213,067,242</u>

The accompanying notes are an integral part of this statement.

**CITY OF RIDGELAND**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>							
<i>Governmental activities:</i>							
General government	\$ 3,643,081	\$ 9,404,635	\$ 169,630	\$ --	\$ 5,931,184		\$ 5,931,184
Public safety	15,109,345	1,401	28,250	--	(15,079,694)		(15,079,694)
Public services	7,880,397	308,029	--	4,512,968	(3,059,400)		(3,059,400)
Culture and recreation	2,988,401	280,972	--	--	(2,707,429)		(2,707,429)
Interest on long-term debt	2,170,647	--	--	--	(2,170,647)		(2,170,647)
Pension expense	2,726,170	--	--	--	(2,726,170)		(2,726,170)
Total Governmental Activities	<u>34,518,041</u>	<u>9,995,037</u>	<u>197,880</u>	<u>4,512,968</u>	<u>(19,812,156)</u>		<u>(19,812,156)</u>
<i>Business-type Activities:</i>							
Sanitation	1,277,597	1,487,623	--	--	--	\$ 210,026	210,026
Public Utility	7,493,963	6,918,799	--	--	--	(575,164)	(575,164)
Total Business-type Activities	<u>8,771,560</u>	<u>8,406,422</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(365,138)</u>	<u>(365,138)</u>
Total Primary Government	<u>\$ 43,289,601</u>	<u>\$ 18,401,459</u>	<u>\$ 197,880</u>	<u>\$ 4,512,968</u>	<u>(19,812,156)</u>	<u>(365,138)</u>	<u>(20,177,294)</u>
<b>General Revenues:</b>							
Intergovernmental / Unrestricted					13,786,999	--	13,786,999
Property taxes					9,362,114	--	9,362,114
Other taxes							
Nuclear Payment					356,196	--	356,196
Fire Protection					130,844	--	130,844
Liquor Privilege					145,200	--	145,200
Other participation					142,352	--	142,352
Unrestricted investment income					197,429	55,531	252,960
Grants and contributions not restricted					69,560	11,196	80,756
Other					403,440	73,810	477,250
Transfers					235,922	(235,922)	--
Total General Revenues and Transfers					<u>24,830,056</u>	<u>(95,385)</u>	<u>24,734,671</u>
Change in Net Position					<u>5,017,900</u>	<u>(460,523)</u>	<u>4,557,377</u>
Net Position - Beginning, as previously reported					202,534,420	28,418,355	230,952,775
Prior Period Adjustment					(20,565,665)	(1,877,245)	(22,442,910)
Fund reclassification					456,998	(456,998)	--
Net Position - Beginning, as restated					<u>182,425,753</u>	<u>26,084,112</u>	<u>208,509,865</u>
Net Position - Ending					<u>\$ 187,443,653</u>	<u>\$ 25,623,589</u>	<u>\$ 213,067,242</u>

The accompanying notes are an integral part of this statement.

**CITY OF RIDGELAND**

BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2015

	General Fund	Debt Service Fund
	<u>                    </u>	<u>                    </u>
<b>Assets:</b>		
<i>Pooled cash and cash equivalents</i>	\$ 10,979,475	\$ 2
<i>Investments</i>	6,274,795	--
<i>Accounts receivable</i>	633,420	--
<i>Interfund receivable</i>	13,469,767	469,909
<i>Prepaid items</i>	75,311	--
<i>Tax increment financing receivable</i>	--	--
<b>Total Assets</b>	<u>\$ 31,432,768</u>	<u>\$ 469,911</u>
<b>Liabilities and Fund Balances:</b>		
<b>Liabilities:</b>		
<i>Accounts payable</i>	\$ 1,870,783	\$ --
<i>Wages and benefits payable</i>	394,130	--
<i>Due to other funds</i>	--	--
<i>Other Payables</i>	252,366	--
<i>Interfund payables</i>	11,858,830	7,293
<i>Unearned revenue</i>	22,243	--
<i>Tax increment financing payable</i>	--	--
<b>Total Liabilities</b>	<u>14,398,352</u>	<u>7,293</u>
<b>Fund Balances:</b>		
<b>Nonspendable</b>		
<i>Prepaid items</i>	75,311	--
<b>Restricted</b>		
<i>Court services</i>	301,407	--
<i>Debt service</i>	--	462,618
<i>Capital projects</i>	--	--
<b>Assigned</b>		
<i>Court services</i>	7,913	--
<i>Drug court</i>	16,130	--
<i>Forfeiture and seizure</i>	--	--
<i>Public improvements</i>	37,830	--
<i>Road and bridge tax</i>	201,982	--
<i>Tree Mitigation</i>	18,000	--
<b>Unassigned</b>	<u>16,375,844</u>	<u>--</u>
<b>Total Fund Balances</b>	<u>17,034,417</u>	<u>462,618</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 31,432,769</u>	<u>\$ 469,911</u>

The accompanying notes are an integral part of this statement.

Colony Park TIF Bond Debt	Lake Harbour Drive Ext.	Other Governmental Funds	Total Governmental Funds
\$ 4,318,941	\$ --	\$ 98,682	\$ 15,397,100
--	--	--	6,274,795
--	3,388,156	71,745	4,093,321
--	--	2,234,056	16,173,732
--	--	--	75,311
26,775,143	--	2,334,182	29,109,325
<u>\$ 31,094,084</u>	<u>\$ 3,388,156</u>	<u>\$ 4,738,665</u>	<u>\$ 71,123,584</u>
\$ --	\$ --	\$ --	\$ 1,870,783
--	--	--	394,130
--	--	497,891	497,891
--	--	--	252,366
1,829,084	3,500,336	1,962,520	19,158,063
--	--	425,508	447,751
29,265,000	--	1,814,089	31,079,089
<u>31,094,084</u>	<u>3,500,336</u>	<u>4,700,008</u>	<u>53,700,073</u>
--	--	--	75,311
--	--	--	301,407
--	--	1,016	463,634
--	--	1,324,303	1,324,303
--	--	--	7,913
--	--	--	16,130
--	--	94,182	94,182
--	--	--	37,830
--	--	--	201,982
--	--	--	18,000
--	(112,180)	(1,380,845)	14,882,819
--	<u>(112,180)</u>	<u>38,656</u>	<u>17,423,511</u>
<u>\$ 31,094,084</u>	<u>\$ 3,388,156</u>	<u>\$ 4,738,664</u>	<u>\$ 71,123,584</u>

**CITY OF RIDGELAND**

*RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2015*

Total fund balances - governmental funds balance sheet	\$ 17,423,511
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	212,136,874
The assets and liabilities of internal service funds are included in governmental activities in the SNP.	4,318,650
Payables for bond principal which are not due in the current period are not reported in the funds.	(16,870,668)
Payables for capital leases which are not due in the current period are not reported in the funds.	(50,836)
Payables for bond interest which are not due in the current period are not reported in the funds.	(150,367)
Payables for compensated absences not due in the current period are not reported in the funds.	(644,075)
Bond premiums are recognized in the SNP.	(241,409)
Other long-term liabilities not due and payable in the current period are not reported in the funds.	(4,305,250)
Liabilities due in one year are not recognized in the funds.	(2,403,752)
Recognition of the City's proportionate share of the net pension liability is not reported in the funds.	(25,360,921)
Deferred Inflows of Resources related to pension plan are not reported in the funds.	(845,089)
Deferred Outflows of Resources related to pension plan are not reported in the funds.	4,436,985
Net position of governmental activities - Statement of Net Position	<u>\$ 187,443,653</u>

The accompanying notes are an integral part of this statement.

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# CITY OF RIDGELAND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	General Fund	Debt Service Fund
<b>Revenues:</b>		
Sales taxes	\$ 12,638,143	\$ --
Property taxes	5,406,062	3,486,430
Licenses and permits	1,748,717	--
Fines and forfeitures	2,350,036	--
Investment income	137,482	1,116
Unrealized gain/loss on investments	55,962	--
Charges for services	846,837	--
Special Assessments	--	--
Intergovernmental programs	1,313,893	17,145
Other	274,969	--
Total Revenues	<u>24,772,101</u>	<u>3,504,691</u>
<b>Expenditures:</b>		
General government	2,960,112	--
Public safety	12,918,312	--
Public Services	4,675,717	--
Health and welfare	54,499	--
Culture and recreation	2,191,429	--
Capital outlay	407,427	--
Debt service:		
Principal	9,614	2,149,815
Interest	850	600,158
Other	--	18,937
Total Expenditures	<u>23,217,960</u>	<u>2,768,910</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,554,141</u>	<u>735,781</u>
<b>Other Financing Sources (Uses):</b>		
Transfers in	200,000	--
Transfers out	--	--
Inception of capital leases	80,000	--
Issuance of bonds	--	6,053,549
Sale of assets	86,415	--
Premium on bonds	--	175,874
Payment to refunded debt escrow agent	--	(6,230,000)
Total Other Financing Sources (Uses)	<u>366,415</u>	<u>(577)</u>
Net Change in Fund Balances	1,920,556	735,204
Fund Balances - Beginning, as previously reported	14,656,863	(272,586)
Prior period adjustments	--	--
Fund reclassification	456,998	--
Fund Balances - Beginning, as restated	<u>15,113,861</u>	<u>(272,586)</u>
Fund Balances - Ending	<u>\$ 17,034,417</u>	<u>\$ 462,618</u>

The accompanying notes are an integral part of this statement.

Colony Park TIF Bond Debt	Lake Harbour Drive Ext.	Other Governmental Funds	Total Governmental Funds
\$ 1,121,502	\$ --	\$ 27,354	\$ 13,786,999
426,675	--	3,981	9,323,148
--	--	--	1,748,717
--	--	--	2,350,036
861	--	1,321	140,780
--	--	--	55,962
--	--	--	846,837
--	--	44,391	44,391
--	4,495,368	135,441	5,961,847
--	--	17,600	292,569
<u>1,549,038</u>	<u>4,495,368</u>	<u>230,088</u>	<u>34,551,286</u>
--	--	--	2,960,112
--	--	--	12,918,312
--	--	--	4,675,717
--	--	--	54,499
--	--	--	2,191,429
--	4,399,380	3,216,020	8,022,827
--	--	40,000	2,199,429
1,546,200	--	145,634	2,292,842
2,838	--	2,773	24,548
<u>1,549,038</u>	<u>4,399,380</u>	<u>3,404,427</u>	<u>35,339,715</u>
--	95,988	(3,174,339)	(788,429)
--	--	4,656,286	4,856,286
--	--	(4,856,286)	(4,856,286)
--	--	--	80,000
--	--	--	6,053,549
--	--	1,377	87,792
--	--	--	175,874
--	--	--	(6,230,000)
<u>--</u>	<u>--</u>	<u>(198,623)</u>	<u>167,215</u>
--	95,988	(3,372,962)	(621,214)
--	(208,168)	4,439,740	18,615,849
--	--	(1,028,122)	(1,028,122)
--	--	--	456,998
<u>--</u>	<u>(208,168)</u>	<u>3,411,618</u>	<u>18,044,725</u>
<u>\$ --</u>	<u>\$ (112,180)</u>	<u>\$ 38,656</u>	<u>\$ 17,423,511</u>

**CITY OF RIDGELAND**

*RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2015*

Net change in fund balances - total governmental funds	\$ (621,214)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	9,121,343
The depreciation of capital assets used in governmental activities is not reported in the funds.	(3,568,565)
The gain or loss on the sale of capital assets is not reported in the funds.	2,416
All proceeds from the sale of capital assets are reported in the funds but not in the SOA.	(87,792)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	1,902,881
Repayment of capital lease principal is an expenditure in the funds but is not an expense in the SOA.	9,613
Repayment of principal is an expenditure in the funds but is not an expense in the SOA.	286,935
Bond premium and similar items are amortized in the SOA but not in the funds.	(175,874)
(Increase) decrease in accrued interest from beginning of period to end of period.	66,299
Compensated absences are reported as amount earned in SOA but as amount paid in the funds.	(24,939)
Proceeds of refunding bonds do not provide revenue in SOA, but are current resources in the funds.	(6,053,549)
Bond premiums are reported in the funds but not in the SOA.	80,444
Inception of leases do not provide revenue in SOA, but is reported as current resources in the funds.	(80,000)
Payment to refunded debt escrow agent do not constitute revenue in SOA.	6,230,000
Contributions made after measurement date but in current FY were de-expended and reduced NPL.	378,051
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	(2,711,888)
Net income (loss) from internal service funds is accounted for with governmental activities.	<u>263,739</u>
Change in net position of governmental activities - Statement of Activities	<u>\$ 5,017,900</u>

The accompanying notes are an integral part of this statement.

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 SEPTEMBER 30, 2015

EXHIBIT A-7

	Enterprise Fund	Nonmajor Enterprise Fund	Total Enterprise Funds	Internal Service Funds
	Public Utility Fund	Sanitation Fund		
<b>Assets</b>				
Current Assets:				
Cash and cash equivalents	\$ 1,200	\$ --	\$ 1,200	\$ 300,710
Investments	4,021,552	--	4,021,552	--
Receivables (net of allowances for uncollectibles)	1,012,083	--	1,012,083	361,752
Interfund Receivables	3,218,803	--	3,218,803	703,249
Due from other funds	497,891	--	497,891	--
Inventories	156,874	--	156,874	--
Total Current Assets	<u>8,908,403</u>	<u>--</u>	<u>8,908,403</u>	<u>1,365,711</u>
Non-current Assets:				
Land and construction in progress	2,066,226	--	2,066,226	--
Capital assets (net of accumulated depreciation)	31,834,279	--	31,834,279	3,431,307
Total Non-current Assets	<u>33,900,505</u>	<u>--</u>	<u>33,900,505</u>	<u>3,431,307</u>
Total Assets	<u>42,808,908</u>	<u>--</u>	<u>42,808,908</u>	<u>4,797,018</u>
<b>Deferred Outflows of Resources</b>				
Deferred outflow of resources	428,568	--	428,568	23,367
Total Deferred Outflow of Resources	<u>428,568</u>	<u>--</u>	<u>428,568</u>	<u>23,367</u>
<b>Liabilities</b>				
Current Liabilities:				
Deposits payable	608,197	--	608,197	--
Other payables	79,970	--	79,970	7,141
Interfund payables	334,168	246,972	581,140	356,581
Interest Payable	61,771	--	61,771	--
Bonds, notes and loans payable - current	1,145,254	--	1,145,254	--
Compensated absences - current	3,263	--	3,263	--
Total Current Liabilities	<u>2,232,623</u>	<u>246,972</u>	<u>2,479,595</u>	<u>363,722</u>
Non-current Liabilities:				
Bonds, notes and loans payable - non-current	12,541,055	--	12,541,055	--
Compensated absences - non-current	61,999	--	61,999	--
Net pension liability	2,449,611	--	2,449,611	133,562
Total Non-Current Liabilities	<u>15,052,665</u>	<u>--</u>	<u>15,052,665</u>	<u>133,562</u>
Total Liabilities	<u>17,285,288</u>	<u>246,972</u>	<u>17,532,260</u>	<u>497,284</u>
<b>Deferred Inflow of Resources</b>				
Deferred inflow of resources	81,627	--	81,627	4,451
Total Deferred Inflows of Resources	<u>81,627</u>	<u>--</u>	<u>81,627</u>	<u>4,451</u>
<b>Net Position</b>				
Net investment in capital assets	20,214,196	--	20,214,196	3,431,307
Restricted:				
Public improvements	1,755,015	--	1,755,015	--
Fire department equipment	150,792	--	150,792	--
Unrestricted	3,750,558	(246,972)	3,503,586	887,343
Total Net Position	<u>\$ 25,870,561</u>	<u>\$ (246,972)</u>	<u>\$ 25,623,589</u>	<u>\$ 4,318,650</u>

The accompanying notes are an integral part of this statement.

**CITY OF RIDGELAND**
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
 IN NET POSITION - PROPRIETARY FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Enterprise Fund <u>Public Utility Fund</u>	Nonmajor Enterprise Fund <u>Sanitation Fund</u>	Total Enterprise Funds	Internal Service Funds
<b>Operating Revenues:</b>				
Charges for services	\$ 6,918,799	\$ 1,487,623	\$ 8,406,422	\$ 3,241,426
Premiums	--	--	--	1,504,202
Total Operating Revenues	<u>6,918,799</u>	<u>1,487,623</u>	<u>8,406,422</u>	<u>4,745,628</u>
<b>Operating Expenses:</b>				
Personal services - salaries and wages	1,000,878	--	1,000,878	52,965
Personal services - employee benefits	615,158	--	615,158	31,586
Purchased professional and technical services	3,413,010	1,277,597	4,690,607	4,462,084
Supplies	438,685	--	438,685	2,538
Depreciation	1,688,412	--	1,688,412	169,327
Total Operating Expenses	<u>7,156,143</u>	<u>1,277,597</u>	<u>8,433,740</u>	<u>4,718,500</u>
Operating Income (Loss)	<u>(237,344)</u>	<u>210,026</u>	<u>(27,318)</u>	<u>27,128</u>
<b>Non-Operating Revenues (Expenses):</b>				
Interest revenue	55,531	--	55,531	689
Grants and contributions	11,196	--	11,196	--
Other	73,810	--	73,810	--
Debt service interest	(337,820)	--	(337,820)	--
Total Non-operating Revenues (Expenses)	<u>(197,283)</u>	<u>--</u>	<u>(197,283)</u>	<u>689</u>
Net Income (Loss) before Operating Transfers	<u>(434,627)</u>	<u>210,026</u>	<u>(224,601)</u>	<u>27,817</u>
Transfers in	--	--	--	235,922
Transfers out	(235,922)	--	(235,922)	--
Net income	<u>(670,549)</u>	<u>210,026</u>	<u>(460,523)</u>	<u>263,739</u>
Net Position- beginning, as previously reported	28,418,355	--	28,418,355	4,157,266
Prior Period Adjustment	(1,877,245)	--	(1,877,245)	(102,355)
Fund reclassification	--	(456,998)	(456,998)	--
Net Position - beginning, as restated	<u>26,541,110</u>	<u>(456,998)</u>	<u>26,084,112</u>	<u>4,054,911</u>
Net Position - ending	<u>\$ 25,870,561</u>	<u>\$ (246,972)</u>	<u>\$ 25,623,589</u>	<u>\$ 4,318,650</u>

The accompanying notes are an integral part of this statement.

## CITY OF RIDGELAND

## STATEMENT OF CASH FLOWS

## PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Enterprise Funds			Internal Service Funds
	Public Utility Fund	Sanitation Fund	Totals	
<b>Cash Flows from Operating Activities:</b>				
<i>Cash Received from Customers</i>	\$ 6,778,102	\$ 1,487,623	\$ 8,265,725	\$ 4,926,503
<i>Cash Receipts (Payments)</i>				
<i>Operating Transactions with Other Funds</i>	170,507	--	170,507	--
<i>Cash Payments to Employees for Services</i>	835,561	--	835,561	(1,347,706)
<i>Cash Payments to Other Suppliers for Goods and Services</i>	(3,834,288)	(1,030,625)	(4,864,913)	(3,309,523)
<i>Other Operating Cash Receipts (Payments)</i>	73,810	--	73,810	--
Net Cash Provided (Used) by Operating Activities	4,023,692	456,998	4,480,690	269,274
<b>Cash Flows from Non-capital Financing Activities:</b>				
<i>Other Grants Received</i>	11,196	--	11,196	--
<i>Transfers From (To) Primary Government</i>	(235,922)	--	(235,922)	235,922
Net Cash Provided (Used) by Non-capital Financing Activities	(224,726)	--	(224,726)	235,922
<b>Cash Flows from Capital and Related Financing Activities:</b>				
<i>Proceeds from Issuance of Long-term Debt</i>	(122,230)	--	(122,230)	--
<i>Principal and Interest Paid</i>	(1,528,249)	--	(1,528,249)	--
<i>Acquisition or Construction of Capital Assets</i>	(98,851)	--	(98,851)	(276,788)
Net Cash Provided (Used) for Capital & Related Financing Activities	(1,749,330)	--	(1,749,330)	(276,788)
<b>Cash Flows from Investing Activities:</b>				
<i>Purchase of Investment Securities</i>	119,019	--	119,019	--
<i>Interest and Dividends on Investments</i>	55,531	--	55,531	689
Net Cash Provided (Used) for Investing Activities	174,550	--	174,550	689
Net Increase (Decrease) in Cash and Cash Equivalents	2,224,186	456,998	2,681,184	229,097
Cash and Cash Equivalents at Beginning of Year	1,200	--	1,200	192,884
Effect of recording NPL and current year deferred items	(2,224,186)	--	(2,224,186)	(121,271)
Fund reclassification effect	--	(456,998)	(456,998)	--
Cash and Cash Equivalents at End of Year	\$ 1,200	\$ --	\$ 1,200	\$ 300,710
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>				
Operating Income (Loss)	\$ (237,344)	\$ 210,026	\$ (27,318)	\$ 27,128
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities				
<i>Depreciation</i>	1,688,412	--	1,688,412	169,327
<i>Other receipts</i>	73,810	--	73,810	--
Change in Assets and Liabilities:				
<i>Decrease (Increase) in Receivables</i>	(198,212)	--	(198,212)	180,875
<i>Decrease (Increase) in Inventories</i>	18,055	--	18,055	--
<i>Decrease (Increase) in Interfund Receivables</i>	1,125,678	--	1,125,678	1,119,684
<i>Increase (Decrease) in Deposits Payable</i>	57,515	--	57,515	--
<i>Increase (Decrease) in Accounts Payable</i>	--	--	--	30
<i>Increase (Decrease) in Interfund Payables</i>	(955,171)	246,972	(708,199)	(1,366,567)
<i>Increase (Decrease) in Other Payables</i>	(648)	--	(648)	5,235
<i>Increase (Decrease) in Compensated Absences</i>	1,986	--	1,986	--
<i>Increase (Decrease) in net pension liability (NPL)</i>	2,449,611	--	2,449,611	133,562
Total Adjustments	4,261,036	246,972	4,508,008	242,146
Net Cash Provided (Used) by Operating Activities	\$ 4,023,692	\$ 456,998	\$ 4,480,690	\$ 269,274

The accompanying notes are an integral part of this statement.

City of Ridgeland, Mississippi

**Notes to the Financial Statements**  
For the Year Ended September 30, 2015

CITY OF RIDGELAND, MISSISSIPPI

**Notes to the Financial Statements**  
For the Year Ended September 30, 2015

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## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **INTRODUCTION**

The accounting and reporting framework and the more significant accounting principles and practices of Ridgeland are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations, including required disclosures, of the City's financial activities for the fiscal year ended September 30, 2015.

The accompanying financial statements of the City have been prepared in accordance with accounting principles (GAAP) generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Statement No. 62 brings the authoritative accounting and financial reporting literature for state and local governments together in a single source, with the FASB and AICPA guidance modified as necessary to appropriately recognize the governmental environment and the needs of governmental financial statements users. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011.

In June 2011 and March 2012, the GASB issued Statement No. 63, *Financial Reporting for Deferred Outflows of Resources, Deferred Inflows and Net Position* and Statement No. 65, *Items Previously Reported as Assets and Liabilities*, respectively. Statement No. 63 will improve financial reporting by standardizing the presentation of deferred outflows/inflows of resources and their effects in the government's net position. It provides guidance in reporting these elements where none previously existed. Statement No. 65 will improve financial reporting by clarifying the appropriate use of financial statement elements to ensure consistency in financial reporting. These related Statements reflect substantial improvements to the financial reporting. Statement No. 63 is effective for periods beginning after December 15, 2011 and Statement No. 65 is effective for periods beginning after December 15, 2012.

In June 2012, the GASB issued Statement No. 67, *Financial Reporting for Pension Plans* and Statement No. 68, *Accounting and Financial Reporting for Pensions*. Statement No. 67 addresses financial reporting for state and local government pension plans and Statement No. 68 establishes new accounting and financial reporting requirements for governments that provide their employees with pensions. These related Statements reflect substantial improvements to the accounting and financial reporting of pensions plans. Statement No. 67 will take effect for pension plans in the fiscal year ending September 30, 2015 and Statement No. 68 will take effect for employers and governmental non-employer contributing entities in the fiscal year ending September 30, 2015.

In November 2013, the GASB issued GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, an amendment to GASB Statement No. 68. At

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

the beginning of the period in which the provisions of Statement 68 are adopted, there may be circumstances in which it is not practical for a government to determine the amounts of *all* applicable deferred inflows of resources and deferred outflows of resources related to pensions. In such circumstances, the government should recognize a beginning deferred outflow of resources only for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability but before the start of the government's fiscal year. Additionally, in those circumstances, no beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions should be recognized.

The guidance contained in these Statements will change how governments calculate and report the costs and obligations associated with pensions in important ways. It is designed to improve the decision-usefulness of reported pension information and to increase the transparency, consistency, and comparability of pension information across governments.

The new standards will better align the recognition of pension expense with the period in which the related benefits are earned. Considered in total, the changes set forth by the GASB will have the overall effect of expense recognition being accelerated. The implementation of these Statements is expected to have a significant impact upon the financial statements of the City.

Management's Discussion and Analysis - GASB Statement No. 34 requires that financial statements be accompanied by a narrative introduction and analytical overview of the government's financial activities in the form of management's discussion and analysis (MD&A). This analysis is similar to analysis the private sector provides in their annual reports.

Government-wide Financial Statements - The reporting model includes financial statements prepared using full accrual for all of the government's activities. This approach includes not just current assets and liabilities (such as cash and accounts payable) but also deferred outflows/inflows of resources, capital assets and long-term liabilities (such as buildings and infrastructure, including bridges and roads, and general obligation debt). Accrual accounting also reports all of the revenues and cost of providing services each year, not just those received or paid in the current year or soon after.

Statement of Net Position - The Statement of Net Position is designed to display the financial position of the primary government and its directly presented component units, if any. Governments will report all capital assets, including infrastructure, in the government-wide Statement of Net Position and will report depreciation expense - the cost of "using up" capital assets - in the Statement of Activities. The net position of a government will be broken down into three categories - 1) net investment in capital assets; 2) restricted; and 3) unrestricted.

Statement of Activities - The government-wide statement of activities reports expenses and revenues in a format that focuses on the cost of each of the government's functions. The expenses of individual functions are compared to the revenues generated by the function (for instance, through user charges or intergovernment grants).

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

Budgetary Comparison Schedules - Many governments revise their original budgets over the course of the year for a variety of reasons. Budgetary comparison information is required, therefore the government's original budget is compared to the final budget and actual results.

**A. FINANCIAL REPORTING ENTITY**

**COMPONENT UNITS**

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the City of Ridgeland (the primary government) and any component units thereof. Component units must either be (1) a legally separate organization for which the elected officials of the primary government are financially accountable or (2) another organization for which the nature and significance of its relationship with the primary government is such that exclusion would cause the City of Ridgeland's financial statements to be misleading or incomplete. Based upon the application of these criteria, no potential component unit will be included as a part of the City.

**RELATED ORGANIZATIONS**

Related organizations are excluded from the financial reporting entity because the City's accountability does not extend beyond making appointments. Audited financial statements are available from the respective organizations. Related organizations are described as follows:

<u>Related Organizations</u>	<u>Brief Description of Activities and Relationship to the City</u>
Ridgeland Tourism Commission	Promote tourism for the city of Ridgeland. Mainly represents restaurants and hotels. All members are appointed by the Aldermen. The Commission reports independently.

**B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as governmental type. In the Government-wide Statement of Net Position, the governmental activities column is presented on a full accrual, economic resource basis, which incorporates long-term assets, deferred outflows of resources and receivables as well as long-term debt, deferred inflows of resources and obligations.

The government-wide Statement of Activities reflects both the gross and net costs per functional category (Police, Fire, Public Works, etc.), which are otherwise being supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function (Police, Fire, Public Works, etc.). These include charges for some of the services

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

the city provides like permits, licenses, inspection fees and that are associated with the particular function. The program revenues also include grants received from federal as well as state sources to be used for operating or capital purposes. The City does not allocate indirect expenses. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net cost (by function) is normally covered by general revenue (property, sales or gas taxes, intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The fund financial statements emphasize the major funds. Non-major funds (by category) are summarized into a single column.

The governmental funds major fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which the funds are normally budgeted. This presentation is deemed most appropriate to (a) demonstrate legal and covenant compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the City's actual experience conforms to the budget fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented on the page following each statement, which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

The focus of the Statement No. 34 model is on the City as a whole. The focus of the fund financial statements is on the major individual funds of the governmental activities and the proprietary funds. Each presentation provides valuable information that can be analyzed and compared (between years and between governments) to enhance the usefulness of the information.

### **C. BASIS OF PRESENTATION**

Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. Funds that meet these criteria are labeled as such. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section of this report.

#### **1. Major Governmental Funds**

The measurement focus of the governmental funds (in the Fund Financial Statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

The following is a description of the major governmental funds of the City:

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

General Fund - The General Fund is the general operating fund of the City. General Tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenses, fixed charges, and capital improvement costs not paid through other funds are paid from this fund.

Debt Service Fund - accounts for the accumulation of financial resources for the payment of principal and interest on the City's general obligation debt. The primary revenue source is local property taxes levied specifically for debt service.

Colony Park TIF Bond Debt - This is a debt service fund that accounts for the payment of principal and interest on the debt related to the Colony Park project.

Lake Harbour Reconstruction 51 to Northpark Drive - This capital project fund accounts for the expenditures of the widening of lanes of Lake Harbour from Hwy. 51 to Northpark Drive.

Lake Harbour Drive Extension - This funds accounts for the fees associated with the extension of the Lake Harbour to the Highland Colony Parkway.

## **2. Proprietary Funds**

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The following is a description of the major proprietary funds of the City:

Public Utility Fund - accounts for the operating activities of the City's public utility services.

Sanitation Fund - accounts for the revenues from garbage and recycling fees and expenses for those services.

Internal Service Funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

East Madison County Regional Sewer Fund - accounts for sewer expenses of an inter-local cost-sharing agreement between the City of Ridgeland, Mississippi, the City of Madison, Mississippi and the Pearl River Valley Water Authority.

Insurance Trust Fund - accounts for the insurance transactions handled by the City for

their self insured employee health insurance program.

### **3. Non-Current Governmental Assets and Liabilities**

GASB Statement No. 34 provides for the capital assets and long-term debt records to be maintained and incorporates the information into the governmental column in the government-wide Statement of Net Position.

#### **D. BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using the current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet in the fund statements. Long-term assets and long-term liabilities are included in the government-wide statements. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The government-wide statements of net position, statements of activities, and proprietary funds are accounted for using the economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these activities are included on the balance sheet.

The fund financial statements are maintained on the modified accrual basis of accounting. Under this method of accounting, revenues are recognized in the period in which they become measurable and available. With respect to real and personal property tax revenue and other local taxes, the term “available” is limited to collection within sixty days of the fiscal year end. Levies that are made prior to the fiscal year end, but are not available, are considered unearned revenue. Interest income is recorded as earned.

Federal and State reimbursement type grants are recorded as revenue when related eligible expenditures are met. Expenditures, other than accrued interest on long-term debt, are recorded when the fund liability is incurred. All other revenue items reported in the fund financial statements are considered “available” when the cash is received by the City one year after its fiscal year.

Franchise and utility taxes, state revenue sharing, charges for services, and fines and forfeitures associated with the current period are considered to be susceptible to accrual and therefore have been recognized as revenues of the current fiscal period.

Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgments, are recorded only when payment is due.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use

restricted resources first, and then unrestricted resources as they are needed.

## **E. ENCUMBRANCES**

An encumbrance system is maintained to account for commitments resulting from approved purchase orders, work orders and contracts. All encumbrances lapse at year-end; accordingly, no encumbrances were outstanding at September 30, 2015.

## **F. BUDGETS AND BUDGETARY INFORMATION**

The budget is adopted annually by the Mayor and the Board of Alderman, and subsequent amendments are made during the year on the approval of the Mayor and Board or, when allowed, upon authority of the City Clerk, as described in the following paragraphs.

All of the funds of the City of Ridgeland, Mississippi, except the Insurance Trust fund, are budgeted. The governmental and enterprise funds that are budgeted are presented in either the required supplementary information or in schedules in the other supplementary information section. For comparison purposes, the final, amended budget is utilized, and it is presented on a modified cash basis of accounting as required by the State of Mississippi, which is not consistent with generally accepted accounting principles. All budgetary appropriations lapse at year-end.

The legal level of control, that is the level on which actual expenditures may not legally exceed appropriations, is the major expenditure classifications within departments. Such classifications are Personnel Services, Supplies, Other Charges and Services and Capital Outlay.

All amendments to the budget to the legal level of control must be approved by the City of Ridgeland's Mayor and Board of Alderman. The City Clerk is allowed to reclassify, without governing body approval, any budget "line items"; that is, amounts below the legal level of control.

The expenditure budget adopted and approved by the duly elected members of the governing authority of the City of Ridgeland is the appropriation ordinance of said municipality.

As allowed by statute, the expenditure budget was amended and approved by the duly elected members of the governing authority of the City of Ridgeland. Such amendments are included in the reported budgetary data.

## **G. UNEARNED REVENUE**

In the government-wide and proprietary fund financial statements, unearned revenues are recognized when assets are received prior to being earned. Unearned revenues are also recognized in the governmental funds financial statements, which are recognized when revenues are unavailable.

## **H. FUND BALANCES**

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Governmental fund balance is classified as nonspendable, restricted, committed, assigned or unassigned. Following are descriptions of fund classifications used by the city:

*Nonspendable fund balance* includes items that cannot be spent. This includes activity that is not in a spendable form (inventories, prepaid amounts, long-term portion of loans/notes receivable, or property held for resale unless the proceeds are restricted, committed, or assigned) and activity that is legally or contractually required to remain intact.

*Restricted fund balance* includes amounts that have constraints placed upon the use of the resources either by an external party or imposed by law through a constitutional provision or enabling legislation.

*Committed fund balance* includes amounts that can be used only for the specific purposes pursuant to constraints imposed by a formal action of the Board of Alderman, the City's highest level of decision-making authority. Currently there is no committed fund balance for this city.

*Assigned fund balance* includes amounts that are constrained by the City's intent to be used for a specific purpose, but are neither restricted nor committed. For governmental funds, other than the general fund, this is the residual amount within the fund that is not restricted or committed. Assignments of fund balance are created by the City Clerk pursuant to authorization established by the policy adopted by the city.

*Unassigned fund balance* is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) resources are available, it is the city's general policy to use restricted resources first. When expenditures are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the city's general policy to spend committed resources first, followed by assigned amounts, and then unassigned amounts.

It is the goal of the City to achieve and maintain a fund balance in the general fund at fiscal year

**City of Ridgeland, Mississippi**  
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end of not less than 45% of the expenditures in the current year's General Fund. If the fund balance at fiscal year end falls below the goal, the City shall develop a restoration plan to achieve and maintain the minimum fund balance.

**Fund Balance Flow Assumption:**

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) resources are available, it is the City's general policy to use restricted resources first. When expenditures are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the City's general policy to spend committed resources first, followed by assigned amounts, and then unassigned amounts.

**I. NET POSITION**

Equity is classified as Net Position and displayed in three components:

1. Net investment in capital assets - Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings attributable to the acquisition, construction or improvements of those assets.
2. Restricted net position - Consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or law through constitutional provisions or enabling legislation.
3. Unrestricted net position - All other net position not meeting the definition of "restricted" or "net investment in capital assets."

**Net Position Flow Assumption:**

When an expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the City's general policy to use restricted resources first. When expenses are incurred for purposes for which unrestricted resources are available, and amounts in any of these unrestricted classifications could be used, it is the City's general policy to spend restricted resources first, followed by unrestricted amounts.

Certain proceeds from bonds, notes, and loans, as well as resources for debt service payments, court services, and public improvements monies are classified as restricted net position reported on the government-wide Statement of Net Position because their use is limited by applicable bond covenants and restrictions.

The following is a summary of restricted net position in governmental activities:

**City of Ridgeland, Mississippi**  
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Restricted For:

Court Services	\$	301,407
Other Purposes		<u>94,182</u>
Total	\$	<u>395,589</u>

**J. CASH AND OTHER DEPOSITS AND CASH EQUIVALENTS**

The City deposits excess funds in the financial institutions selected by the Mayor and Board of Aldermen in accordance with state statutes.

Cash consists of amounts on deposit with a financial institution in interest bearing demand accounts. Other deposits consist of non-interest-bearing accounts. Cash and other deposits are valued at cost.

Various restrictions on deposits are imposed by state statutes. 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 27-105-5, Miss. Code Ann. (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer.

For purposes of the combined statement of cash flows, the municipality considers to be cash equivalents all highly liquid investments and certificates of deposit if they have a maturity of three months or less when acquired.

**K. 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 deposits with any financial institution approved for the deposit of state funds. The interest earned is reported in the fund reporting the investment. Investments are reported at fair value.

**L. INVENTORIES AND PREPAID ITEMS**

Inventories of materials and supplies in the Enterprise Funds are stated at cost, calculated on the first-in, first-out basis.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the consumption method in both government-wide and fund financial statements.

**M. ACCOUNTS RECEIVABLE**

Accounts Receivable are reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet net of allowances for uncollectible receivables.

**N. INTERFUND TRANSACTIONS AND BALANCES**

In general, eliminations have been made to minimize the double-counting of internal activity, including internal service fund type activity on the government-wide financial statements. Excess revenues or expenses from the internal service funds have been allocated to the appropriate function originally charged for the internal sale as part of the process. However, interfund services, provided and used between different functional categories, have not been eliminated in order to avoid distorting the direct costs and program revenues of the applicable functions. Transfers between governmental and business-type activities are reported at the net amount on the government-wide financial statements.

In the fund financial statements, transactions for services rendered by one fund to another are treated as revenues of the recipient fund and expenditures/expenses of the disbursing fund. Reimbursements of the expenditures/expenses made by one fund for another are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the reimbursed fund. Transfers represent flows of assets between funds of the primary government without equivalent flows of assets in return and without a requirement for payment.

Interfund receivables and payables have been eliminated from the government-wide Statement of Net Position, except for the residual amounts due between governmental and business-type activities.

The following is a summary of interfund transactions and balances:

Due From/To Other Funds:

	Due From	Due To
	<hr/>	<hr/>
Enterprise Fund:		
Public Utility Fund	\$ 497,891	
Other Non-Major Funds:		
S.A. School Creek Intercept		<u>497,891</u>
Total	\$ <u>497,891</u>	<u>497,891</u>

Due From/To Other Funds are the result of timing differences between the date expenses/expenditures are settled. All balances are expected to be repaid within one year from the date of the financial statements.

**City of Ridgeland, Mississippi**  
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Interfund Balances

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 13,469,767	11,858,830
Major Funds:		
Debt Service Fund	469,909	7,293
Colony Park TIF Bond Debt		1,829,084
Lake Harbour Drive Extension		3,500,336
Non-Major Funds:		
Forfeiture and Seizure Fund		4,498
S. A. School Creek Intercept	434,163	
Avery Blvd. S.A. Bond Fund	425,508	
TIF Bond Debt Lowes		520,093
Jackson Street Multi Use	61,773	
City Entrance Sign Hwy 51 Fund	15,000	
Avery Boulevard Special Assessment		387,369
Colony Park Boulevard Fund	57,068	2,446
Lake Harbour Recon 51 to NP Fund		998,773
2014 Bonds 5.1 Fund	133,714	
Harbor Crossing TIF		1,030
Highland Colony Rehab Fund		673
City Center Fund	961,688	47,638
Craft Center Parking Lot Fund	31,311	
5.7 Mil Bond Issue Fund	113,831	
Sub-Total Non-Major Funds	<u>2,234,056</u>	<u>1,962,520</u>
Enterprise Fund:		
Public Utility Fund	3,218,803	334,168
Non-major Fund:		
Sanitation Fund		246,972
Internal Service Fund:		
EMCRS Operations Fund	<u>703,249</u>	<u>356,581</u>
Total	\$ <u>20,095,784</u>	<u>20,095,784</u>

Interfund receivables and payables are the result of timing differences between the date expenses/expenditures occur and the date payments are made.

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

Transfers In and Transfers Out

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 200,000	
Other Non-Major Funds:		
Jackson Street Multi Use Fund	27,080	
Colony Park Boulevard Fund	3,711,642	
Lake Harbour Recon 51 to NP Fund	186,909	
2014 Bonds 5.1 Fund		4,856,286
Pear Orchard Rice Road Signal Fund	79,052	
City Center Fund	613,389	
Craft Center Parking Lot Fund	<u>38,214</u>	
Sub-Total Non-Major Funds	<u>4,656,286</u>	<u>4,856,286</u>
Enterprise Fund:		
Public Utility Fund		<u>235,922</u>
Internal Service Fund:		
EMCRS Operations	<u>235,922</u>	
Total	<u>\$ 5,092,208</u>	<u>5,092,208</u>

Transfers were used primarily to move revenues from funds required to collect them to funds required to expend them. The transfers also provided funds for capital activities. All transfers were routine and consistent with the fund making the transfer.

**O. CAPITAL ASSETS**

In the governmental funds, the cost incurred for the purchase or construction of capital assets are recorded as capital outlay expenditures.

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

Maintenance, repairs, and minor equipment are charged to operations when incurred. Expenses that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of land, buildings, and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the statement of activities.

All proprietary funds are accounted for on an economic measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their Statement of Net Position. Their fund equity is reported in the total net position of the Statement of Revenues, Expenses and Changes in Net Position. The capital assets threshold for

**City of Ridgeland, Mississippi**  
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the proprietary funds is the same as it is for governmental funds which is described in detail below.

The revenues and expenses of proprietary funds are classified as operating or nonoperating. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s primary operations. All other revenues and expenses are reported as nonoperating.

In accordance with GASB Statement No. 34, governmental infrastructure has been capitalized. Capitalization thresholds (dollar value above which assets acquisitions are added to the capital asset account) and estimated useful lives of capital assets are reported in the government-wide statements and proprietary funds. Depreciation is calculated on the straight-line basis for all assets, except land. The following schedule details those thresholds.

Capital asset thresholds are as follows:

Land	N/A
Infrastructure	N/A
Furniture, Vehicles, and Equipment	\$ 500
Improvements other than Buildings	\$25,000
Buildings	\$50,000
Leased property under capital leases	*

Estimated useful lives, in years, for depreciable assets are as follows:

Computer Equipment and Peripherals	3 years
Vehicles and Equipment	5 years
Heavy Equipment (backhoes, dozers, front-end loaders, tractors, etc)	10 years
Furniture and Fixtures	7 years
Improvements other than Buildings	20 years
Buildings	40 years
Infrastructure:	
Roads	20 years
Concrete bridges	50 years
Timber bridges	30 years
Leased property under capital leases	*

\* The threshold amount will correspond with the amounts for the assets classifications as listed.

**P. COMPENSATED ABSENCES**

Upon termination of employment, the City of Ridgeland provides payment of accrued personal leave to the departing employee. While such leave is accumulated from 5 to 20 days each year, depending on length of service, no payment for medical leave is allowed absent the required evidence of such need.

**City of Ridgeland, Mississippi**  
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Unpaid personal leave expected to be paid from the Governmental Funds is reported under Long-term Debt as "Accrued Compensated Absences." Similar amounts related to the Proprietary Fund are accrued in the Enterprise Funds. Typically the related "Accrued Compensated Absences Expense" has been paid from the General Fund and the Public Utility Fund.

The respective liabilities are computed utilizing the specific identification method (i.e., each employee's actual accumulated personal leave days are multiplied by the applicable actual per day salary). The City's liability for compensated absences is not recorded in the governmental funds, for such liability may be paid from financial resources not currently available. Compensated absences are reported in governmental funds only if they have matured.

## **Q. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense) until then. The City has a deferred outflow which is presented as a deferred outflow for pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has a deferred inflow which is presented as a deferred inflow for pensions.

See Note 16 for further details.

## **2. CASH, OTHER DEPOSITS, AND INVESTMENTS**

### **A. Cash and Other Deposits**

The collateral for public entities' deposits in financial institutions is now held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5, Miss. Code Ann. (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Deposit Insurance Corporation. The City's pooled and non-pooled deposits are categorized to give an indication of the level of risk assumed by the City at fiscal year-end.

The carrying amount of the city's deposits with financial institutions was \$15,699,010 and the bank balance was \$17,480,640.

*Custodial Credit Risk - Deposits.* Custodial credit risk is defined as the risk that, in the event of a financial institutions failure, the city's deposits may not be returned to it. The city does not

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

have a deposit policy for custodial credit risk. As of September 30, 2015, none of the city's bank balance of \$17,480,640 was exposed to custodial credit risk.

**B. Investments**

Except for (1) nonparticipating investment contracts and for (2) participating interest-earning investment contract and money market investments that had a remaining maturity at the time of purchase of one year or less, investments are reported at fair value, which is based on quoted market price. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost. Participating interest earning investment contracts and money market investments that had a remaining maturity at the time of purchase of one year or less are reported at amortized cost.

*Interest Rate Risk.* Interest Rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City's investment policy is limited to complying with the State's investment statutes. The State law has not addressed an interest rate risk. The City uses the Specific Identification method to disclose interest-rate risk. Under this method, the notes provide an actual list of the maturities for different individual investments.

*Concentration of Credit Risk.* Disclosures of investments by amount and issuer for any issuer that represents five percent or more of total investments is required. This requirement does not apply to investments issued or explicitly guaranteed by the U.S. government, investments in mutual funds and external investment pools, and other pooled investments. As of September 30, 2015, the city had the following investments:

Investment Type	Fair Value	Credit Ratings	Percentage of Investments	Interest Rates
Panola County MS Taxable GO Bonds	\$ 278,799	NR	2.71%	4%
US Treasury Note	2,008,020	AA	19.50%	1.0%
Federal National Mortgage Association (FNMA)	500,470	AAA	4.86%	2.5%
Governmental National Mortgage Association (GNMA)	2,179,580	AAA	21.17%	2.37%
State of Mississippi Tax Notes	2,763,109	AA	26.84%	1.37%
Mississippi Development Bank Tax Notes	210,002	AA	2.04%	4.43%
Private Export Funding Corporation (PEFCO)	577,927	AAA	5.61%	2.79%
Small Business Administration	762,840	AAA	7.41%	2.72%
Pearl MS Urban Renewal Rev.	101,536	NR	0.99%	4.00
Governmental Money Market Funds and CD's	914,064		8.88%	0%
Total Investments	\$ 10,296,347		100%	

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

Investment Maturities in Years

Investment Type	Less Than 1	1-5	6-10	More than 10
Panola County MS Taxable GO Bonds		278,799		
US Treasury Note		1,004,010		
Federal National Mortgage Association (FNMA)		1,504,480		
State of Mississippi Tax Notes		2,763,109		
Mississippi Development Bank Tax Notes		210,002		
Governmental National Mortgage Association (GNMA)				2,179,580
Private Export Funding Corporation (PEFCO)	301,677	276,250		
Small Business Administration			762,840	
Pearl MS Urban Renewal Rev			101,536	
Governmental Money Market Funds	914,064			

*Credit Risk.* The City is allowed, by State Statute, to invest excess funds in any bonds or other direct obligations of the United States of America, of the State of Mississippi, or of any county or municipality of Mississippi, when such county or municipal bonds have been properly approved; or in obligations issued or guaranteed in full as to principal and interest by the United States of America which are subject to a repurchase agreement with a qualified depository; or in interest-bearing time certificates of deposit with any financial institution approved for the deposit of state funds.

*Custodial Credit Risk - Investments.* Custodial credit risk is defined as the risk that, in the event of a financial institutions failure, the city will not be able to recover the value of its investments. The City does not have a formal investment policy that addresses custodial credit risk. As of September 30, 2015, \$0 of the city's investment balance was insured and was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$	0
Uninsured and collateral held by pledging bank's department not in city's name		10,296,347
Total	\$	<u>10,296,347</u>

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

**3. RECEIVABLES**

**A. Accounts Receivable**

Accounts receivable at September 30, 2015, consisted of the following:

	General Fund	Lake Harbour Drive Extension Fund	Other Governmental Funds	Proprietary Funds	Total
Special Assessments	\$		64,745		64,745
Other - Court Services	633,420				633,420
MS Dept. Of Transportation		3,388,156	7,000		3,395,156
City of Madison				361,752	361,752
Utility Customers				1,012,083	1,012,083
Total	\$ 633,420	3,388,156	71,745	1,373,835	5,467,156

**4. PROPERTY TAXES**

Property held on January 1 of any given year (or brought into the State by March 1 of the same year) is assessed for taxation in the ensuing fiscal year. Such levy, which establishes a lien against the underlying property, is made by the City in its September board meeting. The assessed value of property on January 1, 2014, upon which the levy was based, was \$449,065,969. The taxes thus assessed are due and payable as follows:

1 <sup>st</sup> installment	(50% of liability)	on or before Feb. 1
2 <sup>nd</sup> installment		on or before May 1
Final installment		on or before Aug. 1

If taxes remain unpaid, the property subject to a tax lien is sold for taxes on the fourth Monday of August. Property taxes receivable reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet represent amounts due for unpaid delinquent property taxes at September 30, 2015. Property taxes that are not considered “available” have been reported as deferred revenues in the governmental funds Balance Sheet.

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

**5. CAPITAL ASSETS**

	Balance 10-1-2014	Additions	Retirements	Adjustments	Balance 9-30-2015
<u>Non-depreciable capital assets:</u>					
Land	\$ 110,685,995				110,685,995
Construction in progress	20,359,593	7,793,150			28,152,743
Total non-depreciable capital assets	131,045,588	7,793,150	0	0	138,838,738
<u>Depreciable capital assets:</u>					
Buildings	15,626,113	7,095			15,633,208
Improvements other than buildings	10,021,666	222,390			10,244,056
Infrastructure	122,839,855				122,839,855
Vehicles	7,242,343	626,949	368,521	(114,659)	7,386,112
Furniture and equipment	4,205,541	471,759	316,625		4,360,675
Leased property under capital leases				114,659	114,659
Total depreciable capital assets	159,935,518	1,328,193	685,146	0	160,578,565
<u>Less accumulated depreciation for:</u>					
Buildings	5,185,506	311,428			5,496,934
Improvements other than buildings	3,847,568	374,587			4,222,155
Infrastructure	67,148,157	2,054,102			69,202,259
Vehicles	4,891,671	566,724	305,739	(29,238)	5,123,418
Furniture and equipment	3,238,732	251,405	294,031		3,196,106
Leased property under capital leases		10,319		29,238	39,557
Total accumulated depreciation	84,311,634	3,568,565	599,770	0	87,280,429
Total depreciable capital assets, net	75,623,884	(2,240,372)	85,376	0	73,298,136
Governmental activities capital assets, net	\$ 206,669,472	5,552,778	85,376	0	212,136,874

Adjustments were made to reclassify capital assets to the correct category. There were some capital leases included in the vehicles category. These were separated and adjusted accordingly.

The amount of capital assets for governmental activities shown on page 48 of this report (\$215,568,181) include the Internal Service fund total capital assets, net of accumulated depreciation (\$3,431,307).

The amount of depreciation expense charged to the respective governmental function in the government-wide Statement of Activities for the period is as follows:

	<u>Amount</u>
General Government	\$ 53,160
Public Safety	741,663
Public Services	2,394,957
Culture & Recreation	378,785
Total depreciation expense	\$ 3,568,565

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

The following are the amounts spent to September 30, 2015 on the different projects of the governmental activities of the City of Ridgeland:

	Spent to September 30, 2015	Remaining Commitments
Proposed City Center	\$ 819,331	826,408
Lake Harbour Drive Extension	5,729,323	2,432,146
Lake Harbour Reconstruction 51 to Northpark Drive	17,495,900	61,261
Colony Park Boulevard	3,664,002	210,951
Craft Center Parking Lot	228,756	57,654
Jackson Street Multi Use Path	36,817	89,892
Induction Lighting	49,703	
Highland Colony Parkway Rehab	673	
Old Canton Rd. Sidewalks Improvements	84,339	133,714
Incode Court Software Conversion	43,899	30,000
<b>Total</b>	<b>\$ 28,152,743</b>	<b>3,842,026</b>

**Government-Wide Presentation:**

Internal Service Fund (Accounted for under governmental activities on page 48 of this report):

East Madison County Regional Sewer

	East Madison County Regional Sewer Balance 10-1-2014	Additions	Completed Construction	East Madison County Regional Sewer Balance 9-30-2015
<u>Non-depreciable capital assets:</u>				
Construction in progress	\$ 15,625	276,788	(292,413)	0
<u>Depreciable capital assets:</u>				
Utility Systems	5,396,257		292,413	5,688,670
Vehicles	42,048			42,048
Machinery & Equipment	22,434			22,434
Total depreciable capital assets	5,460,739	0	292,413	5,753,152
<u>Less accumulated depreciation for:</u>				
Utility Systems	2,088,036	169,327		2,257,363
Vehicles	42,048			42,048
Machinery & Equipment	22,434			22,434
Total accumulated depreciation	2,152,518	169,327	0	2,321,845
Total depreciable capital assets	3,308,221	(169,327)	292,413	3,431,307
Governmental activities capital assets, net	\$ 3,323,846	107,461	0	3,431,307

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

**6. LONG - TERM OBLIGATIONS**

**A. Changes in Long-Term Obligations**

The following is a summary of changes in long-term debt:

	Balance 10-1-2014	Additions	Reductions	Refundings	Balance 9-30-2015	Amounts due within one year
<u>General Obligation Bonds</u>						
Public Improvement	\$ 120,000		40,000		80,000	40,000
Public Improvement - Refunding	685,000		335,000		350,000	350,000
Bond Premium	49,070		45,567		3,503	3,503
Public Improvements	7,605,000		435,000	(6,230,000)	940,000	460,000
Bond Premium	12,724		988		11,736	988
Public Improvement	4,920,000		325,000		4,595,000	340,000
Bond Premium	48,142		4,126		44,016	4,126
Public Improvement	2,365,000		450,000		1,915,000	460,000
Bond Premium	74,423		16,237		58,186	16,237
General Obligation Bonds	5,100,000		205,000		4,895,000	195,000
Refunding Bonds		6,053,549	112,881		5,940,668	
Bond Premium		175,874	13,526		162,348	13,526
Total General Obligation Bonds	<u>20,979,359</u>	<u>6,229,423</u>	<u>1,983,325</u>	<u>(6,230,000)</u>	<u>18,995,457</u>	<u>1,883,380</u>
<u>Other Long - Term Debt</u>						
Mississippi Department of Transportation	4,198,300				4,198,300	179,987
Mississippi Development Authority	860,807		286,935		573,872	286,935
Capital Lease		80,000	9,613		70,387	19,551
Compensated Absences	653,035	233,725	208,786		677,974	33,899
Total Other Long - Term Debt	<u>5,712,142</u>	<u>313,725</u>	<u>505,334</u>		<u>5,520,533</u>	<u>520,372</u>
Total Long - Term Debt	\$ <u>26,691,501</u>	<u>6,543,148</u>	<u>2,488,659</u>	<u>(6,230,000)</u>	<u>24,515,990</u>	<u>2,403,752</u>

**B. Currently Outstanding Long - Term Obligations**

General obligation bonds and other debt currently outstanding are as follows:

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2015
<u>General Obligation Bonds</u>					
Public Improvement	3/29/05	9/30/17	4.150%	\$ 410,000	80,000
Public Improvement	8/16/07	9/30/27	4.25-5.25%	10,165,000	940,000
Unamortized Bond Premium				19,760	11,736
Refunding Bonds	3/1/10	9/1/16	3.0-4.5%	4,160,000	350,000
Unamortized Bond Premium				273,400	3,503
Public Improvement	5/31/11	5/1/26	3-4%	5,825,000	4,595,000
Unamortized Bond Premium				61,897	44,016
Refunding Bonds	5/1/12	5/1/19	2.0%	3,230,000	1,915,000
Unamortized Bond Premium				113,662	58,186
General Obligation Bonds	7/15/14	6/1/34	3-4%	5,100,000	4,895,000
Refunding Bonds	12/18/14	9/30/27	2-5%	6,053,549	5,940,668
Unamortized Bond Premium				175,874	162,348
Total				\$ <u>35,588,142</u>	<u>18,995,457</u>

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2015
<u>Other Long - Term Debt</u>					
Mississippi Department of Transportation	10/11/06	6/30/26	5.0%	5,072,000	4,198,300
Mississippi Development Authority	12/1/09	12/1/16	0%	2,295,482	573,872
Capital Lease	3/10/15	3/10/19	2.24%	80,000	70,387
Total				\$ 7,447,482	4,842,559

**C. Summary of Annual Debt Service Requirements To Maturity - Annual Principal & Interest**

**General Obligation Bonds**

The City issues general obligation bonds to provide funds for City improvements. These are direct obligations and pledge the full faith and credit of the City. Annual debt service requirements to maturity for general obligation bonds are as follows:

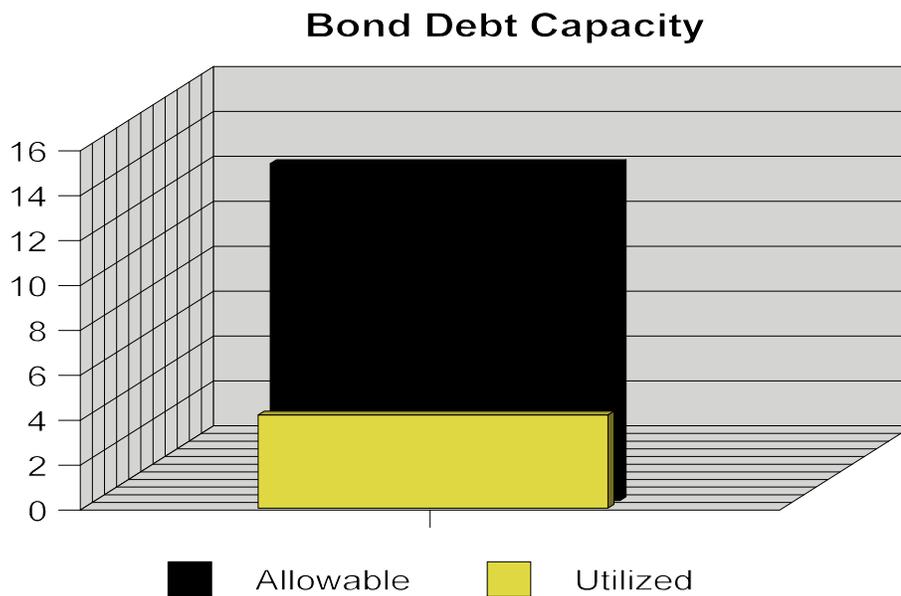
Year Ending June 30	Principal	Interest	Total
2016	\$ 1,845,000	673,329	2,518,329
2017	1,550,000	606,691	2,156,691
2018	1,550,899	559,100	2,109,999
2019	1,594,275	517,423	2,111,698
2020	1,147,651	474,545	1,622,196
2021 - 2025	6,430,023	1,727,026	8,157,049
2026 - 2030	3,312,820	488,018	3,800,838
2031 - 2034	1,285,000	114,450	1,399,450
Total	\$ 18,715,668	5,160,582	23,876,250

The amount of general obligation bonded debt that can be incurred by the City is limited by state statute. Total outstanding bonded debt during a year can be no greater than 15% of the assessed value of the taxable property within such municipality, according to the last completed assessment for taxation, unless certain conditions, such as set forth in state statutes under Mississippi Code Ann., Section 21-33-303, have been met which increases the bonded debt to no greater than 20% of the assessed value. As of September 30, 2015, the amount of outstanding bonded debt was equal to 4.15% of property assessments of \$449,065,969, computed as follows:

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

Bonded Debt:		
General Obligation Bonds	\$	18,715,668
Enterprise Funds		8,979,333
Less Excludable Debt:		
Special Assessment		(80,000)
Enterprise Funds		<u>(8,979,333)</u>
Total Debt Subject to Limitation		<u>18,635,668</u>
Assessed Valuation	\$	449,065,969
Percentage		4.15%

The following is a graphic representation of the bond debt capacity.



**Prior Year Defeasance of Debt**

In prior year, the City of Ridgeland, Mississippi defeased certain Public Improvement Bonds, Series 2004 by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City’s financial statements. On September 30, 2015, \$1,960,000 of bonds outstanding are defeased.

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

**Other Long - Term Debt**

The fund to retire each debt and a maturity schedule for the loans (and/or comments, where applicable) are as follows:

Mississippi Department of Transportation

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	
\$5,072,000	10-11-06	06-30-26	5%	
	<u>Year Ending</u> <u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2016	\$ 179,987	0	179,987
	2017	0	179,987	179,987
	2018	421,363	205,177	626,540
	2019	435,063	191,164	626,227
	2020	449,363	176,452	625,815
	2021 - 2025	2,488,611	634,513	3,123,124
	2026	223,913	114,720	338,633
	<b>Total</b>	<b>\$ 4,198,300</b>	<b>1,502,013</b>	<b>5,700,313</b>

This debt is to be retired from the Debt Service Fund.

In June 2013, the City and MDOT entered into an agreement to defer payments on this debt until the completion of the purchase of Rights-of-Way by the City for the Colony Park Boulevard project, but no later than January 1, 2017. At that time, the City will reimburse MDOT for the deferred payments and make payments for the remaining amounts due, each to be spread over the remaining life of the bonds.

Mississippi Development Authority

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>
\$2,295,482	12-01-09	12-01-16

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

<u>Year Ending</u> <u>September 30</u>	<u>Principal</u>
2016	\$ 286,935
2017	<u>286,937</u>
Total	<u>\$ 573,872</u>

This debt is to be retired from the Debt Service Fund.

Capital Lease

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$80,000	03-10-15	03-10-19	2.24%

<u>Year Ending</u> <u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 19,551	1,377	20,928
2017	19,994	934	20,928
2018	20,446	482	20,928
2019	<u>10,396</u>	<u>68</u>	<u>10,464</u>
Total	<u>\$ 70,387</u>	<u>2,861</u>	<u>73,248</u>

This debt is to be retired from the General Fund.

Bond Premiums:

	<u>Balance</u> <u>9-30-14</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>9-30-15</u>
2007 issue	\$ 12,724		988	11,736
2010 issue	49,070		45,567	3,503
2011 issue	48,142		4,126	44,016
2012 issue	74,423		16,237	58,186
2015 issue		<u>175,874</u>	<u>13,526</u>	<u>162,348</u>
Total	<u>\$ 184,359</u>	<u>175,874</u>	<u>80,444</u>	<u>279,789</u>

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

**7. BUSINESS-TYPE ACTIVITIES - CAPITAL ASSETS**

The following is a summary of the capital assets of the Enterprise Funds at September 30, 2015.

	Public Revenue Balance 10-1-2014	Additions	Deletions	Public Revenue Balance 9-30-2015
<u>Non-depreciable capital assets:</u>				
Land	\$ 1,923,266			1,923,266
Construction in progress	7,593	135,367		142,960
Total non-depreciable capital assets	<u>1,930,859</u>	<u>135,367</u>	<u>0</u>	<u>2,066,226</u>
<u>Depreciable capital assets:</u>				
Buildings	782,034			782,034
Utility Systems	44,826,950	56,426		44,883,376
Vehicles	1,198,197		128,170	1,070,027
Machinery and equipment	1,104,497	49,849	14,621	1,139,725
Total depreciable capital assets	<u>47,911,678</u>	<u>106,275</u>	<u>142,791</u>	<u>47,875,162</u>
<u>Less accumulated depreciation for:</u>				
Buildings	500,687	32,208		532,895
Utility Systems	12,009,842	1,557,403		13,567,245
Vehicles	1,066,516	15,889	112,725	969,680
Machinery and equipment	902,287	82,912	14,136	971,063
Total accumulated depreciation	<u>14,479,332</u>	<u>1,688,412</u>	<u>126,861</u>	<u>16,040,883</u>
Total depreciable capital assets, net	<u>33,432,346</u>	<u>(1,582,137)</u>	<u>15,930</u>	<u>31,834,279</u>
Business-type activities capital assets, net	\$ <u>35,363,205</u>	<u>(1,446,770)</u>	<u>15,930</u>	<u>33,900,505</u>

The following are the amounts spent to September 30, 2015 in the business-type activities of the City of Ridgeland:

	Spent to September 30, 2015	Remaining Commitments
Samuels Lane Water Well	\$ 131,698	1,130,980
Highland Drive Sewer Replacement	11,262	
Total	\$ <u>142,960</u>	<u>1,130,980</u>

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

**8. BUSINESS-TYPE ACTIVITIES - LONG-TERM DEBT**

The following is a detail of changes in the enterprise funds long-term debt.

	Balance 10-1-2014	Additions	Retirements	Refunding	Balance 9-30-2015	Amounts due within one year
<b>General Obligation Bonds:</b>						
Water & Sewer	\$ 6,880,000		395,000	(5,635,000)	850,000	415,000
Bond Premium	11,516		894		10,622	894
Refunding bonds	1,998,174		123,311		1,874,863	128,311
Bond Premium	22,300		2,433		19,867	2,433
Refunding bonds	1,026,826		146,689		880,137	146,689
Bond Premium	13,435		2,179		11,256	2,179
Refunding bonds		5,476,452	102,119		5,374,333	
Bond Premium		159,125	12,245		146,880	12,240
<b>Total</b>	<b>9,952,251</b>	<b>5,635,577</b>	<b>784,870</b>	<b>(5,635,000)</b>	<b>9,167,958</b>	<b>707,746</b>
<b>Other Long - Term Debt:</b>						
State Revolving Fund (SRF) Loan	362,183		150,586		211,597	157,504
Drinking Water Initiative Loan	1,475,957		80,852		1,395,105	82,443
State Revolving Loan	1,630,028		85,971		1,544,057	87,488
State Revolving Loan	0	36,318			36,318	10,990
Madison County Waste Water Authority	324,444		16,439		308,005	16,729
Madison County Waster Water Authority	632,380		46,792		585,588	48,568
Madison County Waster Water Authority	333,726		18,567		315,159	18,894
Madison County Waster Water Authority	137,156		14,634		122,522	14,892
Compensated Absences	63,276	40,424	38,438		65,262	3,263
<b>Total Other Long - Term Debt</b>	<b>4,959,150</b>	<b>76,742</b>	<b>452,279</b>	<b>0</b>	<b>4,583,613</b>	<b>440,771</b>
<b>Total Enterprise Fund Debt</b>	<b>\$ 14,911,401</b>	<b>5,712,319</b>	<b>1,237,149</b>	<b>(5,635,000)</b>	<b>13,751,571</b>	<b>1,148,517</b>

**General Obligation Bonds**

General obligation enterprise bonds are, as their name implies, general obligations of the City of Ridgeland, Mississippi. The public utility refunding bonds refunded part of the general obligation enterprise bonds. The Water & Sewer bonds bear interest at a variable rate of 4.25% to 5.25% and the refunding bonds at a variable rate of 2.0% to 3.1%. Accordingly, such annual debt service requirements to maturity for the City's proprietary fund bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2016	\$ 690,000	348,682	1,038,682
2017	715,000	323,589	1,038,589
2018	729,101	298,246	1,027,347
2019	755,725	276,223	1,031,948
2020	782,349	253,401	1,035,750
2021 - 2025	4,019,978	817,670	4,837,648
2026 - 2027	1,287,180	97,251	1,384,431
<b>Total</b>	<b>\$ 8,979,333</b>	<b>2,415,062</b>	<b>11,394,395</b>

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

This debt will be paid from the Public Utility Fund.

**Other Long - Term Debt**

State Revolving Fund (SRF) Loan

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$2,135,283	04-03-97	01-03-17	4.5%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 157,504	6,300	163,804
2017	54,093	508	54,601
Total	\$ 211,597	6,808	218,405

This debt will be retired from the Public Utility Fund.

State Revolving Loan

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$1,771,698	10-18-10	06-01-30	1.95%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 82,443	26,470	108,913
2017	84,065	24,848	108,913
2018	85,719	23,194	108,913
2019	87,405	21,508	108,913
2020	89,125	19,788	108,913
2021 - 2025	472,629	71,936	544,565
2026 - 2030	493,719	23,619	517,338
Total	\$ 1,395,105	211,363	1,606,468

This debt will be retired from the Public Utility Fund.

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

State Revolving Fund (SRF) Loan

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$1,899,275	05-06-11	03-01-31	1.75%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 87,488	26,322	113,810
2017	89,031	24,778	113,809
2018	90,602	23,208	113,810
2019	92,200	21,609	113,809
2020	93,827	19,983	113,810
2021 - 2025	494,553	74,494	569,047
2026 - 2030	539,742	29,305	569,047
2031	56,614	290	56,904
<b>Total</b>	<b>\$ 1,544,057</b>	<b>219,989</b>	<b>1,764,046</b>

This debt will be retired from the Public Utility Fund.

State Revolving Fund (SRF) Loan

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$1,080,192*	11-14-14	07-01-26	1.95%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 10,990		10,990
2017	10,990		10,990
2018	10,990		10,990
2019	3,348		3,348
2020			0
2021 - 2025			0
2026			0
<b>Total</b>	<b>\$ 36,318</b>	<b>0</b>	<b>36,318</b>

\* The amount due as of the end of the fiscal year was limited to the amount drawn. The amount

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

due will increase as the City draws funds from the amount available to begin construction of the Water Facility.

This debt will be retired from the Public Utility Fund.

Madison County Waste Water Authority - Bozeman Pump/Forcemain

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	
\$363,006	02-15-12	10-05-31	1.75%	
	<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2016	\$ 16,729	5,256	21,985
	2017	17,025	4,961	21,986
	2018	17,325	4,661	21,986
	2019	17,630	4,355	21,985
	2020	17,942	4,044	21,986
	2021 - 2025	94,568	15,361	109,929
	2026 - 2030	103,210	6,719	109,929
	2031 - 2032	<u>23,576</u>	<u>242</u>	<u>23,818</u>
	Total	\$ <u>308,005</u>	<u>45,599</u>	<u>353,604</u>

This debt will be retired from the Public Utility Fund.

Madison County Waste Water Authority - Bank Plus Loan

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$800,000	11-01-10	11-01-25	3.73%

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 48,568	21,150	69,718
2017	50,411	19,308	69,719
2018	52,323	17,395	69,718
2019	54,309	15,409	69,718
2020	52,829	16,890	69,719
2021 - 2025	315,600	32,530	348,130
2026	<u>11,548</u>	<u>54</u>	<u>11,602</u>
Total	\$ <u>585,588</u>	<u>122,736</u>	<u>708,324</u>

This debt will be retired from the Public Utility Fund.

Madison County Waste Water Authority - Parkway Forcemain

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$404,830	03-31-07	06-10-30	1.75%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 18,894	5,364	24,258
2017	19,228	5,031	24,259
2018	19,567	4,692	24,259
2019	19,912	4,346	24,258
2020	20,263	3,995	24,258
2021 - 2025	106,805	14,487	121,292
2026 -2030	<u>110,490</u>	<u>4,737</u>	<u>115,227</u>
Total	\$ <u>315,159</u>	<u>42,652</u>	<u>357,811</u>

This debt will be retired from the Public Utility Fund.

Madison County Waste Water Authority - Catlett Road

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$282,322	04-20-04	06-01-23	1.75%

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

Year Ending September 30	Principal	Interest	Total
2016	\$ 14,892	2,025	16,917
2017	15,155	1,762	16,917
2018	15,422	1,495	16,917
2019	15,695	1,223	16,918
2020	15,971	946	16,917
2021 - 2023	45,387	1,114	46,501
<b>Total</b>	<b>\$ 122,522</b>	<b>8,565</b>	<b>131,087</b>

This debt will be retired from the Public Utility Fund.

**Bond Premiums:**

	Balance 9-30-14	Additions	Reductions	Balance 9-30-15
2010 issue	\$ 11,516		894	10,622
2011 issue	35,735		4,612	31,123
2015 issue		159,125	12,245	146,880
<b>Total</b>	<b>\$ 47,251</b>	<b>159,125</b>	<b>17,751</b>	<b>188,625</b>

**9. DEFINED BENEFIT PENSION PLAN**

**General Information about the Pension Plan**

*Plan Description.* The City is a member of the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan as defined in GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Membership in PERS is a condition of employment and is granted upon hiring for qualifying employees and officials of the City. Code Section 25-11-15, Mississippi Code Ann. (1972) grants the authority for general administration and proper operation of PERS to the PERS Board of Trustees (PERS Board). PERS issues a publicly available financial report that includes financial statements and required supplementary information. PERS issues a publicly available Comprehensive Annual Financial Report that can be obtained at [www.pers.ms.gov](http://www.pers.ms.gov).

*Benefits provided.* 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% percent of their average compensation for each year of creditable service up to and including 30

**City of Ridgeland, Mississippi**  
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For the Year Ended September 30, 2015

years (25 years for those who became members of PERS before July 1, 2011), plus 2.5 percent for each additional year of creditable service with an actuarial reduction in the benefit for each year of creditable service below 30 years or the number of years in age that the member is below 65, whichever is less. Average compensation is the average of the employee's earnings during the four highest compensated years of creditable service. A member may elect a reduced retirement allowance payable for life with the provision that, after death, a beneficiary receives benefits for life or for a specified number of years. 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. In the event of death prior to retirement of any member whose spouse and/or children are not entitled to a retirement allowance, the deceased member's accumulated contributions and interest are paid to the designated beneficiary. Benefit provisions are established by Section 25-11-1 et. Seq., Mississippi Code Ann. (1972) and may be amended only by the State of Mississippi Legislature.

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.

*Contributions.* Per Chapter 11 of Title 25, Mississippi Code Ann. (1972), contribution requirements of plan members and their employers are established and may be amended only by the PERS Board. The adequacy of these rates is assessed annually by actuarial valuation. For the year ended September 30, 2015, member employees were required to contribute 9.00% of their annual pay, while the City's required contribution rate 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 employer contributions to PERS for the fiscal years ending September 30, 2015, 2014 and 2013 were \$1,793,444, \$1,747,698, and \$1,563,303, respectively. The contributions for each year met the required contributions.

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

At September 30, 2015, the City reported a liability of \$27,944,094 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, 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 the City's employer contributions to the pension plan relative to the total contributions of all participating employers. At June 30, 2015, the City's proportion was 0.180774 percent, which was an increase from its proportion measured as of June 30, 2014.

For the year ended September 30, 2015, the City recognized pension expense of \$2,988,112. At September 30, 2015 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
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	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 430,045	\$
Net difference between projected and actual earnings on pension plan investments	1,635,029	
Change of assumptions	2,407,288	
Changes in proportion and differences between City contributions and proportionate share of contributions		931,167
City contributions subsequent to the measurement date	416,558	
Total	<u>\$ 4,888,920</u>	<u>\$ 931,167</u>

\$416,558 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ended September 30, 2016. 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 June 30:		
2016	\$	1,109,554
2017		1,109,554
2018		913,331
2019		408,757
Total	<u>\$</u>	<u>3,541,196</u>

*Actuarial assumptions.* The total pension liability in the June 30, 2015 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-2000 Combined Mortality Table Projected with Scale AA

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

to 2025, set forward to two years for males.

The actuarial assumptions used in the June 30, 2015 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 (9.00%) and that employer contributions will be made at the current employer contribution rate (15.75%). Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan 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) than the current rate:

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

	1% Decrease (6.75%)	Current Dis- count Rate (7.75%)	1% Increase (8.75%)
City's proportionate share of the net pension liability	\$ 36,832,878	\$ 27,944,096	\$ 20,568,068

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS Comprehensive Annual Report, publicly available at [www.pers.ms.gov](http://www.pers.ms.gov).

**10. DEFICIT FUND BALANCE OF INDIVIDUAL FUNDS**

A generic fund type listing of the individual funds that have a deficit fund balance, including amounts of the deficits, is as follows:

	<u>Amount</u>
<u>Capital Project Funds</u>	
Lake Harbour Drive Extension	\$ 112,180
Avery Blvd. Special Assessment	387,369
Lake Harbour Recon. 51 to Northpark Drive	991,773
Harbor Crossing TIF	1,030
Highland Colony Rehab Fund.	673
<u>Enterprise Fund</u>	
Sanitation Fund	<u>246,972</u>
Total	<u>\$ 1,739,997</u>

These deficits are not in violation of state law and will be remedied by the proceeds of bonds already issued, or as in the debt service fund, will be remedied as bonds are paid off and expenditures decrease.

**11. 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. 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.

The city finances its exposure to risk of loss related to workers' compensation for injuries to its employees through the Mississippi Public Entity Workers' Compensation Trust, a public entity risk pool. The city pays premiums to the pool for its workers' compensation insurance coverage, and the participation agreement provides that the pool will be self-sustaining through member premiums. The retention for the pool is \$500,000 for employees for each accident and com-

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

pletely covers statutory limits set by the Workers' Compensation Commission. Risk of loss is remote for claims exceeding the pool's retention liability. However, the pool also has catastrophic reinsurance coverage for statutory limits above the pool's retention, provided by Safety National Casualty Corporation. The pool may make an overall supplemental assessment or declare a refund depending on the loss experience of all the entities it insures. A report can be obtained by accessing the following website: <http://www.mwcc.state.ms.us/> or by writing to the Mississippi Workers' Compensation Commission at PO Box 5300, Jackson, Mississippi 39296-5300.

## **12. HEALTH INSURANCE**

The City of Ridgeland became self-insured in February 2003. Blue Cross Blue Shield of Mississippi is the third party administrator and their mailing address is P.O. Box 1043, Jackson, MS 39215. Under this new plan, the employee benefit plan payments to be covered are medical and prescription drug card. The aggregate percentage reimbursable (excess of aggregate deductible) is 100%. For the purpose of the aggregate excess insurance, the maximum allowable covered expenses per person is \$60,000 for the contract period. No active service is required and retirees are not covered. The City has a stop loss policy in effect in the event that the reimbursement maximum exceeds \$1,025,602.

## **13. CONTINGENCIES**

Litigation - The city is party to legal proceedings, many of which occur in the normal course of governmental operations. A number of suits have been filed against the City as a result of the City amending its Zoning Ordinance in 2014. It is not possible at the present time to estimate the outcome or liability, if any, of the city in respect to the various proceedings.

## **14. 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 that existed after the Statement of Net Position date require disclosure in the accompanying notes. Management of the City of Ridgeland, Mississippi evaluated the activity of the city through the date the financial statements were available to be issued, and determined that no subsequent events have occurred that require disclosure in the notes to the financial statements.

## **15. PRIOR PERIOD ADJUSTMENTS**

A summary of significant Net Position/Fund Balance adjustments is as follows:

**City of Ridgeland, Mississippi**  
Notes to the Financial Statements  
For the Year Ended September 30, 2015

Exhibit A-2 - Statement of Activities

Explanation	Amount
1. Implementation of GASB 68 and 71:	
Net pension liability (09-30-14)	(19,799,910)
Deferred outflows - contributions made during fiscal year 2014	<u>364,722</u>
Total prior period adjustment related to GASB 68 and 71	<u>(19,435,188)</u>
Sub-Total	(19,435,188)
2. Adjustment was made to record the effect of Board acceptance of Madison County Lake Harbour pledge.	<u>(1,028,122)</u>
3. See explanation below - Internal Service Fund	<u>(102,355)</u>
Total	<u>\$ (20,565,665)</u>

Exhibit A-5 - Statement of Revenues, Expenditures and Changes in Fund Balances

Major Fund	Explanation	Amount
Other Governmental Funds	Adjustment was made to record the effect of Board acceptance of Madison County Lake Harbour pledge.	<u>\$ (1,028,122)</u>

Exhibit A-8 - Statement of Revenues, Expenses and Changes in Net Position

Explanation	Amount
<b>Enterprise Fund</b>	
Implementation of GASB 68 and 71:	
Net pension liability (09-30-14)	(1,912,473)
Deferred outflows - contributions made during fiscal year 2014	<u>35,228</u>
Total prior period adjustment related to GASB 68 and 71	<u>(1,877,245)</u>
<b>Internal Service Fund</b>	
Implementation of GASB 68 and 71:	
Net pension liability (09-30-14)	(104,276)
Deferred outflows - contributions made during fiscal year 2014	<u>1,921</u>
Total prior period adjustment related to GASB 68 and 71	<u>(102,355)</u>

**16. EFFECT OF DEFERRED AMOUNTS IN NET POSITION**

The unrestricted net position amount of (\$1,178,515) includes the effect of deferring the recognition of expenses resulting from a deferred outflow from pensions. The \$4,888,820 balance of deferred outflow of resources, at September 30, 2015 will be recognized as an expense and will decrease the unrestricted net position over the next 3 years.

The unrestricted net position amount of (\$1,178,515) includes the effect of deferring the recognition of revenues resulting from a deferred inflow from pensions. The \$931,167 balance of deferred inflow of resources at September 30, 2015 will be recognized as revenue and will increase the unrestricted net position over the next 4 years.

REQUIRED SUPPLEMENTARY INFORMATION

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## GENERAL FUND

The general fund is used to account for resources traditionally associated with government which are not required to be accounted for in another fund.

The City maintains one general fund.

**CITY OF RIDGELAND**

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Sales taxes	\$ 11,360,038	11,308,020	12,638,143	1,330,123
Property taxes	5,362,353	5,362,353	5,406,062	43,709
Licenses and permits	1,586,500	1,586,500	1,748,717	162,217
Fines and forfeitures	1,564,600	1,896,056	2,350,036	453,980
Investment income	185,000	185,000	137,482	(47,518)
Unrealized gain/loss on investments	-	-	55,962	55,962
Charges for services	860,873	860,973	846,837	(14,136)
Intergovernmental	843,331	1,238,131	1,313,893	75,762
Miscellaneous	27,000	120,711	274,969	154,258
<b>Total Revenues</b>	<b>21,789,695</b>	<b>22,557,744</b>	<b>24,772,101</b>	<b>2,214,357</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
Personnel services	1,907,753	1,896,803	1,859,085	37,718
Supplies	44,216	43,566	38,234	5,332
Other services	1,044,316	1,024,216	967,532	56,684
Capital outlay	60,408	97,980	95,261	2,719
	<b>3,056,693</b>	<b>3,062,565</b>	<b>2,960,112</b>	<b>102,453</b>
<b>Public safety:</b>				
Personnel services	10,218,311	10,248,311	9,764,360	483,951
Supplies	498,696	467,901	401,900	66,001
Other services	1,293,072	2,117,327	2,055,796	61,531
Capital outlay	590,170	739,285	696,256	43,029
	<b>12,600,249</b>	<b>13,572,824</b>	<b>12,918,312</b>	<b>654,512</b>
<b>Public works:</b>				
Personnel services	1,689,831	1,698,131	1,700,578	(2,447)
Supplies	470,000	520,308	463,095	57,213
Other services	1,927,770	2,424,915	2,290,457	134,458
Capital outlay	513,170	510,903	221,587	289,316
	<b>4,600,771</b>	<b>5,154,257</b>	<b>4,675,717</b>	<b>478,540</b>
<b>Health and welfare:</b>				
Supplies	54,500	54,500	54,499	1
	<b>54,500</b>	<b>54,500</b>	<b>54,499</b>	<b>1</b>
<b>Culture and recreation:</b>				
Personnel services	1,018,126	1,018,126	996,910	21,216
Supplies	251,750	251,750	194,650	57,100
Other services	948,389	957,889	946,247	11,642
Capital outlay	77,000	77,000	53,622	23,378
	<b>2,295,265</b>	<b>2,304,765</b>	<b>2,191,429</b>	<b>113,336</b>

**CITY OF RIDGELAND**

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Capital Outlay:				
Capital Outlay	365,500	475,135	407,427	67,708
	<u>365,500</u>	<u>475,135</u>	<u>407,427</u>	<u>67,708</u>
Debt service:				
Principal	-	-	9,614	(9,614)
Interest and fiscal charges	-	-	850	(850)
	<u>-</u>	<u>-</u>	<u>10,464</u>	<u>(10,464)</u>
Total expenditures	<u>22,972,978</u>	<u>24,624,046</u>	<u>23,217,960</u>	<u>1,338,378</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,183,283)</u>	<u>(2,066,302)</u>	<u>1,554,141</u>	<u>875,979</u>
Other financing sources (uses):				
Transfers in	200,000	200,000	200,000	-
Transfers out	(350,054)	(350,054)	-	350,054
Inception of capital leases	-	-	80,000	80,000
Sale of equipment	20,000	26,725	86,415	59,690
Total other financing sources (uses)	<u>(130,054)</u>	<u>(123,329)</u>	<u>366,415</u>	<u>489,744</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,313,337)</u>	<u>(2,189,631)</u>	<u>1,920,556</u>	<u>1,365,723</u>
Fund Balance - Beginning, as previously reported	14,656,863	14,656,863	14,656,863	-
Fund reclassification	456,998	456,998	456,998	-
Fund Balance - Beginning, as restated	<u>15,113,861</u>	<u>15,113,861</u>	<u>15,113,861</u>	<u>-</u>
Fund balance, September 30	<u>13,800,524</u>	<u>12,924,230</u>	<u>17,034,417</u>	<u>4,110,187</u>

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

**City of Ridgeland, Mississippi**

Schedule of the City's Proportionate Share of the Net Pension Liability

PERS

Last 10 Fiscal Years\*

	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability (asset) \$	27,944,096	21,816,659
City's proportionate share of the net pension liability (asset)	0.180774%	0.179736%
City's covered - employee payroll	11,086,571	9,925,733
City's proportionate share of the net pension liability (asset) as a percentage of its covered - employee payroll	252.05%	219.80%
Plan fiduciary net position as a percentage of the total pension liability	61.70%	67.21%

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

\* 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 15, and, until a full 10-year trend is compiled, the City has only presented information for the years in which information is available.

**City of Ridgeland, Mississippi**  
 Schedule of the City's Contributions  
 PERS  
 Last 10 Fiscal Years\*

	2015	2014
Contractually required contribution	\$ <u>416,558</u>	<u>401,871</u>
Contributions in relation to the contractually required contribution	416,558	401,871
Contribution deficiency (excess)	\$ <u><u>-</u></u>	<u><u>-</u></u>
City's covered - employee payroll	2,644,813	2,551,562
Contributions as a percentage of covered - employee payroll	15.75%	15.75%

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

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

## City of Ridgeland, Mississippi

Notes to the Required Supplementary Information  
For the Year Ended September 30, 2015

### Budgetary Comparison Schedule

(1) Basis of Presentation.

All of the funds of the City of Ridgeland, Mississippi, except the Insurance Trust fund, are budgeted. The funds budgeted are presented in either this section or in the following schedules presented in the other supplementary information of this report. For comparison purposes, the final, amended budget is utilized, and it is presented on a modified cash basis of accounting as required by the State of Mississippi, which is not consistent with generally accepted accounting principles. All budgetary appropriations lapse at year-end.

(2) Budget amendments and revisions.

The budget is adopted and may be amended by the Board of Aldermen. A budgetary comparison is presented for the general fund and each major fund and is presented on a modified cash basis of accounting.

(3) This year there were no adjustments to reconcile the modified cash basis of accounting to GAAP.

### Pension Schedules

(1) Change of Benefit Terms

None

(2) Change of Assumptions

In 2015 and later, the expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected to 2016 using Scale BB rather than the RP-2000 Mortality Table, which was used prior to 2015. In 2015, the expectation of disabled mortality was changed to the RP-2014 Disabled Retiree Table, rather than the RP-2000 Disabled Mortality Table, which was used prior to 2015. Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience. In 2015, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. Finally, the price inflation and investment rate of return assumptions were changed from 3.5% to 3% and 8% to 7.75%, respectively.

## **OTHER SUPPLEMENTARY INFORMATION**

Supplementary information is presented to provide greater detailed information than reported in the preceding financial statements. This information, in many cases, has been spread throughout the report and is brought together here for greater clarity. Financial schedules are not necessary for fair presentation, in order to be in conformity with Generally Accepted Accounting Principles.

**CITY OF RIDGELAND**

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2015

	Special Revenue Fund <u>Forfeiture and Seizure Fund</u>	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
<b>Assets:</b>				
<i>Pooled cash and cash equivalents</i>	\$ 98,680	\$ --	\$ 2	\$ 98,682
<i>Accounts receivable</i>	--	64,745	7,000	71,745
<i>Interfund receivable</i>	--	859,671	1,374,385	2,234,056
<i>Tax increment financing receivable</i>	--	2,334,182	--	2,334,182
<b>Total Assets</b>	<u>\$ 98,680</u>	<u>\$ 3,258,598</u>	<u>\$ 1,381,387</u>	<u>\$ 4,738,665</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
<i>Due to other funds</i>	\$ --	\$ 497,891	\$ --	\$ 497,891
<i>Interfund payables</i>	4,498	520,093	1,437,929	1,962,520
<i>Unearned revenue</i>	--	425,508	--	425,508
<i>Tax increment financing payable</i>	--	1,814,089	--	1,814,089
<b>Total Liabilities</b>	<u>4,498</u>	<u>3,257,581</u>	<u>1,437,929</u>	<u>4,700,008</u>
<b>Fund Balances:</b>				
<b>Restricted</b>				
<i>Debt service</i>	--	1,016	--	1,016
<i>Capital projects</i>	--	--	1,324,303	1,324,303
<b>Assigned</b>				
<i>Forfeiture and seizure</i>	94,182	--	--	94,182
<b>Unassigned</b>				
<i>Total Fund Balances</i>	<u>94,182</u>	<u>1,016</u>	<u>(1,380,845)</u>	<u>(1,380,845)</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 98,680</u>	<u>\$ 3,258,597</u>	<u>\$ 1,381,387</u>	<u>\$ 4,738,664</u>

## CITY OF RIDGELAND

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Special Revenue Fund			Total Nonmajor Governmental Funds (See Exhibit A-5)
	Forfeiture and Seizure Fund	Debt Service Funds	Capital Projects Funds	
<b>Revenues:</b>				
<i>Sales taxes</i>	\$ --	\$ 27,354	\$ --	\$ 27,354
<i>Property taxes</i>	--	3,981	--	3,981
<i>Investment income</i>	131	1,047	143	1,321
<i>Special Assessments</i>	--	44,391	--	44,391
<i>Intergovernmental programs</i>	23,269	112,172	--	135,441
<i>Other</i>	--	--	17,600	17,600
Total Revenues	<u>23,400</u>	<u>188,945</u>	<u>17,743</u>	<u>230,088</u>
<b>Expenditures:</b>				
<i>Capital outlay</i>	--	--	3,216,020	3,216,020
<i>Debt service:</i>				
<i>Principal</i>	--	40,000	--	40,000
<i>Interest</i>	--	145,634	--	145,634
<i>Other</i>	--	2,773	--	2,773
Total Expenditures	<u>--</u>	<u>188,407</u>	<u>3,216,020</u>	<u>3,404,427</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>23,400</u>	<u>538</u>	<u>(3,198,277)</u>	<u>(3,174,339)</u>
<b>Other Financing Sources (Uses):</b>				
<i>Transfers in</i>	--	--	4,656,286	4,656,286
<i>Transfers out</i>	--	--	(4,856,286)	(4,856,286)
<i>Sale of assets</i>	1,377	--	--	1,377
Total Other Financing Sources (Uses)	<u>1,377</u>	<u>--</u>	<u>(200,000)</u>	<u>(198,623)</u>
Net Change in Fund Balances	24,777	538	(3,398,277)	(3,372,962)
Fund Balances - Beginning, as previously reported	69,405	478	4,369,857	4,439,740
Prior period adjustments	--	--	(1,028,122)	(1,028,122)
Fund Balances - Beginning, as restated	<u>69,405</u>	<u>478</u>	<u>3,341,735</u>	<u>3,411,618</u>
Fund Balances - Ending	<u>\$ 94,182</u>	<u>\$ 1,016</u>	<u>\$ (56,542)</u>	<u>\$ 38,656</u>

## SPECIAL REVENUE FUND

The special revenue fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted for specific expenditure purposes.

The City maintains one special revenue fund:

1. Forfeiture and Seizures - This fund accounts for the revenues and related expenditures for forfeitures and seizures of the Ridgeland Police Department.

**City of Ridgeland, Mississippi**  
 Forfeiture and Seizure Fund  
 Special Revenue Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-3**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Investment income	\$ -	-	131	131
Intergovernmental programs	-	-	23,269	23,269
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>23,400</b>	<b>23,400</b>
<b>Expenditures:</b>				
Public Safety	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	23,400	23,400
<b>Other Financing Sources (Uses):</b>				
Sale of capital assets	-	-	1,377	1,377
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>1,377</b>	<b>1,377</b>
Net Change in Fund Balances	-	-	24,777	24,777
Fund Balances - Beginning	69,405	69,405	69,405	-
<b>Fund Balances - Ending</b>	<b>\$ 69,405</b>	<b>69,405</b>	<b>94,182</b>	<b>24,777</b>

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## DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal which are obligated in some manner for payment.

The City maintains the following five (5) debt service funds to accomplish the afore stated purposes:

1. Debt Service Fund - This fund accounts for the payment of general obligation bonds.
2. Colony Park TIF Bond Debt - This fund accounts for the collections of tax increment financing (TIF) bond distributions for payment of the Colony Park TIF bonds.
3. S. A. School Creek Intercept - This fund is used for the collection of the Special Assessments bonds for the School Creek Interceptor.
4. Avery Boulevard Special Assessment Bond Fund - This fund accounts for the collection of Special Assessments Bonds for Avery Boulevard.
5. TIF Bond Debt Lowes - This fund accounts for the collections for the tax increment financing (TIF) bond distributions for payment of the Lowes TIF bonds.

**City of Ridgeland, Mississippi**  
 Debt Service Fund  
 Debt Service Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-4**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Property taxes	\$ 3,451,270	3,451,270	3,486,430	35,160
Investment income	8,000	8,000	1,116	(6,884)
Intergovernmental programs	14,500	14,500	17,145	2,645
<b>Total Revenues</b>	<b>3,473,770</b>	<b>3,473,770</b>	<b>3,504,691</b>	<b>30,921</b>
<b>Expenditures:</b>				
Debt Service:				
Principal	2,036,934	2,149,815	2,149,815	-
Interest	727,917	615,036	600,158	14,878
Debt issuance costs and other	90,000	90,000	18,937	71,063
<b>Total Expenditures</b>	<b>2,854,851</b>	<b>2,854,851</b>	<b>2,768,910</b>	<b>85,941</b>
Excess of Revenues Over Expenditures	618,919	618,919	735,781	116,862
<b>Other financing sources (uses):</b>				
Issuance of Bonds	-	-	6,053,549	6,053,549
Premium on bonds	-	-	175,874	175,874
Payment to refunded debt escrow agent	-	-	(6,230,000)	(6,230,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(577)</b>	<b>(577)</b>
Net Change in Fund Balances	618,919	618,919	735,204	116,285
Fund Balances - Beginning	(272,586)	(272,586)	(272,586)	-
Fund Balances - Ending	\$ 346,333	346,333	462,618	116,285

**City of Ridgeland, Mississippi**  
 Colony Park TIF Bond Debt  
 Debt Service Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-5**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Sales taxes	\$ 1,279,405	1,279,405	1,121,502	(157,903)
Property taxes	587,624	587,624	426,675	(160,949)
Investment income	-	-	861	861
Intergovernmental programs	973,035	973,035	-	(973,035)
<b>Total Revenues</b>	<b>2,840,064</b>	<b>2,840,064</b>	<b>1,549,038</b>	<b>(1,291,026)</b>
<b>Expenditures:</b>				
Debt Service:				
Principal	1,280,000	1,280,000	-	1,280,000
Interest	1,555,387	1,555,387	1,546,200	9,187
Debt issuance costs and other	4,000	4,000	2,838	1,162
<b>Total Expenditures</b>	<b>2,839,387</b>	<b>2,839,387</b>	<b>1,549,038</b>	<b>1,290,349</b>
Net Change in Fund Balances	677	677	-	(677)
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	\$ 677	677	-	(677)

**CITY OF RIDGELAND**

COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 SEPTEMBER 30, 2015

	S.A. School Creek Intercept	Avery Blvd SA Bond Fund	TIF Bond Debt Lowes	Total Nonmajor Debt Service Funds (See Exhibit C-1)
<b>Assets:</b>				
<i>Accounts receivable</i>	\$ 64,745	\$ --	\$ --	\$ 64,745
<i>Interfund receivable</i>	434,163	425,508	--	859,671
<i>Tax increment financing receivable</i>	--	--	2,334,182	2,334,182
<b>Total Assets</b>	<u>\$ 498,908</u>	<u>\$ 425,508</u>	<u>\$ 2,334,182</u>	<u>\$ 3,258,598</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
<i>Due to other funds</i>	\$ 497,891	\$ --	\$ --	\$ 497,891
<i>Interfund payables</i>	--	--	520,093	520,093
<i>Unearned revenue</i>	--	425,508	--	425,508
<i>Tax increment financing payable</i>	--	--	1,814,089	1,814,089
<b>Total Liabilities</b>	<u>497,891</u>	<u>425,508</u>	<u>2,334,182</u>	<u>3,257,581</u>
<b>Fund Balances:</b>				
<b>Restricted</b>				
<i>Debt service</i>	1,016	--	--	1,016
<b>Total Fund Balances</b>	<u>1,016</u>	<u>--</u>	<u>--</u>	<u>1,016</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 498,907</u>	<u>\$ 425,508</u>	<u>\$ 2,334,182</u>	<u>\$ 3,258,597</u>

**CITY OF RIDGELAND**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	S.A. School Creek Intercept	Avery Blvd SA Bond Fund	TIF Bond Debt Lowes	Total Nonmajor Debt Service Funds (See Exhibit C-2)
<b>Revenues:</b>				
<i>Sales taxes</i>	\$ --	\$ --	\$ 27,354	\$ 27,354
<i>Property taxes</i>	--	--	3,981	3,981
<i>Investment income</i>	538	509	--	1,047
<i>Special Assessments</i>	--	44,391	--	44,391
<i>Intergovernmental programs</i>	--	--	112,172	112,172
Total Revenues	<u>538</u>	<u>44,900</u>	<u>143,507</u>	<u>188,945</u>
<b>Expenditures:</b>				
<i>Debt service:</i>				
<i>Principal</i>	--	40,000	--	40,000
<i>Interest</i>	--	4,150	141,484	145,634
<i>Other</i>	--	750	2,023	2,773
Total Expenditures	<u>--</u>	<u>44,900</u>	<u>143,507</u>	<u>188,407</u>
Net Change in Fund Balances	<u>538</u>	<u>--</u>	<u>--</u>	<u>538</u>
Fund Balances - Beginning	478	--	--	478
Fund Balances - Ending	<u>\$ 1,016</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,016</u>

**City of Ridgeland, Mississippi**  
 Avery Boulevard Special Assessment Bond Fund  
 Debt Service Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-8**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Investment income	\$ 400	400	509	109
Special assessments	46,997	46,997	44,391	(2,606)
Total Revenues	<u>47,397</u>	<u>47,397</u>	<u>44,900</u>	<u>(2,497)</u>
<b>Expenditures:</b>				
Debt Service:				
Principal	40,000	40,000	40,000	-
Interest	4,150	4,150	4,150	-
Debt issuance costs and other	1,000	1,000	750	250
Total Expenditures	<u>45,150</u>	<u>45,150</u>	<u>44,900</u>	<u>250</u>
Net Change in Fund Balances	<u>2,247</u>	<u>2,247</u>	-	<u>(2,247)</u>
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	<u>\$ 2,247</u>	<u>2,247</u>	-	<u>(2,247)</u>

**City of Ridgeland, Mississippi**  
 TIF Bond Debt Lowes  
 Debt Service Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-9**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Sales taxes	\$ 318,888	370,906	27,354	(343,552)
Property taxes	64,700	64,700	3,981	(60,719)
Intergovernmental programs	111,000	111,000	112,172	1,172
Total Revenues	<u>494,588</u>	<u>546,606</u>	<u>143,507</u>	<u>(403,099)</u>
<b>Expenditures:</b>				
Debt Service:				
Principal	546,171	537,152	-	537,152
Interest	132,488	141,484	141,484	-
Debt issuance costs and other	2,000	2,023	2,023	-
Total Expenditures	<u>680,659</u>	<u>680,659</u>	<u>143,507</u>	<u>537,152</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(186,071)	(134,053)	-	134,053
<b>Other Financing Sources (Uses):</b>				
Transfers in	186,071	186,071	-	(186,071)
Total Other Financing Sources (Uses)	<u>186,071</u>	<u>186,071</u>	<u>-</u>	<u>(186,071)</u>
Net Change in Fund Balances	<u>-</u>	<u>52,018</u>	<u>-</u>	<u>(52,018)</u>
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	<u>\$ -</u>	<u>52,018</u>	<u>-</u>	<u>(52,018)</u>

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## CAPITAL PROJECT FUNDS

The Capital Project Fund Type is used to account for financial resources used for the acquisition and construction of major capital facilities other than those financed by proprietary funds. Individual capital project funds are utilized by the municipality to account for its construction projects. The names of the capital project funds utilized and the purpose of that fund is as follows:

1. Lake Harbour Drive Extension Fund. - This fund accounts for the fees associated with the proposed extension of the Lake Harbour to the Highland Colony Parkway.
2. Jackson Street Multi Use Fund - This fund accounts for construction of the Jackson Street Multi Use Path between Highway 51 and Trace Ridge Drive.
3. City Entrance Sign Hwy 51 Fund - This fund accounts for revenues and expenditures for a city entrance sign on Highway 51.
4. Avery Boulevard Special Assessment Fund - This fund accounts for extending Avery Boulevard to Towne Center Boulevard by Special Assessments.
5. Colony Park Boulevard - A fund used to account for construction of Colony Park Boulevard, an interstate connector road.
6. Lake Harbour Reconstruction 51 to Northpark Drive - This fund accounts for the expenditures of the widening of lanes of Lake Harbour from Highway 51 to Northpark Drive.
7. 2014 Bonds 5.1 Fund - This fund accounts for the capital projects funded by General Obligation bonds issued July 15, 2014.
8. Pear Orchard/Rice Road Signal - This fund accounts for the design of a signal at Pear Orchard and Rice Road.
9. Harbor Crossing TIF - This fund accounts for a development on Harbor Drive.
10. Highland Colony Rehab Fund - This fund accounts for revenues and expenditures for the rehabilitation of Highland Colony Boulevard.
11. City Center Fund - This fund accounts for the acquisition of land, planning and construction of the new City Center.
12. Craft Center Parking Lot Fund - This fund accounts for the parking lot project at the MS Craft Center.
13. 5.7 Mil Bond Issue Fund - This fund accounts for the capital projects funded by a public improvement bond issued May 31, 2011.

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**City of Ridgeland, Mississippi**  
 Lake Harbour Drive Extension  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-10**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental programs	\$ 8,882,030	8,882,030	4,495,368	(4,386,662)
Total Revenues	<u>8,882,030</u>	<u>8,882,030</u>	<u>4,495,368</u>	<u>(4,386,662)</u>
<b>Expenditures:</b>				
Capital Outlay	10,853,682	10,853,682	4,399,380	6,454,302
Total Expenditures	<u>10,853,682</u>	<u>10,853,682</u>	<u>4,399,380</u>	<u>6,454,302</u>
Net Change in Fund Balances	<u>(1,971,652)</u>	<u>(1,971,652)</u>	<u>95,988</u>	<u>2,067,640</u>
Fund Balances - Beginning	(208,168)	(208,168)	(208,168)	-
Fund Balances - Ending	<u>\$ (2,179,820)</u>	<u>(2,179,820)</u>	<u>(112,180)</u>	<u>2,067,640</u>

**CITY OF RIDGELAND**  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 SEPTEMBER 30, 2015

	Jackson Street Multi Use	City Entrance Sign Hwy 51 Fund	Avery Blvd Special Assessment	Colony Park Boulevard
<b>Assets:</b>				
<i>Pooled cash and cash equivalents</i>	\$ --	\$ --	\$ --	\$ --
<i>Accounts receivable</i>	--	--	--	--
<i>Interfund receivable</i>	61,773	15,000	--	57,068
<b>Total Assets</b>	<u>\$ 61,773</u>	<u>\$ 15,000</u>	<u>\$ --</u>	<u>\$ 57,068</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
<i>Interfund payables</i>	\$ --	\$ --	\$ 387,369	\$ 2,446
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>387,369</u>	<u>2,446</u>
<b>Fund Balances:</b>				
<b>Restricted</b>				
<i>Capital projects</i>	61,773	15,000	--	54,622
<i>Unassigned</i>	--	--	(387,369)	--
<b>Total Fund Balances</b>	<u>61,773</u>	<u>15,000</u>	<u>(387,369)</u>	<u>54,622</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 61,773</u>	<u>\$ 15,000</u>	<u>\$ --</u>	<u>\$ 57,068</u>

Lake Harbour Recon 51 to NP	2014 Bonds 5.1 Fund	Pear Orchard Rice Road Signal	Harbor Crossing TIF	Highland Colony Rehab Fund
\$ --	\$ 2	\$ --	\$ --	\$ --
7,000	--	--	--	--
--	133,714	--	--	--
<u>\$ 7,000</u>	<u>\$ 133,716</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
\$ 998,773	\$ --	\$ --	\$ 1,030	\$ 673
<u>998,773</u>	<u>--</u>	<u>--</u>	<u>1,030</u>	<u>673</u>
	133,716	--	--	--
(991,773)	--	--	(1,030)	(673)
<u>(991,773)</u>	<u>133,716</u>	<u>--</u>	<u>(1,030)</u>	<u>(673)</u>
<u>\$ 7,000</u>	<u>\$ 133,716</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

**CITY OF RIDGELAND**

COMBINING BALANCE SHEET

NONMAJOR CAPITAL PROJECTS FUNDS

SEPTEMBER 30, 2015

	City Center Fund	Craft Center Parking Lot Fund	5.7 Mil Bond Issue Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
<b>Assets:</b>				
<i>Pooled cash and cash equivalents</i>	\$ --	\$ --	\$ --	\$ 2
<i>Accounts receivable</i>	--	--	--	7,000
<i>Interfund receivable</i>	961,688	31,311	113,831	1,374,385
<b>Total Assets</b>	<b>\$ 961,688</b>	<b>\$ 31,311</b>	<b>\$ 113,831</b>	<b>\$ 1,381,387</b>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
<i>Interfund payables</i>	\$ 47,638	\$ --	\$ --	\$ 1,437,929
<b>Total Liabilities</b>	<b>47,638</b>	<b>--</b>	<b>--</b>	<b>1,437,929</b>
<b>Fund Balances:</b>				
<b>Restricted</b>				
<i>Capital projects</i>	914,050	31,311	113,831	1,324,303
<i>Unassigned</i>	--	--	--	(1,380,845)
<b>Total Fund Balances</b>	<b>914,050</b>	<b>31,311</b>	<b>113,831</b>	<b>(56,542)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 961,688</b>	<b>\$ 31,311</b>	<b>\$ 113,831</b>	<b>\$ 1,381,387</b>

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**CITY OF RIDGELAND**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Jackson Street Multi Use	City Entrance Sign Hwy 51 Fund	Avery Blvd Special Assessment	Colony Park Boulevard
<b>Revenues:</b>				
<i>Investment income</i>	\$ --	\$ --	\$ --	\$ --
<i>Other</i>	2,600	15,000	--	--
Total Revenues	<u>2,600</u>	<u>15,000</u>	<u>--</u>	<u>--</u>
<b>Expenditures:</b>				
<i>Capital outlay</i>	383	--	--	2,811,373
Total Expenditures	<u>383</u>	<u>--</u>	<u>--</u>	<u>2,811,373</u>
Excess (Deficiency) of Revenues Over (Under) Expendit	<u>2,217</u>	<u>15,000</u>	<u>--</u>	<u>(2,811,373)</u>
<b>Other Financing Sources (Uses):</b>				
<i>Transfers in</i>	27,080	--	--	3,711,642
<i>Transfers out</i>	--	--	--	--
Total Other Financing Sources (Uses)	<u>27,080</u>	<u>--</u>	<u>--</u>	<u>3,711,642</u>
Net Change in Fund Balances	29,297	15,000	--	900,269
Fund Balances - Beginning, as previously reported	32,476	--	(387,369)	(845,647)
Prior period adjustments	--	--	--	--
Fund Balances - Beginning, as restated	<u>32,476</u>	<u>--</u>	<u>(387,369)</u>	<u>(845,647)</u>
Fund Balances - Ending	<u>\$ 61,773</u>	<u>\$ 15,000</u>	<u>\$ (387,369)</u>	<u>\$ 54,622</u>

Lake Harbour Recon 51 to NP	2014 Bonds 5.1 Fund	Pear Orchard Rice Road Signal	Harbor Crossing TIF	Highland Colony Rehab Fund
\$ --	\$ 2	\$ --	\$ --	\$ --
--	--	--	--	--
<u>--</u>	<u>2</u>	<u>--</u>	<u>--</u>	<u>--</u>
48,061	--	--	--	673
<u>48,061</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>673</u>
(48,061)	2	--	--	(673)
186,909	--	79,052	--	--
--	(4,856,286)	--	--	--
<u>186,909</u>	<u>(4,856,286)</u>	<u>79,052</u>	<u>--</u>	<u>--</u>
138,848	(4,856,284)	79,052	--	(673)
(102,499)	4,990,000	(79,052)	(1,030)	--
(1,028,122)	--	--	--	--
<u>(1,130,621)</u>	<u>4,990,000</u>	<u>(79,052)</u>	<u>(1,030)</u>	<u>--</u>
<u>\$ (991,773)</u>	<u>\$ 133,716</u>	<u>\$ --</u>	<u>\$ (1,030)</u>	<u>\$ (673)</u>

**CITY OF RIDGELAND**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	City Center Fund	Craft Center Parking Lot Fund	5.7 Mil Bond Issue Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
<b>Revenues:</b>				
<i>Investment income</i>	\$ --	\$ --	\$ 141	\$ 143
<i>Other</i>	--	--	--	17,600
Total Revenues	--	--	141	17,743
<b>Expenditures:</b>				
<i>Capital outlay</i>	344,450	11,080	--	3,216,020
Total Expenditures	344,450	11,080	--	3,216,020
Excess (Deficiency) of Revenues Over (Under) Expenditur	(344,450)	(11,080)	141	(3,198,277)
<b>Other Financing Sources (Uses):</b>				
<i>Transfers in</i>	613,389	38,214	--	4,656,286
<i>Transfers out</i>	--	--	--	(4,856,286)
Total Other Financing Sources (Uses)	613,389	38,214	--	(200,000)
Net Change in Fund Balances	268,939	27,134	141	(3,398,277)
Fund Balances - Beginning, as previously reported	645,111	4,177	113,690	4,369,857
Prior period adjustments	--	--	--	(1,028,122)
Fund Balances - Beginning, as restated	645,111	4,177	113,690	3,341,735
Fund Balances - Ending	\$ 914,050	\$ 31,311	\$ 113,831	\$ (56,542)

**City of Ridgeland, Mississippi**  
 Jackson Street Multi Use  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-13**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental programs	\$ 222,440	222,440	-	(222,440)
Miscellaneous	-	2,600	2,600	-
Total Revenues	222,440	225,040	2,600	(222,440)
<b>Expenditures:</b>				
Capital Outlay	281,996	281,996	383	281,613
Total Expenditures	281,996	281,996	383	281,613
Excess (Deficiency) of Revenues Over (Under) Expenditures	(59,556)	(56,956)	2,217	59,173
<b>Other Financing Sources (Uses):</b>				
Transfers in	27,080	27,080	27,080	-
Total Other Financing Sources (Uses)	27,080	27,080	27,080	-
Net Change in Fund Balances	(32,476)	(29,876)	29,297	59,173
Fund Balances - Beginning	32,476	32,476	32,476	-
Fund Balances - Ending	\$ -	2,600	61,773	59,173

**City of Ridgeland, Mississippi**  
 City Entrance Sign Hwy 51  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-14**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Miscellaneous	\$ -	-	15,000	15,000
Total Revenues	-	-	15,000	15,000
<b>Expenditures:</b>				
Capital Outlay				-
Total Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	15,000	15,000
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	\$ -	-	15,000	15,000

**City of Ridgeland, Mississippi**  
 Colony Park Boulevard  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-15**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Total Revenues	-	-	-	-
<b>Expenditures:</b>				
Capital Outlay	3,500,000	3,500,000	2,811,373	688,627
Total Expenditures	3,500,000	3,500,000	2,811,373	688,627
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,500,000)	(3,500,000)	(2,811,373)	(688,627)
<b>Other Financing Sources (Uses):</b>				
Transfers in	3,711,642	3,711,642	3,711,642	-
Total Other Financing Sources (Uses)	3,711,642	3,711,642	3,711,642	-
Net Change in Fund Balances	211,642	211,642	900,269	(688,627)
Fund Balances - Beginning	(845,647)	(845,647)	(845,647)	-
Fund Balances - Ending	(634,005)	(634,005)	54,622	688,627

**City of Ridgeland, Mississippi**  
 Lake Harbour Recon 51 to Northpark Drive  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

Exhibit C-16

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenue	\$ 830,795	830,795	-	(830,795)
Total Revenues	<u>830,795</u>	<u>830,795</u>	-	<u>(830,795)</u>
<b>Expenditures:</b>				
Capital Outlay	1,130,696	1,130,696	48,061	1,082,635
Total Expenditures	<u>1,130,696</u>	<u>1,130,696</u>	<u>48,061</u>	<u>1,082,635</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(299,901)</u>	<u>(299,901)</u>	<u>(48,061)</u>	<u>251,840</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	186,909	186,909	186,909	-
Total Other Financing Sources (Uses)	<u>186,909</u>	<u>186,909</u>	<u>186,909</u>	
Net Change in Fund Balances	<u>(112,992)</u>	<u>(112,992)</u>	<u>138,848</u>	<u>251,840</u>
Fund Balances - Beginning, as previously reported	(102,499)	(102,499)	(102,499)	-
Prior period adjustments	(1,028,122)	(1,028,122)	(1,028,122)	-
Fund Balances - Beginning, as restated	<u>(1,130,621)</u>	<u>(1,130,621)</u>	<u>(1,130,621)</u>	-
Fund Balances - Ending	<u>\$ (1,243,613)</u>	<u>(1,243,613)</u>	<u>(991,773)</u>	<u>251,840</u>

**City of Ridgeland, Mississippi**  
 2014 Bonds 5.1  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-17**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Investment income	\$ -	-	2	2
Total Revenues	-	-	2	2
<b>Expenditures:</b>				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	2	2
<b>Other Financing Sources (Uses):</b>				
Transfer out	(4,970,142)	(4,970,142)	(4,856,286)	113,856
Total Other Financing Sources (Uses)	(4,970,142)	(4,970,142)	(4,856,286)	113,856
Net Change in Fund Balances	(4,970,142)	(4,970,142)	(4,856,284)	113,858
Fund Balances - Beginning	4,990,000	4,990,000	4,990,000	-
Fund Balances - Ending	\$ 19,858	19,858	133,716	113,858

**City of Ridgeland, Mississippi**  
 Highland Colony Rehab Fund  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-18**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental programs	\$ 215,000	215,000	-	(215,000)
Total Revenues	<u>215,000</u>	<u>215,000</u>	-	<u>(215,000)</u>
<b>Expenditures:</b>				
Capital Outlay	475,000	475,000	673	474,327
Total Expenditures	<u>475,000</u>	<u>475,000</u>	<u>673</u>	<u>474,327</u>
Net Change in Fund Balances	<u>(260,000)</u>	<u>(260,000)</u>	<u>(673)</u>	<u>259,327</u>
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	<u>\$ (260,000)</u>	<u>(260,000)</u>	<u>(673)</u>	<u>259,327</u>

**City of Ridgeland, Mississippi**  
 City Center Fund  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

Exhibit C-19

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental programs	\$ -	-	-	-
Total Revenues	-	-	-	-
<b>Expenditures:</b>				
Capital Outlay	1,258,500	1,258,500	344,450	914,050
Total Expenditures	1,258,500	1,258,500	344,450	914,050
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,258,500)	(1,258,500)	(344,450)	914,050
<b>Other Financing Sources (Uses):</b>				
Transfers in	1,258,500	1,258,500	613,389	(645,111)
Total Other Financing Sources (Uses)	1,258,500	1,258,500	613,389	(645,111)
Net Change in Fund Balances	-	-	268,939	268,939
Fund Balances - Beginning	645,111	645,111	645,111	-
Fund Balances - Ending	\$ 645,111	645,111	914,050	268,939

**City of Ridgeland, Mississippi**  
 Craft Center Parking Lot  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

Exhibit C-20

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Intergovernmental programs	\$ 119,104	119,104	-	(119,104)
Total Revenues	<u>119,104</u>	<u>119,104</u>	-	<u>(119,104)</u>
<b>Expenditures:</b>				
Capital Outlay	171,292	171,292	11,080	160,212
Total Expenditures	<u>171,292</u>	<u>171,292</u>	<u>11,080</u>	<u>160,212</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(52,188)</u>	<u>(52,188)</u>	<u>(11,080)</u>	<u>41,108</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	38,214	38,214	38,214	-
Total Other Financing Sources (Uses)	<u>38,214</u>	<u>38,214</u>	<u>38,214</u>	<u>-</u>
Net Change in Fund Balances	<u>(13,974)</u>	<u>(13,974)</u>	<u>27,134</u>	<u>41,108</u>
Fund Balances - Beginning	4,177	4,177	4,177	-
Fund Balances - Ending	<u>\$ (9,797)</u>	<u>(9,797)</u>	<u>31,311</u>	<u>41,108</u>

**City of Ridgeland, Mississippi**  
 5.7 Mil Bond Issue Fund  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-21**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Investment income	\$ 30,000	30,000	141	(29,859)
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>141</u>	<u>(29,859)</u>
<b>Expenditures:</b>				
Capital outlay	125,000	125,000	-	125,000
Total Expenditures	<u>125,000</u>	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(95,000)</u>	<u>(95,000)</u>	<u>141</u>	<u>95,141</u>
<b>Other Financing Sources (Uses):</b>				
Transfers out	(531,255)	(531,255)	-	531,255
Total Other Financing Sources (Uses)	<u>(531,255)</u>	<u>(531,255)</u>	<u>-</u>	<u>531,255</u>
Net Change in Fund Balances	<u>(626,255)</u>	<u>(626,255)</u>	<u>141</u>	<u>626,396</u>
Fund Balances - Beginning	113,690	113,690	113,690	-
Fund Balances - Ending	<u>\$ (512,565)</u>	<u>(512,565)</u>	<u>113,831</u>	<u>626,396</u>

## ENTERPRISE FUND

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the services to the general public on a continuing basis are financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

The City of Ridgeland, Mississippi operates the following Enterprise Funds:

**Public Utility Fund** - This fund is used to account for the water and sewer revenue of the municipality, as well as its water related expenses and sewer cost-sharing.

**Sanitation Fund** - This fund is used to account for revenues from garbage and recycling fees and expenses for those services.

**City of Ridgeland, Mississippi**  
 Public Utility Fund  
 Enterprise Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

Exhibit C-22

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 6,458,000	6,468,601	6,918,799	450,198
Total Revenues	<u>6,458,000</u>	<u>6,468,601</u>	<u>6,918,799</u>	<u>450,198</u>
<b>Expenses:</b>				
Personal services - salaries and wages	1,034,183	1,033,848	1,000,878	32,970
Personal services - employee benefits	412,648	412,983	615,158	(202,175)
Purchased professional and technical services	2,905,684	3,526,517	3,413,010	113,507
Supplies	400,475	424,170	438,685	(14,515)
Property	1,373,295	1,556,011	-	1,556,011
Depreciation	-	-	1,688,412	(1,688,412)
Total Expenses	<u>6,126,285</u>	<u>6,953,529</u>	<u>7,156,143</u>	<u>(202,614)</u>
Operating Income (Loss)	<u>331,715</u>	<u>(484,928)</u>	<u>(237,344)</u>	<u>247,584</u>
<b>Non-Operating Revenues (Expenses):</b>				
Interest revenue	13,000	13,000	55,531	42,531
Grants and contributions	295,670	295,670	11,196	(284,474)
Other revenues	1,028,755	1,028,755	73,810	(954,945)
Debt service interest	(1,578,964)	(1,578,964)	(337,820)	1,241,144
Total Non-Operating Revenues (Expenses)	<u>(241,539)</u>	<u>(241,539)</u>	<u>(197,283)</u>	<u>44,256</u>
Net Income (Loss) before Operating Transfers	<u>90,176</u>	<u>(726,467)</u>	<u>(434,627)</u>	<u>291,840</u>
Transfers out	-	(235,922)	(235,922)	-
Net Income (Loss)	<u>90,176</u>	<u>(962,389)</u>	<u>(670,549)</u>	<u>291,840</u>
Net Position - Beginning, as previously reported	28,418,355	28,418,355	28,418,355	-
Prior Period Adjustment	(1,877,245)	(1,877,245)	(1,877,245)	-
Net Position - Beginning, as restated	<u>26,541,110</u>	<u>26,541,110</u>	<u>26,541,110</u>	<u>-</u>
Net Position - Ending	<u>\$ 26,631,286</u>	<u>25,578,721</u>	<u>25,870,561</u>	<u>291,840</u>

**City of Ridgeland, Mississippi**  
 Sanitation Fund  
 Enterprise Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

**Exhibit C-23**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 1,498,715	1,498,715	1,487,623	(11,092)
Total Revenues	<u>1,498,715</u>	<u>1,498,715</u>	<u>1,487,623</u>	<u>(11,092)</u>
<b>Expenses:</b>				
Purchased professional and technical services	1,307,565	1,307,565	1,277,597	29,968
Total Expenses	<u>1,307,565</u>	<u>1,307,565</u>	<u>1,277,597</u>	<u>29,968</u>
Net Income (Loss)	<u>191,150</u>	<u>191,150</u>	<u>210,026</u>	<u>18,876</u>
Net Position - Beginning, as previously reported	-	-	-	-
Fund reclassification	(456,998)	(456,998)	(456,998)	-
Net Position - Beginning, as restated	<u>(456,998)</u>	<u>(456,998)</u>	<u>(456,998)</u>	<u>-</u>
Net Position - Ending	<u>\$ (265,848)</u>	<u>(265,848)</u>	<u>(246,972)</u>	<u>18,876</u>

## INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

The City of Ridgeland, Mississippi operates the following Internal Service Funds.

1. East Madison County Regional Sewer Fund - This fund is used to account for the sewer expenses of the City, plus the interlocal cost-sharing arrangement between the City of Ridgeland, Mississippi, the City of Madison, Mississippi, and the Pearl River Valley Water Authority.
2. Insurance Trust Fund - accounts for the insurance transactions handled by the City for their self insured employee health insurance program.

**CITY OF RIDGELAND**

COMBINING STATEMENT OF NET POSITION

INTERNAL SERVICE FUNDS

SEPTEMBER 30, 2015

	EMCRS Operations	Insurance Trust Fund	Total Internal Service Funds (See Exhibit A-7)
<b>Assets</b>			
Current Assets:			
Cash and cash equivalents	\$ --	\$ 300,710	\$ 300,710
Receivables (net of allowances for uncollectibles)	361,752	--	361,752
Interfund Receivables	703,249	--	703,249
Total Current Assets	<u>1,065,001</u>	<u>300,710</u>	<u>1,365,711</u>
Non-current Assets:			
Capital assets (net of accumulated depreciation)	3,431,307	--	3,431,307
Total Non-current Assets	<u>3,431,307</u>	<u>--</u>	<u>3,431,307</u>
Total Assets	<u>4,496,308</u>	<u>300,710</u>	<u>4,797,018</u>
<b>Deferred Outflows of Resources</b>			
Deferred outflow of resources	23,367	--	23,367
Total Deferred Outflow of Resources	<u>23,367</u>	<u>--</u>	<u>23,367</u>
<b>Liabilities</b>			
Current Liabilities:			
Other payables	1,906	5,235	7,141
Interfund payables	356,581	--	356,581
Total Current Liabilities	<u>358,487</u>	<u>5,235</u>	<u>363,722</u>
Non-current Liabilities:			
Net pension liability	133,562	--	133,562
Total Non-Current Liabilities	<u>133,562</u>	<u>--</u>	<u>133,562</u>
Total Liabilities	<u>492,049</u>	<u>5,235</u>	<u>497,284</u>
<b>Deferred Inflow of Resources</b>			
Deferred inflow of resources	4,451	--	4,451
Total Deferred Inflows of Resources	<u>4,451</u>	<u>--</u>	<u>4,451</u>
<b>Net Position</b>			
Net investment in capital assets	3,431,307	--	3,431,307
Unrestricted	591,868	295,475	887,343
Total Net Position	<u>\$ 4,023,175</u>	<u>295,475</u>	<u>4,318,650</u>

**CITY OF RIDGELAND**

COMBINING STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN FUND NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	EMCRS Operations	Insurance Trust Fund	Total Internal Service Funds (See Exhibit A-8)
<b>Operating Revenues:</b>			
Charges for services	\$ 3,241,426	\$ --	\$ 3,241,426
Premiums	--	1,504,202	1,504,202
Total Operating Revenues	<u>3,241,426</u>	<u>1,504,202</u>	<u>4,745,628</u>
<b>Operating Expenses:</b>			
Personal services - salaries and wages	52,965	--	52,965
Personal services - employee benefits	31,586	--	31,586
Purchased professional and technical services	3,060,132	1,401,952	4,462,084
Supplies	2,538	--	2,538
Depreciation	169,327	--	169,327
Total Operating Expenses	<u>3,316,548</u>	<u>1,401,952</u>	<u>4,718,500</u>
Operating Income (Loss)	<u>(75,122)</u>	<u>102,250</u>	<u>27,128</u>
<b>Non-Operating Revenues (Expenses):</b>			
Interest revenue	348	341	689
Total Non-operating Revenues (Expenses)	<u>348</u>	<u>341</u>	<u>689</u>
Net Income (Loss) before Operating Transfers	<u>(74,774)</u>	<u>102,591</u>	<u>27,817</u>
Transfers in	<u>235,922</u>	<u>--</u>	<u>235,922</u>
Net income	<u>161,148</u>	<u>102,591</u>	<u>263,739</u>
Net Position- beginning, as previously reported	3,964,382	192,884	4,157,266
Prior Period Adjustment	(102,355)	--	(102,355)
Net Position- beginning, as restated	<u>3,862,027</u>	<u>192,884</u>	<u>4,054,911</u>
Net Position - ending	<u>\$ 4,023,175</u>	<u>295,475</u>	<u>4,318,650</u>

## CITY OF RIDGELAND

COMBINING STATEMENT OF CASH FLOWS  
ALL INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	EMCRS Operations	Insurance Trust Fund	Total Internal Service Funds (See Exhibit A-9)
<b>Cash Flows from Operating Activities:</b>			
<i>Cash Received from Customers</i>	\$ 3,422,301	\$ 1,504,202	\$ 4,926,503
<i>Cash Payments to Employees</i>	49,011	(1,396,717)	(1,347,706)
<i>Cash Payments to Suppliers for Goods and Services</i>	(3,309,523)	--	(3,309,523)
Net Cash Provided (Used) by Operating Activities	<u>161,789</u>	<u>107,485</u>	<u>269,274</u>
<b>Cash Flows from Non-capital Financing Activities:</b>			
<i>Transfers From (To) Primary Government</i>	235,922	--	235,922
Net Cash Provided (Used) by Non-capital Financing Activities	<u>235,922</u>	<u>--</u>	<u>235,922</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
<i>Acquisition or Construction of Capital Assets</i>	(276,788)	--	(276,788)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(276,788)</u>	<u>--</u>	<u>(276,788)</u>
<b>Cash Flows from Investing Activities:</b>			
<i>Interest and Dividends on Investments</i>	348	341	689
Net Cash Provided (Used) for Investing Activities	<u>348</u>	<u>341</u>	<u>689</u>
Net Increase (Decrease) in Cash and Cash Equivalents	121,271	107,826	229,097
Cash and Cash Equivalents at Beginning of Year	--	192,884	192,884
Effect of recording prior year NPL and DIR/DOR for current year	(121,271)	--	(121,271)
Cash and Cash Equivalents at End of Year	<u>\$ --</u>	<u>\$ 300,710</u>	<u>\$ 300,710</u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>			
Operating Income (Loss)	\$ (75,122)	\$ 102,250	\$ 27,128
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities			
<i>Depreciation</i>	169,327	--	169,327
Change in Assets and Liabilities:			
<i>Decrease (Increase) in Receivables</i>	180,875	--	180,875
<i>Decrease (Increase) in Interfund Receivables</i>	1,119,684	--	1,119,684
<i>Increase (Decrease) in Accounts Payable</i>	30	--	30
<i>Increase (Decrease) in Interfund Payables</i>	(1,366,567)	--	(1,366,567)
<i>Increase (Decrease) in Other Payables</i>	--	5,235	5,235
<i>Increase (Decrease) in net pension liability (NPL)</i>	133,562	--	133,562
Total Adjustments	<u>236,911</u>	<u>5,235</u>	<u>242,146</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 161,789</u>	<u>\$ 107,485</u>	<u>\$ 269,274</u>

City of Ridgeland, Mississippi  
 EMCRS Operations  
 Internal Service Fund  
 Budgetary Comparison Schedule  
 For the year ended September 30, 2015

Exhibit C-27

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 2,610,478	3,407,325	3,241,426	(165,899)
Total Revenues	<u>2,610,478</u>	<u>3,407,325</u>	<u>3,241,426</u>	<u>(165,899)</u>
<b>Expenses:</b>				
Personal services - salaries and wages	50,238	52,967	52,965	2
Personal services - employee benefits	18,383	19,304	31,586	(12,282)
Purchased professional and technical services	2,349,968	3,063,536	3,060,132	3,404
Supplies	10,000	10,000	2,538	7,462
Property	-	315,551	-	315,551
Depreciation	-	-	169,327	(169,327)
Total Expenses	<u>2,428,589</u>	<u>3,461,358</u>	<u>3,316,548</u>	<u>144,810</u>
Operating Income (Loss)	<u>181,889</u>	<u>(54,033)</u>	<u>(75,122)</u>	<u>(21,089)</u>
<b>Non-Operating Revenues (Expenses):</b>				
Interest revenue	-	-	348	348
Total Non-Operating Revenues (Expenses)	<u>-</u>	<u>-</u>	<u>348</u>	<u>348</u>
Net Income (Loss) before Operating Transfers	<u>181,889</u>	<u>(54,033)</u>	<u>(74,774)</u>	<u>(20,741)</u>
Transfers in	<u>-</u>	<u>235,922</u>	<u>235,922</u>	<u>-</u>
Net Income (Loss)	<u>181,889</u>	<u>181,889</u>	<u>161,148</u>	<u>(20,741)</u>
Net Position - Beginning, as previously reported	3,964,382	3,964,382	3,964,382	-
Prior Period Adjustment	(102,355)	(102,355)	(102,355)	-
Net Position - Beginning, as restated	<u>3,862,027</u>	<u>3,862,027</u>	<u>3,862,027</u>	<u>-</u>
Net Position - Ending	<u>\$ 4,043,916</u>	<u>4,043,916</u>	<u>4,023,175</u>	<u>(20,741)</u>

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## OTHER SCHEDULES

**City of Ridgeland, Mississippi**  
 Schedule of Investments - All Funds  
 September 30, 2015

General Fund

US Treasury Note	\$ 1,004,010
Government National Mortgage Association	1,417,037
Private Export Funding Corporation	577,927
State of Mississippi	1,956,885
Small Business Administration	508,560
Panola County MS Tax GO Bonds	278,799
Government secured short term money market funds	531,577
	<u>6,274,795</u>

Enterprise Fund

Federal National Mortgage Association	500,470
US Treasury Note	1,004,010
Government National Mortgage Association	762,543
State of Mississippi	806,224
Small Business Administration	254,280
Mississippi Development Bank	210,002
Pearl MS Urban Renewal Rev.	101,536
Government secured short term money market funds	382,487
	<u>4,021,552</u>

Total of All Investments	\$ <u><u>10,296,347</u></u>
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**City of Ridgeland, Mississippi**  
**Schedule of Surety Bonds For Municipal Employees**  
**September 30, 2015**

<b>Position</b>	<b>Name</b>	<b>Company</b>	<b>Amount</b>	<b>Position</b>	<b>Name</b>	<b>Company</b>	<b>Amount</b>
Mayor	Gene F. McGee	St. Paul	\$100,000	Police Officer	Thomas Addison	St. Paul	\$25,000
				Police Officer	James Ainsworth	St. Paul	\$25,000
Alderman	Chuck Gautier	St. Paul	\$100,000	Police Officer	Brennen Alexander	St. Paul	\$25,000
Alderman	Wesley Hamlin	St. Paul	\$100,000	Police Officer	Samuel Barnett	St. Paul	\$25,000
Alderman	Kenneth H. Heard, Jr.	St. Paul	\$100,000	Police Officer	Noel Bass	St. Paul	\$25,000
Alderman	Kevin Holder	St. Paul	\$100,000	Police Officer	Brice Berry	St. Paul	\$25,000
Alderman	Thomas S Jones	St. Paul	\$100,000	Police Officer	Brett Bertucci	St. Paul	\$25,000
Alderman	Brian Ramsey	St. Paul	\$100,000	Police Officer	Erin Boyd	St. Paul	\$25,000
Alderman	DI Smith	St. Paul	\$100,000	Police Officer	Ricky Bracy	St. Paul	\$25,000
				Police Officer	Hunter Bridges	St. Paul	\$25,000
City Clerk	Paula Tierce	St. Paul	\$50,000	Police Officer	Brad Carter	St. Paul	\$25,000
Finance Manager	Ashley Daniel	St. Paul	\$50,000	Police Officer	Kelly Chapin	St. Paul	\$25,000
				Police Officer	Corey Clark	St. Paul	\$25,000
Utility Manager	Barbara Lopez	St. Paul	\$50,000	Police Officer	William Clark	St. Paul	\$25,000
Utility Billing Clerk	Lee Ann Keith	St. Paul	\$50,000	Police Officer	Heather Conlon	St. Paul	\$25,000
Utility Billing Clerk	Cindy Boatner	St. Paul	\$50,000	Police Officer	Patrick Craig	St. Paul	\$25,000
				Police Officer	Justin Crawford	St. Paul	\$25,000
Deputy Clerk	Ina Byrd	St. Paul	\$50,000	Police Officer	Steve Culterson	St. Paul	\$25,000
Deputy Clerk	Ericka Brown	St. Paul	\$50,000	Police Officer	Ray Daniels	St. Paul	\$25,000
Deputy Clerk	Karen Knight	St. Paul	\$50,000	Police Officer	Frank Dillard	St. Paul	\$25,000
				Police Officer	Russell Dukette	St. Paul	\$25,000
Deputy Clerk	Leslie Thomas	St. Paul	\$50,000	Police Officer	Marcus Edwards	St. Paul	\$25,000
				Police Officer	Greg Fillingame	St. Paul	\$25,000
Executive Secretary	Gilda Carter	St. Paul	\$50,000	Police Officer	Jimmy Finnegan	St. Paul	\$25,000
Purchasing Clerk	Lori Foreman	St. Paul	\$50,000	Police Officer	John Garcia	St. Paul	\$25,000
Inspection Manager	Bridgette Smith	St. Paul	\$50,000	Police Officer	Ryan Halbert	St. Paul	\$25,000
				Police Officer	Rodney Hale	St. Paul	\$25,000
Executive Secretary	Megan Spears	St. Paul	\$50,000	Police Officer	Brian Harper	St. Paul	\$25,000
Program Coordinator	Julie Cox	St. Paul	\$50,000	Police Officer	Clayton Hastings	St. Paul	\$25,000
Special Events Coord	Wendy Bourdin	St. Paul	\$50,000	Police Officer	Jason Haven	St. Paul	\$25,000
Sr. Adult Coord	Lynda M Assink	St. Paul	\$50,000	Police Officer	Barry Hollingsworth	St. Paul	\$25,000
Athletics Coord	John Sidney North	St. Paul	\$50,000	Police Officer	Jokabi Jenkins	St. Paul	\$25,000
				Police Officer	Robert Johnson	St. Paul	\$25,000
				Police Officer	Ryan Jungers	St. Paul	\$25,000
Custodian	Houston Drane	St. Paul	\$50,000	Police Officer	Justin Lancaster	St. Paul	\$25,000
				Police Officer	Alex Loveall	St. Paul	\$25,000
Court Clerk	Brenda Pree	St. Paul	\$50,000	Police Officer	Brandon Malone	St. Paul	\$25,000
Deputy Court Clerk	Michele Apuzzo	St. Paul	\$50,000	Police Officer	Donald Martin	St. Paul	\$25,000
Records Clerk	Marymeg Courtney	St. Paul	\$50,000	Police Officer	Doug Mathis	St. Paul	\$25,000
Records Clerk	Cassandra Daniels	St. Paul	\$50,000	Police Officer	Kyle Millican	St. Paul	\$25,000
Records Clerk	Poteat Medley	St. Paul	\$50,000	Police Officer	Andre Minter	St. Paul	\$25,000
Records Clerk	Chundra Staten	St. Paul	\$50,000	Police Officer	David Myers	St. Paul	\$25,000
Records Clerk	Louanna Varnado	St. Paul	\$50,000	Police Officer	James Myers	St. Paul	\$25,000
Records Clerk	Laondra Williams	St. Paul	\$50,000	Police Officer	Andrew McCullough	St. Paul	\$25,000
				Police Officer	Michael McGahey	St. Paul	\$25,000
Evidence Custodian	Whitney Hutzel	St. Paul	\$50,000	Police Officer	Joe McNamee	St. Paul	\$25,000
				Police Officer	Luke Neal	St. Paul	\$25,000
Booking Officer	Robert Beard	St. Paul	\$50,000	Police Officer	Leslie Owens	St. Paul	\$25,000
Booking Officer	Tony Thompson	St. Paul	\$50,000	Police Officer	Mark Pen	St. Paul	\$25,000
				Police Officer	Sara Perkins	St. Paul	\$25,000
Code Enforcement	Brian Johnson	St. Paul	\$50,000	Police Officer	Adrian Ready	St. Paul	\$25,000
Code Enforcement	Steven Smith	St. Paul	\$50,000	Police Officer	Willie Robinson Jr.	St. Paul	\$25,000
Code Enforcement	Georgia Trebisky	St. Paul	\$50,000	Police Officer	Jason Rudd	St. Paul	\$25,000
				Police Officer	Norman Sipp	St. Paul	\$25,000
Police Chief	John Neal	St. Paul	\$50,000	Police Officer	Daniel Stevens	St. Paul	\$25,000
				Police Officer	Mitchell Tate	St. Paul	\$25,000
Part-Time Officer	Mike Bailey	St. Paul	\$25,000	Police Officer	Jeff Thames	St. Paul	\$25,000
				Police Officer	Chad Wardlaw	St. Paul	\$25,000
Reserve Officer	John Boyer	St. Paul	\$25,000	Police Officer	Stephen Webb	St. Paul	\$25,000
Reserve Officer	Gary Davis	St. Paul	\$25,000	Police Officer	Gerald West	St. Paul	\$25,000
Reserve Officer	Revell Dixon	St. Paul	\$25,000	Police Officer	Wilson Wielgosz	St. Paul	\$25,000
Reserve Officer	William Grissett Jr	St. Paul	\$25,000	Police Officer	Elton Wilkerson	St. Paul	\$25,000
Reserve Officer	Greg Phillips	St. Paul	\$25,000	Police Officer	Nathan Willridge	St. Paul	\$25,000
Reserve Officer	David Pursell	St. Paul	\$25,000	Police Officer	Matt Witt	St. Paul	\$25,000
Reserve Officer	Richard Raffield	St. Paul	\$25,000	Police Officer	Jonathan Wolfe	St. Paul	\$25,000
Reserve Officer	Lester Schommer	St. Paul	\$25,000	Police Officer	Elliot Young	St. Paul	\$25,000
Reserve Officer	Steve Wilson	St. Paul	\$25,000				

**City of Ridgeland, Mississippi**  
**Schedule of Long-Term Debt**  
September 30, 2015

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance	Current Year Transactions			Balance
					October 1, 2014	Additions	Retirements	Refunding	September 30, 2015
<b>Long-Term Debt</b>									
General Obligation Bonds									
Refunding Bonds	03-01-10	09-01-16	3.0-4.5%	4,160,000	\$ 685,000		(335,000)		350,000
Bond Premium				273,400	49,070		(45,567)		3,503
Refunding Bonds	05-01-12	05-01-19	2.000%	3,230,000	2,365,000		(450,000)		1,915,000
Bond Premium				113,662	74,423		(16,237)		58,186
Public Improvement	03-29-05	09-30-17	4.150%	410,000	120,000		(40,000)		80,000
Public Improvement	08-16-07	09-30-27	4.25-5.25%	10,165,000	7,605,000		(435,000)	(6,230,000)	940,000
Bond Premium				19,760	12,724		(988)		11,736
Public Improvement	05-31-11	05-01-26	3-4%	5,825,000	4,920,000		(325,000)		4,595,000
Bond Premium				61,897	48,142		(4,126)		44,016
General Obligation Bonds	07-15-14	06-01-34	3-4%	5,100,000	5,100,000		(205,000)		4,895,000
Refunding Bonds	12-18-14	09-30-27	2-5%	6,053,549		6,053,549	(112,881)		5,940,668
Bond Premiums				175,874		175,874	(13,526)		162,348
Total General Obligation Bonds					\$ 20,979,359	6,229,423	(1,983,325)	(6,230,000)	18,995,457
Other Long-Term Debt									
Mississippi Development Bank	10-11-06	06-30-26	5.0%	5,072,000	\$ 4,198,300				4,198,300
Harbor Walk HA-49 MDA Note Payable	12-01-09	12-01-16	0.0%	2,295,482	860,807		(286,935)		573,872
Capital lease	03-10-15	03-10-19	2.24%	80,000		80,000	(9,613)		70,387
Total Other Long-Term Debt					\$ 5,059,107	80,000	(296,548)	-	4,842,559
Total Long-Term Debt					\$ 26,038,466	6,309,423	(2,279,873)	(6,230,000)	23,838,016
<b>Enterprise Fund Type</b>									
General Obligation Bonds									
Water & Sewer	08-16-07	09-30-27	4.25-5.25%	9,200,000	\$ 6,880,000		(395,000)	(5,635,000)	850,000
Bond Premium				17,884	11,516		(894)		10,622
Refunding Bonds	11-04-10	11-01-23	2.0-3.1%	2,129,367	1,998,174		(123,311)		1,874,863
Bond Premium				31,625	22,300		(2,433)		19,867
Refunding Bonds	11-04-10	11-01-21	2.0-3.1%	1,466,894	1,026,826		(146,689)		880,137
Bond Premium				21,786	13,435		(2,179)		11,256
Refunding Bonds				5,476,452		5,476,452	(102,119)		5,374,333
Bond Premium				159,125		159,125	(12,245)		146,880
Total General Obligation Bonds					\$ 9,952,251	5,635,577	(784,870)	(5,635,000)	9,167,958
Other Long-Term Debt									
State Revolving Fund (SRF) Loan	04-03-97	01-03-17	4.5%	2,135,283	362,183		(150,586)		211,597
State Revolving Fund (SRF) Loan	05-06-11	03-01-31	1.75%	4,685,918	1,630,028		(85,971)		1,544,057
State Revolving Fund (SRF) Loan	10-18-10	06-01-30	1.95%	1,750,000	1,475,957		(80,852)		1,395,105
State Revolving Fund (SRF) Loan	11-14-14	07-01-26	1.95%	1,080,192	*	36,318			36,318
Madison County Waste Water Authority	04-20-04	06-01-23	1.75%	282,322	137,156		(14,634)		122,522
Madison County Waste Water Authority	03-31-07	06-10-30	1.75%	404,830	333,726		(18,567)		315,159
Madison County Waste Water Authority	11-01-10	11-01-25	3.73%	800,000	632,380		(46,792)		585,588
Madison County Waste Water Authority	02-15-12	10-05-31	1.75%	363,006	324,444		(16,439)		308,005
Total Other Long-Term Debt					\$ 4,895,874	36,318	(413,841)	-	4,518,351
Total Enterprise Fund					\$ 14,848,125	5,671,895	(1,198,711)	(5,635,000)	13,686,309

\* The amount due as of the end of the fiscal year was limited to the amount drawn.

**City of Ridgeland, Mississippi**  
 Schedule of Expenditure of Federal Awards  
 For the Year Ended September 30, 2015

Federal Grantor/ Pass-through Grantor/ Program Title	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures
<b><u>U.S. Office of National Drug Control Policy</u></b>			
Passed-through the Mississippi Bureau of Narcotics - Gulf Coast HIDTA			
High Intensity Drug Trafficking Area - State and Local Assistance	07.xxx	G14GC0003A	\$ 27,892
Total Passed-through the Mississippi Bureau of Narcotics			<u>27,892</u>
Total U.S. Office of National Drug Control Policy			<u>27,892</u>
<b><u>U.S. Department of Justice</u></b>			
Direct Program - Drug Enforcement Agency			
DEA State and Local Task Force Overtime Assignment	16.xxx	N/A	30,180
Direct Program - U.S. Marshall's Office			
Equitable Sharing of Federally Forfeited Property	16.xxx	N/A	3,790
Total Direct Programs			<u>33,970</u>
Total U.S. Department of Justice			<u>33,970</u>
<b><u>U.S. Department of Transportation</u></b>			
Passed-through the Mississippi Department of Transportation			
Highway Planning and Construction	20.205	STP-8323-00(004)	3,495,367
Total Passed-through the Mississippi Department of Transportation			<u>3,495,367</u>
Passed-through the Mississippi Department of Public Safety			
Alcohol Open Container Requirements	20.607	15-ST-230-1	86,342
Total Passed-through the Mississippi Department of Public Safety			<u>86,342</u>
Total U.S. Department of Transportation			<u>3,581,709</u>
<b><u>U.S. Environmental Protection Agency</u></b>			
Passed-through the Mississippi Department of Environmental Quality			
Congressionally Mandated Projects	66.202	XP-95416710-3	11,196
Total Passed-through the Mississippi Department of Public Safety			<u>11,196</u>
Total U.S. Environmental Protection Agency			<u>11,196</u>
<b><u>U.S. Department of Homeland Security</u></b>			
Passed-through the Mississippi Department of Public Safety			
Homeland Security Grant Program	97.067	14HS316	20,000
Homeland Security Grant Program	97.067	14HS316T	8,000
Total Passed-through the Mississippi Department of Public Safety			<u>28,000</u>
Total U.S. Department of Homeland Security			<u>28,000</u>
Total Expenditures of Federal Awards			<u>\$ 3,682,767</u>

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

1. The accompanying Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting
2. In prior years, the City of Ridgeland received federal assistance in the form of a loan through the MS Department of Environmental Quality. The balance of this loan at September 30, 2015 was \$211,597 as reported on Schedule D-3 of the City of Ridgeland's audit report for the year ended September 30, 2015 under SRF loan payable.
3. In prior years, the City of Ridgeland received federal assistance in the form of a loan through the MS Department of Health. The balance of this loan at September 30, 2015 was \$1,395,105 as reported on Schedule D-3 of the City of Ridgeland's audit report for the year ended September 30, 2015 under SRF Loan payable.

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# III

## STATISTICAL SECTION

This part of the City of Ridgeland's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

### **Financial Trends**

These schedules contain financial trends information intended to assist the reader in understanding and assessing how a government's financial position has changed over time.

### **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its own-source revenues-property and sales taxes.

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

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# STATISTICAL SECTION

This part of the City of Ridgeland's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

## Financial Trends

Table 1	General Governmental Expenditures by Function
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Table 4	Schedule of Changes in Net Assets
Table 5	Schedule of Changes in Fund Balance

## Revenue Capacity

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## Demographic and Economic Information

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City of Ridgeland

**Table 1**

**General Governmental Expenditures by Function**

Last Ten Fiscal Years

(amounts expressed in thousands)

Fiscal Year	General Government	Public Safety	Public Works	Sanitation	Health and Welfare	Culture and Recreation	Economic Development	Capital Outlay	Debt Service	Total
2006	2,343	9,084	3,542	890	45	1,806	4	13,883	3,509	35,106
2007	2,465	10,488	2,841	896	56	1,959	313	5,698	3,732	28,448
2008	2,560	11,064	3,998	944	50	2,302	112	7,261	4,939	33,230
2009	2,148	10,442	3,482	858	54	2,061	82	4,271	4,603	28,001
2010	2,558	11,074	3,411	1,043	29	2,112	70	3,962	4,133	28,392
2011	2,624	11,296	4,047	1,068	45	2,108	53	5,674	6,502	33,417
2012	2,553	10,707	3,554	1,190	39	2,090	38	1,231	8,193	29,595
2013	2,500	11,139	3,714	1,195	31	2,184	50	7,846	5,877	34,536
2014	2,710	12,044	4,695	1,197	50	2,377	50	6,844	4,913	34,880
2015	2,960	12,918	4,676	-	55	2,191	-	8,023	4,517	35,340

City of Ridgeland

Table 2

**General Revenues by Source  
Last 10 Fiscal Years**

(amounts expressed in thousands)

Fiscal Year	Taxes	Licenses & Permits	Inter-Governmental Revenue	Charges for Services	Fines	Special Assessments	Interest Earned	Misc.	Total
2006	6,795	1,596	17,072	1,343	1,012	129	539	321	28,807
2007	17,598	1,420	4,175	1,588	1,125	36	1,108	912	27,963
2008	18,164	1,736	5,561	1,532	1,050	202	971	523	29,739
2009	18,522	1,478	1,858	1,562	1,290	8	581	212	25,511
2010	18,001	1,314	1,251	2,157	2,075	21	998	180	25,997
2011	20,255	1,440	1,551	1,780	1,442	74	286	130	26,958
2012	20,584	1,416	2,702	1,797	1,316	44	361	193	28,413
2013	20,512	1,488	9,191	1,968	1,698	43	316	(234)	34,982
2014	20,152	1,652	7,863	2,142	1,241	46	242	190	33,528
2015	23,110	1,749	5,962	847	2,350	44	141	348	34,551

City of Ridgeland  
Table 3

**Fund Balance and Net Assets Information**  
**Last Ten Fiscal Years**

(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Governmental Funds Fund Balances</b>										
General Fund										
Reserved	\$2,483	\$1,454	\$1,340	\$1,397	\$514					
Unreserved	9,496	11,302	11,375	11,319	12,448					
Nonspendable						\$ 57	\$ 56	\$ 79	\$ 65	\$ 75
Restricted						455	330	263	248	301
Assigned						46	46	45	46	282
Unassigned						12,749	12,937	14,805	14,298	16,376
<b>Total General Fund</b>	<b>11,979</b>	<b>12,756</b>	<b>12,715</b>	<b>12,716</b>	<b>12,962</b>	<b>13,307</b>	<b>13,369</b>	<b>15,192</b>	<b>14,657</b>	<b>17,034</b>
<b>All Other Governmental Funds</b>										
Reserved					\$525					
Unreserved, reported in:										
Special Revenue Funds	\$ 434	\$ 358	\$ 270		449					
Capital Projects Funds	467	8,727	5,590	\$ 3,025	291					
Debt Service Funds	1,353	2,140	1,963	2,343	1,634					
Nonspendable						\$ 529	\$ 1,351	\$ 900	\$ 5,786	\$ 1,788
Restricted						1,397	11,945	5,638		
Assigned						96	92	78	69	94
<b>Total All Other Governmental Funds</b>	<b>\$2,254</b>	<b>\$11,225</b>	<b>\$7,823</b>	<b>\$5,368</b>	<b>\$2,899</b>	<b>2,022</b>	<b>13,388</b>	<b>6,616</b>	<b>5,855</b>	<b>1,882</b>
<b>Government-Wide Funds Position</b>										
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	\$164,732	\$160,918	\$157,935	\$174,407	\$180,216	\$176,163	\$177,810	\$185,396	\$183,960	\$191,730
Restricted	15,208	12,275	18,776	16,628	1,801	923	1,068	498	4,581	395
Unrestricted	(1,437)	11,710	12,324	2,266	4,729	8,097	7,283	9,088	13,993	(4,682)
<b>Total Governmental Activities</b>	<b>\$178,503</b>	<b>\$184,903</b>	<b>\$189,035</b>	<b>\$193,301</b>	<b>\$186,746</b>	<b>\$185,183</b>	<b>\$186,161</b>	<b>\$194,982</b>	<b>\$202,534</b>	<b>\$187,443</b>
Business-Type Activities:										
Net Investment in Capital Assets	\$12,138	\$4,481	\$7,869	\$12,294	\$13,540	\$17,548	\$17,901	\$18,747	\$20,515	\$20,214
Restricted	2,197	2,865	1,777	1,898	2,653	4,808	1,532	1,631	1,788	1,906
Unrestricted	4,567	13,059	12,116	9,561	9,957	7,489	9,487	9,036	6,115	3,504
<b>Total Business-Type Activities</b>	<b>\$18,902</b>	<b>\$20,405</b>	<b>\$21,762</b>	<b>\$23,753</b>	<b>\$26,150</b>	<b>\$29,845</b>	<b>\$28,920</b>	<b>\$29,414</b>	<b>\$28,418</b>	<b>\$25,624</b>
<b>Total Primary Government:</b>										
Net Investment in Capital Assets	\$176,870	\$165,399	\$165,804	\$186,701	\$193,756	\$193,711	\$195,711	\$204,143	\$204,475	\$211,944
Restricted	17,405	15,140	20,553	18,526	4,454	5,731	2,600	2,129	6,369	2,301
Unrestricted	3,130	24,769	24,440	11,827	14,686	15,586	16,770	18,124	20,108	(1,178)
<b>Total Primary Government</b>	<b>\$197,405</b>	<b>\$205,308</b>	<b>\$210,797</b>	<b>\$217,054</b>	<b>\$212,896</b>	<b>\$215,028</b>	<b>\$215,081</b>	<b>\$224,396</b>	<b>\$230,952</b>	<b>\$213,067</b>

\*Fund Balance information with respect to these categories for years 2006-2010 is unavailable before GASB 54 implementation.

City of Ridgeland

Table 4

Schedule of Changes in Net Position Last Ten Fiscal Years

(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses</b>										
Governmental activities:										
General government	\$2,187,137	\$2,692,248	\$3,007,277	\$3,028,618	\$3,199,279	\$4,521,154	\$3,228,505	\$2,553,006	\$3,879,850	\$3,643,081
Public safety	9,179,522	11,008,321	12,903,567	11,897,508	11,659,112	12,087,140	12,814,753	11,866,217	12,807,047	15,109,345
Public services	6,559,406	6,343,785	7,012,323	6,669,369	6,644,378	6,287,857	6,361,475	6,012,898	7,091,719	7,880,397
Sanitation	890,237	895,962	1,028,599	1,168,278	1,197,268	1,068,017	1,190,088	1,195,480	1,196,837	-
Culture and recreation	1,961,476	1,970,320	2,856,290	2,318,882	2,392,918	2,585,834	2,651,248	2,745,227	2,839,700	2,988,401
Interest on long-term debt	1,159,709	1,749,539	2,315,192	1,379,803	1,166,440	3,634,380	4,527,589	4,835,167	2,121,006	2,170,647
Pension expense	-	-	-	-	-	-	-	-	-	2,726,170
Total governmental activities expenses	21,937,487	24,660,175	29,123,248	26,462,458	26,259,395	30,184,382	30,773,658	29,207,995	29,936,159	34,518,041
Business-type activities										
Sanitation	-	-	-	-	-	-	-	-	-	1,277,597
Public utility	3,889,257	4,599,966	4,849,367	6,097,504	5,230,644	5,316,389	6,169,137	5,523,333	7,574,232	7,493,963
Total business-type activities expenses	3,889,257	4,599,966	4,849,367	6,097,504	5,230,644	5,316,389	6,169,137	5,523,333	7,574,232	8,771,560
Total primary government expenses	\$25,826,744	\$29,260,141	\$33,972,615	\$32,559,962	\$31,490,039	\$35,500,771	\$36,942,795	\$34,731,328	\$37,510,391	\$43,289,601
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$3,194,277	\$3,291,461	\$3,757,473	\$4,864,424	\$4,153,899	\$3,670,562	\$3,528,904	\$5,418,368	\$7,173,505	\$9,404,635
Public safety	-	-	-	-	425,878	65,181	6,924	24,983	8,717	1,401
Public services	581,085	111,855	140,088	137,110	241,992	222,472	235,415	357,404	303,753	308,029
Sanitation	802,343	874,048	846,801	950,764	988,514	1,024,248	1,046,418	1,071,152	1,285,936	-
Culture and recreation	309,858	264,542	343,741	322,090	305,115	339,400	337,168	309,528	311,413	280,972
Operating grants and contributions	601,744	783,887	1,002,075	265,170	197,840	325,835	167,048	229,503	276,108	197,880
Capital grants and contributions	4,902,603	2,320,673	3,305,020	221,610	340,748	227,263	439,969	7,125,223	4,739,523	4,512,968
Total governmental activities program revenues	10,391,910	7,646,466	9,395,198	6,761,168	6,653,986	5,874,961	5,761,846	14,536,161	14,098,955	14,705,885
Business-type activities:										
Charges for services:										
Sanitation	-	-	-	-	-	-	-	-	-	1,487,623
Public utility	4,017,816	5,125,787	5,205,288	6,236,767	7,401,968	6,284,449	5,651,266	6,079,849	6,412,550	6,918,799
Operating grants and contributions	-	-	-	-	-	-	668,479	44,795	-	-
Total business-type activities program revenues	4,017,816	5,125,787	5,205,288	6,236,767	7,401,968	6,284,449	6,319,745	6,124,644	6,412,550	8,406,422
Total primary government program revenues	\$14,409,726	\$12,772,253	\$14,600,486	\$12,997,935	\$14,055,954	\$12,159,410	\$12,081,591	\$20,660,805	\$20,511,505	\$23,112,307
<b>Net (Expense)/Revenue</b>										
Governmental activities	(\$11,545,577)	(\$17,013,709)	(\$19,728,050)	(\$19,701,290)	(\$19,605,409)	(\$24,309,421)	(\$25,011,812)	(\$14,671,834)	(\$15,837,204)	(\$19,812,156)
Business-type activities	128,559	525,821	355,921	139,263	2,171,324	968,060	150,608	601,311	(1,161,682)	(365,138)
Total primary government net expense	(\$11,417,018)	(\$16,487,888)	(\$19,372,129)	(\$19,562,027)	(\$17,434,085)	(\$23,341,361)	(\$24,861,204)	(\$14,070,523)	(\$16,998,886)	(\$20,177,294)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Intergovernmental/ unrestricted	\$10,396,863	\$10,618,743	\$10,807,261	\$11,074,804	\$11,281,550	\$10,193,709	\$10,360,517	\$11,423,850	\$11,288,762	\$13,786,999
Taxes										
Property taxes	6,297,064	7,003,460	7,382,045	7,474,340	6,745,223	10,088,629	10,254,456	9,176,327	8,694,556	9,362,114
Other taxes	1,115,955	994,135	1,113,787	1,221,927	554,151	586,236	613,215	606,549	615,353	632,240
Unrestricted investment income	541,230	1,111,956	971,255	632,456	1,000,545	287,157	362,606	315,591	305,638	197,429
Other	2,718,745	3,930,647	3,586,289	2,027,489	1,999,810	1,605,181	4,282,234	1,836,331	2,485,790	615,352
Transfers	2,073,279	-	-	-	(30,172)	-	188,636	132,830	-	235,922
Total governmental activities	23,143,136	23,658,941	23,860,637	22,431,016	21,551,107	22,760,912	26,061,664	23,491,478	23,390,099	24,830,056
Business-type activities:										
Unrestricted investment income	93,381	382,856	568,053	569,710	242,779	167,933	76,918	52,352	39,477	55,531
Other	591,161	594,847	433,131	348,497	6,374	234,702	364,761	(26,105)	126,066	85,006
Transfers	(2,073,279)	-	-	-	30,172	-	(188,636)	(132,830)	-	(235,922)
Total business-type activities	(1,388,737)	977,703	1,001,184	918,207	279,325	402,635	253,043	(106,583)	165,543	(95,385)
Total primary government	\$21,754,399	\$24,636,644	\$24,861,821	\$23,349,223	\$21,830,432	\$23,163,547	\$26,314,707	\$23,384,895	\$23,555,642	\$24,734,671
<b>Change in Net Position</b>										
Governmental activities	\$11,597,559	\$6,645,232	\$4,132,587	\$2,729,726	\$1,945,698	(\$1,548,509)	\$1,049,852	\$8,819,644	\$7,552,895	\$5,017,900
Business-type activities	(1,260,178)	1,503,524	1,357,105	1,057,470	2,450,649	1,370,695	403,651	494,728	(996,139)	(460,523)
Total primary government	\$10,337,381	\$8,148,756	\$5,489,692	\$3,787,196	\$4,396,347	(\$177,814)	\$1,453,503	\$9,314,372	\$6,556,756	\$4,557,377

**Table 5**  
**Schedule of Changes in Fund Balance**  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues</b>										
Taxes	\$16,548,618	\$17,597,461	\$18,163,079	\$18,521,344	\$18,000,158	\$20,254,632	\$20,583,604	\$20,511,677	\$20,152,033	\$23,110,147
Licenses, fees, and permits	1,595,894	1,419,992	1,736,442	1,478,294	1,314,188	1,440,059	1,416,337	1,488,448	1,652,045	1,748,717
Fines and forfeitures	1,012,773	1,125,277	1,050,361	1,290,122	2,075,104	1,442,348	1,316,046	1,698,278	1,240,669	2,350,036
Charges for services	1,342,712	1,588,059	1,531,827	1,561,891	2,156,958	1,779,770	1,796,869	1,968,004	2,142,338	846,837
Special assessments	435,579	35,772	201,538	8,153	21,414	73,979	43,919	42,621	46,167	44,391
Investment income	537,435	1,107,856	971,255	580,684	997,867	285,530	360,911	315,591	241,628	140,780
Intergovernmental programs	6,792,695	4,175,971	5,561,136	1,858,438	1,251,199	1,551,487	2,701,903	9,191,025	7,862,968	5,961,847
Other revenue	315,514	912,479	523,324	211,902	180,270	130,579	193,389	(233,590)	190,068	348,531
Total Revenues	28,581,220	27,962,867	29,738,962	25,510,828	25,997,158	26,958,384	28,412,978	34,982,054	33,527,916	34,551,286
<b>Expenditures</b>										
General government	2,343,482	2,464,696	2,560,375	2,147,977	2,558,083	2,623,517	2,553,166	2,500,087	2,710,145	2,960,112
Public safety	9,083,830	10,488,241	11,063,579	10,441,797	11,074,286	11,296,516	10,707,423	11,138,804	12,043,861	12,918,312
Public services	3,542,019	2,841,097	3,998,179	3,482,375	3,411,014	4,047,142	3,554,013	3,713,614	4,695,409	4,675,717
Sanitation	890,237	895,962	943,901	858,470	1,043,360	1,068,017	1,190,088	1,195,480	1,196,837	-
Health and welfare	44,985	56,246	49,924	54,321	29,100	44,670	38,579	31,160	50,401	54,499
Culture and recreation	1,806,388	1,958,916	2,302,299	2,060,526	2,112,189	2,107,795	2,089,909	2,183,887	2,376,518	2,191,429
Economic development and assistance	3,996	313,204	112,247	81,879	69,405	53,000	37,500	50,000	50,299	0
Capital outlay	13,882,983	5,698,483	7,260,505	4,271,089	3,961,516	5,673,622	1,230,608	7,846,394	6,843,940	8,022,827
Debt service:										
Debt issuance cost and other										24,548
Interest	1,147,074	1,245,800	2,032,224	1,384,288	1,314,800	3,290,588	4,942,300	2,618,291	2,043,693	2,292,842
Principal	2,361,547	2,485,218	2,907,056	3,218,456	2,818,147	3,212,087	3,212,087	3,258,465	2,869,215	2,199,429
Total Expenditures	35,106,541	28,447,863	33,230,289	28,001,178	28,391,900	33,416,954	29,555,673	34,536,182	34,880,318	35,339,715
Excess of revenues over/ (under) expenditures	(6,525,321)	(484,996)	(3,491,327)	(2,490,350)	(2,394,742)	(6,458,570)	(1,142,695)	445,872	(1,352,402)	(788,429)
<b>Other Financing Sources (Uses)</b>										
Issuance of bonds/ loan proceeds	2,094,070	10,184,760	-	-	4,160,000	5,886,897	3,158,638	-	5,100,000	6,053,549
Payment to refunded debt escrow agent	-	-	-	-	(4,350,000)	-	113,662	-	-	(6,230,000)
Premium on bonds	-	-	-	-	273,400	-	(3,240,000)	-	-	175,874
Sale of assets	800	48,226	48,584	36,360	211,805	37,744	45,217	33,194	23,849	87,792
Inception of capital leases	-	-	-	-	-	-	-	-	-	80,000
Transfers from other funds	5,360,000	4,930,752	1,354,988	1,173,125	10,983,890	1,118,535	1,397,362	409,504	11,549,931	4,856,286
Transfers to other funds	-	(4,930,752)	(1,354,988)	(1,173,125)	(11,014,062)	(1,118,535)	(1,208,726)	(426,674)	(11,549,931)	(4,856,286)
Total other financing sources (uses)	7,454,870	10,232,986	48,584	36,360	265,033	5,924,641	266,153	16,024	5,123,849	167,215
Net change in fund balances	\$929,549	\$9,747,990	(\$3,442,743)	(\$2,453,990)	(\$2,129,709)	(\$533,929)	(\$876,542)	\$461,896	\$3,771,447	(\$621,214)
Debt service as a percentage of noncapital expenditures	16.53%	16.40%	19.02%	19.40%	16.92%	23.44%	28.79%	22.02%	17.52%	16.53%

City of Ridgeland

**Table 6**

**Property Tax Levies and Collections (1)**  
**Last Ten Fiscal Years**

(amounts expressed in thousands)

Fiscal Year	Total Levy	Current Collections	% Current Collected	Delinquent Collections	Total Tax Collections	Ratio Total Collected to Levy	Outstanding Delinquent Taxes	Ratio	
								Delinquent to Total	Levy
2006	6,386	6,372	99.8%	14	6,386	100.0%	14	0.22%	
2007	7,196	7,182	99.8%	14	7,196	100.0%	14	0.19%	
2008	7,573	7,356	97.1%	217	7,573	100.0%	217	2.87%	
2009	7,017	6,869	97.9%	148	7,017	100.0%	148	2.11%	
2010	7,454	7,268	97.5%	186	7,454	100.0%	186	2.50%	
2011	7,977	7,822	98.1%	155	7,977	100.0%	155	1.94%	
2012	7,862	7,667	97.5%	195	7,862	100.0%	195	2.48%	
2013	8,723	8,641	99.1%	82	8,723	100.0%	82	0.94%	
2014	8,961	8,817	98.4%	144	9,348	100.0%	144	1.61%	
2015	9,571	9,316	97.3%	255	9,571	100.0%	255	2.66%	

(1) Levy is established October 1 of year in which taxes are collected.

Source: Madison County Tax Collector office

City of Ridgeland  
Table 7

**Assessed and Actual Value of Property (1)**  
**Last Ten Fiscal Years**  
(amounts expressed in thousands)

Fiscal Year	REAL PROPERTY		PERSONAL PROPERTY		UTILITIES		VEHICLES		TOTALS		% Assessed Increase (Decrease)
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
2006	222,638	1,627,471	39,025	260,167	8,020	53,467	54,359	181,197	324,042	2,122,301	5.4%
2007	244,475	1,787,098	58,038	386,920	5,612	37,413	56,359	187,863	364,484	2,399,295	12.5% (2)
2008	255,521	1,867,844	63,575	423,833	6,515	43,433	57,710	192,367	383,322	2,527,477	5.2%
2009	270,611	1,978,151	53,656	357,707	6,490	43,267	56,210	187,367	386,967	2,566,491	1.0%
2010	294,179	2,150,431	60,092	400,613	6,645	44,300	51,891	172,970	412,807	2,768,315	6.7%
2011	311,607	2,277,829	65,939	439,593	5,218	34,787	49,283	164,277	432,047	2,916,486	4.7%
2012	315,729	2,307,961	51,047	340,313	5,613	37,420	48,298	160,993	420,687	2,846,687	-2.6%
2013	318,905	2,331,177	54,693	364,620	7,063	47,087	48,691	162,303	429,352	2,905,187	2.1%
2014	322,443	2,357,039	52,537	350,247	9,497	63,313	50,386	167,953	434,863	2,938,553	1.3%
2015	336,960	2,463,158	49,511	330,073	10,296	68,640	52,299	174,330	449,066	3,036,201	3.3%

(1) Assessment rates are as follows:

Real Property - Assessed at 10% of actual value for homeowner-occupied, 15% for all others.

Personal Property - Assessed at 15% of actual value.

Utilities - Assessed at 15% of actual value.

Vehicles - Assessed at 30% of actual value.

Above schedule uses estimated combined assessment ratio of 13.68% for real property.

(2) Large increase due in part to area annexed going on the tax rolls.

(3) The weighted average of all individual direct rates is 14.9%.

Source: Madison County Tax Assessor

City of Ridgeland  
**Table 8**  
**Property Tax Rates**  
**Direct and Overlapping Governments**  
 Last Ten Fiscal Years

Fiscal Year	City of Ridgeland			Madison County			School District			Grand Total Millage
	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	
2006	10.02	10.01	20.03	29.92	2.38	32.30	41.07	13.48	54.55	106.88
2007	10.02	10.01	20.03	29.23	3.07	32.30	41.07	13.48	54.55	106.88
2008	10.02	10.01	20.03	28.96	3.34	32.30	42.05	12.50	54.55	106.88
2009	10.02	10.01	20.03	32.27	3.36	35.63	42.05	12.50	54.55	110.21
2010	10.02	10.01	20.03	32.40	3.23	35.63	41.65	12.90	54.55	110.21
2011	11.27	8.76	20.03	32.36	3.27	35.63	40.99	13.56	54.55	110.21
2012	11.27	8.76	20.03	32.36	3.27	35.63	41.57	12.98	54.55	110.21
2013	11.27	8.76	20.03	34.86	3.27	38.13	43.55	11.00	54.55	112.71
2014	11.27	8.76	20.03	34.06	4.07	38.13	43.55	11.00	54.55	112.71
2015	11.27	8.76	20.03	34.06	4.07	38.13	45.55	9.00	54.55	112.71

Source: Madison County Tax Assessor's office

City of Ridgeland  
Table 9

Principal Taxpayers

Current and Nine Years Ago

(amounts expressed in thousands)

Taxpayer	2015			2006				
	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation
Renaissance at Colony Park, LLC	Lifestyle Center	\$ 10,010	1	2.52%				
Northpark Mall LP	Shopping Mall	8,195	2	2.07%		\$7,565	1	2.46%
200 Renaissance, LLC	Office Building	7,522	3	1.90%				
Energy Mississippi Inc.	Energy	6,798	4	1.71%				
300 Renaissance, LLC	Office Building	4,771	5	1.20%				
Cellular South (S3)	Phone	3,084	6	0.78%				
Trace Apartments, LP	Apartments	2,976	7	0.75%				
Legacy Park Apartments, LLC	Apartments	2,790	8	0.70%		2,918	2	0.95%
Southern Farm Bureau Casualty Insurance	Insurance	2,764	9	0.70%		2,570	4	0.83%
Natchez Trace - BH, LLC	Apartments	2,657	10	0.67%				0.00%
Jackson Residential Associates					Real Estate	2,579	3	0.84%
Colonial Realty, LP					Apartments	2,537	5	0.82%
Diversified Technology, Inc.					Technology	2,290	6	0.74%
Sunchase of Ridgeland, Ltd.					Apartments	2,226	7	0.72%
Mid-America Capital Partners, LP					Apartments	2,057	8	0.67%
Lowe's Home Centers, Inc.					Store	1,908	9	0.62%
Madison Apartments the LLC					Apartments	1,849	10	0.60%
Total taxable assessed value of 10 largest taxpayers		51,567		13.00%		\$28,499		9.25%
Total taxable assessed value of other taxpayers		345,200		87.00%		279,626		90.75%
Total taxable assessed value of all taxpayers		<u>\$396,767</u>		100.00%		<u>\$308,125</u>		100.00%

Source: Madison County Tax Assessor's Office

City of Ridgeland

**Table 10**

**Special Assessment Billings and Collections**

Last Ten Fiscal Years

Fiscal Year	Beginning Balance	Current Billing	Current Collection (1)	Ratio of Collection to Amount Due	Total Outstanding Assessments
2006	1,140,649	439,935	435,579	99%	1,145,622
2007	1,145,622	134,151	138,872	104%	1,006,750
2008	1,110,562	143,093	132,126	92%	978,436
2009	978,436	131,237	73,979	56%	904,457
2010	904,457	120,977	120,977	100%	783,480
2011	783,480	120,977	167,974	139%	615,506
2012	615,506	120,977	165,975	137%	449,531
2013	449,531	46,997	46,997	100%	402,534
2014	402,534	46,997	46,997	100%	355,537
2015	355,537	46,997	46,997	100%	308,540

(1) Includes prepayments

Source: City of Ridgeland

City of Ridgeland  
**Table 11**  
**Computation of Direct and Overlapping Bonded Debt (1)**  
 Current and Nine Years Ago  
 (amounts expressed in thousands)

Fiscal Year	Jurisdiction	(2) Net General Obligation Bonded Debt Outstanding	(3) Percentage Applicable to Ridgeland	Amount Applicable to Ridgeland
Direct:				
2015	City of Ridgeland	\$23,488	100.00%	\$23,488
Overlapping:				
2015	Madison County	91,521	37.40%	34,229
2015	Madison County Schools	<u>82,698</u>	37.40%	<u>30,929</u>
Total Overlapping		<u>174,219</u>		<u>65,158</u>
Total Direct & Overlapping		<u>\$197,707</u>		<u>\$88,646</u>
Direct:				
2006	City of Ridgeland	\$18,839	100.00%	\$18,839
Overlapping:				
2006	Madison County	58,295	37.40%	21,802
2006	Madison County Schools	<u>95,540</u>	37.40%	<u>35,732</u>
Total Overlapping		<u>153,835</u>		<u>57,534</u>
Total Direct & Overlapping		<u>\$172,674</u>		<u>\$76,373</u>

(1) Excludes general obligation bonds reported in the enterprise funds.

(2) Total bonded G.O. debt less amount in debt service funds for retirement of bonds.

(3) The percentage used for overlapping debt is based on population.

Source: Madison County School District, Madison County

City of Ridgeland

Table 12

**Ratios of Outstanding Debt by Type**

Last Ten Fiscal Years

(amounts expressed in thousands)

Fiscal Year	Governmental Activities					Business-type Activities					Total Primary Government	Percentage of Personal Income (a)	Per Capita
	General Obligation Bonds	Limited Obligation Bonds	Special Assessment Revenue Bonds	Other Debt	General Obligation Bonds	State Revolving Fund Loan	MS. Dev. Bank Line of Credit	Other	MS. Dev. Bank Line of Credit				
2006	18,454	5,360	819	1,278	576	1,352	1,970	-	1,970	29,809	4.89%	1,404	
2007	26,912	5,035	713	1,118	9,403	1,246	1,832	-	1,832	46,259	6.56%	2,144	
2008	24,537	4,693	595	955	9,018	1,136	1,748	-	1,748	42,682	4.90%	1,828	
2009	22,055	4,327	295	788	8,615	2,390	1,609	-	1,609	40,079	4.43%	1,754	
2010	19,720	-	265	7,559	8,300	5,081	3,528	-	3,528	44,453	5.50%	2,048	
2011	23,519	-	230	6,617	11,566	4,364	-	-	-	46,296	5.33%	1,925	
2012	20,834	-	195	5,853	11,036	4,074	-	-	1,613	43,605	5.05%	1,773	
2013	18,004	-	160	5,459	10,475	3,776	-	-	1,522	39,396	4.39%	1,605	
2014	20,675	-	120	5,059	9,905	3,468	-	-	1,428	40,655	4.64%	1,653	
2015	18,636	-	80	4,772	8,979	3,151	-	-	1,331	36,949	4.25%	1,525	

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(a) See Table 18 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

City of Ridgeland  
**Table 13**

**Legal Debt Margin Information**

Last Ten Fiscal Years

(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Assessed Value of Property	\$324,042	\$364,484	\$383,322	\$386,967	\$412,807	\$432,047	\$420,687	\$429,352	\$434,863	\$449,066
Debt Limit, 15% of Assessed Valuation	48,606	54,673	57,498	58,045	61,921	64,807	63,103	64,403	65,229	67,360
Amount of Debt Applicable to Limit:										
General Long-Term Debt	25,911	33,778	30,780	27,465	27,544	30,366	26,882	23,623	25,854	23,488
G.O. Public Utility Bonds	576	9,403	9,018	8,615	8,300	11,566	11,036	10,475	9,905	8,979
Total Bonded Debt (a)	26,487	43,181	39,798	36,080	35,844	41,932	37,918	34,098	35,759	32,467
Less:										
Special Assessment Bonds	819	713	595	295	265	230	195	160	120	80
G. O. Public Utility Bonds	576	9,403	9,018	8,615	8,300	11,566	11,036	10,475	9,905	8,979
Total Excluded (b)	1,395	10,116	9,613	8,910	8,565	11,796	11,231	10,635	10,025	9,059
Total Net Debt Applicable to Limit (a)-(b)	25,092	33,065	30,185	27,170	27,279	30,136	26,687	23,463	25,734	23,408
Legal Debt Margin	\$23,514	\$21,608	\$27,313	\$30,875	\$34,642	\$34,671	\$36,416	\$40,940	\$39,495	\$43,952
Total Net Debt Applicable to the Limit as a percentage of debt limit	51.62%	60.48%	52.50%	46.81%	44.05%	46.50%	42.29%	36.43%	39.45%	34.75%

City of Ridgeland  
Table 14

**Ratio of Net General Obligation Debt to Assessed Value and  
Net General Obligation Bonded Debt Per Capita**

Last Ten Fiscal Years

(amounts expressed in thousands)

Fiscal Year	Estimated Population (1)	Assessed Valuation (2)	Gross Bonded Debt (3)	Less Debt Service Fund	Net Bonded Debt	Net Bonded Debt Per Capita (4)	Ratio of Net Bonded Debt to Assessed Value
2006	21.2	324,042	18,454	1,586	16,868	796	5.21%
2007	21.6	364,484	26,912	2,486	24,426	1,131	6.70%
2008	23.3	383,322	24,537	2,194	22,343	959	5.83%
2009	22.8	386,967	22,055	2,564	19,491	853	5.04%
2010	21.7	412,807	19,720	1,738	17,982	828	4.36%
2011	24.0	432,047	23,519	1,169	22,350	929	5.17%
2012	24.5	420,687	20,834	275	20,559	839	4.89%
2013	24.5	429,352	18,004	0	18,004	735	4.19%
2014	24.6	434,863	20,675	0	20,675	840	4.75%
2015	24.2	449,066	18,636	463	18,173	751	4.05%

(1) Bureau of the Census established 1990 and 2000 populations.

Interim figures are based on estimates by the Planning District and residential construction permits.

(2) From Table 7.

(3) General obligation bonds reported in the Enterprise Fund and Special Assessment debt have been excluded.

(4) Expressed in actual dollars.

City of Ridgeland  
**Table 15**

**Ratio of Annual Debt Service Expenditures for  
 General Obligation Bonded Debt to Total Governmental Expenditures (1)**

Last Ten Fiscal Years

(amounts expressed in thousands)

Fiscal Year	Principal		Interest		Total Debt Service		Total Governmental Expenditures		Ratio of Debt Service to General Governmental Expenditures	
2006	2,280		1,102		3,382		35,106		9.63%	
2007	2,110		592		2,702		28,448		9.50%	
2008	2,907		2,012		4,919		33,230		14.80%	
2009	3,218		1,384		4,602		28,001		16.44%	
2010	2,218		935		3,153		28,392		11.11%	
2011	3,212		3,194		6,406		33,417		19.17%	
2012	3,474		4,627		8,101		29,595		27.37%	
2013	3,258		2,606		5,864		34,536		16.98%	
2014	2,869		1,916		4,785		34,880		13.72%	
2015	2,199		2,293		4,492		35,340		12.71%	

(1) Includes Special Assessment Bonds. General Obligation bonds reported in the Enterprise Fund have been excluded.

City of Ridgeland

**Table 16**

**Construction Activity (1)**

Ten-Year Period Ending September 30, 2015  
(amounts expressed in actual dollars)

Calendar Year	Non-Residential		Residential Increase		Alterations	Total Value	% Change
	Number of Permits	Value	Number of Permits	In Family Units			
2006	43	44,718,856	96	96	9,189,065	78,263,191	3.3%
2007	82	113,835,355	64	85	13,705,514	150,701,998	92.6%
2008	52	98,851,015	51	51	34,013,832	158,814,572	5.4%
2009	23	8,346,951	92	15	24,531,298	42,883,152	-73.0%
2010	121	35,232,777	98	22	3,194,853	48,136,502	12.3%
2011	123	32,456,381	132	24	1,976,448	46,308,729	-3.8%
2012	104	17,876,323	196	35	2,706,690	38,951,513	-15.9%
2013	142	31,872,286	143	35	2,866,873	49,513,506	27.1%
2014	120	35,128,920	202	77	4,225,193	69,009,544	39.4%
2015	100	29,085,782	207	89	2,516,427	65,207,771	-5.5%

(1) Source: City of Ridgeland Building Permit Section

City of Ridgeland  
Table 17

**Property Value and Construction**  
Last Ten Calendar Years  
(amounts expressed in thousands)

Fiscal Year	Real Property Value (2)	Non-Residential Construction (1)		Residential Construction (1)		Additions/Alterations (1)	
		Number of Units	Value	Number of Units	Value	Number of Units	Value
2006	1,627,471	43	44,719	96	24,355	158	9,189
2007	1,787,098	82	113,835	85	23,161	209	13,706
2008	1,867,844	52	98,851	51	25,950	*	34,014
2009	1,978,151	23	8,347	15	10,005	93	24,531
2010	2,150,431	121	35,233	22	9,709	76	3,195
2011	2,277,829	123	32,456	24	11,876	108	1,976
2012	2,307,961	104	17,876	35	18,369	161	2,707
2013	2,331,177	142	31,872	35	14,774	108	2,867
2014	2,357,039	120	35,129	77	29,655	125	4,225
2015	2,463,158	100	29,086	89	33,606	118	2,516

(1) From Table 16

(2) Total estimated actual value from Table 7

Source: City of Ridgeland

\* 2008 information was not available at the time this report was prepared

City of Ridgeland  
**Table 18**

**Demographic and Economic Statistics**  
 Last Ten Calendar Years

Calendar Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income		Median Age	County School Enrollment	Unemployment Rate
			Personal Income	Per Capita Personal Income			
2006	21,237	609,587	28,704	31.9	10,658	4.7%	
2007	21,577	705,028	32,675	33.9	10,777	4.5%	
2008	23,347	871,170	37,314	33.5	10,896	5.8%	
2009	22,849	904,957	39,606	32.0	11,487	6.3%	
2010	21,708	807,538	37,200	34.4	11,575	5.7%	
2011	24,047	869,299	36,150	34.4	12,159	7.6%	
2012	24,596	863,147	35,093	34.4	11,811	6.5%	
2013	24,542	898,360	36,605	34.2	12,182	6.3%	
2014	24,592	876,852	35,656	35.1	12,506	5.3%	
2015	24,221	868,783	35,869	33.7	12,772	4.2%	

Source: U. S. Census Bureau  
 Mississippi Development Authority  
 Economic and Community Development Section  
 U. S. Labor Bureau Statistics

City of Ridgeland

**Table 19**

**Education Related Information**

Last 10 Fiscal Years

Fiscal Year	Elementary Schools	Middle Schools	High Schools	Vocational Schools	Junior College	Total County Enrollment
2006	2	1	1	1	1	10,658
2007	2	1	1	1	1	10,777
2008	2	1	1	1	1	10,896
2009	2	1	1	1	1	11,487
2010	2	1	1	1	1	11,575
2011	2	1	1	1	1	12,159
2012	2	1	1	1	1	11,811
2013	2	1	1	1	1	12,182
2014	2	1	1	1	1	12,506
2015	2	1	1	1	1	12,772

Source: City of Ridgeland

City of Ridgeland

**Table 20**

**Principal Employers**

Current and Nine Years Ago

<u>Employer</u>	2015			2006		
	<u>Employees</u>	<u>Rank</u>	Percentage of Total Employment	<u>Employees</u>	<u>Rank</u>	Percentage of Total Employment
C-Spire	660	1	32.35%			
Madison County Schools	457	2	22.40%			
Butler, Snow	335	3	16.42%			
Bankplus	330	4	16.18%			
Wal-Mart Superstore	258	5	12.65%			
Total	<u>2,040</u>		<u>100%</u>			

This information was not available from the city at the release date of this report.

Source: City of Ridgeland, Individual companies

City of Ridgeland

**Table 21**  
**Full-time Equivalent Government Employees By Function**  
 Last Ten Calendar Years

Function/Program	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General government	42	42	42	42	22	15	15	15	18	18
Public safety (1)	147	147	147	151	159	156	151	152	143	143
Public services	60	60	60	60	71	83	59	62	60	56
Culture and recreation	13	13	13	13	14	12	13	13	14	12
<b>Total</b>	<b>262</b>	<b>262</b>	<b>262</b>	<b>266</b>	<b>266</b>	<b>266</b>	<b>238</b>	<b>242</b>	<b>235</b>	<b>229</b>

Source: City of Ridgeland

Notes:

(1) Includes Fire and Police

City of Ridgeland  
**Table 22**  
**Operating Indicators by Function**  
 Last Ten Fiscal Years

Function/Program	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>General government</b>										
Building permits issued*	307	322	285	300	255	219	115	103	146	139
Building inspections conducted										
<b>Public safety</b>										
Police										
Arrests	3,619	3,817	3,735	3,393	3,447	3,302	3,730	3,511	2,664	2,463
Traffic violations	15,738	12,266	11,968	12,980	14,734	11,971	14,277	11,987	12,095	10,895
Parking violations	86	100	103	96	81	106	118	169	183	127
Fire										
Number of emergency calls answered	2,968	2,642	2,697	2,022	2,030	2,348	2,245	2,231	2,198	2,003
Number of inspections conducted	662	615	476	639	900	866	1,037	540	608	710
Fire insurance rating	5	5	5	5	5	5	5	5	5	5
<b>Public services</b>										
Centerline miles of road maintained:										
City	227	225	223	142	140	140	140	**	**	**
Street resurfacing (miles)	**	**	**	**	**	**	**	**	**	**
Potholes repaired	**	**	**	**	**	**	**	**	**	**
<b>Sanitation</b>										
Water										
Service connections	8828	8470	8478	7712	7720	7720	7,720	7,831	7,831	7,831
Water main breaks					6	6	3	**	**	**
Average daily consumption (thousands of gallons)	3,800	3,800	3,800	3,800	3,800	3,800	3,800	4,000	4,000	4,000
Number of fire hydrants	987	948	940	940	935	910	870	860	860	860
Sewer										
Average daily sewage treatment (thousands of gallons)	***	***	***	***	***	***	***	***	***	***
<b>Culture and recreation</b>										
Library										
Volumes in collection	**	**	**	**	**	**	**	**	**	**
Total volumes borrowed	**	**	**	**	**	**	**	**	**	**
Parks										
Athletic field permits issued	**	**	**	**	**	**	**	**	**	**

# The number of inspections through year 2003 counted individual offices in large office buildings as a single inspection. After 2003, the large office building was counted as a single inspection.  
 \* Totals include Residential and Nonresidential  
 \*\* This information was not available at the time this report was prepared.  
 \*\*\* Entire sanitary sewer is treated by the City of Jackson, therefore there are no figures for average daily sewage treatment.

Source: City of Ridgeland

City of Ridgeland  
**Table 23**  
**Capital Assets Indicators by Function**  
 Last Ten Fiscal Years

Function/Program	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Public safety</b>										
Police										
Number of stations	1	1	1	1	1	1	1	1	1	1
Zone offices	-	-	-	-	-	-	-	-	-	-
Patrol units	75	74	68	70	71	64	62	61	56	58
Fire										
Number of stations	4	4	4	4	4	4	4	4	4	4
<b>Public services</b>										
Street miles	230	239	233	164	162	162	162	162	162	162
Street Lights	1,325	1,325	1,320	1,250	1,248	1,200	1,200	1,200	1,200	1,200
Traffic Signals	49	44	42	42	42	42	42	40	40	39
<b>Sanitation</b>										
Water										
Water mains (miles)	200	175	166	166	165	165	155	150	150	150
Storage capacity (thousands of gallons)	3,300	3,300	3,300	3,300	3,300	3,300	2,800	2,800	2,800	2,800
Sewer										
Sanitary sewers (miles)	220	195	191	191	190	190	180	180	**	**
Storm sewers (miles)	155	155	150	150	150	150	150	150	**	**
Treatment capacity (thousands of gallons)	*	*	*	*	*	*	*	*	*	*
Refuse collection	N/A									
Collection trucks										
<b>Culture and recreation</b>										
Number of Parks	5	5	5	5	5	5	5	5	5	5
Park Acreage	250	250	250	250	250	250	250	250	250	250
Golf Courses	-	-	-	-	-	-	-	-	-	-
Community Centers	1	1	1	1	1	1	1	1	1	1
Recreational Trail Miles	17	17	7	7	7	7	7	**	**	**

Notes: No capital assets indicators are available for the General Government function.

\* Entire sanitary sewer is treated by the City of Jackson, therefore no treatment capacity necessary.

\*\* The information was not available at the time this report was prepared.

Source: City of Ridgeland

City of Ridgeland  
**Table 24**  
**Miscellaneous Statistics**

Date of Incorporation	1899	Average selling price of homes	\$173,000
Form of Government	Mayor/Aldermen	Median income-- household	\$55,012
Population (Estimated Census)	24,592		
Area in square miles	21	Major highways:	1
Number of employees (excluding police and fire):			
Classified	81	Railroads:	Canadian Nt. - Illinois Central
Exempt	34		
City of Ridgeland facilities and services:		Nearest commercial airport:	Jackson International, 18 miles
Culture and Recreation:			Runway length 8,500 feet
Ballfields	11		
Tennis Courts	17	Nearest general airport:	Bruce Campbell Field, 3 miles
Soccer Fields	8		Runway length 4,444 feet
Police Protection:			
Number of sworn officers	71	Nearest full-service port:	Port of Vicksburg, 55 miles
Number of residents per sworn officer	328		Name of waterway - Mississippi River
Water System:			
Maximum capacity in gallons per minutes	6,166		
Other Statistics:			
Percentage of Population (> 25 yrs.) with at least			
High school diploma	93.6%		
Bachelor's degree	48.8%		

Source:  
City of Ridgeland  
U. S. Census Bureau

## REPORTS ON INTERNAL CONTROL AND COMPLIANCE

FORTENBERRY & BALLARD, PC  
CERTIFIED PUBLIC ACCOUNTANTS

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

Mayor and Board of Aldermen  
City of Ridgeland, Mississippi

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Ridgeland, Mississippi's basic financial statements, and have issued our report thereon dated March 30, 2016.

**Internal Control Over Financial Reporting**

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

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

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

## **Compliance and Other Matters**

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

## **Purpose of this Report**

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

*FORTENBERRY & BALLARD, PC*

Fortenberry & Ballard, PC  
March 30, 2016

Certified Public Accountants

FORTENBERRY & BALLARD, PC  
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Mayor and Board of Aldermen  
City of Ridgeland, Mississippi

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

We have audited the City of Ridgeland, Mississippi's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City of Ridgeland, Mississippi's major federal program for the year ended September 30, 2015. The City of Ridgeland, Mississippi's major federal program is identified in the summary of the auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City of Ridgeland, Mississippi's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

## Opinion on Each Major Federal Program

In our opinion, the City of Ridgeland, Mississippi complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2015.

## Report on Internal Control Over Compliance

Management of the City of Ridgeland, Mississippi is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Ridgeland, Mississippi's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Fortenberry & Ballard, PC

Fortenberry & Ballard, PC  
March 30, 2016

Certified Public Accountants

FORTENBERRY & BALLARD, PC  
CERTIFIED PUBLIC ACCOUNTANTS

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

Mayor and Board of Aldermen  
City of Ridgeland, Mississippi

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi as of and for the year ended September 30, 2015, which collectively comprise the City of Ridgeland's basic financial statements and have issued our report dated March 30, 2016. 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 all state laws and regulations was not an objective of our audit and, accordingly, we do not express such an opinion.

The results of those procedures and our audit of the basic financial statements disclosed no material instances of noncompliance with state laws and regulations.

This report is intended solely for the information and use 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 these specified parties. However, this report is a matter of public record and its distribution is not limited.

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC  
March 30, 2016

Certified Public Accountants

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS

## City of Ridgeland, Mississippi

### Schedule of Findings and Questioned Costs For the Year Ended September 30, 2015

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

##### Financial Statements:

- |    |   |                |
|----|---|----------------|
| 1. | Type of auditor's report issued:                      | Unmodified     |
| 2. | Internal control over financial reporting:            |                |
|    | a. Material weakness(es) identified?                  | No.            |
|    | b. Significant deficiency(ies) identified?            | None reported. |
| 3. | Noncompliance material to financial statements noted? | No.            |

##### Federal Awards:

- |    |  |               |
|----|--|---------------|
| 4. | Internal control over major programs:  |               |
|    | a. Material weakness(es) identified?   | No.           |
|    | b. Significant deficiency(ies) identified?   | None reported |
| 5. | Type of auditor's report issued on compliance for major programs:  | Unmodified.   |
| 6. | Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? | No.           |
| 7. | Identification of major programs:  |               |
|    | CFDA 20.205 - Highway Planning and Construction  |               |
| 8. | Dollar threshold used to distinguish between Type A and Type B programs:   |               |
|    | \$300,000.   |               |
| 9. | Auditee qualified as a low-risk auditee?   | Yes.          |

## Section II: Financial Statements Findings

The results of our tests did not disclose any findings related to the financial statements that are required to be reported under *Government Auditing Standards*.

## Section III: Federal Award Findings and Questioned Costs

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