



CITY OF RIDGELAND, MISSISSIPPI

Annual Comprehensive Financial Report
For the Fiscal Year Ended
September 30, 2021

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

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INTRODUCTORY SECTION (UNAUDITED)

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.



March 30, 2022

To the Citizens of the City of Ridgeland, Mississippi:

It is our pleasure to submit the Annual Comprehensive Financial Report (ACFR) of the City of Ridgeland, Mississippi, for the fiscal year ended September 30, 2021. 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.

Haddox Reid Eubank Betts PLLC, 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 28 square miles, the City has grown rapidly since 1980. The City of 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, 2020 is 24,104.

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.

mailing address: p.o. box 217 • ridgeland, ms 39158
street address: 100 west school street • ridgeland, ms 39157
ph: 601.856.7113 • www.ridgelandms.org

Gene F. McGee, cmo - mayor • Paula W. Tierce, phr - city clerk / human resources director

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

Profile of the Government - continued:

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 2025.

Accounting System and Budgetary Control

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 outlay. 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 2021. The City issued building permits in 2021 with a construction value of over \$106 million.

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 the original opening of Northpark mall, with an associated increase in residential construction. Northpark mall announced a \$25 million renovation in 2017 that was completed in 2019. This renovation includes new interior finishes, new interior lighting, an expanded food court, new entrance features, new parking lot LED lighting, and a repaved parking lot. Now that it is complete, the mall has a brand new feel with a modern style with Southern charm and is expected to boost values and leases in the area. Northpark mall ownership group purchased the adjacent movie theater, signed a lease agreement with B&B Theater, and has substantially renovated the facility to modernize with state of the art technology and furnishings. B&B Theater is a luxury multi-screen theater that offers the latest in sound and comfort and includes a MX4D motion EFX auditorium.

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 Nissan growth was accompanied by second-tier supplier growth and many more associated jobs.

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 multi-phased development with 780,000 square foot retail, restaurant, and office development that is adjacent to several mid-rise office buildings. The first phase of Renaissance is home to 400,000 square feet of retail, restaurant and office businesses. The second phase of the Renaissance,

Factors Affecting Financial Condition - continued:

includes an additional 80,000 square feet of retail, restaurants and a boutique movie theater. The third phase of Renaissance is anchored by a 150,000 square foot Costco and includes a Walk-On's restaurant which opened September 2021, and an 8,000 square foot retail building that includes an X-Finity store that opened May 2021. Additional building sites for 150,000 square feet of retail and restaurant space are available in Renaissance Phase 3. Renaissance Phase 4 includes a Costco Fuel Center and is expected to become a location for several convenience-related uses over the 9-acre phase. A Wendy's restaurant opened in 2020 and a Chick-fil-a restaurant opened March 2022. In addition, several neighborhoods have developed around the Parkway. The Township continues to grow with the construction of a new Marriott AC Hotel and is planning a new Autograph by Marriott Hotel and conference center and civic space. The Highland Colony Parkway corridor remains the fastest growing area of the City of Ridgeland.

The Interstate 55 corridor continues to grow with development. Horne LLP recently completed a 95,712-square foot Class A+ office building at the corners of I-55, Colony Park Boulevard and Sunnybrook Road.

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 USA Softball and other organizations. This led to the City of Ridgeland being selected to host the Men's and Women's USA Softball National Championship Softball Series at Freedom Ridge Park in 2018. This marks only the second time the event was held outside of USA Softball's headquarters in Oklahoma City, and on both occasions the City of Ridgeland was selected as the host site.

Ridgeland Recreation and Parks is also a nineteen-time recipient of USA Softball's James Ferrell Award of Excellence, awarded to cities annually for hosting the country's highest-rated softball tournaments. Ridgeland's Freedom Ridge Park was selected as the 2007 USA Softball National Complex of the Year. In 2018, Ridgeland Recreation and Parks designated space at Hite Wolcott Park to be used as a Miracle League Field. An existing field was renovated by the Miracle League of Central Mississippi into a new custom-designed field with accessible features.

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; local Mayor Award, Public Works Director Award, and Steward in the Mississippi Department of Environmental Quality's Enhance Program since 2011; Local Government Recycler of the Year 2011 and 2013 from the Mississippi Recycling Coalition; established and environmental policy 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

Major Initiatives - continued:

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 City 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 promoter 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.

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. 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 Lake Harbour Extension project. This project is estimated to cost approximately \$24 million. In 2019, the city issued \$19,960,000 in bonds for the continued construction of the City Center and improvements at Freedom Ridge and Wolcott parks. These projects are all complete.

The Mayor and Board of Aldermen continue to appropriate \$1,400,000 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 \$476,979,272, the City of Ridgeland's margin for further issuance of general obligation debt is \$31,156,536 as of September 30, 2021.

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 Acknowledgements

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 Annual Comprehensive Financial Report (ACFR) for the fiscal year ended September 30, 2020. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

Financial Awards and Acknowledgements - continued:

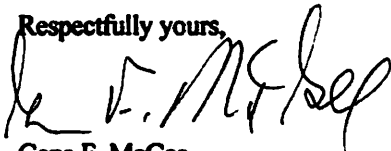
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. The reports must satisfy both generally accepted accounting principles and applicable legal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

A Certificate of Achievement is valid for a period of one year. This is the twenty-ninth consecutive year that the City of Ridgeland has 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 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.

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**

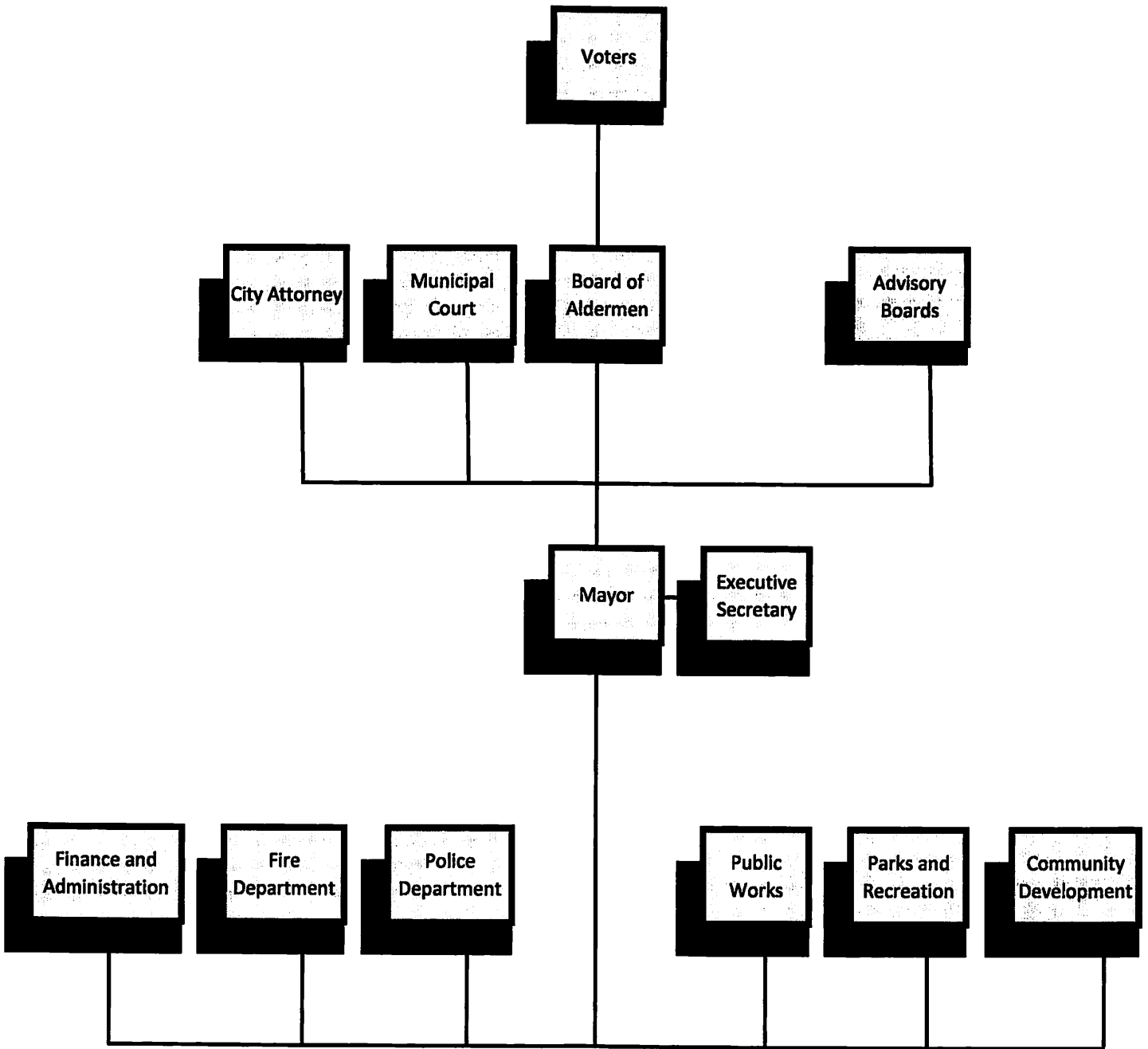
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2020

Christopher P. Morill

Executive Director/CEO

**CITY OF RIDGELAND
ORGANIZATION CHART**

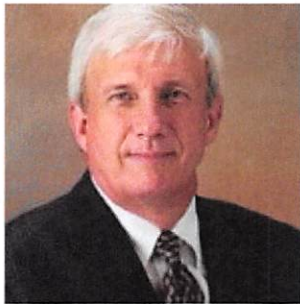


CITY OF RIDGELAND
LISTING OF CITY OFFICIALS
AS OF SEPTEMBER 30, 2021

Elected Officials



Gene F. McGee
Mayor



Ken Heard
Alderman - Ward 1



Chuck Gautier
Alderman - Ward 2



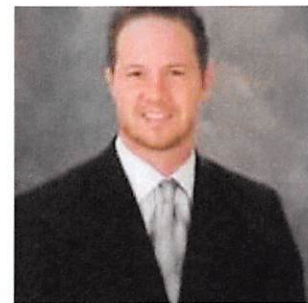
Kevin Holder
Alderman - Ward 3
Mayor Pro Tempore



Brian Ramsey
Alderman - Ward 4



William "Bill" Lee
Alderman - Ward 5



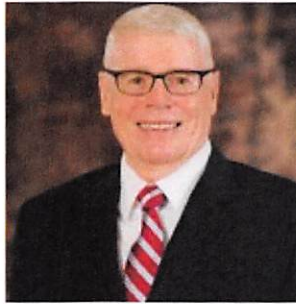
Wesley Hamlin
Alderman - Ward 6

CITY OF RIDGELAND

LISTING OF CITY OFFICIALS - CONTINUED:

AS OF SEPTEMBER 30, 2021

Elected Officials

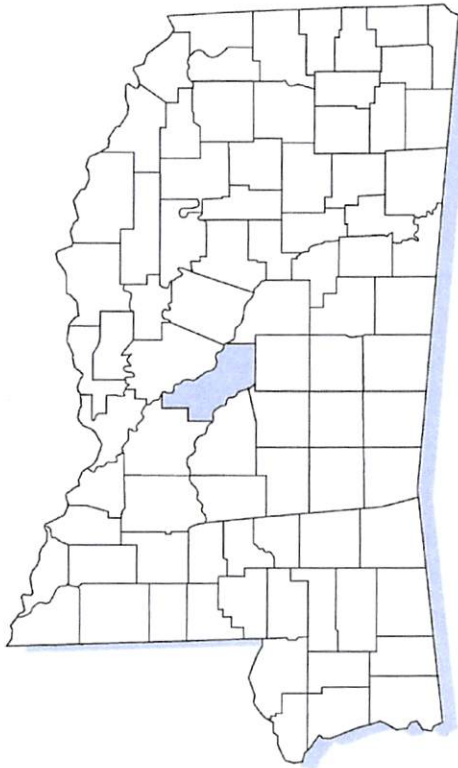


D.I. Smith
Alderman At Large

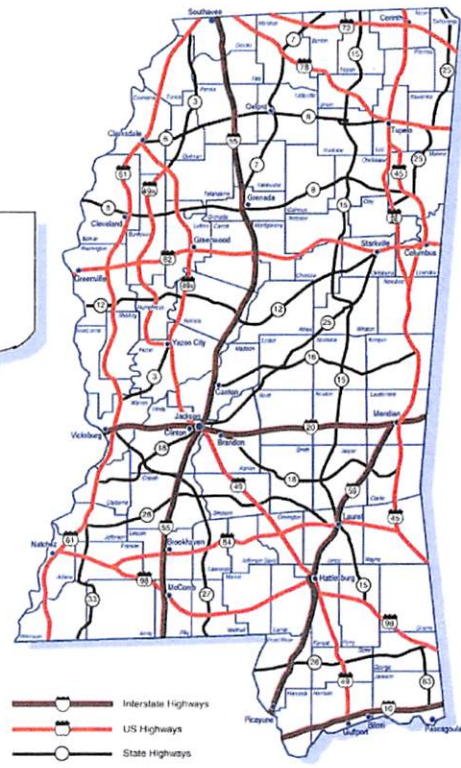
Appointed Officials

City Clerk	Paula W. Tierce
Public Works Director	John M. McCollum
Chief of Police	John Neal
Fire Chief	Matthew Bailey
Parks and Recreation Director	John Sidney North
Community Development Director	Alan Hart
City Attorney	Jerry L. Mills
City Judge	Hal McCarley
City Judge	Robert Camp
City Prosecutor	Boty McDonald

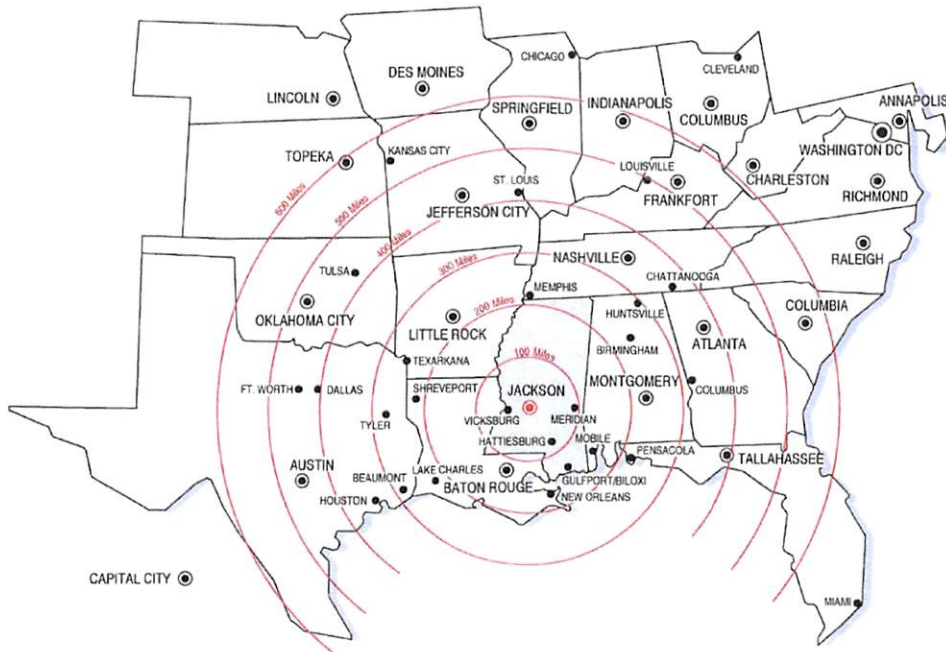
County Location



Federal/State Highways



Regional Map



FINANCIAL SECTION



CPAs & Advisors

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Board of Aldermen
City of Ridgeland
Ridgeland, Mississippi

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi, as of and for the year ended September 30, 2021, 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.

Auditor's Responsibility - continued:

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi, as of September 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 14 to 34, the Schedule of the City's Proportionate Share of the Net Pension Liability, the Schedule of the City's Contributions, and budgetary comparison information (Exhibits B1-B3) on pages 83 to 89 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 basic financial statements. The introductory section, combining and individual fund financial statements and schedules (Exhibits C-1 - C-22), supplemental information section (Schedules D-1 - D-3) and statistical section (Tables 1 - 25), are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, the supplemental information section, and the schedule of expenditures of federal awards 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 basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the supplemental information, and schedules and the schedule of expenditures for federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Matters - continued:

Other Information - continued:

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 Reports Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2022, 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 solely 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 the effectiveness of the City of Ridgeland, Mississippi's 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 the City of Ridgeland, Mississippi's internal control over financial reporting and compliance.

Haddox Reid Eubank Betts PLLC

Jackson, Mississippi
March 30, 2022

CITY OF RIDGELAND, MISSISSIPPI

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED SEPTEMBER 30, 2021

Our discussion and analysis of the City of Ridgeland's (the City) financial performance provides an overview of the City's financial activities for the year ended September 30, 2021. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers are also encouraged to review the financial statements and the notes to the financial statements to enhance their understandings of the City's financial performance.

FINANCIAL HIGHLIGHTS

- Total net position of the City increased \$3,717,331, as a result of this year's operations (\$3,590,786 increase in 2020).
- General revenues of the City account for \$31,849,970 or 65.09% of all revenues in 2021. General revenues accounted for \$27,829,137 or 60.5% of all revenues in 2020. Program specific revenues in the form of charges for services and grants and contributions accounted for \$17,079,670 or 34.91% of total revenues in 2021, compared with \$18,172,543 or 39.5% of total revenues in 2020.
- The City had \$45,212,309 in expenses, an amount which increased when compared with the \$42,410,894 in expenses for 2020; \$17,079,670 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$31,849,970 and \$27,829,137 were adequate to provide for these programs in 2021 and 2020, respectively.
- Among the major funds, the General Fund had \$27,031,413 in revenues and \$23,998,618 in expenditures. In 2020, the General Fund had \$24,026,222 in revenues and \$24,691,750 in expenditures. The General Fund's fund balance increased by \$3,406,268 from 2020 to 2021 and increased by \$494,941 from 2019 to 2020.
- The Public Utility Fund had \$6,977,574 in operating revenues and \$5,872,248 in operating expenses. Its decrease in net position after net non-operating expenses and transfers was \$929,260. Last year it reported \$6,961,629 in operating revenues and \$6,434,063 in operating expenses. The prior year decrease in net position was \$218,899 after net non-operating expenses, transfers, and capital contributions.
- Capital assets, net of accumulated depreciation, increased by \$4,375,900 in the governmental activities from 2020 to 2021. Capital assets, net of accumulated depreciation, increased by \$19,420,476 in the governmental activities from 2019 to 2020.
- Capital assets, net of accumulated depreciation, decreased by \$1,378,993 in the business-type activities from 2020 to 2021. Capital assets decreased by \$1,579,629 in the business-type activities from 2019 to 2020.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL HIGHLIGHTS - CONTINUED:

- Long-term debt increased by \$3,057,343 in the governmental activities from 2020 to 2021 as a result of the addition of a new tax incremental financing bonds of \$7,800,000 and new general obligations bonds of \$2,419,000. Long-term debt decreased by \$583,234 in the governmental activities from 2019 to 2020.
- Long-term debt decreased by \$1,154,940 in the business-type activities from 2020 to 2021. The decrease was attributed to current year principal payments on long-term debt. Long-term debt decreased by \$1,137,590 in the business-type activities from 2019 to 2020.

USING THE 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, Mississippi 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 AS A WHOLE

Statement of Net Position and 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 2021?" The Statement of Net Position and the Statement of Activities answer this question.

These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector companies. The accrual 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 for the 2021 fiscal year and changes in them. The City's net position - assets plus deferred outflows of resources less liabilities and deferred inflows of resources - is one way to measure the City's financial health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health

CITY OF RIDGELAND, MISSISSIPPI

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED SEPTEMBER 30, 2021

REPORTING THE CITY AS A WHOLE - CONTINUED:

Statement of Net Position and Statement of Activities - continued:

is improving or deteriorating. 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 the City's capital assets, will also need to be evaluated.

In the Statement of Net Position and the Statement of Activities, the City is divided into two types of activities:

- **Governmental Activities** - Most of the City's basic services are reported here which includes general government, police, fire, court services, public services, health and welfare, and culture and recreation. Property taxes, sales taxes, court fines and fees, and franchise fees finance most of these activities.
- **Business-Type Activities** - The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's public utility system, regional sewer system, and sanitation services are reported here.

Reporting the City's Most Significant Funds

Fund Financial Statements

The analysis of the City's major funds begins on page 37. The fund financial statements provide detailed information about the City's most significant funds - not the City as a whole. 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. Some funds are required to be established by State law, while others are established by the City to help control and manage money for a particular purpose. However, these fund financial statements focus on the City's most significant funds. The City's two types of funds - governmental and proprietary - utilize different accounting approaches.

Governmental funds - The majority of the City's basic services are reported in governmental funds, which focus on how money flows into and out of the individual 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 basis of 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 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 government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

REPORTING THE CITY AS A WHOLE - CONTINUED:

Reporting the City's Most Significant Funds - continued:

Fund Financial Statements - continued:

Governmental funds - continued:

The City of Ridgeland considers the General Fund, Debt Service Fund, Colony Park TIF Bond Debt Fund, City Center Fund, 2019 \$19.96M Bond Issue Fund, and Renaissance III TIF Bond Debt Fund to be major funds and, therefore, presents information on these funds separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances. Data from all other governmental funds are combined into a single, aggregated nonmajor fund presentation.

Proprietary funds - The City charges customers for certain services it provides. These services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds are identical to the business-type activities that are reported in the government-wide statements but provide more detail and additional information such as cash flows. The Internal Service Fund is utilized to report activities that provide services for the City's other programs and activities. Because these services benefit both governmental as well as business-type functions, their cost has been included in both the governmental and business-type activities in the government-wide financial statements.

The City of Ridgeland maintains three individual enterprise funds. The City uses enterprise funds to account for its public utility system, regional sewer system and sanitation services. The proprietary fund financial statements provide separate information for the Public Utility Fund, East Madison County Regional Sewer Fund, and Sanitation Fund.

FINANCIAL ANALYSIS OF THE CITY

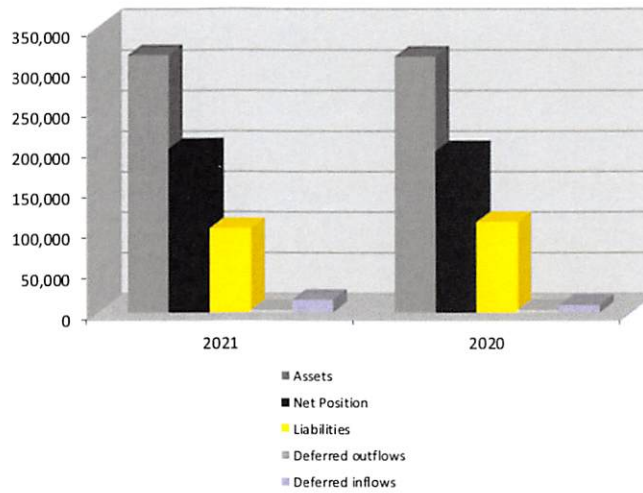
Over time the trend as well as the amount of net position may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$240,676,452 at September 30, 2021.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Governmental Activities

The following chart depicts the total amount of assets, deferred outflows, liabilities, deferred inflows and net position as of September 30, 2021 and 2020, in the governmental activities column of the government-wide financial statements. The amounts are expressed in thousands.



The largest portion of the City’s net position for governmental activities (\$191,904,266, or 95.3%) is 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.

Table 1 provides a summary of the City’s net position for governmental activities. The City’s net position for governmental activities was \$201,378,521 and \$198,912,048 as of September 30, 2021 and 2020, respectively.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Governmental Activities - continued:

(Table 1)
Condensed Statements of Net Position - Governmental Activities
At September 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>	<u>Change</u>
ASSETS:			
Current and other assets	\$ 53,833,352	56,976,627	-5.5%
Capital assets	<u>263,079,856</u>	<u>258,703,956</u>	1.7%
Total assets	<u>316,913,208</u>	<u>315,680,583</u>	0.4%
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows related to pension	<u>2,645,844</u>	<u>2,942,763</u>	-10.1%
Total deferred outflows of resources	<u>2,645,844</u>	<u>2,942,763</u>	-10.1%
LIABILITIES:			
Current liabilities	8,685,324	12,268,577	-29.2%
Noncurrent liabilities	<u>94,154,845</u>	<u>98,384,849</u>	-4.3%
Total liabilities	<u>102,840,169</u>	<u>110,653,426</u>	-7.1%
DEFERRED INFLOWS OF RESOURCES:			
Deferred property tax revenue	8,310,451	8,175,920	1.6%
Deferred inflows related to pension	<u>7,029,911</u>	<u>881,952</u>	697.1%
Total deferred inflows of resources	<u>15,340,362</u>	<u>9,057,872</u>	69.4%
NET POSITION:			
Net investment in capital assets	191,904,266	196,436,875	-2.3%
Restricted	16,219,271	13,403,766	21.0%
Unrestricted	<u>(6,745,016)</u>	<u>(10,928,593)</u>	38.3%
Total net position	\$ <u>201,378,521</u>	<u>198,912,048</u>	1.2%

In connection with the implementation of recent standards on accounting and financial reporting for pensions, management presents the following additional information related to governmental activities:

Total unrestricted net position (deficit)	\$ (6,745,016)
Less unrestricted deficit in net position resulting from implementation of GASB No. 68 and 71	<u>27,679,600</u>
Unrestricted net position, exclusive of the net pension liability effect	\$ <u>20,934,584</u>

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Governmental Activities - continued:

The Changes in Net Position for the years ended September 30, 2021 and 2020, are summarized in Table 2 below.

(Table 2)
Condensed Statements of Changes in Net Position - Governmental Activities
For the Years Ended September 30, 2021 and 2020

	2021	2020	Percentage Change
REVENUES:			
Program revenues:			
Charges for services	\$ 3,651,920	3,506,428	4.1%
Operating grants and contributions	668,744	107,051	524.7%
Capital grants and contributions	2,548,812	5,142,958	-50.4%
Total program revenues	<u>6,869,476</u>	<u>8,756,437</u>	-21.5%
General revenues:			
Property taxes	10,274,549	10,211,963	0.6%
Sales taxes	16,465,896	13,876,176	18.7%
Other revenues	5,022,618	2,246,507	123.6%
Total general revenues	<u>31,763,063</u>	<u>26,334,646</u>	20.6%
Total revenues	<u>38,632,539</u>	<u>35,091,083</u>	10.1%
EXPENSES:			
General government	4,724,919	4,821,187	-2.0%
Public safety	10,771,463	11,923,556	-9.7%
Court services	146,454	270,755	-45.9%
Public services	8,637,656	9,281,641	-6.9%
Health and welfare	132,405	114,565	15.6%
Culture and recreation	2,378,091	2,503,837	-5.0%
Economic development	7,253,182	-	100.0%
Interest on long-term debt	2,121,896	3,103,087	-31.6%
Total expenses	<u>36,166,066</u>	<u>32,018,628</u>	13.0%
CHANGES IN NET POSITION BEFORE TRANSFERS	2,466,473	3,072,455	-19.7%
TRANSFERS	<u>-</u>	<u>668,835</u>	100.0%
INCREASE IN NET POSITION	2,466,473	3,741,290	-34.1%
NET POSITION AT BEGINNING OF YEAR	<u>198,912,048</u>	<u>195,170,758</u>	1.9%
NET POSITION AT END OF YEAR	<u>\$ 201,378,521</u>	<u>198,912,048</u>	1.2%

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Governmental Activities - continued:

Governmental activities revenues increased \$3,541,456 from 2020 to 2021. The most significant changes resulted from the following:

- An increase of \$2,589,720 in sales tax revenue in 2021 compared with 2020.
- A decrease of \$2,594,146 in capital grants and contributions revenue in 2021 compared with 2020.
- An increase of \$3,477,357 in intergovernmental revenue.
- An increase of \$561,693 in operating grants and contributions.
- A decrease in interest and investment earnings of \$718,017.

Several revenue sources fund our governmental activities. The City's largest source of operating revenue was received from sales tax which accounted for 16,465,896 or 42.6% of total revenues; and property taxes accounted for \$10,274,549 or 26.6% of total revenues. Capital and operating grants and contributions amounted to \$2,548,812 or 8.3% of total revenues.

Governmental activities expenses increased \$4,147,438 from 2020 to 2021 which represents an 13.0% increase. Major expense activities include police and fire safety expenses accounting for 29.8% of the total program expenses, and public services expenses accounting for 23.9%. The City of Ridgeland is committed to providing the best services possible for its citizens.

The City of Ridgeland has worked very hard to increase our property tax base and our sales tax collections by being proactive with new businesses in our City and limiting increases in operating costs to the minimum amount necessary to provide essential services for each department. The ability of the City to continue to provide quality services without increasing taxes rests on the City management's ability to keep these costs in line.

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, sales tax, intergovernmental revenues, various permit fees, franchise taxes, fines, and other sources as indicated on the accompanying graphs and tables.

CITY OF RIDGELAND, MISSISSIPPI

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

General Government Functions - continued:

**Table 3
General Fund Revenues and Expenditures
For the Years Ended September 30, 2021 and 2020**

	2021	2020	Dollar Increase (Decrease)	Percent Increase (Decrease)
Revenues:				
Sales tax	\$ 15,139,232	12,469,510	2,669,722	21.4%
Property tax	5,734,767	5,756,696	(21,929)	-0.4%
Franchise fees	1,229,856	1,246,744	(16,888)	-1.4%
Licenses and permits	544,382	339,563	204,819	60.3%
Intergovernmental	2,248,508	1,772,890	475,618	26.8%
Charges for services	955,891	802,962	152,929	19.0%
Fines and forfeitures	931,289	1,043,223	(111,934)	-10.7%
Contributions	4,529	8,595	(4,066)	-47.3%
Investment and interest earnings	53,060	420,815	(367,755)	-87.4%
Other	189,899	165,224	24,675	14.9%
Total revenues	<u>27,031,413</u>	<u>24,026,222</u>	<u>3,005,191</u>	12.5%
Expenditures:				
General government	4,011,025	4,220,739	(209,714)	-5.0%
Public safety	10,563,422	10,490,481	72,941	0.7%
Court services	159,171	185,766	(26,595)	-14.3%
Public services	3,618,426	3,466,300	152,126	4.4%
Health and welfare	132,405	114,565	17,840	15.6%
Culture and recreation	1,953,480	1,861,237	92,243	5.0%
Capital outlay	3,317,911	4,296,960	(979,049)	-22.8%
Debt service	242,778	55,702	187,076	335.9%
Total expenditures	\$ <u>23,998,618</u>	<u>24,691,750</u>	<u>(693,132)</u>	-2.8%

General Fund 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 56.0% of General Fund revenues in fiscal year 2021, compared to 51.9% in fiscal year 2020. Sales tax collections in fiscal year 2021 were \$15,139,232, a 21.4% increase compared to the \$12,469,510

CITY OF RIDGELAND, MISSISSIPPI

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

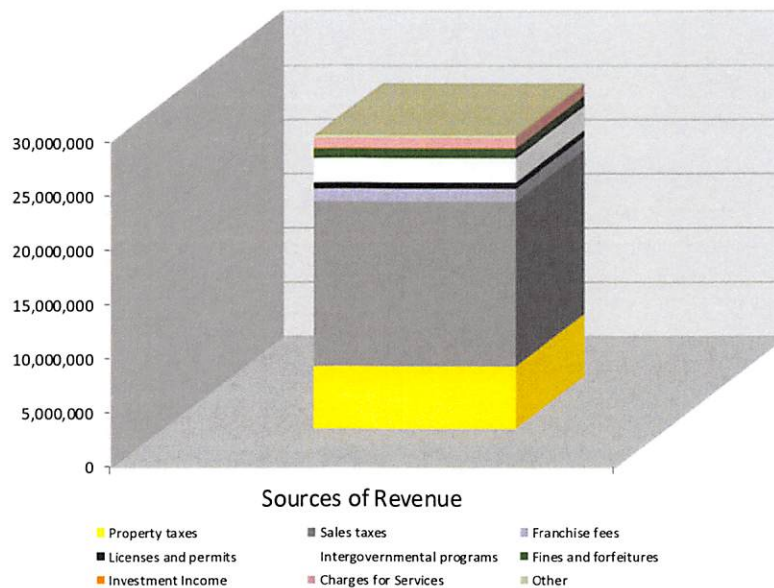
General Government Functions - continued:

General Fund Revenues - continued:

collected in 2020. Total General Fund operating revenues were \$27,031,413, an increase of \$3,005,191 compared to the prior year. The increase in current year revenues for General Fund is attributed to an increase in sales tax in the amount of \$2,669,722 along with an increase in intergovernmental revenue in the amount of \$475,618.

Assessed valuation within the City has increased 0.9% from fiscal year 2020. The City continues to attract residents and businesses alike. The following graph presents the City's sources of revenue for the General Fund.

General Fund 2021 Revenue Sources



CITY OF RIDGELAND, MISSISSIPPI

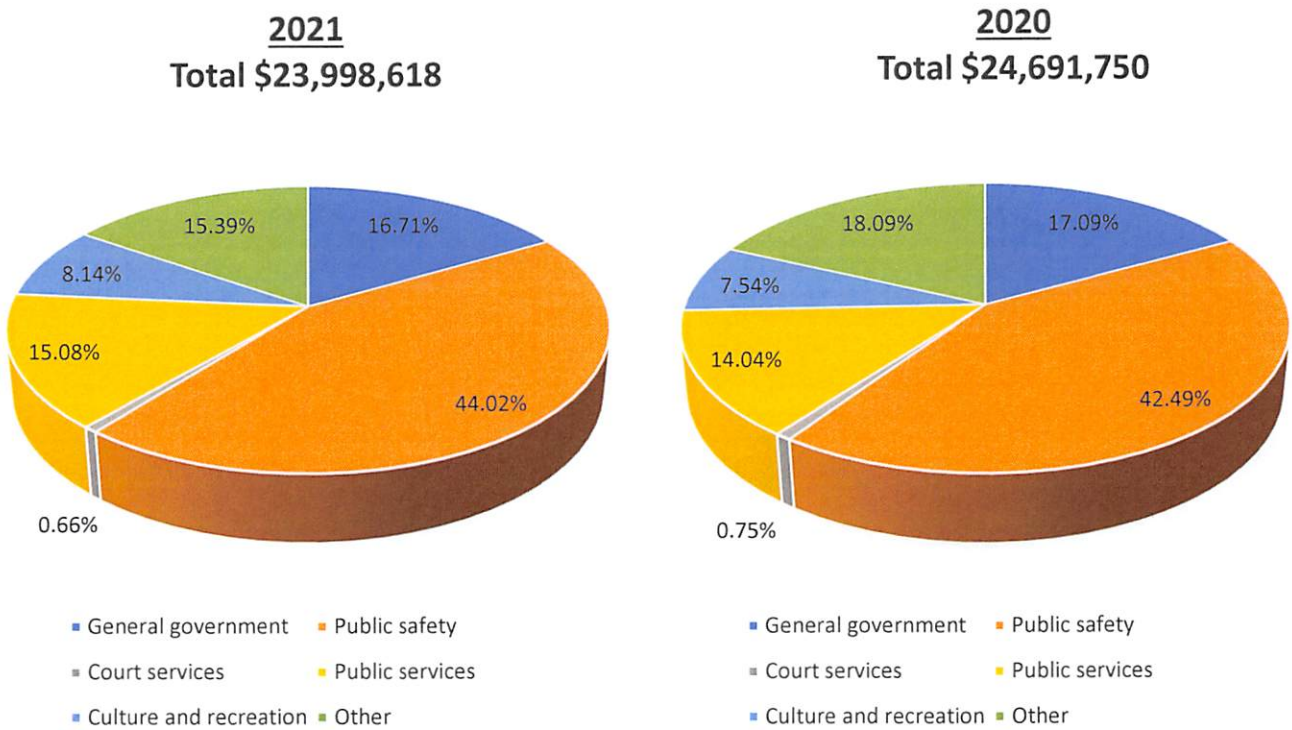
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

General Government Functions - continued:

General Fund Expenditures

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



General Fund operating expenditures decreased \$693,132 when compared to the prior year. Decreases in expenditures include a decrease in expenditures for capital outlay of \$979,049 due to a decrease in public safety equipment purchased in 2021.

CITY OF RIDGELAND, MISSISSIPPI

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

General Government Functions - continued:

General Fund Expenditures - continued:

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

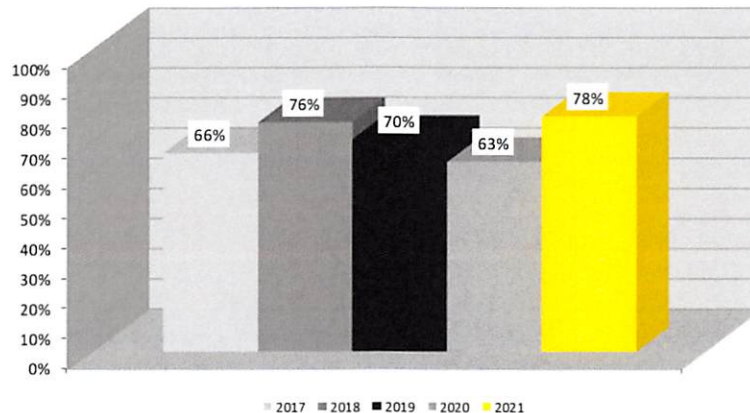
General Fund's Other Expenditures



Status of General 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, 2021 ending unassigned fund balance is \$18,754,505 which is 78.15% of the general fund operating expenditures.

Unassigned Fund Balance as a Percentage of Expenditures



CITY OF RIDGELAND, MISSISSIPPI

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

General Government Functions - continued:

Other Governmental Funds

As the City completed the year, its governmental funds reported a combined fund balance of \$33,398,468, a decrease of \$2,178,214. \$18,731,589 or 56.1% of the fund balance is classified as unassigned, which represents the residual classification of 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 \$14,666,879 or 43.9% is either nonspendable, restricted or assigned to indicate that it 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. This year the City of Ridgeland had a positive \$18,754,505 unassigned fund balance in the general fund, which constitutes 56.2% of the total fund balance in the governmental funds. The Other Nonmajor Funds had negative unassigned fund deficit of \$22,916. The Board of Aldermen passed a resolution in a previous year to maintain a fund balance of at least 45% of expenditures in the General Fund.

The increase in fund balance in General Fund was \$3,406,268. The increase in the fund balance of General Fund is attributed to an increase in sales tax in 2021 compared to 2020. The decrease in the fund balance of Debt Service Fund was \$281,350. The decrease in the fund balance of Debt Service Fund is the result of current year property tax and other revenue not exceeding the current year debt service requirements. The increase in the fund balance of Colony Park TIF Bond Fund was \$114,808. The increase in the fund balance of Colony Park TIF Bond Fund is the result of current year tax and other revenue exceeding current year debt service requirements. The City Center Fund reported a decrease in fund balance of \$4,831,412. The decrease is due to the bond proceeds in the prior year being spent on the project of \$5,676,541. The 2019 \$19.96M Bond Issue Fund decreased by \$164,334 as the result of capital outlay of \$159,305 for the year. Renaissance III TIF Bond had an increase of \$310,085. The increase can be contributed to bond proceeds received exceeding bond cost paid. Other non-major funds reported a decrease in fund balance of \$732,279. The decrease can be attributed to bond proceeds received during the prior year that were expended during the current year on capital projects.

Proprietary Funds

Ridgeland's proprietary operations consist of the Public Utility Fund, the Sanitation Fund, and the East Madison County Regional Sewer (EMCRS) Fund. The Public Utility Fund accounts for traditional water and sewer revenues and expenditures to construct and maintain a water and sewer system. 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 the Cities of 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 the City of Ridgeland monthly. The City of Ridgeland maintains the accounting records, forwards payments to the City of Jackson, and performs maintenance on the system.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Business-Type Activities

The Statements of Net Position for the years ended September 30, 2021 and 2020, are summarized in Table 4 below.

(Table 4)
Condensed Statements of Net Position
Business-Type Activities
At September 30, 2021 and 2020

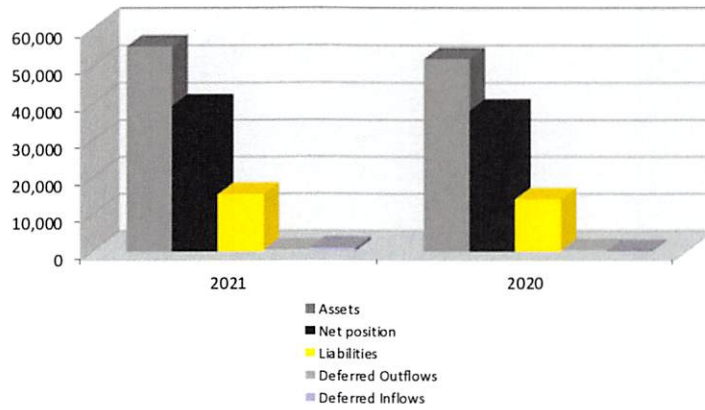
	<u>2021</u>	<u>2020</u>	<u>Percentage Change</u>
ASSETS:			
Current and other assets	\$ 18,287,424	13,615,493	34.3%
Capital assets	<u>36,930,121</u>	<u>38,309,114</u>	-3.6%
Total assets	<u>55,217,545</u>	<u>51,924,607</u>	6.3%
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows related to pension	<u>278,490</u>	<u>302,882</u>	-8.1%
Total deferred outflows of resources	<u>278,490</u>	<u>302,882</u>	-8.1%
LIABILITIES:			
Current liabilities	6,150,637	2,884,127	113.3%
Noncurrent liabilities	<u>9,307,529</u>	<u>11,205,514</u>	-16.9%
Total liabilities	<u>15,458,166</u>	<u>14,089,641</u>	9.7%
DEFERRED INFLOWS OF RESOURCES:			
Deferred inflows related to pension	<u>739,938</u>	<u>90,775</u>	715.1%
Total deferred inflows of resources	<u>739,938</u>	<u>90,775</u>	715.1%
NET POSITION:			
Net investment in capital assets	28,976,738	29,192,233	-0.7%
Unrestricted	<u>10,321,193</u>	<u>8,854,840</u>	16.6%
Total net position	<u>\$ 39,297,931</u>	<u>38,047,073</u>	3.3%

The following chart shows the assets, deferred outflows, liabilities, deferred inflows, and net position for the business-type activities for 2021 and 2020. The amounts are expressed in thousands.

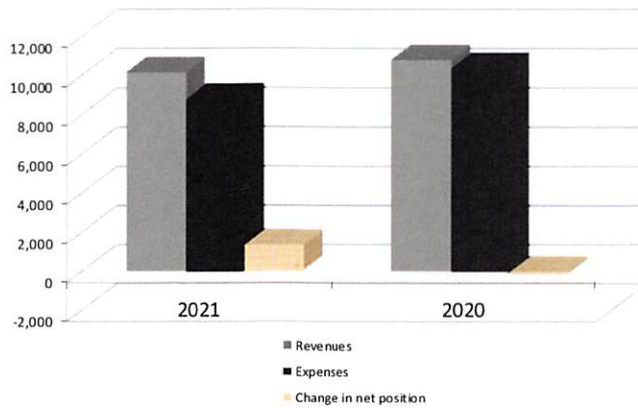
CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Business-Type Activities - continued:



Below is a comparative chart of the revenues and expenses of the business-type activities. The amounts are expressed in thousands.



CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Business-Type Activities - continued:

The Changes in Net Position for the years ended September 30, 2021 and 2020, are summarized in Table 5 below.

(Table 5)
Condensed Statements of Changes in Net Position
Business-Type Activities
For the Years Ended September 30, 2021 and 2020

	2021	2020	Percentage Change
REVENUES:			
Program revenues:			
Charges for services	\$ 10,157,612	10,662,850	-4.7%
Capital grants and contributions	<u>52,582</u>	<u>-</u>	100.0%
Total program revenues	<u>10,210,194</u>	<u>10,662,850</u>	-4.2%
General revenues:			
Other	<u>86,907</u>	<u>247,747</u>	-64.9%
Total general revenues	<u>86,907</u>	<u>247,747</u>	-64.9%
Total revenues	<u>10,297,101</u>	<u>10,910,597</u>	-5.6%
EXPENSES:			
Public utility	7,352,524	8,900,384	-17.4%
Sanitation	<u>1,693,719</u>	<u>1,491,882</u>	13.5%
Total expenses	<u>9,046,243</u>	<u>10,392,266</u>	-13.0%
CHANGE IN NET POSITION BEFORE TRANSFERS	1,250,858	518,331	141.3%
TRANSFERS	<u>-</u>	<u>(668,835)</u>	-100.0%
INCREASE/(DECREASE) IN NET POSITION	1,250,858	(150,504)	-931.1%
NET POSITION AT BEGINNING OF YEAR	<u>38,047,073</u>	<u>38,197,577</u>	-0.4%
NET POSITION AT END OF YEAR	\$ <u>39,297,931</u>	<u>38,047,073</u>	3.3%

Total revenues of the City's business-type activities were \$10,297,101 and \$10,910,597 for the fiscal years ended September 30, 2021 and 2020, respectively. Total expenses including transfers for the City's business-type activities were \$9,046,243 for 2021 and \$11,061,101 for 2020, resulting in an increase in net position of \$1,250,858 in 2021 and a decrease in net position of \$150,504 in 2020.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Business-Type Activities - continued:

Public Utility Fund

The City operates its own water and sewer utility system. Comparative financial data for the Public Utility Revenue Fund for the last two fiscal years is presented below:

	2021	2020
Operating revenues	\$ 6,977,574	6,961,629
Operating expenses	(5,872,248)	(6,434,063)
Operating income	\$ 1,105,326	527,566

The increase in current year operating revenues of the Public Utility Fund is the result of an increase in water and sewer usage and increase in fees for new services.

East Madison County Regional Sewer Fund

The fund is used to account for monies collected from customers of the City of Ridgeland, the City of Madison, and the Pearl River Valley Water Supply District for operation and maintenance of the regional sewer utility 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:

	2021	2020
Operating revenues	\$ 1,591,390	2,125,914
Operating expenses	(1,223,080)	(2,143,019)
Operating loss	\$ 368,310	(17,105)

The required member billings and related operating expenses for East Madison County Sewage Disposal System were lower in the current year as a result of the credits being fully utilized in the prior years.

CITY OF RIDGELAND, MISSISSIPPI

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

FINANCIAL ANALYSIS OF THE CITY - CONTINUED:

Business-Type Activities - continued:

Sanitation Fund

Comparative financial data for the Sanitation Fund for the last two years is presented as follows:

	<u>2021</u>	<u>2020</u>
Operating revenues	\$ 1,588,648	1,575,307
Operating expenses	<u>(1,693,719)</u>	<u>(1,491,882)</u>
Operating income	<u>\$ (105,071)</u>	<u>83,425</u>

The increase in expenses is due to an increase in other service charges during the year.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City's budgets are prepared using the modified cash basis in accordance with the laws of the State of Mississippi. The most significant budgeted fund is the General Fund.

Original Budget Compared to Final Budget

The original General Fund revenue budget of \$22,423,716 was increased by amendments totaling \$919,960 to a final revenue budget of \$23,343,676.

The original General Fund expense budget of \$23,655,037 was increased by various amendments totaling \$2,116,476 to a final expense budget of \$25,771,513. Major components of the amendments included:

- Expenditures for general government were increased \$100,000 as a result of an increase in legal fees.
- Expenditures for public services were increased by \$1,718,971 for street improvements, \$55,000 for tree mitigation, and \$177,800 for Freedom Ridge Retention pond clean out.
- Expenditures for public safety capital were increased \$62,725 related to insurance proceeds.

Final Budget Compared to Actual Results

Actual revenues for the year were \$3,055,819 more than estimated. This was due mainly to a significant increase in sales taxes.

Actual expenditures for the year were \$1,999,643 less than budgeted. In general, the City has been proactive in limiting the amount of operating costs to the minimum necessary to provide essential services. The most significant differences in the final budget and actual occurred in the following areas:

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

GENERAL FUND BUDGETARY HIGHLIGHTS - CONTINUED:

Final Budget Compared to Actual Results - continued:

- General government other services and charges were \$273,656 less than estimated as a result of actual expenses for legal fees, liability insurance, election expenditures, and a variety of other expenses being less than budgeted.
- Public safety personnel services were \$648,490 less than budgeted as a result of turnover in the police and fire departments which resulted in vacancies throughout the year.
- Public services other services and charges were \$226,674 less than budgeted as a result of uncompleted drainage projects.
- Public services personnel was \$190,121 less than budgeted because of vacancies that were not filled.

CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS

At September 30, 2021, the City's capital assets for governmental activities include non-depreciable assets consisting of land and construction in progress of \$132,607,391, and depreciable capital assets, net of accumulated depreciation of \$130,472,465 for a total of \$263,079,856 in capital assets as reported in the Governmental Activities column of the Statement of Net Position. The changes in capital assets are summarized in Table 6 on the following page.

(Table 6)
GOVERNMENTAL ACTIVITIES
Capital Assets
(Net of Depreciation)

	September 30, 2021	September 30, 2020	Percentage Change
Land	\$ 129,469,338	128,548,033	0.7%
Construction in progress	3,138,053	11,098,896	-71.7%
Buildings	21,206,166	8,693,868	143.9%
Improvements other than buildings	6,943,648	6,042,537	14.9%
Infrastructure	98,182,714	99,946,777	-1.8%
Vehicles	2,036,297	2,262,656	-10.0%
Furniture and equipment	1,271,421	1,423,974	-10.7%
Leased property	832,219	687,215	21.1%
Total	\$ <u>263,079,856</u>	<u>258,703,956</u>	1.7%

See Note 6 to the Financial Statements for more detailed information concerning capital assets.

CITY OF RIDGELAND, MISSISSIPPI

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS - CONTINUED:

At September 30, 2021, the City of Ridgeland had \$40,390,355 in outstanding General Obligation Bonds, including premiums on bonds issued, \$31,123,372 in outstanding Limited Obligation Bonds, including premiums and discounts on bonds issued, and \$4,414,244 in other Long-Term Debt, including compensated absences and premiums.

**(Table 7)
GOVERNMENTAL ACTIVITIES
Outstanding Debt and Long-Term Obligations at Year End**

	September 30, 2021	September 30, 2020	Percentage Change
General obligation bonds	\$ 38,691,065	42,505,749	-9.0%
Limited obligation bonds	31,040,000	25,559,376	21.4%
Loans and leases payable	3,548,969	3,953,000	-10.2%
Compensated absences	865,275	852,503	1.5%
Total	\$ <u>74,145,309</u>	<u>72,870,628</u>	1.7%

At September 30, 2021, the City had approximately \$36 million invested in a broad range of capital assets related to business-type activities. See Table 8 below.

**(Table 8)
BUSINESS-TYPE ACTIVITIES
Capital Assets
(Net of Depreciation)**

	September 30, 2021	September 30, 2020	Percentage Change
Land	\$ 3,404,209	3,404,209	0.0%
Buildings	106,351	109,345	-2.7%
Utility Systems	32,878,018	34,259,419	-4.0%
Vehicles	328,015	280,518	16.9%
Machinery and equipment	213,528	255,623	-16.5%
Total	\$ <u>36,930,121</u>	<u>38,309,114</u>	-3.6%

See Note 6 to the Financial Statements for more detailed information concerning capital assets.

CITY OF RIDGELAND, MISSISSIPPI
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS - CONTINUED:

At September 30, 2021, the City of Ridgeland had \$4,581,643 in outstanding General Obligation Bonds, including premiums on bonds issued, and \$3,481,428 in other Long-Term Debt, including compensated absences related to its business-type activities.

(Table 9)
BUSINESS-TYPE ACTIVITIES
Outstanding Debt and Long-Term Obligations at Year End

	September 30, 2021	September 30, 2020	Percentage Change
General obligation bonds	\$ 4,502,936	5,400,901	-16.6%
Other long-term debt	3,371,740	3,715,980	-9.3%
Compensated absences	<u>109,688</u>	<u>101,130</u>	8.5%
Total	<u>\$ 7,984,364</u>	<u>9,218,011</u>	-13.4%

See Note 7 to the Financial Statements for more detailed information concerning long-term debt.

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 website at www.ridgelandms.org.

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF NET POSITION
AS OF SEPTEMBER 30, 2021**

	<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>	
 <u>ASSETS</u>			
Cash and cash equivalents	\$ 3,155,082	11,180,568	14,335,650
Investments	13,980,474	5,065,991	19,046,465
Receivables (net, where applicable, of allowance for uncollectibles):			
Accounts	2,655,070	1,025,853	3,680,923
Grants	79,340	-	79,340
Taxes	11,164,574	-	11,164,574
Interest	43,684	14,214	57,898
Internal balances	80,167	(80,167)	-
Inventories	-	231,844	231,844
Prepays	167,611	17,073	184,684
Restricted assets:			
Cash and cash equivalents	8,435,766	-	8,435,766
Investments	5,912,067	832,048	6,744,115
Due from other governments	8,159,517	-	8,159,517
Capital assets:			
Non-depreciable capital assets	132,607,391	3,404,209	136,011,600
Depreciable capital assets, net	<u>130,472,465</u>	<u>33,525,912</u>	<u>163,998,377</u>
 Total assets	 <u>316,913,208</u>	 <u>55,217,545</u>	 <u>372,130,753</u>
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred outflows related to pension	<u>2,645,844</u>	<u>278,490</u>	<u>2,924,334</u>
Total deferred outflows of resources	\$ <u>2,645,844</u>	<u>278,490</u>	<u>2,924,334</u>

The accompanying notes are an integral part of this statement.

	Governmental Activities	Business-Type Activities	Total
<u>LIABILITIES</u>			
Accounts payable	\$ 1,275,006	942,533	2,217,539
Accrued liabilities	482,354	67,362	549,716
Claims payable	75,603	-	75,603
Accrued interest payable	677,495	46,013	723,508
Customer deposits	-	832,048	832,048
Cash bonds and seized cash	221,040	-	221,040
Due to other governments	845,116	-	845,116
Unearned revenue	40,051	3,055,152	3,095,203
Noncurrent liabilities:			
Due within one year:			
Compensated absences	43,264	5,485	48,749
Loans and leases payable	762,716	351,774	1,114,490
Bonds payable	4,410,641	850,270	5,260,911
Due in more than one year:			
Compensated absences	822,011	104,203	926,214
Loans and leases payable	2,786,253	3,019,966	5,806,219
Bonds payable	67,103,086	3,731,373	70,834,459
Net pension liability	23,295,533	2,451,987	25,747,520
Total liabilities	<u>102,840,169</u>	<u>15,458,166</u>	<u>118,298,335</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred property tax revenue	8,310,451	-	8,310,451
Deferred inflows related to pension	<u>7,029,911</u>	<u>739,938</u>	<u>7,769,849</u>
Total deferred inflows of resources	<u>15,340,362</u>	<u>739,938</u>	<u>16,080,300</u>
<u>NET POSITION</u>			
Net investment in capital assets	191,904,266	28,976,738	220,881,004
Restricted for:			
Court services	1,157,985	-	1,157,985
Tree mitigation	83,497	-	83,497
Public safety	301,689	-	301,689
Debt service	13,884,114	-	13,884,114
Capital projects	791,986	-	791,986
Unrestricted	<u>(6,745,016)</u>	<u>10,321,193</u>	<u>3,576,177</u>
Total net position	<u>\$ 201,378,521</u>	<u>39,297,931</u>	<u>240,676,452</u>

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		Total	
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities		Business- Type Activities
Functions/Programs:							
Governmental activities:							
General government	\$ 4,724,919	2,443,716	-	1,607,833	(673,370)	-	(673,370)
Public safety	10,771,463	921,791	667,744	153,911	(9,028,017)	-	(9,028,017)
Court services	146,454	-	-	-	(146,454)	-	(146,454)
Public services	8,637,656	32,000	1,000	787,068	(7,817,588)	-	(7,817,588)
Health and welfare	132,405	-	-	-	(132,405)	-	(132,405)
Culture and recreation	2,378,091	254,413	-	-	(2,123,678)	-	(2,123,678)
Economic development	7,253,182	-	-	-	(7,253,182)	-	(7,253,182)
Interest on long-term debt	2,121,896	-	-	-	(2,121,896)	-	(2,121,896)
Total government activities	<u>36,166,066</u>	<u>3,651,920</u>	<u>668,744</u>	<u>2,548,812</u>	<u>(29,296,590)</u>	<u>-</u>	<u>(29,296,590)</u>
Business-type activities:							
Sanitation	1,693,719	1,588,648	-	28,280	-	(76,791)	(76,791)
Public utility	7,352,524	8,568,964	-	24,302	-	1,240,742	1,240,742
Total business-type activities	<u>9,046,243</u>	<u>10,157,612</u>	<u>-</u>	<u>52,582</u>	<u>-</u>	<u>1,163,951</u>	<u>1,163,951</u>
Total government	\$ <u>45,212,309</u>	<u>13,809,532</u>	<u>668,744</u>	<u>2,601,394</u>	<u>(29,296,590)</u>	<u>1,163,951</u>	<u>(28,132,639)</u>
General revenues:							
Taxes:							
Ad valorem taxes					10,274,549	-	10,274,549
Sales tax					16,465,896	-	16,465,896
Utility in lieu of tax					335,164	-	335,164
General intergovernmental revenue					4,522,238	-	4,522,238
Interest earnings					191,145	112,991	304,136
Investment earnings (loss)					(168,308)	(26,084)	(194,392)
Loss on sale of capital assets					(51,854)	-	(51,854)
Other					194,233	-	194,233
Total general revenues					<u>31,763,063</u>	<u>86,907</u>	<u>31,849,970</u>
Change in net position					2,466,473	1,250,858	3,717,331
Net position at beginning of year					<u>198,912,048</u>	<u>38,047,073</u>	<u>236,959,121</u>
Net position at end of year				\$	<u>201,378,521</u>	<u>39,297,931</u>	<u>240,676,452</u>

The accompanying notes are an integral part of this statement.

CITY OF RIDGELAND, MISSISSIPPI

**BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2021**

	General Fund	Debt Service Fund	Colony Park TIF Bond Debt Fund	City Center Fund	Renaissance III TIF Bond Debt Fund	2019 \$19.96M Bond Issue Fund	Other Nonmajor Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 4,571,817	1,439,624	4,294,894	-	310,085	254,530	569,930	11,440,880
Investments	13,980,474	-	-	-	-	5,912,067	-	19,892,541
Receivables (net of allowance for uncollectibles, where applicable):								
Accounts	1,809,954	-	-	-	-	-	-	1,809,954
Grants	12,892	-	-	-	-	-	66,448	79,340
Taxes	7,047,283	3,447,914	636,450	-	11,046	-	21,881	11,164,574
Interest	24,243	-	-	-	-	19,441	-	43,684
Due from other funds	2,613,382	-	-	3,898,047	-	-	478,045	6,989,474
Prepays	167,611	-	-	-	-	-	-	167,611
Due from other governments	-	-	5,647,111	-	2,013,315	-	499,091	8,159,517
Total assets	\$ 30,227,656	4,887,538	10,578,455	3,898,047	2,334,446	6,186,038	1,635,395	59,747,575
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 1,030,840	-	2,000	241,510	-	-	656	1,275,006
Accrued liabilities	482,354	-	-	-	-	-	-	482,354
Cash bonds and seized cash	221,040	-	-	-	-	-	-	221,040
Due to other funds	-	-	670,027	1,142,898	-	4,535,398	101,151	6,449,474
Unearned revenue	40,051	-	-	-	-	-	-	40,051
Total liabilities	1,774,285	-	672,027	1,384,408	-	4,535,398	101,807	8,467,925
Deferred Inflows of Resources:								
Unavailable revenue - property taxes	4,299,296	3,341,778	636,450	-	11,046	-	21,881	8,310,451
Unavailable revenue - court fines	1,414,115	-	-	-	-	-	-	1,414,115
Unavailable revenue - Madison County	-	-	5,647,111	-	2,013,315	-	496,190	8,156,616
Total deferred inflows of resources	5,713,411	3,341,778	6,283,561	-	2,024,361	-	518,071	17,881,182
Fund Balances:								
No spendable:								
Prepaid items	167,611	-	-	-	-	-	-	167,611
Restricted for:								
Court services	1,157,985	-	-	-	-	-	-	1,157,985
Tree mitigation	83,497	-	-	-	-	-	-	83,497
Public safety	26,856	-	-	-	-	-	274,833	301,689
Debt service	-	1,545,760	3,622,867	-	310,085	-	248,786	5,727,498
Capital projects	-	-	-	2,513,639	-	1,650,640	514,814	4,679,093
Assigned to:								
Fiscal year 2022 budget deficit	2,549,506	-	-	-	-	-	-	2,549,506
Unassigned	18,754,505	-	-	-	-	-	(22,916)	18,731,589
Total fund balances	22,739,960	1,545,760	3,622,867	2,513,639	310,085	1,650,640	1,015,517	33,398,468
Total liabilities, deferred inflows of resources, and fund balances	\$ 30,227,656	4,887,538	10,578,455	3,898,047	2,334,446	6,186,038	1,635,395	59,747,575

The accompanying notes are an integral part of this statement.

CITY OF RIDGELAND, MISSISSIPPI

**RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2021**

Total fund balances - governmental funds		\$ 33,398,468
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in the operation of governmental funds are not financial resources and, therefore, are not reported in the funds:		
Governmental capital assets	382,288,658	
Less accumulated depreciation	<u>(119,208,802)</u>	263,079,856
Fines revenue that was earned in the current period but not received within 60 days is not recognized in the fund statement but recognized under full accrual.		
		1,414,115
Other long-term assets are not available to pay for current period expenditures and therefore, are unavailable in the funds and recognized as revenue in the Statement of Activities.		
		8,156,616
An internal service fund is used by management to charge the assets and liabilities of the internal service revenue fund are included in governmental activities in the Statement of Net Position.		
		(385,468)
Some liabilities, including net pension obligations, are not due and payable in the current period and therefore, are not reported in the funds:		
Net pension liability		(23,295,533)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds:		
Deferred outflows of resources related to pension	2,645,844	
Deferred inflows of resources related to pension	<u>(7,029,911)</u>	(4,384,067)
Long-term liabilities of governmental funds, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds. These long-term liabilities consist of:		
Bond obligations	(71,513,727)	
Accrued interest payable	(677,495)	
Loan and lease obligations	(3,548,969)	
Compensated absences	<u>(865,275)</u>	<u>(76,605,466)</u>
Net position of governmental activities		\$ <u>201,378,521</u>

The accompanying notes are an integral part of this statement.

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	General Fund	Debt Service Fund	Colony Park TIF Bond Debt Fund	City Center Fund	Renaissance III TIF Bond Debt Fund	2019 \$19.96M Bond Issue Fund	Other Nonmajor Funds	Total Governmental Funds
REVENUES:								
Taxes:								
Sales taxes	\$ 15,139,232	-	1,065,128	-	-	-	261,536	16,465,896
Current year ad valorem taxes	5,689,581	3,764,197	669,514	-	-	-	70,949	10,194,241
Prior year ad valorem taxes	45,186	35,122	-	-	-	-	-	80,308
Franchise fees	1,229,856	-	-	-	-	-	-	1,229,856
Licenses and permits	544,382	-	-	-	-	-	-	544,382
Intergovernmental	2,248,508	21,884	838,660	750,000	-	-	832,706	4,691,758
Charges for services	955,891	-	-	-	-	-	-	955,891
Fines and forfeitures	931,289	-	-	-	-	-	33,010	964,299
Contributions	4,529	-	-	82,540	-	-	-	87,069
Interest earnings	126,431	17,507	621	9,699	10	22,928	12,343	189,539
Investment earnings (loss)	(73,371)	-	-	-	-	(27,957)	(66,980)	(168,308)
Miscellaneous	189,899	-	-	2,890	-	-	1,472	194,261
Total revenues	<u>27,031,413</u>	<u>3,838,710</u>	<u>2,573,923</u>	<u>845,129</u>	<u>10</u>	<u>(5,029)</u>	<u>1,145,036</u>	<u>35,429,192</u>
EXPENDITURES:								
General government	4,011,025	-	-	483,701	-	-	-	4,494,726
Public safety	10,563,422	-	-	-	-	-	22,516	10,585,938
Court services	159,171	-	-	-	-	-	-	159,171
Public service	3,618,426	-	-	-	-	-	-	3,618,426
Health and welfare	132,405	-	-	-	-	-	-	132,405
Culture and recreation	1,953,480	-	-	-	-	-	-	1,953,480
Economic development	-	-	-	-	7,253,182	-	-	7,253,182
Capital outlay	3,317,911	-	-	5,192,840	-	159,305	1,585,807	10,255,863
Debt service:								
Principal	224,261	4,931,522	2,120,000	-	-	-	105,000	7,380,783
Interest and other fiscal charges	18,517	1,540,146	339,115	-	-	-	169,875	2,067,653
Bond issuance cost	-	67,392	-	-	236,743	-	-	304,135
Total expenditures	<u>23,998,618</u>	<u>6,539,060</u>	<u>2,459,115</u>	<u>5,676,541</u>	<u>7,489,925</u>	<u>159,305</u>	<u>1,883,198</u>	<u>48,205,762</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,032,795</u>	<u>(2,700,350)</u>	<u>114,808</u>	<u>(4,831,412)</u>	<u>(7,489,915)</u>	<u>(164,334)</u>	<u>(738,162)</u>	<u>(12,776,570)</u>
OTHER FINANCING SOURCES (USES):								
Issuance of capital lease	345,950	-	-	-	-	-	-	345,950
Sale of capital assets	27,523	-	-	-	-	-	5,883	33,406
Issuance of debt	-	2,419,000	-	-	7,800,000	-	-	10,219,000
Total other financing sources (uses):	<u>373,473</u>	<u>2,419,000</u>	<u>-</u>	<u>-</u>	<u>7,800,000</u>	<u>-</u>	<u>5,883</u>	<u>10,598,356</u>
NET CHANGE IN FUND BALANCES	3,406,268	(281,350)	114,808	(4,831,412)	310,085	(164,334)	(732,279)	(2,178,214)
Fund balances at beginning of year	<u>19,333,692</u>	<u>1,827,110</u>	<u>3,508,059</u>	<u>7,345,051</u>	<u>-</u>	<u>1,814,974</u>	<u>1,747,796</u>	<u>35,576,682</u>
Fund balances at end of year	\$ <u>22,739,960</u>	\$ <u>1,545,760</u>	\$ <u>3,622,867</u>	\$ <u>2,513,639</u>	\$ <u>310,085</u>	\$ <u>1,650,640</u>	\$ <u>1,015,517</u>	\$ <u>33,398,468</u>

The accompanying notes are an integral part of this statement.

CITY OF RIDGELAND, MISSISSIPPI

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Net change in fund balances - total governmental funds		\$	(2,178,214)
Amounts reported for governmental activities in the Statement of Activities are different because:			
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives:			
Expenditures for capital assets	11,006,973		
Less current year depreciation expense	<u>(6,542,158)</u>		4,464,815
The net effect of other transactions involving capital assets (i.e., sales, disposals, and donations) is to increase net position.			(88,915)
Revenues in the funds that provide current financial resources but have been included in the Statement of Activities in prior fiscal years.			2,475,830
The effect of bond premiums and discounts is reported in the fund financial statements when debt is issued but amortized in the Statement of Activities.			139,621
Bond and capital lease proceeds provide current financial resources to governmental funds; however, issuing debt increases long-term liabilities in the Statement of Net Position. In the current year proceeds were received from:			
Bond proceeds	(10,219,000)		
Capital lease obligations issued	<u>(345,950)</u>		(10,564,950)
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.			7,380,758
An internal service fund is used by management to charge the cost of health and dental insurance to individual funds. The net revenue (expense) is reported with governmental activities.			120,745
Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds:			
Change in accrued interest payable	(193,868)		
Change in compensated absences	(12,772)		
Changes in pension liabilities and related deferred inflows and outflows of resources	<u>923,423</u>		<u>716,783</u>
Change in net position of governmental activities		\$	<u><u>2,466,473</u></u>

The accompanying notes are an integral part of this statement.

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
AS OF SEPTEMBER 30, 2021**

	<u>Business-Type Activities Enterprise Funds</u>				
	<u>Public Utility Fund</u>	<u>East Madison County Regional Sewer Fund</u>	<u>Sanitation Fund</u>	<u>Totals</u>	<u>Internal Service Fund</u>
<u>ASSETS</u>					
Current assets:					
Cash and cash equivalents	\$ 10,139,479	647,271	393,818	11,180,568	149,968
Investments	5,065,991	-	-	5,065,991	-
Receivables (net of allowances for uncollectibles, where applicable):					
Accounts	669,519	241,330	115,004	1,025,853	-
Interest	14,214	-	-	14,214	-
Inventories	231,844	-	-	231,844	-
Prepays	<u>16,927</u>	<u>146</u>	<u>-</u>	<u>17,073</u>	<u>-</u>
Total current assets	<u>16,137,974</u>	<u>888,747</u>	<u>508,822</u>	<u>17,535,543</u>	<u>149,968</u>
Restricted assets:					
Investments	<u>832,048</u>	<u>-</u>	<u>-</u>	<u>832,048</u>	<u>-</u>
Total restricted assets	<u>832,048</u>	<u>-</u>	<u>-</u>	<u>832,048</u>	<u>-</u>
Property, plant, and equipment:					
Land	3,404,209	-	-	3,404,209	-
Buildings	782,034	-	-	782,034	-
Machinery and equipment	1,272,697	37,036	-	1,309,733	-
Vehicles	1,306,439	74,599	-	1,381,038	-
Utility systems	<u>54,711,647</u>	<u>7,521,043</u>	<u>-</u>	<u>62,232,690</u>	<u>-</u>
	61,477,026	7,632,678	-	69,109,704	-
Less: accumulated depreciation	<u>(28,533,733)</u>	<u>(3,645,850)</u>	<u>-</u>	<u>(32,179,583)</u>	<u>-</u>
Net property, plant, and equipment	<u>32,943,293</u>	<u>3,986,828</u>	<u>-</u>	<u>36,930,121</u>	<u>-</u>
Total assets	<u>49,913,315</u>	<u>4,875,575</u>	<u>508,822</u>	<u>55,297,712</u>	<u>149,968</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
Deferred outflows related to pension	<u>253,114</u>	<u>25,376</u>	<u>-</u>	<u>278,490</u>	<u>-</u>
Total deferred outflows of resources	\$ <u>253,114</u>	<u>25,376</u>	<u>-</u>	<u>278,490</u>	<u>-</u>

The accompanying notes are an integral part of this statement.

	Business-Type Activities Enterprise Funds				
	Public Utility Fund	East Madison County		Totals	Internal Service Fund
		Regional Sewer Fund	Sanitation Fund		
<u>LIABILITIES</u>					
Current liabilities:					
Accounts payable	\$ 712,010	90,604	139,919	942,533	-
Claims payable	-	-	-	-	75,603
Accrued liabilities	63,660	3,702	-	67,362	-
Accrued interest payable	46,013	-	-	46,013	-
Unearned revenue	2,962,926	92,226	-	3,055,152	-
Due to other funds	-	-	-	-	540,000
Compensated absences	5,164	321	-	5,485	-
Notes payable	351,774	-	-	351,774	-
Bonds payable	850,270	-	-	850,270	-
Total current liabilities	<u>4,991,817</u>	<u>186,853</u>	<u>139,919</u>	<u>5,318,589</u>	<u>615,603</u>
Current liabilities payable from restricted assets:					
Customer deposits	832,048	-	-	832,048	-
Noncurrent liabilities:					
Compensated absences	98,110	6,093	-	104,203	-
Notes payable - net of current portion	3,019,966	-	-	3,019,966	-
Bonds payable - net of current portion	3,731,373	-	-	3,731,373	-
Net pension liability	2,308,404	143,583	-	2,451,987	-
Total noncurrent liabilities	<u>9,157,853</u>	<u>149,676</u>	<u>-</u>	<u>9,307,529</u>	<u>-</u>
Total liabilities	<u>14,981,718</u>	<u>336,529</u>	<u>139,919</u>	<u>15,458,166</u>	<u>615,603</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred inflows related to pension	687,541	52,397	-	739,938	-
Total deferred inflows of resources	<u>687,541</u>	<u>52,397</u>	<u>-</u>	<u>739,938</u>	<u>-</u>
<u>NET POSITION</u>					
Net investment in capital assets	24,989,910	3,986,828	-	28,976,738	-
Unrestricted	9,507,260	525,197	368,903	10,401,360	(465,635)
Total net position	<u>\$ 34,497,170</u>	<u>4,512,025</u>	<u>368,903</u>	<u>39,378,098</u>	<u>(465,635)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				(80,167)	
Net position of business-type activities				<u>\$ 39,297,931</u>	

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Business-Type Activities Enterprise Funds				Internal Service Fund
	Public Utility Fund	East Madison County		Totals	
		Regional Sewer Fund	Sanitation Fund		
OPERATING REVENUES:					
Water sales	\$ 3,379,925	-	-	3,379,925	-
Sewer changes	3,337,863	1,591,390	-	4,929,253	-
Tap fees and connection fees	101,805	-	-	101,805	-
Late fees	148,287	-	-	148,287	-
Tamper fees	644	-	-	644	-
Billing contracts	9,043	-	-	9,043	-
Miscellaneous income	7	-	54	61	-
Sanitation	-	-	1,588,594	1,588,594	-
Health insurance contributions	-	-	-	-	1,964,387
Total operating revenues	<u>6,977,574</u>	<u>1,591,390</u>	<u>1,588,648</u>	<u>10,157,612</u>	<u>1,964,387</u>
OPERATING EXPENSES:					
Personal services	1,467,725	83,023	-	1,550,748	-
Supplies	422,365	57,387	-	479,752	-
Other service charges	1,961,421	825,486	1,693,719	4,480,626	-
Depreciation	2,020,737	257,184	-	2,277,921	-
Claims expense	-	-	-	-	1,832,305
Total operating expenses	<u>5,872,248</u>	<u>1,223,080</u>	<u>1,693,719</u>	<u>8,789,047</u>	<u>1,832,305</u>
OPERATING INCOME (LOSS)	<u>1,105,326</u>	<u>368,310</u>	<u>(105,071)</u>	<u>1,368,565</u>	<u>132,082</u>
NON-OPERATING REVENUES (EXPENSES):					
Interest earnings	104,329	4,708	3,954	112,991	1,606
Investment earnings (loss)	(26,084)	-	-	(26,084)	-
Grant revenue	-	-	28,280	28,280	-
Gain on sale of capital assets	310	8,474	-	8,784	-
Interest and fiscal charges	(278,923)	-	-	(278,923)	-
Total nonoperating revenues (expenses)	<u>(200,368)</u>	<u>13,182</u>	<u>32,234</u>	<u>(154,952)</u>	<u>1,606</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	904,958	381,492	(72,837)	1,213,613	133,688
Capital contributions	<u>24,302</u>	<u>-</u>	<u>-</u>	<u>24,302</u>	<u>-</u>
CHANGE IN NET POSITION	929,260	381,492	(72,837)	1,237,915	133,688
NET POSITION AT BEGINNING OF YEAR	<u>33,567,910</u>	<u>4,130,533</u>	<u>441,740</u>	<u>38,140,183</u>	<u>(599,323)</u>
NET POSITION AT END OF YEAR	\$ <u>34,497,170</u>	<u>4,512,025</u>	<u>368,903</u>	<u>39,378,098</u>	<u>(465,635)</u>
				\$ 1,237,915	
				12,943	
				\$ 1,250,858	

The accompanying notes are an integral part of this statement.

Exhibit A-8

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Business-Type Activities Enterprise Funds				
	Public Utility Fund	East Madison County		Totals	Internal Service Fund
		Regional Sewer Fund	Sanitation Fund		
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 10,065,871	1,466,653	1,590,125	13,122,649	-
Health insurance contributions received	-	-	-	-	1,964,387
Cash paid to suppliers and employees	<u>(3,715,522)</u>	<u>(1,040,340)</u>	<u>(1,678,878)</u>	<u>(6,434,740)</u>	<u>(1,849,256)</u>
Net cash provided by (used in) operating activities	<u>6,350,349</u>	<u>426,313</u>	<u>(88,753)</u>	<u>6,687,909</u>	<u>115,131</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Principal paid on bonds and notes	(1,148,461)	-	-	(1,148,461)	-
Proceeds from grants	-	-	28,280	28,280	-
Interest paid on bonds and notes	(301,515)	-	-	(301,515)	-
Acquisition of capital assets	(617,549)	(268,189)	-	(885,738)	-
Proceeds from sale of capital assets	<u>11,399</u>	<u>8,496</u>	<u>-</u>	<u>19,895</u>	<u>-</u>
Net cash provided by (used in) capital and related financing activities	<u>(2,056,126)</u>	<u>(259,693)</u>	<u>28,280</u>	<u>(2,287,539)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of investments - net	(1,588,939)	-	-	(1,588,939)	-
Interest earned	96,674	4,708	3,954	105,336	-
Investment earnings (loss)	<u>(26,084)</u>	<u>-</u>	<u>-</u>	<u>(26,084)</u>	<u>1,606</u>
Net cash provided by investing activities	<u>(1,518,349)</u>	<u>4,708</u>	<u>3,954</u>	<u>(1,509,687)</u>	<u>1,606</u>
Net increase (decrease) in cash and cash equivalents	2,775,874	171,328	(56,519)	2,890,683	116,737
Cash and cash equivalents at beginning of year	<u>7,363,605</u>	<u>475,943</u>	<u>450,337</u>	<u>8,289,885</u>	<u>33,231</u>
Cash and cash equivalents at end of year	\$ <u>10,139,479</u>	<u>647,271</u>	<u>393,818</u>	<u>11,180,568</u>	<u>149,968</u>

The accompanying notes are an integral part of this statement.

CITY OF RIDGELAND, MISSISSIPPI

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Business-Type Activities Enterprise Funds				
	Public Utility Fund	East Madison County		Sanitation Enterprise Fund	Internal Service Fund
		Regional Sewer Fund	Totals		
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating income (loss)	\$ 1,105,326	368,310	(105,071)	1,368,565	132,082
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation expense	2,020,737	257,184	-	2,277,921	-
(Increase) decrease in:					
Accounts receivable	89,302	(216,963)	1,477	(126,184)	-
Inventories	(43,633)	-	-	(43,633)	-
Prepays	(2,480)	584	-	(1,896)	-
Deferred outflows related to pension	30,870	(6,478)	-	24,392	-
Increase (decrease) in:					
Accounts payable	166,486	(60,481)	14,841	120,846	(16,951)
Accrued compensated absences	10,840	(2,282)	-	8,558	-
Accrued liabilities	22,208	818	-	23,026	-
Unearned revenue	2,962,926	92,226	-	3,055,152	-
Customer deposits	36,069	-	-	36,069	-
Net pension liability	(650,732)	(53,338)	-	(704,070)	-
Deferred inflows related to pension	602,430	46,733	-	649,163	-
Total adjustments	5,245,023	58,003	16,318	5,319,344	(16,951)
Net cash provided by (used in) operating activities	\$ 6,350,349	426,313	(88,753)	6,687,909	115,131
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:					
Contribution of capital assets	\$ 24,301	-	-	24,301	-
Amortization of bond premium inculded in intrest expense	\$ 15,037	-	-	15,037	-

NOTES TO FINANCIAL STATEMENTS

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Ridgeland, Mississippi (the City) was incorporated in 1899 and operates under a Mayor-Board of Aldermen form of government. The City is a primary government with no separate component units. The City is organized into the following divisions: general government, public safety (police and fire), court services, public services, health and welfare, and culture and recreation.

The financial statements of the City of Ridgeland have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

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 Organization</u>	<u>Brief Description of Activities and Relationship to the City</u>
Ridgeland Tourism Commission	Promotes tourism for the City of Ridgeland. All members are appointed by the Board of Aldermen. The Commission reports independently.

B. Government-Wide and Fund Financial Statements

Basic financial statements consist of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

B. Government-Wide and Fund Financial Statements - continued:

The government-wide financial statements consist of the statement of net position and the statement of activities and report information on all of the nonfiduciary activities of the Primary Government. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. All internal balances in the statement of net position have been eliminated with the exception of those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total government column.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety (police and fire), court services, public services, health and welfare, and culture and recreation. The business-type activities of the City include operation of the public utility system, east Madison County regional sewer system, and sanitation.

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Indirect expenses are allocated based on the annual cost allocation plan. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recorded when earned or, for property tax revenues, in the period in which levied. Expenses are recorded when a liability is incurred regardless of the timing and related cash flows.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. The City, in general, considers revenues available

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation - continued:

if they are collected within 60 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgements which are recognized when payment is due.

The accounts of the City are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The City reports the following major governmental funds:

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.

The **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.

The **City Center Fund** is a capital project fund that accounts for the financial resources to be used for the construction of the new City hall.

The **Colony Park TIF Bond Debt Fund** is a debt service fund that accounts for the accumulation of financial resources for the payment of principal and interest on the debt related to the Colony Park project.

The **Renaissance III TIF Bond Debt Fund** is a debt service fund that accounts for the accumulation of financial resources for the payment of principal and interest on the debt related to the Renaissance Phase III project. In the current year the fund included bond proceeds and expenses related to the Renaissance phase III project.

The **2019 \$19.96M Bond Issue Fund** is a capital project fund that accounts for the proceeds of the \$19,960,000 General Obligation Bonds Series 2019 to be used to fund various construction projects undertaken by the City.

The City reports the following major proprietary funds:

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

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation - continued:

The **East Madison County Regional Sewer Fund** accounts for the operating activities related to sewer services provided as a result of an interlocal cost-sharing agreement between the City of Ridgeland, Mississippi, the City of Madison, Mississippi and the Pearl River Valley Water Authority.

The **Sanitation Fund** accounts for the operating activities related to garbage and recycling services.

Additionally, the City reports the following fund types:

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The **Insurance Trust Fund** is an internal service fund that accounts for the insurance transactions handled by the City for their self-insured employee health insurance program.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds of the City are charges to customers for sales and services. Operating expenses for the proprietary fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. 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 and petty cash. 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 all highly liquid investments and certificates of deposit with maturities of three months or less when acquired to be cash equivalents.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

E. 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. Investments are reported at fair value. Investment earnings are reported in the fund reporting the investment and consist of interest and dividends received and the change in fair value of investments.

F. Receivables

Receivables, net of estimated uncollectible amounts, are reported in the governmental and proprietary financial statements for goods and services, taxes, loans, grants, and interest. The estimated uncollectible amounts by fund are reported in Note 3.

G. Inventories

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

H. Prepaid Items

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.

I. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and balance sheet report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets or fund balance that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then.

In addition to liabilities, the statement of net position and balance sheet report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets or fund balance that applies to future periods and will not be recognized as an inflow of resources (revenue) until then.

J. Budgets and Budgetary Accounting

The budget is adopted annually by the Mayor and the Board of Aldermen, 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.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

J. Budgets and Budgetary Accounting - continued:

The governmental fund and proprietary fund types are budgeted in accordance with the laws of the State of Mississippi which require that municipalities budget on a modified-cash basis. Claims that have been incurred prior to the end of the year and that are paid within 30 days are recorded under the accrual basis. Prior year claims that are paid after 30 days revert to the cash basis. All revenue is accounted for under the cash basis. The required budgetary basis is therefore not considered to be in accordance with generally accepted accounting principles. Governmental accounting requires that the "Budget to Actual" statement be prepared according to budgetary laws and the "Combined Statement of Revenues, Expenditures, and Fund Balance" be prepared according to the modified accrual basis (GAAP).

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 Services and Charges, and Capital Outlay.

All amendments to the budget at the legal level of control must be approved by the City's Mayor and Board of Aldermen. 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.

K. 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. Donated capital assets are reported at fair value at the date of acquisition.

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 amounts 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

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

K. Capital Assets - continued:

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 the proprietary funds is the same as it is for governmental funds which is described in detail below.

In accordance with authoritative guidance, 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 and construction in progress. The following schedule details those thresholds.

Capital assets thresholds are as follows:

Land	\$	N/A
Infrastructure		N/A
Furniture, vehicles and equipment		1,000
Improvements other than buildings		25,000
Buildings		50,000
Leased assets under capital leases		*

Estimated useful lives and salvage values for depreciable assets are as follows:

	Useful Life	Salvage Value
Computer equipment and peripherals	3 years	1%
Vehicles and equipment	5 years	10%
Heavy equipment (backhoes, dozers, front-end loaders, tractors, etc.)	10 years	10%
Furniture and fixtures	7 years	10%
Improvements other than buildings	20 years	20%
Buildings	40 years	20%
Infrastructure:		
Roads	20 years	20%
Concrete bridges	50 years	20%
Timber bridges	30 years	20%
Leased assets under capital leases	*	*

*The threshold amount will correspond with the amounts for the applicable asset classifications as listed.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

L. Unearned Revenue and Deferred Inflows of Resources

Unearned revenue is a liability that arises when resources are obtained before revenue recognition criteria, other than time recognition criteria, have been satisfied. Resources that are obtained before time recognition criteria have been satisfied are considered as deferred inflows of resources.

M. 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.

Unpaid personal leave expected to be paid from the Governmental Funds is reported under Long-term Debt as "Compensated Absences" in the government-wide statements. Similar amounts related to the proprietary funds are accrued in the enterprise funds. Typically, the related "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.

N. 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, 2021.

O. Net Position and Fund Balances

Net position in government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as follows:

Net investment in capital assets - This component of net position consists of capital assets, net of accumulated depreciation and is reduced by any debt outstanding against the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt is included in this component of net position.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

O. Net Position and Fund Balances - continued:

Restricted net position - This component of net position consists of restricted assets plus deferred outflows of resources reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted net position - This component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of the net investment in capital assets or restricted net position.

In the fund financial statements, fund balances for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent. Fund balances are composed of two major types which are nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) of an endowment fund.

In addition to the nonspendable fund balance, spendable fund balance is composed of four classifications designed to disclose the hierarchy of spending constraints.

- Restricted: fund balances that are constrained by external parties, constitutional provisions, or enabling legislation.
- Committed: fund balances that contain self-imposed constraints of the government from its highest level of decision making authority.
- Assigned: fund balances that contain self-imposed constraints of the government to be used for a particular purpose, the board of aldermen can assign fund balances.
- Unassigned: fund balance that is not constrained for any particular purpose. General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance; however, in governmental funds other than general, if expenditures incurred for a specific purpose exceed the amount in restricted, committed or assigned, it may be necessary to report a negative unassigned balance in the fund.

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.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

O. Net Position and Fund Balances - continued:

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

P. Restricted Assets

Certain proceeds of the City's bonds, as well as certain resources set aside for their repayment, are classified as restricted on the Statement of Net Position because their use is limited by applicable debt covenants. Additionally, customer utility deposits that are set aside for repayment are classified as restricted. 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.

Q. Capitalization of Interest

The City capitalizes interest costs for business-type activities only, net of related interest earned, from the date of the borrowing until the projects acquired with those funds are ready for their intended use.

R. Pensions

For the purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employees' Retirement System (PERS) and additions to/deductions from PERS' fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, the benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

S. Long-Term Liabilities

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Initial-issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the lives of the refunding debt or remaining life of the refunded debt. The unamortized portion of the deferred amount on refunding is recorded as either a deferred outflow of resources or deferred inflow of resources. Bonds payable are reported net

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED:

S. Long-Term Liabilities - continued:

of the unamortized portion of applicable premium or discount. Bond issuance costs are expensed during the current period. Amortization of bond premiums, discounts, and deferred amounts on refunding are included in interest expense.

T. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

NOTE 2 - CASH AND INVESTMENTS

Cash and investments are comprised of the following at September 30, 2021:

	Cash and Cash Equivalents	Investments	Restricted Cash and Cash Equivalents	Restricted Investments	Total
Governmental activities:					
General fund	\$ 3,005,114	13,980,474	1,566,703	-	18,552,291
Debt service fund	-	-	1,439,624	-	1,439,624
Colony Park TIF bond debt fund	-	-	4,294,894	-	4,294,894
Renaissance III TIF bond debt fund	-	-	310,085	-	310,085
2019 \$19.96M Bond Issue Fund	-	-	254,530	5,912,067	6,166,597
Nonmajor governmental funds	-	-	569,930	-	569,930
Internal service fund	<u>149,968</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>149,968</u>
Total governmental activities	<u>3,155,082</u>	<u>13,980,474</u>	<u>8,435,766</u>	<u>5,912,067</u>	<u>31,483,389</u>
Business-type activities:					
Public utility fund	10,139,479	5,065,991	-	832,048	16,037,518
East Madison County regional sewer fund	647,271	-	-	-	647,271
Sanitation fund	<u>393,818</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>393,818</u>
Total business-type activities	<u>11,180,568</u>	<u>5,065,991</u>	<u>-</u>	<u>832,048</u>	<u>17,078,607</u>
Government-wide total	<u>\$ 14,335,650</u>	<u>19,046,465</u>	<u>8,435,766</u>	<u>6,744,115</u>	<u>48,561,996</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 2 - CASH AND INVESTMENTS - CONTINUED:

Deposits

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 City'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. Deposits at September 30, 2021, are summarized as follows:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Cash	\$ <u>22,771,416</u>	<u>23,208,887</u>
Total deposits	\$ <u>22,771,416</u>	<u>23,208,887</u>

The difference of \$437,471 was principally due to outstanding checks. Of the bank balance, \$1,250,000 was covered by Federal Depository Insurance.

Custodial Credit Risk - Deposits - Custodial risk is defined as the risk that, in the event of a financial institution's failure, the City's deposits may not be returned to it. As of September 30, 2021, \$21,958,887 of the City's bank balance of \$23,208,887 was exposed to custodial credit risk as follows:

Collateralized by the State Public Funds Guaranty Pool	\$ <u>21,958,887</u>
Total	\$ <u>21,958,887</u>

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. Investments are reported at fair value.

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

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 2 - CASH AND INVESTMENTS - CONTINUED:

Investments - continued:

State's investment statutes. State law has not addressed 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 held 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, 2021, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Credit Ratings</u>	<u>Percentage of Investments</u>	<u>Interest Rates</u>
U.S. Treasury Bills	\$ 862,029	AAA	3.34%	
Federal Home Loan Bank	5,912,067	AAA	22.92%	1.75%
Governmental National Mortgage Association (GNMA)	10,647,850	AA+	41.29%	1.25-4.00%
State of Mississippi Tax Notes	2,369,436	AA	9.19%	1.89%
Mississippi Development Bank Tax Notes	722,370	AA-	2.80%	3.00%
Private Export Funding Group	899,070	AAA	3.49%	2.05%
SBA Asset Backed Securities	842,407	Not Rated	3.27%	1.79%
Cleveland MS GO Bonds	584,584	Not Rated	2.27%	1.79%
Small Business Administration Loans	2,850,702	Not Rated	11.05%	1.79-2.82%
Pearl MS Urban Renewal Revenue Bonds	100,065	Ba2	0.40%	5.60%
Total investments	<u>\$ 25,790,580</u>		<u>100.00%</u>	

Investment Maturities in Years:

<u>Investment Type</u>	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
U.S. Treasury Bills	\$ -	-	862,029	-
Federal Home Loan Bank	999,838	2,250,933	2,661,296	-
Governmental National Mortgage Association (GNMA)	-	-	-	10,647,850
State of Mississippi Tax Notes	250,938	1,868,400	250,098	-
Mississippi Development Bank Tax Notes	605,377	116,993	-	-
SBA Asset Backed Securities	137,310	263,803	441,294	-
Private Export Funding Group	-	152,853	746,217	-
Cleveland MS GO Bonds	-	584,584	-	-
Small Business Administration Loans	-	405,390	-	2,445,312
Pearl MS Urban Renewal Revenue Bonds	-	100,065	-	-
Total investments	<u>\$ 1,993,463</u>	<u>5,743,021</u>	<u>4,960,934</u>	<u>13,093,162</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 2 - CASH AND INVESTMENTS - CONTINUED:

Investments - continued:

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 failure of the counter party to a transaction, the City will not be able to recover the value of its investments that are held by an outside party. The City does not have a formal investment policy that addresses custodial credit risk. As of September 30, 2021, all investments were held by a third-party custodian counterparty and all investments which were held by the counterparty's trust department or agent are registered in the City's name.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lower priority to unobservable inputs (Level 3 measurements). At September 30, 2021, the City had an unrealized loss of \$83,978, which reflects changes in the fair market value of investments. The City's level 2 investments are valued using pricing models maximizing the use of observable inputs for similar securities.

The City has the following recurring fair value measurements as of September 30, 2021:

- US Treasury Bills and Agency Securities of \$6,774,096 are valued using quoted market prices (Level 1 inputs).
- Mortgage Backed Securities of \$6,866,669 are valued based on price data obtained from observed transactions and market price quotations from brokers/dealers and/or pricing (Level 2 inputs).
- Municipal Obligations of \$3,776,455 are valued based on price data obtained from observed transactions and market price quotations from brokers/dealers and/or pricing (Level 2 inputs).
- Asset backed securities of \$842,407 are valued based on price data obtained from observed transactions and market price quotations from brokers/dealers and/or pricing (Level 2 inputs).
- Collateralized Mortgage Obligations of \$3,781,181 are valued based on price data obtained from observed transactions and market price quotations from brokers/dealers and/or pricing (Level 2 inputs).

CITY OF RIDGELAND, MISSISSIPPI

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

NOTE 2 - CASH AND INVESTMENTS - CONTINUED:

Investments - continued:

- SBA Loans of \$2,850,702 are valued based on price data obtained from observed transactions and market price quotations from brokers/dealers and/or pricing (Level 2 inputs).
- Corporate Bonds of \$899,070 are valued based on price data obtained from observed transactions and market price quotations from brokers/dealers and/or pricing (Level 2 inputs).

NOTE 3 - RECEIVABLES

Receivables at September 30, 2021, consisted of the following:

	<u>Accounts</u>	<u>Grants</u>	<u>Taxes</u>	<u>Due from Other Governments</u>	<u>Interest</u>	<u>Total</u>
Governmental activities:						
General fund	\$ 6,697,217	12,892	7,047,283	-	24,243	13,781,635
Debt service fund	-	-	3,447,914	-	-	3,447,914
Colony Park TIF bond debt fund	-	-	636,450	5,647,111	-	6,283,561
2019 \$19.96M Bond Issue fund	-	-	-	-	19,441	19,441
Renaissance III TIF	-	-	11,046	2,013,315	-	2,024,361
Nonmajor governmental funds	-	66,448	21,881	499,091	-	587,420
Gross receivables	6,697,217	79,340	11,164,574	8,159,517	43,684	26,144,332
Less: Allowance for uncollectible accounts	(4,042,147)	-	-	-	-	(4,042,147)
Total governmental activities	<u>2,655,070</u>	<u>79,340</u>	<u>11,164,574</u>	<u>8,159,517</u>	<u>43,684</u>	<u>22,102,185</u>
Business-type activities:						
Public utility enterprise fund	1,069,862	-	-	-	14,214	1,084,076
East Madison County regional sewer fund	241,330	-	-	-	-	241,330
Sanitation fund	200,145	-	-	-	-	200,145
Gross receivables	1,511,337	-	-	-	14,214	1,525,551
Less: Allowance for uncollectible accounts	(485,484)	-	-	-	-	(485,484)
Total business-type activities	<u>1,025,853</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,214</u>	<u>1,040,067</u>
Total government-wide	\$ <u>3,680,923</u>	<u>79,340</u>	<u>11,164,574</u>	<u>8,159,517</u>	<u>57,898</u>	<u>23,142,252</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 4 - DUE FROM OTHER GOVERNMENTS

Amounts due from other governments at September 30, 2021, in the amount of \$8,159,517 represents the net present value of amounts due from Madison County, Mississippi in accordance with interlocal pledge agreements designed to provide funds for the payment tax increment financing bonds. The amounts to be paid are based on the added incremental increase in ad valorem taxes to be collected by the County as a result of the projects completed by the City in prior years. The amounts due from the County are irrevocable until all outstanding liabilities of the project are paid in full.

Amounts due from the County are estimated to be collected as follows:

Fiscal Year Ending <u>September 30,</u>		
2022	\$	1,338,732
2023		1,119,024
2024		1,119,717
2025		1,119,722
2026		1,121,924
2027-2031		3,444,108
2032-2036		<u>1,048,497</u>
		<u>9,263,227</u>
Total payments due under interlocal pledge agreements		9,263,227
Less discount to present value		<u>(1,103,710)</u>
Total due from other governments		<u>\$ 8,159,517</u>

NOTE 5 - PROPERTY TAXES

Property taxes for fiscal year 2021 were levied in September 2020 on the assessed valuation of property located in the City of Ridgeland, Mississippi as of the preceding January 1, the lien date. Receivables from property taxes are recorded at the date the taxes are levied. Revenues from property taxes are recognized in the fiscal year for which property taxes are levied. The financial statements reflect the accrual of the estimated fiscal year 2022 property taxes levied in September 2021. The City has recorded deferred inflows for these taxes, which will be recognized during the year ended September 30, 2022.

The City levies property taxes annually based upon assessed valuations. Real, personal property, public utility, automobile ad valorem taxes, and certain road taxes are collected by the tax collector of Madison County and are disbursed to the City accordingly. Current collection of real, public utility, and personal property taxes for the year ended September 30, 2021, were approximately 99% of the total tax levy.

CITY OF RIDGELAND, MISSISSIPPI

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

NOTE 5 - PROPERTY TAXES - CONTINUED:

The tax rate levied by the City for 2021 was set at 20.03 mills. The City allocated the property tax per \$1,000 of assessed value for the year as follows:

General Fund	\$ 11.27
Debt Service Fund	<u>8.76</u>
	\$ <u>20.03</u>

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2021, was as follows:

	Balance at October 1, 2020	Increases	Decreases	Transfers	Balance at September 30, 2021
Governmental activities:					
Non-depreciable capital assets:					
Land	\$ 128,548,033	921,305	-	-	129,469,338
Construction in progress	<u>11,098,896</u>	<u>6,565,618</u>	-	<u>(14,526,461)</u>	<u>3,138,053</u>
Total non-depreciable capital assets	<u>139,646,929</u>	<u>7,486,923</u>	-	<u>(14,526,461)</u>	<u>132,607,391</u>
Depreciable capital assets:					
Buildings	15,757,105	-	-	12,848,541	28,605,646
Improvements other than buildings	12,203,568	-	-	1,356,421	13,559,989
Infrastructure	190,152,674	2,722,120	-	321,499	193,196,293
Vehicles	8,362,966	159,526	(275,824)	-	8,246,668
Furniture and equipment	4,920,179	292,454	(432,880)	-	4,779,753
Leased property under capital leases:					
Vehicles	643,604	345,950	(40,312)	-	949,242
Furniture and equipment	<u>411,388</u>	-	<u>(67,712)</u>	-	<u>343,676</u>
Total depreciable capital assets	<u>232,451,484</u>	<u>3,520,050</u>	<u>(816,728)</u>	<u>14,526,461</u>	<u>249,681,267</u>
Less accumulated depreciation for:					
Buildings	(7,063,237)	(336,243)	-	-	(7,399,480)
Improvements other than buildings	(6,161,031)	(455,310)	-	-	(6,616,341)
Infrastructure	(90,205,897)	(4,807,682)	-	-	(95,013,579)
Vehicles	(6,100,310)	(354,636)	244,575	-	(6,210,371)
Furniture and equipment	(3,496,205)	(407,166)	395,039	-	(3,508,332)
Leased property under capital leases	<u>(367,777)</u>	<u>(181,121)</u>	<u>88,199</u>	-	<u>(460,699)</u>
Total accumulated depreciation	<u>(113,394,457)</u>	<u>(6,542,158)</u>	<u>727,813</u>	-	<u>(119,208,802)</u>
Total depreciable capital assets, net	<u>119,057,027</u>	<u>(3,022,108)</u>	<u>(88,915)</u>	<u>14,526,461</u>	<u>130,472,465</u>
Total governmental activities capital assets, net	\$ <u>258,703,956</u>	<u>4,464,815</u>	<u>(88,915)</u>	-	<u>263,079,856</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 6 - CAPITAL ASSETS - CONTINUED:

Depreciation expense for governmental activities is charged to functions as follows:

General government	\$ 115,883
Public safety	818,190
Public services	5,115,823
Culture and recreation	<u>492,262</u>
Total depreciation expense - governmental activities	<u>\$ 6,542,158</u>

NOTE 6 - CAPITAL ASSETS - BUSINESS-TYPE ACTIVITIES:

	Balance at October 1, 2020	Increases	Decreases	Transfers	Balance at September 30, 2021
Business-type activities:					
Non-depreciable capital assets:					
Land	\$ 3,404,209	-	-	-	3,404,209
Total non-depreciable capital assets	<u>3,404,209</u>	-	-	-	<u>3,404,209</u>
Depreciable capital assets:					
Buildings	782,034	-	-	-	782,034
Utility systems	61,463,254	769,436	-	-	62,232,690
Vehicles	1,387,676	109,792	(116,430)	-	1,381,038
Machinery and equipment	1,444,109	30,809	(165,185)	-	1,309,733
Total depreciable capital assets	<u>65,077,073</u>	<u>910,037</u>	<u>(281,615)</u>	-	<u>65,705,495</u>
Less accumulated depreciation for:					
Buildings	(672,689)	(2,994)	-	-	(675,683)
Utility systems	(27,203,835)	(2,150,837)	-	-	(29,354,672)
Vehicles	(1,107,158)	(56,909)	111,044	-	(1,053,023)
Machinery and equipment	(1,188,486)	(67,181)	159,462	-	(1,096,205)
Total accumulated depreciation	<u>(30,172,168)</u>	<u>(2,277,921)</u>	<u>270,506</u>	-	<u>(32,179,583)</u>
Total depreciable capital assets, net	<u>34,904,905</u>	<u>(1,367,884)</u>	<u>(11,109)</u>	-	<u>33,525,912</u>
Total business-type activities capital assets, net	<u>\$ 38,309,114</u>	<u>(1,367,884)</u>	<u>(11,109)</u>	-	<u>36,930,121</u>

Depreciation expense for business-type activities is charged to functions as follows:

Public Utility Fund	\$ 2,020,737
East Madison County Regional Sewer Fund	<u>257,184</u>
Total depreciation expense - business-type activities	<u>\$ 2,277,921</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended September 30, 2021:

	Beginning			Ending	
	Balance			Balance	Due
	October 1,	Additions/	Reductions/	September 30,	Within
	2020	Proceeds	Payments	2021	One Year
Governmental activities:					
General obligation bonds	\$ 40,677,842	2,419,000	4,405,777	38,691,065	2,174,403
General obligation premium	1,827,907	-	128,617	1,699,290	105,234
Limited obligation bonds	25,465,000	7,800,000	2,225,000	31,040,000	2,120,000
Limited obligation discount	(172,339)	-	(15,668)	(156,671)	(15,668)
Limited obligation premium	266,715		26,672	240,043	26,672
Notes	3,303,519		525,719	2,777,800	541,544
Capital lease obligations	649,481	345,950	224,262	771,169	221,172
Compensated absences	852,503	270,807	258,035	865,275	43,264
Government activities total	\$ <u>72,870,628</u>	<u>10,835,757</u>	<u>7,778,414</u>	<u>75,927,971</u>	<u>5,216,621</u>
Business-type activities:					
General obligation bonds	\$ 5,307,157	-	804,221	4,502,936	835,597
General obligation premium	93,744	-	15,037	78,707	14,673
Notes	3,715,980	-	344,240	3,371,740	351,774
Compensated absences	101,130	72,468	63,910	109,688	5,485
Business-type activities total	<u>9,218,011</u>	<u>72,468</u>	<u>1,227,408</u>	<u>8,063,071</u>	<u>1,207,529</u>
Government-wide total	\$ <u>82,088,639</u>	<u>10,908,225</u>	<u>9,005,822</u>	<u>83,991,042</u>	<u>6,424,150</u>

Debt service requirements at September 30, 2021, were as follows:

Fiscal Year Ending September 30,	Governmental Activities							
	General		Limited		Notes and Capital		Total	
	Obligation Bonds		Obligation Bonds		Leases Payable			
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 2,174,403	1,268,804	2,120,000	810,308	762,716	105,108	5,057,119	2,184,220
2023	2,241,904	1,205,296	2,627,000	795,660	785,318	82,076	5,654,222	2,083,032
2024	2,299,031	1,134,848	2,697,000	722,733	743,670	58,204	5,739,701	1,915,785
2025	2,756,907	1,060,765	2,773,000	646,739	748,743	33,744	6,278,650	1,741,248
2026	2,821,659	968,389	2,853,000	567,896	508,522	10,098	6,183,181	1,546,383
2027-2031	11,092,161	3,495,252	13,752,000	1,568,018	-	-	24,844,161	5,063,270
2032-2036	10,985,000	1,598,922	3,612,000	310,833	-	-	14,597,000	1,909,755
2037-2041	4,320,000	262,200	606,000	6,818	-	-	4,926,000	269,018
	\$ <u>38,691,065</u>	<u>10,994,476</u>	<u>31,040,000</u>	<u>5,429,005</u>	<u>3,548,969</u>	<u>289,230</u>	<u>73,280,034</u>	<u>16,712,711</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

Fiscal Year Ending September 30,	Business-Type Activities					
	General Obligation Bonds		Note Payable		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 835,597	200,612	351,774	64,200	1,187,371	264,812
2023	874,096	165,182	355,256	56,486	1,229,352	221,668
2024	909,969	127,932	350,271	48,784	1,260,240	176,716
2025	596,093	94,164	358,072	40,985	954,165	135,149
2026	629,341	64,359	307,129	33,811	936,470	98,170
2027-2031	657,840	32,892	1,337,310	86,014	1,995,150	118,906
2032-2036	-	-	286,895	16,797	286,895	16,797
2037-2041	-	-	25,033	122	25,033	122
	<u>\$ 4,502,936</u>	<u>685,141</u>	<u>3,371,740</u>	<u>347,199</u>	<u>7,874,676</u>	<u>1,032,340</u>

Bonds and notes payable at September 30, 2021, are comprised of the following individual issues:

General Obligation Bonds:

\$11,530,000 Refunding Series 2014 due in annual installments of \$215,000 to \$1,385,000, payable on 8-1 of each year through 8-1-27, and interest at 2.00% to 5.00%, payable on 2-1 and 8-1 of each year.

Debt Service Fund	\$ 3,872,065	
Public Utility Enterprise Fund	<u>3,502,936</u>	\$ 7,375,001

\$19,960,000 General Obligation Bonds Series 2019 due in annual installments of \$400,000 to \$1,490,000, payable on 8-1 of each year through 8-1-39; and interest at 3.00% to 4.00%, payable on 2-1 and 8-1 of each year. 19,160,000

\$2,419,000 General Obligation Refunding Bonds Series 2021 due in annual installments of \$475,000 to \$491,000, payable on 5-1 of each year through 5-1-26; and interest at .58%, payable on 5-1 and 11-1 of each year. 2,419,000

\$5,100,000 General Obligation Bonds Series 2014 due in annual installments of \$195,000 to \$340,000, payable on 6-1 of each year through 6-1-34; and interest at 3.00% to 4.00%, payable on 6-1 and 12-1 of each year. 3,640,000

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

General Obligation Bonds - continued:

\$11,900,000 General Obligation Bonds Series 2015 due in annual installments of \$430,000 to \$795,000, payable on 12-1 of each year through 12-1-35; and interest at 2.25% to 3.125%, payable on 6-1 and 12-1 of each year.	\$ 9,600,000
\$3,805,000 Refunding Bonds Series 2010 due in annual installments of \$255,000 to \$340,000, payable at 11-1 of each year through 11-1-23; and interest at 2.00% to 3.10%, payable on 5-1 and 11-1 of each year. This bond is to be paid by the City's Public Utility Enterprise Fund.	<u>1,000,000</u>
	<u>\$ 43,194,001</u>

Limited Obligation Bonds:

\$15,390,000 Tax Increment Financing Bonds Series 2020 due in annual installments of \$1,375,000 to \$1,740,000, payable 10-1-20 through 10-1-29; and interest varying annually from 1.25% to 3%, payable on 4-1 and 10-1 of each year beginning with 10-1-20 and ending with 10-1-29. The bonds are to be funded by ad valorem taxes collected annually on the incremental increase in the value of real and personal property and any increase in sales tax revenues located within the specified benefiting area. In accordance with an interlocal pledge agreement between the City and Madison County, Mississippi, the County has irrevocably pledged to the City for payment of a portion of the principal and interest on the Bonds and expenses of the Paying Agent on the Bonds, the added incremental increase in county ad valorem taxes levied against the property constituting the Redevelopment Project Sites and improvements. The pledge made pursuant to the agreement is irrevocable until such time as the entirety of the principal of and interest on each series of Bonds and the fees and expenses of the Paying Agent are indefeasibly paid in full, whether at maturity or otherwise.	\$ 13,985,000
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CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

Limited Obligation Bonds - continued:

\$2,300,000 Tax Increment Financing Bonds Series 2020 due in annual installments of \$105,000 to \$210,000, payable 11-1-20 through 11-1-34; and interest of 5%, payable on 5-1 and 11-1 of each year beginning with 11-1-20 and ending with 11-1-34. The bonds are to be funded by ad valorem taxes collected annually on the incremental increase in the value of real and personal property and any increase in sales tax revenues located within the specified benefiting area. In accordance with an interlocal pledge agreement between the City and Madison County, Mississippi, the County has irrevocably pledged to the City for payment of a portion of the principal and interest on the Bonds and expenses of the Paying Agent on the Bonds, the added incremental increase in county ad valorem taxes levied against the property constituting the Redevelopment Project Sites and improvements. The pledge made pursuant to the agreement is irrevocable until such time as the entirety of the principal of and interest on each series of Bonds and the fees and expenses of the Paying Agent are indefeasibly paid in full, whether at maturity or otherwise.

\$ 2,195,000

\$7,800,000 Tax Increment Financing Bonds Series 2021 due in annual installments of \$442,000 to \$606,000, payable 10-1-22 through 10-1-36; and interest of 2.250%, payable on 4-1 and 10-1 of each year beginning with 4-1-22 and ending with 10-1-36. The bonds are to be funded by ad valorem taxes collected annually on the incremental increase in the value of real and personal property and any increase in sales tax revenues located within the specified benefiting area. In accordance with an interlocal pledge agreement between the City and Madison County, Mississippi, the County has irrevocably pledged to the City for payment of a portion of the principal and interest on the Bonds and expenses of the Paying Agent on the Bonds, the added incremental increase in county ad valorem taxes levied against the property constituting the Redevelopment Project Sites and improvements. The pledge made pursuant to the agreement is irrevocable until such time as the entirety of the principal of and interest on each series of Bonds and the fees and expenses of the Paying Agent are indefeasibly paid in full, whether at maturity or otherwise.

7,800,000

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

Limited Obligation Bonds - continued:

\$7,775,000 Tax Increment Financing Bonds Series 2020 due in annual installments of \$635,000 to \$790,000, payable 10-1-20 through 4-1-31; and interest varying annually from 2% to 3%, payable on 10-1 and 4-1 of each year beginning with 10-1-20 and ending with 4-1-31. The bonds are to be funded by ad valorem taxes collected annually on the incremental increase in the value of real and personal property and any increase in sales tax revenues located within the specified benefiting area. In accordance with an interlocal pledge agreement between the City and Madison County, Mississippi, the County has irrevocably pledged to the City for payment of a portion of the principal and interest on the Bonds and expenses of the Paying Agent on the Bonds, the added incremental increase in county ad valorem taxes levied against the property constituting the Redevelopment Project Sites and improvements. The pledge made pursuant to the agreement is irrevocable until such time as the entirety of the principal of and interest on each series of Bonds and the fees and expenses of the Paying Agent are indefeasibly paid in full, whether at maturity or otherwise.

\$ 7,060,000

\$ 31,040,000

Notes:

\$5,072,000 note payable to the Mississippi Department of Transportation due in annual installments of \$114,200 to \$403,900, payable 1-1-08 through 1-1-26; and interest at 5.0%, payable on 1-1 and 7-1 of each year beginning with 1-1-08 and ending with 1-1-26. 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. Deferred payments thru January 1, 2017 have been capitalized as part of the note. The amounts deferred will be spread evenly over the remaining life of the note payments.

\$ 2,777,800

\$1,899,275 note payable to the Mississippi Department of Environmental Quality. The note is payable in monthly installments for 237 months starting on 7-1-11 and maturing 3-1-31 with interest at 1.75%. This note is to be paid by the City's Public Utility Enterprise Fund.

995,426

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

Notes - continued:

<p>\$1,771,698 note payable to the Mississippi Department of Health for drinking water improvements. The note is payable in monthly installments for 235 months starting on 12-1-10 and maturing 6-1-30 with interest at 1.95%. This note is to be paid by the City's Public Utility Enterprise Fund.</p>	<p>\$ 875,468</p>
<p>\$978,640 note payable to the Mississippi Department of Health for drinking water improvements. The note is payable in monthly installments for 234 months starting on 9-12-17 and maturing 2-1-37 with interest at 1.95%. This note is to be paid by the City's Public Utility Enterprise Fund.</p>	<p>803,300</p>
<p>\$282,322 note payable to Madison County Wastewater Authority for Catlett Road improvements. The note is payable in monthly installments for 237 months starting on 10-1-03 through 6-1-23 with interest at 1.75%. This note is to be paid by the City's Public Utility Enterprise Fund.</p>	<p>29,134</p>
<p>\$404,830 note payable to Madison County Wastewater Authority for Parkway Forcemain improvements. The note is payable in monthly installments for 237 months starting on 10-10-10 through 6-10-30 with interest at 1.75%. This note is to be paid by the City's Public Utility Enterprise Fund.</p>	<p>196,676</p>
<p>\$800,000 note payable to Madison County Wastewater Authority for improvements. The note is payable in monthly installments for 180 months starting on 12-1-10 through 11-1-25 with interest at 3.73%. This note is to be paid by the City's Public Utility Enterprise Fund.</p>	<p>268,640</p>
<p>\$363,006 note payable to Madison County Wastewater Authority for Bozeman Road pump station improvements. The note is payable in monthly installments for 234 months starting on 5-5-12 through 10-5-31 with interest at 1.75%. This note is to be paid by the City's Public Utility Enterprise Fund.</p>	<p><u>203,096</u></p>
	<p>\$ <u>6,149,540</u></p>

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,

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

Notes - continued:

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, 2021, the amount of outstanding bonded debt was equal to 8.47% of property assessments of \$476,979,272 computed as follows:

Bonded debt:	
General obligation bonds - Governmental Activities	\$ 40,390,355
General obligation bonds - Business-Type Activities	4,581,643
Less excludable debt:	
General obligation bonds - Business-Type Activities	<u>(4,581,643)</u>
Total debt subject to limitation	\$ <u>40,390,355</u>
Assessed valuation	\$ 476,979,272
Percentage	8.47%

Refunding Bonds

The City issued the 2021 General Obligation Refunding Bonds to redeem the remaining outstanding 2011 General Obligation bonds. The aggregate debt service of the new debt was \$156,169 less than the old debt. The net present value of the debt service savings is \$154,004.

Capital Lease Obligations

The City has entered into numerous lease agreements for financing the acquisition of various machinery and equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been reported at the present value of the future minimum lease payments as of the inception date. The assets acquired under the capital leases have an original cost in the amount of \$1,292,918 and accumulated depreciation of \$460,699 resulting in a net book value of \$832,219. Obligations of the City's governmental activities under capital leases at September 30, 2021, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending September 30,			
2022	\$ 221,172	21,606	242,778
2023	227,174	15,604	242,778
2024	168,025	9,614	177,639
2025	<u>154,798</u>	<u>3,931</u>	<u>158,729</u>
Total lease payments	\$ <u>771,169</u>	<u>50,755</u>	<u>821,924</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 7 - LONG-TERM LIABILITIES - CONTINUED:

Operating Lease Obligations

The City has entered into several equipment operating lease agreements. Future payments are due as follows:

	<u>Amount</u>
Year ending September 30,	
2022	\$ 173,916
2023	162,620
2024	92,188
2025	51,997
2026	<u>5,717</u>
Total lease payments	\$ <u>486,438</u>

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

NOTE 8 - INTERFUND ADVANCES AND TRANSFERS

The following tables summarize interfund advances from/to at September 30, 2021:

Advances

Advances to/from other funds at September 30, 2021 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	2019 \$19.96M Bond Issue Fund	\$ 159,306
	City Center Fund	1,142,898
	Colony Park TIF Bond Debt Fund	670,027
	Internal Service Fund	540,000
	Other Nonmajor Funds	<u>101,151</u>
		2,613,382
City Center Fund	2019 \$19.96M Bond Issue Fund	3,898,047
Other Nonmajor Funds	2019 \$19.96M Bond Issue Fund	<u>478,045</u>
		\$ <u>6,989,474</u>

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 8 - INTERFUND ADVANCES AND TRANSFERS - CONTINUED:

Advances - continued:

The above interfund balances resulted from the time lag between the dates that reimbursable expenses occur and payments between the funds are made. The balances are expected to be paid within one year.

Transfers are used to: (1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them, and (2) move receipts identified for debt service from the funds collecting the receipts to the Debt Service Funds to make debt service payments when they become due. There were no interfund transfers for the year ended September 30, 2021.

NOTE 9 - DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description. The City contributes to the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and may be amended only by the State of Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That information may be obtained by writing to Public Employees' Retirement System, PERS Building, 429 Mississippi Street, Jackson, MS 39201-1005, by calling (601) 359-3589 or 1-800-444-PERS, or by visiting online at www.pers.ms.gov.

Benefits Provided. Membership in PERS is a condition of employment granted upon hiring for qualifying employees and officials of the State of Mississippi (the State), state universities, community and junior colleges, and teachers and employees of the public school districts. For those persons employed by political subdivisions and instrumentalities of the State, membership is contingent upon approval of the entity's participation in PERS by the PERS Board of Trustees. If approved, membership for the entity's employees is a condition of employment and eligibility is granted to those who qualify upon hiring. Members and employers are statutorily required to contribute certain percentages of salaries and wages as specified by the Board of Trustees. A member who terminates employment from all covered employers and who is not eligible to receive monthly retirement benefits may request a full refund of his or her accumulated member contributions plus interest. Upon withdrawal of contributions, a member forfeits service credit represented by those contributions. Participating members who are vested and retire at or after age 60 or those who retire regardless of age with at least 30 years of creditable service (25 years of creditable service for employees who became members of PERS before July 1, 2011) are entitled, upon application, to an annual retirement allowance payable monthly for life in an amount equal to 2.0 percent of their average compensation for each year of creditable service up to and including 30 years (25 years for those who became members of PERS before July 1, 2011), plus 2.5 percent for each additional year

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 - DEFINED BENEFIT PENSION PLAN - CONTINUED:

General Information about the Pension Plan - continued:

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. 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.

The City's total payroll for all employees was \$11,580,995 and the total covered payroll was \$11,523,069 for the year ended September 30, 2021. Covered payroll refers to all compensation paid by the City to active employees covered by the Plan.

Contributions: PERS members are required to contribute 9.00% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The City's required contribution rate increased effective July 1, 2019 from 15.75% to 17.40% of annual covered payroll. The contribution requirements of PERS members are established and may be amended only by the State of Mississippi Legislature. The City's contributions to PERS for the fiscal years ended September 30, 2021, 2020, and 2019 were \$2,006,973, \$2,024,344, and \$1,873,614, respectively. The contributions for each year met the required contributions and were paid out of General Fund, Public Utility Fund, and East Madison County Regional Sewer Fund based on each fund's proportionate share of covered payroll.

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

At September 30, 2021, the City reported a liability of \$25,747,520 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2021, the City's proportion was 0.1742 percent, which was a decrease of .0005 percent from its proportion measured as of June 30, 2020.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 - DEFINED BENEFIT PENSION PLAN - CONTINUED:

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - continued:

For the year ended September 30, 2021, the City recognized pension expense of \$1,053,035. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 412,213	-
Net difference between projected and actual earnings on pension plan investments	-	7,750,283
Change of assumptions	1,982,238	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	19,565
City contributions subsequent to the measurement date	<u>529,883</u>	<u>-</u>
Total	\$ <u>2,924,334</u>	<u>7,769,848</u>

The \$529,883 of deferred outflows of resources resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ended September 30,	
2022	\$ (944,130)
2023	(909,688)
2024	(1,210,912)
2025	<u>(2,310,667)</u>
Total	\$ <u>(5,375,397)</u>

CITY OF RIDGELAND, MISSISSIPPI

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021**

NOTE 9 - DEFINED BENEFIT PENSION PLAN - CONTINUED:

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - continued:

Actuarial Assumptions. The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases	3.00 - 18.25 percent, including inflation
Investment rate of return	7.55 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PubS.H-2010(B) Retiree Table with the following adjustments: for males, 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119; for females, 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119. Mortality rates will be projected generationally using the MP-2018 projection scale to account for future improvements in life expectancy.

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	\$ 27 %	4.60 %
International Equity	22 %	4.50 %
Global Equity	12 %	4.80 %
Debt Securities	20 %	(0.25) %
Real Estate	10 %	3.75 %
Private Equity	8 %	6.00 %
Cash	1 %	(1.00) %
Total	\$ <u>100</u> %	

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 - DEFINED BENEFIT PENSION PLAN - CONTINUED:

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions - continued:

Discount Rate. The discount rate used to measure the total pension liability was 7.55 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 contribution rate (17.40%). 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 table presents the City's proportionate share of the net pension liability of PERS based on the June 30, 2021, actuarial valuations, calculated using the discount rate of 7.55 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 one percentage point lower (6.55 percent) or one percentage point higher (8.55 percent) than the current rate:

	<u>City's Proportionate Share of Net Pension Liability</u>
1.00% decrease (6.55%)	\$ 43,650,404
Current discount rate (7.55%)	25,747,520
1.00% increase (8.55%)	25,529,078

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Public Employees' Retirement System of Mississippi's financial report.

NOTE 10 - CONTINGENT LIABILITIES

Grant Audits

The City receives Federal and state grants for specific purposes that are subject to review and audit by Federal and state agencies. Such audits could result in a request for reimbursements for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of City management, such disallowances, if any, will not be significant.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 10 - CONTINGENT LIABILITIES - CONTINUED:

Litigation

In prior years, the City has been party to numerous legal proceedings, which occur in the normal course of governmental operations. Several suits were filed against the City as a result of the City amending its Zoning Ordinance in 2014. During the current year all litigation surrounding the amendment to the Zoning Ordinance and all other matters have been dismissed with prejudice. Management is not aware of any outstanding litigation that could have a material adverse effect on the net position of the City.

NOTE 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 participates in State insurance funds for risks of loss for all liability and workers' compensation insurance. Settled claims resulting from these insured risks have not exceeded State insurance coverage in any of the past three fiscal years.

The City has joined with other municipalities to pool its risk as a member of the Mississippi Public Entity Workers' Compensation Trust, a public entity risk pool. The City pays premiums to the pool for its worker's 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 completely 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 P.O. Box 5300, Jackson, Mississippi 39296-5300.

NOTE 12 - HEALTH INSURANCE PLAN

The City has established a Risk Pool Agreement authorized by Section 25-15-101 of the Mississippi Code to be self-insured for its employee group health plan. The City contributes \$471 per month per employee to the plan to cover each employee and each employee, at their option, authorizes payroll withholdings to pay contributions for dependent coverage. The City's monthly premiums to cover all employees have been expensed in the General Fund, Public Utility Enterprise Fund, and the East Madison County Regional Sewer Fund in the same manner as the employees' salaries.

The City has contracted with a third party administrator to act on behalf of the City in the administration of the plan. The administrator is to perform enrollment and underwriting functions and to audit, process,

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 12 - HEALTH INSURANCE PLAN - CONTINUED:

and pay all medical expense claims of the plan. Provisions for administrative fees and stop loss premiums are included in the contractual provisions. The administrative contract can be terminated upon thirty days of written notice.

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, Mississippi 39215. Under this 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 expense per person is \$65,000 for the contract period. No active service is required and retirees are not covered. In addition, the policy will reimburse the City if total losses for the policy year exceed \$1,151,787, the annual aggregate attachment point (AAAP). The AAAP is an amount equal to the product of an aggregate monthly factor times the number of covered individuals.

For fiscal year ended September 30, 2021, the City was reimbursed \$129,445 for losses in excess of \$65,000 per individual. The AAAP was not exceeded for the fiscal year. The liability reported at September 30, 2021, is based on the requirements that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. These liabilities include an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on numerous complex factors, the process used in computing the claims liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. Changes in the claims liability during fiscal years 2019 through 2021 were as follows:

	<u>Balance at</u> <u>Beginning</u> <u>of</u> <u>Fiscal Year</u>	<u>Current Year</u> <u>Claims and</u> <u>Changes in</u> <u>Estimates</u>	<u>Claims</u> <u>Payments</u>	<u>Balance at</u> <u>End of</u> <u>Fiscal Year</u>
2018-2019	\$ 207,371	1,541,367	1,684,252	64,486
2019-2020	64,486	1,412,390	1,384,322	92,554
2020-2021	92,554	1,354,656	1,371,607	75,603

NOTE 13 - COMMITMENTS

At September 30, 2021, the City has entered into contracts to acquire and construct municipal facilities and infrastructure as follows:

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 13 - COMMITMENTS - CONTINUED:

<u>Project</u>	<u>Contract Type</u>	<u>Total Contract Amount</u>	<u>Cost Incurred as of September 30, 2021</u>	<u>Commitment Outstanding as of September 30, 2021</u>
City Center	Engineering	\$ 1,296,089	1,253,834	42,255
City Center	Other	443,029	382,685	60,344
City Center/Rice Road	Construction	2,237,654	1,094,061	<u>1,143,593</u>
Total				\$ <u><u>1,246,192</u></u>

NOTE 14 - DEFICIT FUND BALANCE OF INDIVIDUAL FUNDS

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

	<u>Amount</u>
Capital Project Funds - consolidated with other nonmajor funds:	
Ridgewood Rd Drainage Improvement Fund	\$ (15,180)
Wolcott Park Improvement Fund	(7,337)
Commerce Park Fund	(399)
Internal Service Fund	<u>(465,635)</u>
Total	\$ <u><u>(488,551)</u></u>

The deficit in the Ridgewood Rd Drainage Improvement Fund, Wolcott Park Improvement Fund, and Commerce Park Fund will be remedied through transfers from other municipal funds. The deficit in the internal service fund is expected to be remedied as a result of the City increasing the deductible amounts for employees during fiscal year 2020 coupled with the City continuing to increase its monthly contribution to the plan.

NOTE 15 - NEW ACCOUNTING PRONOUNCEMENTS

Recently Adopted Accounting Pronouncements

GASB Statement No. 84, Fiduciary Activities, issued January 2017, contains requirements that will enhance consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 15 - NEW ACCOUNTING PRONOUNCEMENTS - CONTINUED:

Recently Adopted Accounting Pronouncements - continued:

activities should report their fiduciary activities. Greater consistency and comparability enhance the value provided by the information reported in financial statements for assessing government accountability and stewardship. The requirements of this standard had no impact on the City's financial statements.

GASB Statement No. 90, *Majority Equity Interests as an amendment of GASB Statements No. 14 and No. 61*, issued August 2018, improves the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and also improves the relevance of the financial statement information for certain component units. The requirements of this Statement are effective for periods beginning after December 15, 2019. The requirements of this standard had no impact on the City's financial statements.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, issued June 2020, (1) increases consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigates costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements in (1) paragraph 4 of this Statement as it applies to defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans and (2) paragraph 5 of this Statement are effective immediately. All other requirements of this statement are effective for reporting periods beginning after June 15, 2021. The effects of paragraphs 4 and 5 of this statement do not have a material impact on the City's financial statements. Management is currently evaluating the impact of the adoption of the other requirements of this Statement on the City's financial statements.

Recently Issued Accounting Pronouncements

GASB Statement No. 87, *Leases*, issued June 2017, will increase the usefulness of governments' financial statements by requiring reporting of certain lease liabilities that currently are not reported. It will enhance comparability of financial statements among governments by requiring lessees and lessors to report leases under a single model. This Statement also will enhance the decision-usefulness of the information provided to financial statement users by requiring notes to financial statements related to the timing, significance, and purpose of a government's leasing arrangements.

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 15 - NEW ACCOUNTING PRONOUNCEMENTS - CONTINUED:

Recently Issued Accounting Pronouncements - continued:

The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Management is currently evaluating the impact of the adoption of this Statement on the City's financial statements.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, issued June 2018, enhances the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and simplifies accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for periods beginning after December 15, 2020. Management is currently evaluating the impact of the adoption of this Statement on the City's financial statements.

GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019, provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2021. This accounting pronouncement is not expected to impact the City's financial statements.

GASB Statement No. 92, *Omnibus 2020*, issued January 2020, enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The requirements related to the effective date of Statement 87 and Implementation Guide 2019-3, reinsurance recoveries, and terminology used to refer to derivative instruments are effective upon issuance. All other requirements of this statement are effective for reporting periods beginning after June 15, 2021. Management is currently evaluating the impact of the adoption of this Statement on the City's financial statements.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, issued March 2020, some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR) - most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The requirements of this Statement are effective for periods beginning after June 15, 2021. Management is currently evaluating the impact of the adoption of this Statement on the City's financial statements.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, issued March 2020, with the primary objective to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 15 - NEW ACCOUNTING PRONOUNCEMENTS - CONTINUED:

Recently Issued Accounting Pronouncements - continued:

government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. The requirements of this Statement are effective for periods beginning after June 15, 2022. Management is currently evaluating the impact of the adoption of this Statement on the City's financial statements.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, issued May 2020, this Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The requirements of this Statement are effective for periods beginning after June 15, 2022. Management is currently evaluating the impact of the adoption of this Statement on the City's financial statements.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, issued June 2020, (1) increases consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigates costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements in (1) paragraph 4 of this Statement as it applies to defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans and (2) paragraph 5 of this Statement are effective immediately. All other requirements of this statement are effective

CITY OF RIDGELAND, MISSISSIPPI
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 15 - NEW ACCOUNTING PRONOUNCEMENTS - CONTINUED:

Recently Issued Accounting Pronouncements - continued:

for reporting periods beginning after June 15, 2021. The effects of paragraphs 4 and 5 of this statement do not have a material impact on the City's financial statements. Management is currently evaluating the impact of the adoption of the other requirements of this Statement on the City's financial statements.

NOTE 16 - SUBSEQUENT EVENTS

The City has evaluated subsequent events through March 30, 2022, the date the financial statements were approved by the City's management and thereby available to be issued and has determined that there are no subsequent events of a material nature requiring adjustment to or disclosure in the accompanying financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A

CITY OF RIDGELAND, MISSISSIPPI

**GENERAL FUND
SEPTEMBER 30, 2021**

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

The City maintains one general fund.

CITY OF RIDGELAND, MISSISSIPPI
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Sales taxes	\$ 11,781,932	11,781,932	14,773,861	2,991,929
Ad valorem taxes	5,618,731	5,618,731	5,633,951	15,220
Franchise fees	1,257,413	1,257,413	1,229,856	(27,557)
Licenses and permits	406,501	406,501	544,382	137,881
Intergovernmental	846,191	1,692,791	2,101,828	409,037
Charges for services	805,663	805,663	955,891	150,228
Fines and forfeits	1,349,745	1,350,745	928,755	(421,990)
Contributions	-	3,464	4,529	1,065
Investment and interest earnings	258,881	258,881	38,421	(220,460)
Miscellaneous	98,659	167,555	188,021	20,466
Total revenues	<u>22,423,716</u>	<u>23,343,676</u>	<u>26,399,495</u>	<u>3,055,819</u>
EXPENDITURES:				
General government:				
Personnel services	2,792,762	2,792,762	2,789,377	3,385
Supplies	62,195	62,195	42,564	19,631
Other services and charges	1,344,144	1,450,891	1,177,235	273,656
Capital outlay	57,583	57,583	55,035	2,548
Total general government	<u>4,256,684</u>	<u>4,363,431</u>	<u>4,064,211</u>	<u>299,220</u>
Public safety:				
Personnel services	10,027,073	10,027,073	9,378,583	648,490
Supplies	447,516	450,465	326,913	123,552
Other services and charges	1,282,155	1,305,878	1,050,251	255,627
Capital outlay	154,700	217,425	179,396	38,029
Total public safety	<u>11,911,444</u>	<u>12,000,841</u>	<u>10,935,143</u>	<u>1,065,698</u>
Public service:				
Personnel services	1,944,921	1,944,921	1,754,800	190,121
Supplies	420,169	417,255	360,533	56,722
Other services and charges	2,639,983	4,534,748	4,308,074	226,674
Capital outlay	1,500	5,414	5,103	311
Total public service	<u>5,006,573</u>	<u>6,902,338</u>	<u>6,428,510</u>	<u>473,828</u>
Health and welfare:				
Other services and charges	120,000	143,652	132,405	11,247
Total health and welfare	<u>120,000</u>	<u>143,652</u>	<u>132,405</u>	<u>11,247</u>

CITY OF RIDGELAND, MISSISSIPPI
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES - CONTINUED:				
Culture and recreation:				
Personnel services	\$ 1,064,072	1,064,072	1,027,320	36,752
Supplies	175,900	176,815	136,296	40,519
Other services and charges	863,856	863,856	796,898	66,958
Capital outlay	<u>10,000</u>	<u>10,000</u>	<u>8,309</u>	<u>1,691</u>
Total culture and recreation	<u>2,113,828</u>	<u>2,114,743</u>	<u>1,968,823</u>	<u>145,920</u>
Debt service:				
Principal	223,210	223,210	224,261	(1,051)
Interest and other fiscal charges	<u>23,298</u>	<u>23,298</u>	<u>18,517</u>	<u>4,781</u>
Total debt service	<u>246,508</u>	<u>246,508</u>	<u>242,778</u>	<u>3,730</u>
Total expenditures	<u>23,655,037</u>	<u>25,771,513</u>	<u>23,771,870</u>	<u>1,999,643</u>
Excess (deficiency) of revenue over (under) expenditures	\$ <u>(1,231,321)</u>	<u>(2,427,837)</u>	<u>2,627,625</u>	<u>5,055,462</u>
Other financing sources (uses):				
Sale of capital assets	<u>31,834</u>	<u>31,834</u>	<u>27,523</u>	<u>(4,311)</u>
Total other financing sources (uses)	<u>31,834</u>	<u>31,834</u>	<u>27,523</u>	<u>(4,311)</u>
Net change in fund balance	\$ <u>(1,199,487)</u>	<u>(2,396,003)</u>	2,655,148	<u>5,051,151</u>
Fund balance at beginning of year			<u>16,742,749</u>	
Fund balance at end of year			\$ <u><u>19,397,897</u></u>	
EXPLANATION OF DIFFERENCES BETWEEN NET CHANGE IN BUDGETARY BASIS FUND BALANCE AND NET CHANGE IN GAAP BASIS FUND BALANCE:				
Fund balance at end of year - budgetary basis			\$ 19,397,897	
Adjustments to GAAP basis:				
Net accrued revenue and related receivables			3,180,961	
Net prepaids			167,611	
Net accrued expenditures and related liabilities paid after 30 days			<u>(6,509)</u>	
Fund balance at end of year - GAAP basis			\$ <u><u>22,739,960</u></u>	

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

CITY OF RIDGELAND, MISSISSIPPI
REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEES RETIREMENT SYSTEM OF MISSISSIPPI
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST 10 FISCAL YEARS *

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's proportion of the collective net pension liability	\$ 25,747,520	33,819,891	31,014,648	29,739,752	29,689,382	31,420,132	27,944,096	21,816,659
City's proportionate share of the collective net pension liability	0.1742%	0.1747%	0.1763%	0.1788%	0.1786%	0.1759%	0.1808%	0.1797%
City's covered payroll	11,523,069	11,635,448	11,483,568	11,418,940	11,460,235	11,255,168	11,086,571	9,925,733
City's proportionate share of the net pension liability as a percentage of its covered payroll	223.44%	290.66%	270.08%	260.44%	259.06%	279.16%	252.05%	219.80%
PERS' fiduciary net position as a percentage of the total pension liability	70.44%	58.97%	61.59%	62.54%	61.49%	57.47%	61.70%	67.21%

* The amounts presented for each fiscal year were determined as of the measurement date of June 30 of the fiscal year presented. PERS implemented GASB 67 in fiscal year 2014 and thus information is not available to present a full ten years. The City has presented information for the years in which information is available.

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

CITY OF RIDGELAND, MISSISSIPPI

REQUIRED SUPPLEMENTARY INFORMATION

PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF MISSISSIPPI

SCHEDULE OF THE CITY'S CONTRIBUTIONS

LAST 10 FISCAL YEARS *

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 2,006,973	2,024,344	1,873,614	1,788,276	1,816,285	1,828,010	1,793,444	1,747,698
Contributions in relation to the contractually required contribution	<u>2,006,973</u>	<u>2,024,344</u>	<u>1,873,614</u>	<u>1,788,276</u>	<u>1,816,285</u>	<u>1,828,010</u>	<u>1,793,444</u>	<u>1,747,698</u>
Contribution deficiency (excess)	\$ <u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>
City's covered payroll	\$ 11,523,069	11,635,448	11,572,091	11,354,133	11,531,968	11,606,413	11,386,946	11,096,495
Contributions as a percentage of a covered payroll	17.42%	17.40%	16.19%	15.75%	15.75%	15.75%	15.75%	15.75%

* The amounts presented for each fiscal year were determined as of the employer's fiscal year-end. PERS implemented GASB 67 in fiscal year 2014 and thus information is not available to present a full ten years. The City has presented information for the years in which information is available.

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

CITY OF RIDGELAND, MISSISSIPPI

**NOTES TO REQUIRED SUPPLEMENTAL INFORMATION SCHEDULES
SEPTEMBER 30, 2021**

Budgetary Comparison Schedules

NOTE A - BASIS OF PRESENTATION

The City's governmental fund types are budgeted in accordance with the laws of the State of Mississippi which require that municipalities budget on a modified-cash basis. Claims that have been incurred prior to the end of the year and that are paid within 30 days are recorded under the accrual basis. Prior year claims that are paid after 30 days revert to the cash basis. All revenue is accounted for under the cash basis. Capital project funds, however, are budgeted per project and do not lapse at year end. The required budgetary basis is therefore not considered to be in accordance with generally accepted accounting principles. Governmental accounting requires that the "Budget to Actual" statement be prepared according to budgetary laws.

Pension Schedules

NOTE A - METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CONTRIBUTIONS

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported (June 30, 2019 valuation for the September 30, 2021 fiscal year end). The following actuarial methods and assumptions were used to determine the most recent contribution rate reported in that schedule:

Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	28.8 years
Asset valuation method	5-year smoothed market
Price inflation	2.75 percent
Salary increase	3.00 percent to 18.50 percent, including inflation
Investment rate of return	7.55 percent, net of pension plan investment expense, including inflation

NOTE B - CHANGES IN BENEFIT PROVISIONS

None.

NOTE C - CHANGES OF ASSUMPTIONS

The investment rate of return decreased from 7.75% to 7.55%, the remaining amortization period decreased from 38.4 to 28.8 years, price inflation decreased 3.00% to 2.75%, along with salary decrease of 3.25 percent to 18.50 percent to 3.00 percent to 18.50 percent for the year ended June 30, 2021.

CITY OF RIDGELAND, MISSISSIPPI

**NOTES TO REQUIRED SUPPLEMENTAL INFORMATION SCHEDULES - CONTINUED:
SEPTEMBER 30, 2021**

Pension Schedules - continued:

NOTE D - DATA AVAILABLE AND PRESENTED

The required supplementary pension schedules are presented to illustrate the requirement to show information for ten years, as required by GASB 68. GASB 68 was implemented during the fiscal year ended September 30, 2015, and only reflects data for years for which trend information is available.

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

CITY OF RIDGELAND, MISSISSIPPI

**MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021**

1. Debt Service Fund - This fund accounts for the accumulation of financial resources for the payment of principal and interest on the City's general obligation debt.
2. Colony Park TIF Bond Debt Fund - Debt Service Fund - This fund accounts for the accumulation of financial resources for the payment of principal and interest on the Colony Park TIF bonds.
3. City Center Fund - Capital Project Fund - This fund accounts for the accumulation of financial resources for the purchase of land, planning and construction related to the new City Center.
4. Renaissance III TIF Bond Debt Fund - Debt Service Fund - This fund accounts for the accumulation of financial resources for the payment of principal and interest on the Renaissance III TIF bonds.
5. 2019 \$19.96M Bond Issue Fund - Capital Project Fund - This fund accounts for the financial resources to be used for the capital projects funded by general obligation bonds issued August 20, 2019.

CITY OF RIDGELAND, MISSISSIPPI
DEBT SERVICE FUND - MAJOR FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes:				
Property taxes	\$ 3,673,709	3,673,709	3,734,704	60,995
Intergovernmental	21,235	21,235	21,884	649
Interest earnings	30,362	30,362	17,507	(12,855)
Total revenues	<u>3,725,306</u>	<u>3,725,306</u>	<u>3,774,095</u>	<u>48,789</u>
EXPENDITURES:				
Debt service:				
Principal	2,596,522	2,596,522	4,931,522	(2,335,000)
Interest and other fiscal charges	1,533,057	1,533,057	1,540,146	(7,089)
Bond issuance cost	-	-	67,392	(67,392)
Total expenditures	<u>4,129,579</u>	<u>4,129,579</u>	<u>6,539,060</u>	<u>(2,409,481)</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(404,273)</u>	<u>(404,273)</u>	<u>(2,764,965)</u>	<u>(2,360,692)</u>
OTHER FINANCING SOURCES:				
Issuance of debt	-	-	2,419,000	2,419,000
Total other financing sources	<u>-</u>	<u>-</u>	<u>2,419,000</u>	<u>2,419,000</u>
NET CHANGE IN FUND BALANCE	\$ <u>(404,273)</u>	<u>(404,273)</u>	<u>(345,965)</u>	<u>58,308</u>
Fund balance at beginning of year			<u>1,785,588</u>	
Fund balance at end of year			\$ <u>1,439,623</u>	
EXPLANATION OF DIFFERENCES BETWEEN NET CHANGE IN BUDGETARY BASIS FUND BALANCE AND NET CHANGE IN GAAP BASIS FUND BALANCE:				
Fund balance at end of year - budgetary basis			\$ 1,439,623	
Adjustments to GAAP basis:				
Net accrued revenue and related receivables			<u>106,137</u>	
Fund balance at end of year - GAAP basis			\$ <u>1,545,760</u>	

CITY OF RIDGELAND, MISSISSIPPI

**COLONY PARK TIF BOND DEBT FUND - MAJOR FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes:				
Sales tax	\$ 1,227,505	1,227,505	1,065,128	(162,377)
Property taxes	652,646	652,646	669,514	16,868
Intergovernmental	1,015,671	1,015,671	838,660	(177,011)
Interest earnings	41,668	41,668	621	(41,047)
Total revenues	<u>2,937,490</u>	<u>2,937,490</u>	<u>2,573,923</u>	<u>(363,567)</u>
EXPENDITURES:				
Debt service:				
Principal	1,675,000	1,675,000	2,120,000	(445,000)
Interest and other fiscal charges	<u>1,154,500</u>	<u>1,154,500</u>	<u>339,115</u>	<u>815,385</u>
Total expenditures	<u>2,829,500</u>	<u>2,829,500</u>	<u>2,459,115</u>	<u>370,385</u>
NET CHANGE IN FUND BALANCE	\$ <u>107,990</u>	<u>107,990</u>	114,808	<u>6,818</u>
Fund balance at beginning of year			<u>3,508,059</u>	
Fund balance at end of year (same as GAAP)			\$ <u>3,622,867</u>	

CITY OF RIDGELAND, MISSISSIPPI
CITY CENTER FUND - MAJOR FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	-	750,000	750,000
Investment earnings	-	-	9,699	9,699
Contributions	-	-	82,540	82,540
Miscellaneous	<u>2,000</u>	<u>2,040</u>	<u>2,890</u>	<u>850</u>
Total revenues	<u>2,000</u>	<u>2,040</u>	<u>845,129</u>	<u>843,089</u>
EXPENDITURES:				
General Government	-	490,000	483,701	6,299
Capital outlay	<u>9,257,017</u>	<u>8,767,017</u>	<u>5,178,350</u>	<u>3,588,667</u>
Total expenditures	<u>9,257,017</u>	<u>9,257,017</u>	<u>5,662,051</u>	<u>3,594,966</u>
NET CHANGE IN FUND BALANCE	\$ <u>(9,255,017)</u>	<u>(9,254,977)</u>	(4,816,922)	<u>4,438,055</u>
Fund balance at beginning of year			<u>7,355,403</u>	
Fund balance at end of year			\$ <u><u>2,538,481</u></u>	
EXPLANATION OF DIFFERENCES BETWEEN NET CHANGE IN BUDGETARY BASIS FUND BALANCE AND NET CHANGE IN GAAP BASIS FUND BALANCE:				
Fund balance at end of year - budgetary basis			\$ 2,538,481	
Adjustments to GAAP basis:				
Net accrued expenditures and related liabilities paid after 30 days			<u>(24,842)</u>	
Fund balance at end of year - GAAP basis			\$ <u><u>2,513,639</u></u>	

CITY OF RIDGELAND, MISSISSIPPI

**RENANISSANCE III TIF BOND DEBT FUND - MAJOR FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
			<u>(Budgetary</u>	<u>Budget</u>
			<u>Basis)</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Interest earnings	\$ -	-	10	10
Total revenues	-	-	10	10
EXPENDITURES:				
Economic Development	-	-	7,253,182	(7,253,182)
Debt service:				
Bond issuance cost	-	236,743	236,743	-
Total expenditures	-	236,743	7,489,925	(7,253,182)
Excess (deficiency) of revenues over (under) expenditures	-	(236,743)	(7,489,915)	7,253,192
OTHER FINANCING SOURCES (USES):				
Bond proceeds	-	7,800,000	7,800,000	-
Total other financing sources (uses)	-	7,800,000	7,800,000	-
NET CHANGE IN FUND BALANCE	\$ -	<u>7,563,257</u>	310,085	<u>(7,253,192)</u>
Fund balance at beginning of year			-	
Fund balance at end of year (same as GAAP)			\$ <u>310,085</u>	

CITY OF RIDGELAND, MISSISSIPPI
2019 \$19.96M BOND ISSUE
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$ -	-	(5,029)	(5,029)
Total revenues	-	-	(5,029)	(5,029)
EXPENDITURES:				
Capital outlay	-	159,305	159,305	-
Total expenditures	-	159,305	159,305	-
NET CHANGE IN FUND BALANCE	\$ -	(159,305)	(164,334)	(5,029)
Fund balance at beginning of year			1,814,974	
Fund balance at end of year (same as GAAP)			\$ 1,650,640	

CITY OF RIDGELAND, MISSISSIPPI

**NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021**

1. Forfeiture and Seizure Fund - Special Revenue Fund - This fund accounts for the revenues and related expenditures for forfeitures and seizures of the Ridgeland Police Department.
2. Lowes TIF Bond Note Fund - Debt Service Fund - This fund accounts for the accumulation of financial resources for the payment of principal and interest on the tax increment financing (TIF) note related to the Lowes TIF project.
3. Higginbotham TIF Bond Note Fund - Debt Service Fund - This fund accounts for the financial resources for the payment of principal and interest on the tax increment financing (TIF) note related to the Higginbotham TIF project.
4. Jackson Street Multi-Use Fund - Capital Project Fund - This fund accounts for the financial resources to be used for the construction of the Jackson Street Multi-Use Path between Highway 51 and Trace Ridge Drive.
5. City Entrance Sign Hwy 51 Fund - Capital Project Fund - This fund accounts for the financial resources to be used for the construction of the city entrance sign on Highway 51.
6. Renaissance Traffic Signals - Capital Project Fund - This fund accounts for the financial resources to be used for the replacement of traffic signals.
7. Lake Harbour Drive Extension Fund - Capital Project Fund- This fund accounts for the accumulation of financial resources for the purchase, planning, and construction related to the extension of Lake Harbour Drive from Highway 51 to Highland Colony Parkway.
8. Wolcott Park Improvements Fund - Capital Project Fund - This fund accounts for the financial resources to be used for the improvement of Wolcott Park.
9. Highland Commerce Drive Fund - Capital Project Fund - This fund accounts for the financial resources to be used in the improvements of Highland Commerce Drive.
10. Traffic Signals Improvement Fund - Capital Project Fund - This fund accounts for the financial resources to be used in the improvements of traffic signals.
11. Ridgewood Road Drainage Improvement Fund - Capital Project Fund - This fund accounts for the financial resources to be used in the drainage improvements of Ridgewood Road.

CITY OF RIDGELAND, MISSISSIPPI
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF SEPTEMBER 30, 2021

	Special Revenue Fund	Debt Service Funds	Capital Project Funds	Total Other Nonmajor Governmental Funds (See Exhibit A-3)
	<u>Forfeiture and Seizure Fund</u>	<u>Funds</u>	<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 275,309	248,787	45,834	569,930
Receivables (net of allowance for uncollectibles, where applicable):				
Grants	-	-	66,448	66,448
Taxes	-	21,881	-	21,881
Due from other funds	-	-	478,045	478,045
Due from other governments	-	499,091	-	499,091
Total assets	<u>\$ 275,309</u>	<u>769,759</u>	<u>590,327</u>	<u>1,635,395</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 476	-	180	656
Due to other funds	-	2,902	98,249	101,151
Total liabilities	<u>476</u>	<u>2,902</u>	<u>98,429</u>	<u>101,807</u>
Deferred inflows of resources:				
Unavailable revenue - property taxes	-	21,881	-	21,881
Unavailable revenue - Madison county	-	496,190	-	496,190
Total deferred inflows of resources	<u>-</u>	<u>518,071</u>	<u>-</u>	<u>518,071</u>
Fund balances:				
Restricted:				
Public safety	274,833	-	-	274,833
Debt service	-	248,786	-	248,786
Capital projects	-	-	514,814	514,814
Unassigned	-	-	(22,916)	(22,916)
Total fund balances	<u>274,833</u>	<u>248,786</u>	<u>491,898</u>	<u>1,015,517</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 275,309</u>	<u>769,759</u>	<u>590,327</u>	<u>1,635,395</u>

CITY OF RIDGELAND

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Special Revenue Fund	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
REVENUES:				
Taxes:				
Sales taxes	\$ -	261,536	-	261,536
Property taxes	-	70,949	-	70,949
Intergovernmental	-	45,138	787,568	832,706
Fines and forfeitures	33,010	-	-	33,010
Investment income (loss)	-	-	(66,980)	(66,980)
Interest earnings	3,078	2,739	6,526	12,343
Miscellaneous income	-	-	1,472	1,472
Total revenues	36,088	380,362	728,586	1,145,036
EXPENDITURES:				
Public safety	22,516	-	-	22,516
Capital outlay	13,565	-	1,572,242	1,585,807
Debt service:				
Principal	-	105,000	-	105,000
Interest and other fiscal charges	-	169,875	-	169,875
Total expenditures	36,081	274,875	1,572,242	1,883,198
Excess (deficiency) of revenues over (under) expenditures	7	105,487	(843,656)	(738,162)
OTHER FINANCING SOURCES (USES):				
Sale of capital assets	5,883	-	-	5,883
Total other financing sources (uses)	5,883	-	-	5,883
NET CHANGE IN FUND BALANCES	5,890	105,487	(843,656)	(732,279)
Fund balances at beginning of year	268,943	143,299	1,335,554	1,747,796
Fund balances at end of year	\$ 274,833	248,786	491,898	1,015,517

CITY OF RIDGELAND, MISSISSIPPI

FORFEITURE AND SEIZURE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Fines and forfeitures	\$ -	-	33,010	33,010
Interest earnings	-	-	3,078	3,078
Total revenues	<u>-</u>	<u>-</u>	<u>36,088</u>	<u>36,088</u>
EXPENDITURES:				
Public safety	-	31,664	22,516	9,148
Capital outlay	-	21,486	13,565	7,921
Total expenditures	<u>-</u>	<u>53,150</u>	<u>36,081</u>	<u>17,069</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(53,150)</u>	<u>7</u>	<u>53,157</u>
OTHER FINANCING SOURCES (USES):				
Sale of equipment	-	-	5,883	5,883
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>5,883</u>	<u>5,883</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	<u>(53,150)</u>	5,890	<u>59,040</u>
Fund balance at beginning of year			<u>268,943</u>	
Fund balance at end of year (same as GAAP)			\$ <u>274,833</u>	

CITY OF RIDGELAND, MISSISSIPPI

**COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
AS OF SEPTEMBER 30, 2021**

	Higginbotham TIF Note Debt Fund	Lowes TIF Note Debt Fund	Total Nonmajor Debt Service Funds (See Exhibit C-6)
	<u> </u>	<u> </u>	<u> </u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 248,787	-	248,787
Receivables (net of allowance for uncollectibles, where applicable):			
Taxes	21,881	-	21,881
Due from other governments	<u>499,091</u>	<u>-</u>	<u>499,091</u>
 Total assets	\$ <u>769,759</u>	<u>-</u>	<u>769,759</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>			
Liabilities:			
Due to other funds	\$ <u>2,902</u>	<u>-</u>	<u>2,902</u>
Total liabilities	<u>2,902</u>	<u>-</u>	<u>2,902</u>
Deferred inflows of resources:			
Unavailable revenue - property taxes	21,881	-	21,881
Unavailable revenue - Madison county	<u>496,190</u>	<u>-</u>	<u>496,190</u>
Total deferred inflows of resources	<u>518,071</u>	<u>-</u>	<u>518,071</u>
Fund balances:			
Restricted:			
Debt service	248,786	-	248,786
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>248,786</u>	<u>-</u>	<u>248,786</u>
 Total liabilities, deferred inflows of resources, and fund balances	\$ <u>769,759</u>	<u>-</u>	<u>769,759</u>

CITY OF RIDGELAND, MISSISSIPPI

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Higginbotham TIF Note Debt Fund	Lowes TIF Note Debt Fund	Total Nonmajor Debt Service Funds (See Exhibit C-7)
REVENUES:			
Taxes:			
Sales taxes	\$ 198,653	62,883	261,536
Property taxes	31,083	39,866	70,949
Intergovernmental	45,138	-	45,138
Interest earnings	<u>2,739</u>	<u>-</u>	<u>2,739</u>
Total revenues	<u>277,613</u>	<u>102,749</u>	<u>380,362</u>
EXPENDITURES:			
Debt service:			
Principal	105,000	-	105,000
Interest and other fiscal charges	<u>169,875</u>	<u>-</u>	<u>169,875</u>
Total expenditures	<u>274,875</u>	<u>-</u>	<u>274,875</u>
NET CHANGE IN FUND BALANCES	2,738	102,749	105,487
Fund balances at beginning of year	<u>246,048</u>	<u>(102,749)</u>	<u>143,299</u>
Fund balances at end of year	\$ <u>248,786</u>	<u>-</u>	<u>248,786</u>

CITY OF RIDGELAND, MISSISSIPPI
HIGGINBOTHAM TIF NOTE DEBT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Sales taxes	\$ 198,270	198,270	198,653	383
Property taxes	31,023	31,023	31,083	60
Intergovernmental	45,582	45,582	42,236	(3,346)
Interest earnings	4,206	4,206	2,739	(1,467)
Total revenues	279,081	279,081	274,711	(4,370)
EXPENDITURES:				
Debt service:				
Principal	105,000	105,000	105,000	-
Interest	169,875	169,875	169,875	-
Total expenditures	274,875	274,875	274,875	-
NET CHANGE IN FUND BALANCE	\$ 4,206	4,206	(164)	(4,370)
Fund balance at beginning of year			246,048	
Fund balance at end of year (same as GAAP)			\$ 245,884	

**EXPLANATION OF DIFFERENCES BETWEEN
NET CHANGE IN BUDGETARY BASIS FUND
BALANCE AND NET CHANGE IN GAAP BASIS
FUND BALANCE:**

Fund balance at end of year - budgetary basis	\$ 245,884
Adjustments to GAAP basis:	
Net accrued revenue and related receivables	2,902
Net change in fund balance - GAAP basis	\$ 248,786

CITY OF RIDGELAND, MISSISSIPPI
LOWES TIF NOTE DEBT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Sales taxes	\$ 104,006	104,006	125,767	21,761
Property taxes	<u>92,768</u>	<u>92,768</u>	<u>39,866</u>	<u>(52,902)</u>
Total revenues	<u>196,774</u>	<u>196,774</u>	<u>165,633</u>	<u>(31,141)</u>
NET CHANGE IN FUND BALANCE	\$ <u>196,774</u>	<u>196,774</u>	165,633	<u>(31,141)</u>
Fund balance at beginning of year			<u>(165,633)</u>	
Fund balance at end of year (same as GAAP)			<u>\$ -</u>	

CITY OF RIDGELAND, MISSISSIPPI

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
AS OF SEPTEMBER 30, 2021**

	Jackson Street Multi-Use Fund	City Entrance Sign Hwy 51 Fund	Renaissance Traffic Signals Fund	Lake Harbour Drive Extension Fund	Ridgewood Road Drainage Improvement Fund	Highland Commerce Drive Fund	Wolcott Park Improvements Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-6)
<u>ASSETS</u>								
Cash and cash equivalents	\$ 30,834	15,000	-	-	-	-	-	45,834
Due from other funds	-	-	-	478,045	-	-	-	478,045
Receivables (net of allowance for uncollectibles, where applicable):								
Grants	-	-	66,448	-	-	-	-	66,448
Total assets	<u>30,834</u>	<u>15,000</u>	<u>66,448</u>	<u>478,045</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>590,327</u>
<u>LIABILITIES AND FUND BALANCES</u>								
Liabilities:								
Accounts payable	-	-	-	-	180	-	-	180
Due to other funds	-	-	66,448	9,065	15,000	399	7,337	98,249
Total liabilities	<u>-</u>	<u>-</u>	<u>66,448</u>	<u>9,065</u>	<u>15,180</u>	<u>399</u>	<u>7,337</u>	<u>98,429</u>
Fund balances:								
Restricted for:								
Capital projects	30,834	15,000	-	468,980	-	-	-	514,814
Unassigned	-	-	-	-	(15,180)	(399)	(7,337)	(22,916)
Total fund balances	<u>30,834</u>	<u>15,000</u>	<u>-</u>	<u>468,980</u>	<u>(15,180)</u>	<u>(399)</u>	<u>(7,337)</u>	<u>491,898</u>
Total liabilities and fund balances	\$ <u>30,834</u>	<u>15,000</u>	<u>66,448</u>	<u>478,045</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>590,327</u>

CITY OF RIDGELAND, MISSISSIPPI

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Jackson Street Multi-Use Fund	City Entrance Sign Hwy 51 Fund	Renaissance Traffic Signals Fund	Lake Harbour Drive Extension Fund	Ridgewood Road Drainage Improvement Fund	Highland Commerce Drive Fund	Wolcott Park Improvements Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-7)
REVENUES:								
Intergovernmental	\$ -	-	774,675	12,893	-	-	-	787,568
Investment income	-	-	-	(66,980)	-	-	-	(66,980)
Interest income	-	-	-	6,390	-	-	136	6,526
Miscellaneous	<u>1,472</u>	-	-	-	-	-	-	<u>1,472</u>
Total revenues	<u>1,472</u>	-	<u>774,675</u>	<u>(47,697)</u>	-	-	<u>136</u>	<u>728,586</u>
EXPENDITURES:								
Capital outlay	<u>1,150</u>	-	<u>754,837</u>	<u>321,499</u>	<u>15,180</u>	<u>399</u>	<u>479,177</u>	<u>1,572,242</u>
Total expenditures	<u>1,150</u>	-	<u>754,837</u>	<u>321,499</u>	<u>15,180</u>	<u>399</u>	<u>479,177</u>	<u>1,572,242</u>
NET CHANGE IN FUND BALANCES	322	-	19,838	(369,196)	(15,180)	(399)	(479,041)	(843,656)
Fund balances at beginning of year	<u>30,512</u>	<u>15,000</u>	<u>(19,838)</u>	<u>838,176</u>	-	-	<u>471,704</u>	<u>1,335,554</u>
Fund balances at end of year	\$ <u>30,834</u>	<u>15,000</u>	<u>-</u>	<u>468,980</u>	<u>(15,180)</u>	<u>(399)</u>	<u>(7,337)</u>	<u>491,898</u>

CITY OF RIDGELAND, MISSISSIPPI
JACKSON STREET MULTI-USE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	-	10,200	10,200
Miscellaneous	-	-	1,472	1,472
Total revenues	<u>-</u>	<u>-</u>	<u>11,672</u>	<u>11,672</u>
EXPENDITURES:				
Capital outlay	-	-	1,150	(1,150)
Total expenditures	<u>-</u>	<u>-</u>	<u>1,150</u>	<u>(1,150)</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	<u>-</u>	10,522	<u>10,522</u>
Fund balance at beginning of year			<u>20,312</u>	
Fund balance at end of year (same as GAAP)			\$ <u>30,834</u>	

CITY OF RIDGELAND, MISSISSIPPI
CITY ENTRANCE SIGN HWY 51 FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Total revenues	\$ -	-	-	-
EXPENDITURES:				
Total expenditures	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	-	-	-
Fund balance at beginning of year			<u>15,000</u>	
Fund balance at end of year (same as GAAP)			\$ <u>15,000</u>	

CITY OF RIDGELAND, MISSISSIPPI

**RENAISSANCE TRAFFIC SIGNAL IMPROVEMENTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
			<u>(Budgetary</u>	<u>Budget</u>
			<u>Basis)</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental	\$ <u>798,245</u>	<u>798,245</u>	<u>708,227</u>	<u>(90,018)</u>
Total revenues	<u>798,245</u>	<u>798,245</u>	<u>708,227</u>	<u>(90,018)</u>
EXPENDITURES:				
Capital outlay	<u>798,245</u>	<u>798,245</u>	<u>754,837</u>	<u>43,408</u>
Total expenditures	<u>798,245</u>	<u>798,245</u>	<u>754,837</u>	<u>43,408</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	<u>-</u>	<u>(46,610)</u>	<u>(46,610)</u>
Fund balance at beginning of year			<u>(19,838)</u>	
Fund balance at end of year			\$ <u>(66,448)</u>	
EXPLANATION OF DIFFERENCES BETWEEN NET CHANGE IN BUDGETARY BASIS FUND BALANCE AND NET CHANGE IN GAAP BASIS FUND BALANCE:				
Fund balance at end of year - budgetary basis			(66,448)	
Adjustments to GAAP basis:				
Net accrued revenue and related receivables			<u>66,448</u>	
Fund balance at end of year - GAAP basis			\$ <u>-</u>	

CITY OF RIDGELAND, MISSISSIPPI

**LAKE HARBOUR DRIVE EXTENSION FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
			<u>(Budgetary</u>	<u>Budget</u>
			<u>Basis)</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental	\$ -	-	1,065,268	1,065,268
Investment earnings	-	-	(62,260)	(62,260)
Interest income	-	-	6,390	6,390
Total revenues	<u>-</u>	<u>-</u>	<u>1,009,398</u>	<u>1,009,398</u>
EXPENDITURES:				
Capital outlay	<u>5,055,356</u>	<u>5,055,356</u>	<u>458,689</u>	<u>4,596,667</u>
Total expenditures	<u>5,055,356</u>	<u>5,055,356</u>	<u>458,689</u>	<u>4,596,667</u>
NET CHANGE IN FUND BALANCE	\$ <u><u>(5,055,356)</u></u>	<u><u>(5,055,356)</u></u>	550,709	<u><u>-</u></u>
Fund balance at beginning of year			<u>(81,729)</u>	
Fund balance at end of year (same as GAAP)			\$ <u><u>468,980</u></u>	

CITY OF RIDGELAND, MISSISSIPPI

**RIDGEWOOD ROAD DRAINAGE IMPROVEMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
			<u>(Budgetary</u>	<u>Budget</u>
			<u>Basis)</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental	\$ -	500,000	-	(500,000)
Total revenues	<u>-</u>	<u>500,000</u>	<u>-</u>	<u>(500,000)</u>
EXPENDITURES:				
Capital outlay	-	500,000	15,180	484,820
Total expenditures	<u>-</u>	<u>500,000</u>	<u>15,180</u>	<u>484,820</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	<u>-</u>	<u>(15,180)</u>	<u>(15,180)</u>
Fund balance at beginning of year			<u>-</u>	
Fund balance at end of year (same as GAAP)			\$ <u>(15,180)</u>	

CITY OF RIDGELAND, MISSISSIPPI

HIGHLAND COMMERCE DRIVE FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u>
			<u>(Budgetary</u>	<u>Budget</u>
			<u>Basis)</u>	<u>Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental	\$ -	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Capital outlay	-	399	399	-
Total expenditures	<u>-</u>	<u>399</u>	<u>399</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ -	(399)	(399)	-
Fund balance at beginning of year			<u>-</u>	
Fund balance at end of year (same as GAAP)			<u><u>\$ (399)</u></u>	

CITY OF RIDGELAND, MISSISSIPPI
WOLCOTT PARK IMPROVEMENTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Interest income	\$ -	-	136	136
Total revenues	<u>-</u>	<u>-</u>	<u>136</u>	<u>136</u>
EXPENDITURES:				
Capital outlay	<u>808,375</u>	<u>808,375</u>	<u>479,177</u>	<u>329,198</u>
Total expenditures	<u>808,375</u>	<u>808,375</u>	<u>479,177</u>	<u>329,198</u>
NET CHANGE IN FUND BALANCE	\$ <u>(808,375)</u>	<u>(808,375)</u>	(479,041)	<u>329,334</u>
Fund balance at beginning of year			<u>471,704</u>	
Fund balance at end of year (same as GAAP)			\$ <u>(7,337)</u>	

CITY OF RIDGELAND, MISSISSIPPI
TRAFFIC SIGNALS IMPROVEMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES:				
Intergovernmental	\$ 954,000	954,000	-	(954,000)
Total revenues	<u>954,000</u>	<u>954,000</u>	<u>-</u>	<u>(954,000)</u>
EXPENDITURES:				
Capital outlay	954,000	954,000	-	954,000
Total expenditures	<u>954,000</u>	<u>954,000</u>	<u>-</u>	<u>954,000</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	<u>-</u>	-	<u>-</u>
Fund balance at beginning of year			<u>-</u>	
Fund balance at end of year (same as GAAP)			\$ <u>-</u>	

CITY OF RIDGELAND, MISSISSIPPI
SCHEDULE OF INVESTMENTS - ALL FUNDS
SEPTEMBER 30, 2021

GENERAL FUND:

U.S. Treasury Bills	\$	287,343
Governmental National Mortgage Association (GNMA)		7,763,180
Mississippi Development Bank Tax Notes		2,230,087
Private Export Funding Corp		152,853
United States International Development		263,803
Municipal Obligations		584,584
Small Business Administration		<u>2,698,624</u>
		<u>13,980,474</u>

19.96M BOND ISSUE:

Federal Home Loan Bank		<u>5,912,067</u>
		<u>5,912,067</u>

PUBLIC UTILITY FUND:

U.S. Treasury Bills		574,686
Governmental National Mortgage Association (GNMA)		2,884,670
Mississippi Development Bank Tax Notes		861,719
Private Export Funding Corp		746,217
Small Business Administration Loans		730,682
Pearl MS Urban Renewal Rev.		<u>100,065</u>
		<u>5,898,039</u>

Total of all investments	\$	<u>25,790,580</u>
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CITY OF RIDGELAND, MISSISSIPPI

**SCHEDULE OF SURETY BONDS FOR MUNICIPAL OFFICIALS
SEPTEMBER 30, 2021**

<u>Position</u>	<u>Name</u>	<u>Company</u>	<u>Amount</u>
Mayor	Gene F. McGee	St. Paul	\$ 100,000
Alderman	Chuck Gautier	St. Paul	100,000
Alderman	Wesley Hamlin	St. Paul	100,000
Alderman	Kenneth Heard, Jr.	St. Paul	100,000
Alderman	William Lee	St. Paul	100,000
Alderman	Brian Ramsey	St. Paul	100,000
Alderman	D.I. Smith	St. Paul	100,000
Alderman	Kevin Holder	St. Paul	100,000
City Clerk	Paula Tierce	St. Paul	50,000
Finance Manager	Ashley Daniel	St. Paul	50,000
Utility Manager	Barbara Lopez	St. Paul	50,000
Utility Billing Clerk	Lee Ann Keith	St. Paul	50,000
Deputy Clerk	Cindy Boatner	St. Paul	50,000
Deputy Clerk	Ina Byrd	St. Paul	50,000
Deputy Clerk	Ericka Brown	St. Paul	50,000
Deputy Clerk	Karen Knight	St. Paul	50,000
Deputy Clerk	Leslie Thomas	St. Paul	50,000
Admin Assistant	Gilda Carter	St. Paul	50,000
Purchasing Clerk	Kim Traylor	St. Paul	50,000
Admin Assistant	Lauren Chamblee	St. Paul	50,000
Program Coordinator	Rachel Collier	St. Paul	50,000
Events Coordinator	Wendy Bourdin	St. Paul	50,000
Sr. Adult Coord	Lynda M. Assink	St. Paul	50,000
Athletics Coord	Brent Watson	St. Paul	50,000
Custodian	Houston Drane	St. Paul	50,000
Court Clerk	Michele Wallace	St. Paul	50,000
Deputy Court Clerk	Alexandria McDaniels	St. Paul	50,000
Deputy Court Clerk	Laondra Williams	St. Paul	50,000
Records Clerk	Stephanie McMillian	St. Paul	50,000
Records Clerk	Sandra Rowland	St. Paul	50,000
Records Clerk	Shelby Taylor	St. Paul	50,000
Evidence Custodian	Jeremy Watkins	St. Paul	50,000
Booking Officer	Robert Haar	St. Paul	50,000
Booking Officer	Michael Pientowski	St. Paul	50,000
Booking Officer	Carlos Richardson Jr.	St. Paul	50,000
Booking Officer	Tony Thompson	St. Paul	50,000
Code Enforcement	Bryan Johnson	St. Paul	50,000
Code Enforcement	Robert Ward	St. Paul	50,000
Code Enforcement	Georgia Trebisky	St. Paul	50,000

Police Officers are covered under a blanket bond.

CITY OF RIDGELAND, MISSISSIPPI

**SCHEDULE OF CHANGES IN LONG-TERM DEBT
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance October 1, 2020	Current Year Transactions			Balance September 30, 2021
						Additions	Retirements	Refunding	
<u>Governmental Activities Long-Term Debt</u>									
General obligation bonds:									
Public improvement	05-31-11	05-01-26	3-4%	5,825,000	\$ 2,750,000	-	(415,000)	(2,335,000)	-
Bond premium				61,897	23,386	-	(23,386)	-	-
Refunding bonds	07-08-21	05-01-26	0.580%	2,419,000	-	2,419,000	-	-	2,419,000
General obligation bonds	07-15-14	06-01-34	3-4%	5,100,000	3,865,000	-	(225,000)	-	3,640,000
Refunding bonds	12-18-14	08-01-27	2-5%	6,053,549	4,412,842	-	(540,778)	-	3,872,064
Bond premium				175,874	94,700	-	(13,527)	-	81,173
General obligation bonds	12-22-15	12-01-35	2.25-3.125%	11,900,000	10,090,000	-	(490,000)	-	9,600,000
Bond premium				173,695	132,440	-	(8,683)	-	123,757
General obligation bonds	08-20-19	08-01-39	3-4%	19,960,000	19,560,000	-	(400,000)	-	19,160,000
Bond premium				1,660,402	1,577,381	-	(83,021)	-	1,494,360
Total general obligation bonds					\$ 42,505,749	2,419,000	(2,199,395)	(2,335,000)	40,390,354
Limited obligation bonds:									
Colony Park Refinancing Series 2020A	09-16-20	10-01-29	1.25-3%	15,390,000	\$ 15,390,000	-	(1,405,000)	-	13,985,000
Bond premium				266,715	266,715	-	(26,672)	-	240,043
Colony Park Refinancing Series 2020B	09-16-20	04-01-31	2-3%	7,775,000	7,775,000	-	(715,000)	-	7,060,000
Bond discount				(172,339)	(172,339)	-	15,668	-	(156,671)
Higginbotham	11-01-19	11-01-34	5.000%	2,300,000	2,300,000	-	(105,000)	-	2,195,000
Renaissance III	07-15-21	10-01-36	2.250%	7,800,000	-	7,800,000	-	-	7,800,000
Total limited obligation bonds					\$ 25,559,376	7,800,000	(2,236,004)	-	31,123,372
Other long-term debt:									
Mississippi Department of									
Transportation	10-11-06	01-01-26	5%	5,072,000	\$ 3,303,519	-	(525,719)	-	2,777,800
Capital lease	03-15-20	10-15-20	2.43%	87,000	87,000	-	(14,684)	-	72,316
Capital lease	11-22-19	11-22-22	2.38%	343,675	343,675	-	(111,823)	-	231,852
Capital lease	11-23-20	02-05-25	2.43%	140,000	-	140,000	(23,731)	-	116,269
Capital lease	10-26-20	01-05-25	2.43%	205,950	-	205,950	(35,430)	-	170,520
Capital lease	11-20-18	12-14-23	4%	255,900	218,806	-	(38,594)	-	180,212
Total other long-term debt					\$ 3,953,000	345,950	(749,981)	-	3,548,969
Total governmental activities long-term debt					\$ 72,018,125	10,564,950	(5,185,380)	(2,335,000)	75,062,695
<u>Business-Type Activities Long-Term Debt</u>									
General obligation bonds:									
Refunding bonds	11-04-10	11-01-23	2.0-3.1%	2,129,367	\$ 1,168,308	-	(168,308)	-	1,000,000
Bond premium				31,625	7,702	-	(2,435)	-	5,267
Refunding bonds	11-04-10	11-01-23	2.01-3.10%	1,466,894	146,690	-	(146,690)	-	-
Bond premium				21,786	361	-	(361)	-	-
Refunding bonds	12-18-14	08-01-27	2-5%	5,476,452	3,992,158	-	(489,222)	-	3,502,936
Bond premium				159,125	85,682	-	(12,242)	-	73,440
Total general obligation bonds					\$ 5,400,901	-	(819,258)	-	4,581,643
Other long-term debt:									
State Revolving Fund Loan	05-06-11	03-01-31	1.75%	1,889,275	\$ 1,090,909	-	(95,483)	-	995,426
State Revolving Fund Loan	10-18-10	06-01-30	1.95%	1,771,698	966,347	-	(90,879)	-	875,468
State Revolving Fund Loan	09-12-17	02-01-37	1.95%	978,640	847,539	-	(44,239)	-	803,300
Madison County Wastewater Authority	04-20-04	06-01-23	1.75%	282,322	45,387	-	(16,253)	-	29,134
Madison County Wastewater Authority	03-31-07	06-10-30	1.75%	404,830	217,296	-	(20,620)	-	196,676
Madison County Wastewater Authority	11-01-10	11-01-25	3.73%	800,000	327,148	-	(58,508)	-	268,640
Madison County Wastewater Authority	02-15-12	10-05-31	1.75%	363,006	221,354	-	(18,258)	-	203,096
Total other long-term debt					\$ 3,715,980	-	(344,240)	-	3,371,740
Total business-type activities long-term debt					\$ 9,116,881	-	(1,163,498)	-	7,953,383

SUPPLEMENTAL INFORMATION
(UNAUDITED)

STATISTICAL SECTION (UNAUDITED)

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 (Tables 1-5)

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 (Tables 6-9)

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 tax.

Debt Capacity (Tables 10-16)

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 (Tables 17-21)

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.

Operating Information (Tables 22-25)

These schedules contain services and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

CITY OF RIDGELAND, MISSISSIPPI
TABLE 1
FUND BALANCE AND NET POSITION BY COMPONENTS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<u>Governmental Funds Fund Balances</u>										
General Fund:										
Reserved	\$ -	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable**	56	79	65	75	111	148	173	197	148	168
Restricted**	330	263	248	301	589	751	1,009	1,244	1,154	1,268
Assigned**	46	45	46	282	2,377	1,178	26	1,451	2,543	2,549
Unassigned**	12,937	14,805	14,298	16,376	13,517	15,164	16,991	15,947	15,489	18,755
Total General Fund Fund Balance	\$ <u>13,369</u>	<u>15,192</u>	<u>14,657</u>	<u>17,034</u>	<u>16,594</u>	<u>17,241</u>	<u>18,199</u>	<u>18,839</u>	<u>19,334</u>	<u>22,740</u>
All Other Governmental Funds:										
Reserved	\$ -	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-	-	-	-	-
Debt Service Funds	-	-	-	-	-	-	-	-	-	-
Nonspendable**	1,351	900	-	-	-	-	-	-	-	-
Restricted**	11,945	5,638	5,786	1,788	18,737	18,408	18,126	31,758	16,120	10,681
Assigned**	92	78	69	94	-	-	-	-	-	-
Unassigned**	-	-	-	-	(32)	(1,245)	(746)	(317)	123	(23)
Total All Other Governmental Funds Fund Balances	\$ <u>13,388</u>	<u>6,616</u>	<u>5,855</u>	<u>1,882</u>	<u>18,705</u>	<u>17,163</u>	<u>17,380</u>	<u>31,441</u>	<u>16,243</u>	<u>10,658</u>
<u>Government-Wide Funds Position</u>										
Governmental Activities:										
Net Investment in Capital Assets	\$ 177,810	185,396	183,960	191,730	162,630	167,990	172,800	166,698	196,437	191,904
Restricted	1,068	498	4,581	395	28,229	27,218	26,265	39,885	23,155	16,219
Unrestricted	7,283	9,088	13,993	(4,682)	(8,055)	(10,843)	(11,188)	(11,412)	(20,680)	(6,745)
Total Governmental Activities Net Position	\$ <u>186,161</u>	<u>194,982</u>	<u>202,534</u>	<u>187,443</u>	<u>182,804</u>	<u>184,365</u>	<u>187,877</u>	<u>195,171</u>	<u>198,912</u>	<u>201,378</u>

CITY OF RIDGELAND, MISSISSIPPI
TABLE 1
FUND BALANCE AND NET POSITION BY COMPONENTS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<u>Government-Wide Funds Position - continued:</u>										
Business-Type Activities:										
Net Investment in Capital Assets	\$ 17,901	18,747	20,515	20,214	28,164	29,447	29,509	29,636	29,192	28,977
Restricted	1,532	1,631	1,788	1,906	-	-	-	-	-	-
Unrestricted	9,487	9,036	6,115	3,504	5,641	6,846	8,131	8,561	8,855	10,321
Total Business-Type Activities Net Position	\$ <u>28,920</u>	<u>29,414</u>	<u>28,418</u>	<u>25,624</u>	<u>33,805</u>	<u>36,293</u>	<u>37,640</u>	<u>38,197</u>	<u>38,047</u>	<u>39,298</u>
Total Primary Government:										
Net Investment in Capital Assets	\$ 195,711	204,143	204,475	211,944	190,794	197,437	202,309	196,334	225,629	220,881
Restricted	2,600	2,129	6,369	2,301	28,229	27,218	26,265	39,885	23,155	16,219
Unrestricted	16,770	18,124	20,108	(1,178)	(2,414)	(3,997)	(3,057)	(2,851)	(11,825)	3,576
Total Primary Government Net Position	\$ <u>215,081</u>	<u>224,396</u>	<u>230,952</u>	<u>213,067</u>	<u>216,609</u>	<u>220,658</u>	<u>225,517</u>	<u>233,368</u>	<u>236,959</u>	<u>240,676</u>

Source: Audited Financial Statements

CITY OF RIDGELAND, MISSISSIPPI
TABLE 2
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<u>EXPENSES</u>										
Governmental activities:										
General government	\$ 4,066	3,444	4,954	5,504	5,666	4,749	4,214	4,353	4,821	4,725
Public safety	11,827	10,662	11,343	12,795	11,786	12,314	11,793	12,084	11,924	10,772
Court services	150	314	390	454	324	216	166	181	271	146
Public services	6,323	5,982	7,041	7,826	7,319	7,581	8,453	7,528	9,282	8,638
Health and welfare	39	31	50	55	54	86	55	98	114	132
Sanitation	1,190	1,195	1,197	-	-	-	-	-	-	-
Culture and recreation	2,651	2,745	2,840	2,988	2,697	2,738	2,741	2,726	2,504	2,378
Economic development	-	-	-	-	-	-	-	-	-	7,253
Interest on long-term debt	4,528	4,835	2,121	2,170	2,570	2,495	2,391	2,332	3,103	2,122
Bond issuance expense	-	-	-	-	365	-	-	-	-	-
Pension expense	-	-	-	2,726	-	-	-	-	-	-
Total governmental activities expense	<u>30,774</u>	<u>29,208</u>	<u>29,936</u>	<u>34,518</u>	<u>30,781</u>	<u>30,179</u>	<u>29,813</u>	<u>29,302</u>	<u>32,019</u>	<u>36,166</u>
Business-type activities:										
Sanitation	-	-	-	1,278	1,314	1,355	1,387	1,464	1,492	1,694
Public utility	<u>6,169</u>	<u>5,523</u>	<u>7,574</u>	<u>7,494</u>	<u>10,781</u>	<u>9,031</u>	<u>6,673</u>	<u>7,379</u>	<u>8,900</u>	<u>7,352</u>
Total business-type activities expense	<u>6,169</u>	<u>5,523</u>	<u>7,574</u>	<u>8,772</u>	<u>12,095</u>	<u>10,386</u>	<u>8,060</u>	<u>8,843</u>	<u>10,392</u>	<u>9,046</u>
Total primary government expenses	<u>\$ 36,943</u>	<u>34,731</u>	<u>37,510</u>	<u>43,290</u>	<u>42,876</u>	<u>40,565</u>	<u>37,873</u>	<u>38,145</u>	<u>42,411</u>	<u>45,212</u>
<u>PROGRAM REVENUES</u>										
Governmental activities:										
Charges for services:										
General government	\$ 3,529	5,418	7,173	9,405	914	976	1,153	1,090	951	2,444
Public safety	7	25	9	1	2,007	1,650	1,568	1,661	1,117	922
Public services	235	357	304	308	100	23	13	20	16	32
Sanitation	1,047	1,071	1,286	-	-	-	-	-	-	-
Culture and recreation	337	310	311	281	261	224	242	180	176	254

CITY OF RIDGELAND, MISSISSIPPI
TABLE 2
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<u>PROGRAM REVENUES -</u>										
CONTINUED:										
Governmental activities - continued:										
Operating grants and contributions	\$ 167	230	276	198	224	203	121	155	107	669
Capital grants and contributions	<u>440</u>	<u>7,125</u>	<u>4,740</u>	<u>4,513</u>	<u>3,799</u>	<u>479</u>	<u>2,722</u>	<u>5,600</u>	<u>5,143</u>	<u>2,549</u>
Total governmental activities program revenues	<u>5,762</u>	<u>14,536</u>	<u>14,099</u>	<u>14,706</u>	<u>7,305</u>	<u>3,555</u>	<u>5,819</u>	<u>8,706</u>	<u>7,510</u>	<u>6,870</u>
Business-type activities:										
Charges for services:										
Sanitation	-	-	-	1,488	1,511	1,546	1,555	1,570	1,575	1,589
Public utility	5,652	6,080	6,413	6,918	9,953	9,173	7,370	7,600	9,088	8,569
Capital grants and contributions	<u>668</u>	<u>45</u>	<u>-</u>	<u>-</u>	<u>93</u>	<u>460</u>	<u>381</u>	<u>17</u>	<u>-</u>	<u>52</u>
Total business-type activities program revenues	<u>6,320</u>	<u>6,125</u>	<u>6,413</u>	<u>8,406</u>	<u>11,557</u>	<u>11,179</u>	<u>9,306</u>	<u>9,187</u>	<u>10,663</u>	<u>10,210</u>
Total primary government program revenues	\$ <u>12,082</u>	<u>20,661</u>	<u>20,512</u>	<u>23,112</u>	<u>18,862</u>	<u>14,734</u>	<u>15,125</u>	<u>17,893</u>	<u>18,173</u>	<u>17,080</u>
<u>NET (EXPENSE)/REVENUE</u>										
Governmental activities	\$ (25,012)	(14,672)	(15,837)	(19,812)	(23,476)	(26,624)	(23,994)	(20,596)	(24,509)	(29,296)
Business-type activities	<u>151</u>	<u>602</u>	<u>(1,161)</u>	<u>(366)</u>	<u>(538)</u>	<u>793</u>	<u>1,246</u>	<u>344</u>	<u>271</u>	<u>1,164</u>
Total primary government net expense	\$ <u>(24,861)</u>	<u>(14,070)</u>	<u>(16,998)</u>	<u>(20,178)</u>	<u>(24,014)</u>	<u>(25,831)</u>	<u>(22,748)</u>	<u>(20,252)</u>	<u>(24,238)</u>	<u>(28,132)</u>

CITY OF RIDGELAND, MISSISSIPPI
TABLE 2
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Intergovernmental/unrestricted	\$ 10,361	11,424	11,288	13,788	15,286	13,611	15,475	15,061	14,921	20,988
Taxes:										
Property taxes	10,254	9,176	8,695	9,362	9,662	9,881	10,089	9,965	10,212	10,275
Other taxes	613	607	615	632	1,600	1,527	1,598	1,583	1,581	335
Investment and interest earnings	363	8	306	197	180	225	183	1,019	741	23
Other	4,282	2,144	2,486	615	153	173	161	171	126	142
Transfers	189	133	-	236	-	400	-	90	669	-
Total governmental activities	<u>26,062</u>	<u>23,492</u>	<u>23,390</u>	<u>24,830</u>	<u>26,881</u>	<u>25,817</u>	<u>27,506</u>	<u>27,889</u>	<u>28,250</u>	<u>31,763</u>
Business-type activities:										
Investment and interest earnings	77	(143)	39	56	61	49	76	302	249	87
Other	365	169	127	85	100	-	24	2	(1)	-
Transfers	(189)	(133)	-	(236)	-	(400)	-	(90)	(669)	-
Total business-type activities	<u>253</u>	<u>(107)</u>	<u>166</u>	<u>(95)</u>	<u>161</u>	<u>(351)</u>	<u>100</u>	<u>214</u>	<u>(421)</u>	<u>87</u>
Total primary government	\$ <u>26,315</u>	<u>23,385</u>	<u>23,556</u>	<u>24,735</u>	<u>27,042</u>	<u>25,466</u>	<u>27,606</u>	<u>28,103</u>	<u>27,829</u>	<u>31,850</u>
CHANGE IN NET POSITION										
Governmental activities	\$ 1,050	8,820	7,553	5,018	3,405	(807)	3,512	7,293	3,741	2,467
Business-type activities	<u>404</u>	<u>495</u>	<u>(995)</u>	<u>(461)</u>	<u>(377)</u>	<u>442</u>	<u>1,346</u>	<u>558</u>	<u>(150)</u>	<u>1,251</u>
Total primary government	\$ <u>1,454</u>	<u>9,315</u>	<u>6,558</u>	<u>4,557</u>	<u>3,028</u>	<u>(365)</u>	<u>4,858</u>	<u>7,851</u>	<u>3,591</u>	<u>3,718</u>

Source: Audited Financial Statements

CITY OF RIDGELAND, MISSISSIPPI
TABLE 3
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
REVENUES:										
Taxes	\$ 20,584	20,512	20,152	23,110	23,260	23,102	23,686	23,433	24,088	26,741
Franchise fees	1,122	1,126	1,273	1,367	1,245	1,167	1,256	1,249	1,247	1,230
Licenses, fees, and permits	294	362	379	382	392	399	551	463	339	544
Fines and forfeitures	1,316	1,698	1,241	2,350	1,905	1,707	1,594	1,397	1,044	964
Charges for services	1,797	1,968	2,142	847	797	815	857	827	803	956
Special assessments	44	43	46	44	46	48	-	-	-	-
Investment and interest earnings	361	8	306	197	180	224	182	1,017	739	21
Intergovernmental programs	2,702	9,191	7,863	5,962	6,554	2,238	4,941	7,892	7,869	4,692
Other revenue	193	74	126	292	149	209	207	207	177	281
Total revenues	<u>28,413</u>	<u>34,982</u>	<u>33,528</u>	<u>34,551</u>	<u>34,528</u>	<u>29,909</u>	<u>33,274</u>	<u>36,485</u>	<u>36,306</u>	<u>35,429</u>
EXPENDITURES:										
General government	3,390	3,391	3,784	4,821	5,217	4,243	3,812	3,820	4,221	4,495
Public safety	9,720	9,934	10,580	10,603	9,877	10,225	9,970	10,430	10,491	10,586
Court services	150	314	390	454	287	191	167	169	186	159
Public services	3,554	3,714	4,695	4,676	4,328	4,423	4,695	4,893	5,868	3,618
Sanitation	1,190	1,195	1,197	-	-	-	-	-	-	-
Health and welfare	39	31	50	55	54	86	55	98	115	132
Culture and recreation	2,090	2,184	2,377	2,191	2,159	2,195	2,211	2,222	1,861	1,953
Economic development and assistance	38	50	50	-	-	-	-	-	-	7,253
Capital outlay	1,231	7,846	6,844	8,023	4,551	3,089	4,474	15,071	21,979	10,256
Debt service:										
Debt issuance cost and other	-	-	-	25	365	-	-	219	416	304
Interest	4,720	2,618	2,044	2,293	2,250	2,676	2,459	2,308	3,625	2,068
Principal	3,473	3,259	2,869	2,199	3,827	4,172	4,423	4,562	4,563	7,381
Total expenditures	<u>29,595</u>	<u>34,536</u>	<u>34,880</u>	<u>35,340</u>	<u>32,915</u>	<u>31,300</u>	<u>32,266</u>	<u>43,792</u>	<u>53,325</u>	<u>48,205</u>
Excess of revenues over (under) expenditures	\$ <u>(1,182)</u>	<u>446</u>	<u>(1,352)</u>	<u>(789)</u>	<u>1,613</u>	<u>(1,391)</u>	<u>1,008</u>	<u>(7,307)</u>	<u>(17,019)</u>	<u>(12,776)</u>

CITY OF RIDGELAND, MISSISSIPPI
TABLE 3
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
OTHER FINANCING SOURCES										
(USES):										
Issuance of bonds/loan proceeds	\$ 3,159	-	5,100	6,053	13,745	-	-	21,620	25,559	10,219
Payment to refunded debt escrow agent	114	-	-	(6,230)	-	-	-	-	-	-
Premium on bonds	(3,240)	-	-	176	174	-	-	-	-	-
Debt retirement	-	-	-	-	(1,814)	-	-	-	(21,990)	-
Payments to developers	-	-	-	-	-	-	-	-	(2,389)	-
Sale of assets	45	33	24	88	40	27	46	41	36	33
Issuance of capital leases	-	-	-	80	65	68	121	256	431	346
Transfers from other funds	1,397	410	11,550	4,856	11,137	929	731	38,727	786	-
Transfers to other funds	<u>(1,209)</u>	<u>(427)</u>	<u>(11,550)</u>	<u>(4,856)</u>	<u>(11,137)</u>	<u>(529)</u>	<u>(731)</u>	<u>(38,636)</u>	<u>(117)</u>	<u>-</u>
Total other financing sources (uses)	<u>266</u>	<u>16</u>	<u>5,124</u>	<u>167</u>	<u>12,210</u>	<u>495</u>	<u>167</u>	<u>22,008</u>	<u>2,316</u>	<u>10,598</u>
Net change in fund balances	\$ <u>(916)</u>	<u>462</u>	<u>3,772</u>	<u>(622)</u>	<u>13,823</u>	<u>(896)</u>	<u>1,175</u>	<u>14,701</u>	<u>(14,703)</u>	<u>(2,178)</u>
Debt service as a percentage of noncapital expenditures	<u>29.52%</u>	<u>22.68%</u>	<u>18.24%</u>	<u>17.23%</u>	<u>21.82%</u>	<u>24.81%</u>	<u>26.06%</u>	<u>25.14%</u>	<u>28.99%</u>	<u>25.40%</u>

Source: Audited Financial Statements

CITY OF RIDGELAND, MISSISSIPPI
TABLE 4
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Court Services</u>	<u>Public Works</u>	<u>Sanitation</u>	<u>Health and Welfare</u>	<u>Culture and Recreation</u>	<u>Economic Development</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
2012	3,390	9,720	150	3,554	1,190	39	2,090	38	1,231	8,193	29,595
2013	3,391	9,934	314	3,714	1,195	31	2,184	50	7,846	5,877	34,536
2014	3,784	10,580	390	4,695	1,197	50	2,377	50	6,844	4,913	34,880
2015	4,821	10,603	454	4,676	-	55	2,191	-	8,023	4,517	35,340
2016	5,217	9,877	287	4,328	-	54	2,159	-	4,551	6,442	32,915
2017	4,243	10,225	191	4,423	-	86	2,195	-	3,089	6,848	31,300
2018	3,812	9,970	167	4,695	-	55	2,211	-	4,474	6,882	32,266
2019	3,820	10,430	169	4,893	-	98	2,222	-	15,071	7,089	43,792
2020	4,221	10,491	186	5,868	-	115	1,861	-	21,979	8,604	53,325
2021	4,495	10,586	159	3,618	-	132	1,953	7,253	10,256	9,753	48,205

Source: Audited Financial Statements

CITY OF RIDGELAND, MISSISSIPPI
TABLE 5
GENERAL GOVERNMENT TAX REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Fiscal Year	Property Taxes	Sales Taxes (1)
2012	10,223	10,361
2013	9,088	11,424
2014	8,659	11,493
2015	9,323	13,787
2016	9,662	13,598
2017	9,881	13,221
2018	10,089	13,597
2019	9,965	13,468
2020	10,212	13,876
2021	10,275	16,466

Source: Audited Financial Statements

(1) Sales tax is not an "own-source revenue" of the City. Sales taxes are levied by the State of Mississippi at a rate of 7 percent. The State of Mississippi levies and collects all sales taxes in the state and remits 18.5 percent of the 7 percent levied to each municipality based on their portion of sales taxes generated from sales within the municipality. Principal payer information is not currently made available to the City of Ridgeland.

CITY OF RIDGELAND, MISSISSIPPI
TABLE 6
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Fiscal Year	(1) Total Levy	Current Collections	% Current Collected	Collections in Subsequent Years	Total Tax Collections	Ratio Total Collected to Levy
2012	7,862	7,667	97.5%	195	7,862	100.0%
2013	8,723	8,641	99.1%	82	8,723	100.0%
2014	8,961	8,817	98.4%	144	8,961	100.0%
2015	9,571	9,316	97.3%	255	9,571	100.0%
2016	8,976	8,876	98.9%	100	8,976	100.0%
2017	9,184	9,067	98.7%	117	9,184	100.0%
2018	9,163	9,109	99.4%	54	9,163	100.0%
2019	9,203	9,142	99.3%	61	9,203	100.0%
2020	9,376	9,327	99.5%	49	9,376	100.0%
2021	9,465	9,397	99.3%	-	9,397	99.3%

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

Source: Madison County Tax Collector Office

CITY OF RIDGELAND, MISSISSIPPI
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	
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	2,938,552	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%
2016	334,520	2,445,322	49,856	332,373	10,130	67,533	58,088	193,627	452,594	3,038,855	0.8%
2017	336,716	2,461,374	49,401	329,340	10,526	70,173	61,893	206,310	458,536	3,067,197	1.3%
2018	342,527	2,503,852	48,525	323,500	11,110	74,067	59,842	199,473	462,004	3,100,892	0.8%
2019	346,367	2,531,923	46,771	311,807	10,848	72,320	60,053	200,177	464,039	3,116,227	0.4%
2020	352,771	2,578,735	48,389	322,593	11,722	78,147	60,059	200,197	472,941	3,179,672	1.9%
2021	354,799	2,593,560	49,401	329,340	12,217	81,447	60,562	201,873	476,979	3,206,220	0.9%

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

Source: Madison County Tax Assessor

CITY OF RIDGELAND, MISSISSIPPI
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	
2012	11.27	8.76	20.03	29.08	6.55	35.63	41.57	12.98	54.55	110.21
2013	11.27	8.76	20.03	31.58	6.55	38.13	43.55	11.00	54.55	112.71
2014	11.27	8.76	20.03	31.58	6.55	38.13	43.55	11.00	54.55	112.71
2015	11.27	8.76	20.03	31.58	6.55	38.13	45.55	9.00	54.55	112.71
2016	11.27	8.76	20.03	31.58	6.55	38.13	46.55	8.00	54.55	112.71
2017	11.27	8.76	20.03	31.58	6.55	38.13	46.55	8.00	54.55	112.71
2018	11.27	8.76	20.03	31.58	6.55	38.13	46.55	8.00	54.55	112.71
2019	11.27	8.76	20.03	28.91	9.22	38.13	47.55	7.00	54.55	112.71
2020	11.27	8.76	20.03	30.08	8.05	38.13	47.55	7.00	54.55	112.71
2021	11.27	8.76	20.03	29.58	8.55	38.13	47.55	7.00	54.55	112.71

Source: Madison County Tax Assessor's Office

CITY OF RIDGELAND, MISSISSIPPI
TABLE 9
PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS AGO
(AMOUNTS EXPRESSED IN THOUSANDS)

Taxpayer	Type of Business	2021			2012			
		Assessed Valuation	Rank	% of Total Assessed Valuation	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation
Renaissance at Colony Park, LLC	Lifestyle Center	\$ 12,692	1	3.05%		8,915	1	2.39%
Energy Mississippi Inc.	Energy	10,946	2	2.63%				
Northpark Mall LP	Shopping Mall	7,946	3	1.91%		7,765	2	2.09%
200 Renaissance, LLC	Office Building	7,522	4	1.81%		7,522	3	2.02%
Trace Apartment, LP	Apartments	5,347	5	1.28%		2,976	5	0.80%
300 Renaissance, LLC	Office Building	4,771	6	1.15%		4,771	4	1.28%
Cellular South (S3)	Phone	4,591	7	1.10%				
Southern Farm Bureau Casualty Insurance	Insurance	3,205	8	0.77%		2,628	8	0.71%
Legacy Park Apartments, LLC	Apartments	3,039	9	0.73%		2,790	6	0.75%
Arbors Acquisition	Apartments	2,984	10	0.72%				
Natchez Trace - BH, LLC		-			Apartments	2,657	7	0.71%
Sunchase of Ridgeland, Ltd.		-			Apartments	2,587	9	0.69%
Mid-America Capital Partners, LP		-			Apartments	<u>2,567</u>	10	<u>0.69%</u>
Total taxable assessed value of 10 largest taxpayers		63,043		15.15%		45,178		12.13%
Total taxable assessed value of other taxpayers		<u>353,374</u>		84.85%		<u>327,211</u>		87.87%
Total taxable assessed value of all taxpayers		\$ <u>416,417</u>		100.00%		\$ <u>372,389</u>		100.00%

Source: Madison County Tax Assessor's Office.

CITY OF RIDGELAND, MISSISSIPPI
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	Assessments	Total Outstanding Assessments
2012	392,259	120,977	165,975	137%	-	226,284
2013	226,284	46,997	46,997	100%	-	179,287
2014	179,287	46,997	46,997	100%	-	132,290
2015	132,290	46,997	46,997	100%	-	85,293
2016	85,293	46,997	13,380	28%	-	71,913
2017	71,913	41,570	71,913	173%	-	-
2018	-	-	-	0%	-	-
2019	-	-	-	0%	-	-
2020	-	-	-	0%	-	-
2020	-	-	-	0%	-	-

(1) Includes prepayments

Source: City of Ridgeland

CITY OF RIDGELAND, MISSISSIPPI
TABLE 11
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT (1)
CURRENT AND NINE YEARS AGO
(AMOUNTS EXPRESSED IN THOUSANDS)

Fiscal Year	Jurisdiction	(2) Net Debt Outstanding	(3) Percentage Applicable to Ridgeland	Amount Applicable to Ridgeland
Direct:				
2021	City of Ridgeland	\$ 75,062	100.00%	75,062
Total Direct		<u>75,062</u>		<u>75,062</u>
Overlapping:				
2021	Madison County	77,052	37.40%	28,817
2021	Madison County Schools	30,493	37.40%	11,404
Total Overlapping		<u>107,545</u>		<u>40,221</u>
Total Direct and Overlapping		<u>\$ 182,607</u>		<u>115,283</u>
Direct:				
2012	City of Ridgeland	\$ 23,749	100.00%	23,749
Total Direct		<u>23,749</u>		<u>23,749</u>
Overlapping:				
2012	Madison County	82,670	37.40%	30,919
2012	Madison County Schools	107,115	37.40%	40,061
Total Overlapping		<u>189,785</u>		<u>70,980</u>
Total Direct and Overlapping		<u>\$ 213,534</u>		<u>94,729</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, MISSISSIPPI
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 (net of premiums)	Limited Obligation Bonds (net of premiums and discounts)	Notes and Capital Lease Obligations	General Obligation Bonds (net of premiums)	Notes			
2012	21,349	35,986	5,853	11,094	5,687	79,969	9.26%	3.25
2013	18,416	34,313	5,459	10,528	5,297	74,013	8.24%	3.02
2014	20,979	32,561	5,059	9,952	4,896	73,447	8.38%	2.99
2015	18,995	31,002	4,843	9,168	4,518	68,526	7.89%	2.83
2016	29,174	27,854	6,760	8,456	4,680	76,924	8.81%	3.16
2017	27,146	26,421	6,066	7,718	4,702	72,053	8.12%	2.94
2018	25,107	24,980	5,210	6,973	4,383	66,653	7.58%	2.75
2019	44,638	23,474	4,473	6,200	4,053	82,838	9.12%	3.42
2020	42,506	25,559	3,953	5,401	3,716	81,135	8.01%	3.37
2021	40,390	31,123	3,549	4,582	3,372	83,016	8.12%	3.41

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

(a) See Table 17 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

CITY OF RIDGELAND, MISSISSIPPI
TABLE 13
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Assessed value of property	\$ 420,687	\$ 429,352	\$ 434,863	\$ 449,066	\$ 452,594	\$ 458,536	\$ 462,004	\$ 464,039	\$ 472,941	\$ 476,979
Debt limit, 15% of assessed valuation	63,103	64,403	65,229	67,360	67,889	68,780	69,301	69,606	70,941	71,547
Amount of debt applicable to limit:										
General obligation bonds	21,349	18,416	20,979	18,995	29,174	27,146	25,107	44,638	42,506	40,390
Less:										
Special assessment bonds	<u>195</u>	<u>160</u>	<u>120</u>	<u>80</u>	<u>40</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net debt applicable to limit (a)-(b)	21,154	18,256	20,859	18,915	29,134	27,146	25,107	44,638	42,506	40,390
Legal debt margin	<u>41,949</u>	<u>46,147</u>	<u>44,370</u>	<u>48,445</u>	<u>38,755</u>	<u>41,634</u>	<u>44,194</u>	<u>24,968</u>	<u>28,435</u>	<u>31,157</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>33.52%</u>	<u>28.35%</u>	<u>31.98%</u>	<u>28.08%</u>	<u>42.91%</u>	<u>39.47%</u>	<u>36.23%</u>	<u>64.13%</u>	<u>59.92%</u>	<u>56.45%</u>

Source: City of Ridgeland.

CITY OF RIDGELAND, MISSISSIPPI
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
2012	24.5	420,687	21,349	275	21,074	860	5.01%
2013	24.5	429,352	18,416	-	18,416	752	4.29%
2014	24.6	434,863	20,979	-	20,979	853	4.82%
2015	24.2	449,066	18,995	463	18,532	766	4.13%
2016	24.3	452,594	29,174	1,318	27,856	1,146	6.15%
2017	24.5	458,536	27,146	1,523	25,623	1,046	5.59%
2018	24.2	462,004	25,107	1,709	23,398	967	5.06%
2019	24.2	464,039	44,638	2,053	42,585	1,760	9.18%
2020	24.2	472,941	42,506	1,827	40,679	1,681	8.60%
2021	24.3	476,979	40,390	1,546	38,844	1,599	8.14%

(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, MISSISSIPPI

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)**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental Expenditures</u>	<u>Ratio of Debt Service to General Governmental Expenditures</u>
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%
2016	3,826	2,250	6,076	32,915	18.46%
2017	4,172	2,676	6,848	31,300	21.88%
2018	4,423	2,459	6,882	32,266	21.33%
2019	4,562	2,308	6,870	43,792	15.69%
2020	4,563	3,625	8,188	53,325	15.35%
2021	7,381	2,068	9,449	38,297	24.67%

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

Source: Audited Financial Statements

CITY OF RIDGELAND, MISSISSIPPI
TABLE 16
PLEDGED REVENUES
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Utility Revenue Notes

Fiscal Year	Water & Sewer Charges and Other	Less: Operating Expenses (1)	Net Available Revenue	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2012	6,001	4,192	1,809	289	97	386	4.69
2013	6,080	3,720	2,360	298	95	393	6.01
2014	6,412	5,700	712	308	79	387	1.84
2015	6,919	5,468	1,451	317	69	386	3.76
2016	6,924	5,344	1,580	327	59	386	4.09
2017	6,806	4,938	1,868	231	68	299	6.25
2018	7,043	3,346	3,697	218	65	283	13.06
2019	6,815	3,310	3,505	222	61	283	12.39
2020	6,962	4,410	2,552	226	57	283	9.02
2021	6,978	3,852	3,126	231	52	283	11.05

(1) Total operating expenses exclusive of depreciation and amortization expense.

Limited Obligation Bonds

Fiscal Year	Pledged Revenue	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2012	3,654	1,622	1,906	3,528	1.04
2013	3,158	1,663	1,832	3,495	0.90
2014	3,200	1,741	1,240	2,981	1.07
2015	2,593	1,549	1,688	3,237	0.80
2016	3,686	1,330	1,499	2,829	1.30
2017	2,783	1,390	1,441	2,831	0.98
2018	2,876	1,450	1,379	2,829	1.02
2019	2,856	1,515	1,310	2,825	1.01
2020	2,589	1,590	2,036	3,626	0.71
2021	2,574	2,120	333	2,453	1.05

Source: Audited Financial Statements

CITY OF RIDGELAND, MISSISSIPPI
TABLE 17
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>	<u>County School Enrollment</u>	<u>Unemployment Rate</u>
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%
2016	24,351	873,446	35,869	33.7	13,075	4.4%
2017	24,483	887,582	36,253	33.3	13,171	3.6%
2018	24,266	879,715	36,253	33.3	13,252	3.3%
2019	24,188	908,284	37,551	34.0	13,302	4.5%
2020	24,104	1,012,802	42,018	36.1	13,310	4.9%
2021	24,340	1,022,718	42,018	36.1	12,988	3.6%

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

CITY OF RIDGELAND, MISSISSIPPI
TABLE 18
EDUCATION RELATED INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Elementary Schools	Middle Schools	High Schools	Vocational Schools	Junior College	Total County Enrollment
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
2016	2	1	1	1	1	13,075
2017	2	1	1	1	1	13,171
2018	2	1	1	1	1	13,252
2019	2	1	1	1	1	13,302
2020	2	1	1	1	1	13,310
2021	2	1	1	1	1	12,988

Source: City of Ridgeland

CITY OF RIDGELAND, MISSISSIPPI
TABLE 19
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

Employer	2021			2021			2012		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment (1)	Employees	Rank	Percentage of Total Employment (1)
C-Spire	733	1	3.10%	312	2	Unknown			
Madison County Schools	518	2	2.19%	-	-	-			
Horne LLP	390	3	1.65%	-	-	-			
Bankplus	320	4	1.35%	336	1	Unknown			
Wal-Mart Superstore	300	5	1.27%	265	3	Unknown			
Butler, Snow	271	6	1.15%	214	5	Unknown			
City of Ridgeland	267	7	1.13%	-	-	-			
Morgan-White Group, Inc.	165	8	0.70%	-	-	-			
Costco	155	9	0.66%	-	-	-			
Gulf South Medical Supply, Inc.	155	10	0.66%	-	-	-			
AT&T				217	4	Unknown			
Total employees of principal employers	3,274		13.85%	1,344		Unknown			
Total employees of other employers	20,361		86.15%	Unknown		Unknown			
Total	23,635		100.00%	Unknown		Unknown			

Source: Mississippi Department of Employment Security, City of Ridgeland, Individual companies

(1) Information was unavailable.

(2) The only information available for 2012 was the top 5 Employers.

CITY OF RIDGELAND, MISSISSIPPI
TABLE 20
CONSTRUCTION ACTIVITY
LAST TEN FISCAL YEARS

Calendar Year	Non-Residential		Residential				Alterations	Total Value	% Change
	Number of Permits	Value	Number of Permits	Increase in Family Units	Value				
2012	104	8,075,242	196	35	18,368,500	12,507,771	38,951,513	-15.9%	
2013	142	19,023,885	143	35	14,774,347	15,715,274	49,513,506	27.1%	
2014	120	18,923,933	202	77	29,655,431	20,430,180	69,009,544	39.4%	
2015	100	20,415,795	207	89	33,605,562	11,186,414	65,207,771	-5.5%	
2016	90	19,637,647	224	62	26,517,126	15,191,336	61,346,109	-5.9%	
2017	81	29,118,327	211	55	21,761,280	17,281,810	68,161,417	11.1%	
2018	99	36,948,075	260	63	25,818,290	26,174,511	88,940,876	30.5%	
2019	101	39,687,650	143	13	7,369,800	27,338,093	74,395,543	-16.4%	
2020	93	35,476,476	118	22	16,042,200	12,420,875	63,939,551	-14.1%	
2021	121	62,276,020	123	31	17,723,267	26,493,221	106,492,508	66.6%	

Source: City of Ridgeland

CITY OF RIDGELAND, MISSISSIPPI
TABLE 21
PROPERTY VALUE AND CONSTRUCTION
LAST TEN FISCAL 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
2012	2,307,961	104	8,075	35	18,369	161	12,508
2013	2,331,177	142	19,024	35	14,774	108	15,715
2014	2,357,039	120	18,924	77	29,655	125	20,430
2015	2,463,158	100	20,416	89	33,606	118	11,186
2016	2,445,322	90	19,638	62	26,517	162	15,191
2017	2,461,374	81	29,118	55	21,761	156	17,282
2018	2,503,852	99	36,948	63	25,818	197	26,175
2019	2,531,923	101	39,688	13	7,370	130	27,338
2020	2,578,735	93	35,476	22	16,042	96	12,421
2021	2,593,560	26	62,276	31	17,723	187	26,493

(1) From Table 20

(2) Total estimated actual value from Table 7

Source: City of Ridgeland

CITY OF RIDGELAND, MISSISSIPPI
TABLE 22
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government	42	42	42	42	42	37	37	33	32	32
Public safety (1)	151	147	147	147	150	158	138	157	161	161
Public services	60	60	60	60	60	65	65	63	60	60
Culture and recreation	13	13	13	13	13	13	13	13	14	14
Total	<u>266</u>	<u>262</u>	<u>262</u>	<u>262</u>	<u>265</u>	<u>273</u>	<u>253</u>	<u>266</u>	<u>267</u>	<u>267</u>

Source: City of Ridgeland

Notes:

(1) Includes Fire and Police

CITY OF RIDGELAND, MISSISSIPPI
TABLE 23
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government:										
Building permits issued*	300	285	322	307	314	292	359	244	211	244
Building inspections conducted	-	-	-	-	-	-	-	-	-	-
Public safety:										
Police:										
Arrests	3,393	3,735	3,817	3,619	3,764	3,945	3,322	3,415	2,688	2,805
Traffic violations	12,980	11,968	12,266	15,738	13,412	12,674	12,832	14,460	7,298	7,438
Parking violations	96	103	100	86	125	64	74	43	44	25
Fire:										
Number of emergency calls answered	2,022	2,697	2,642	2,968	2,826	3,204	3,610	3,561	2,656	3,026
Number of inspections conducted	639	476	615	662	1,136	990	715	825	972	1,225
Fire insurance rating	5	5	5	5	5	5	4	4	4	4
Public Services:										
Centerline miles of road maintained:										
City	137	137	137	137	137	137	137	137	139	140
Street resurfacing (miles)	**	**	**	**	**	**	**	**	**	**
Potholes repaired	**	**	**	**	**	**	**	**	**	**
Sanitation:										
Water:										
Service connections	7,712	8,478	8,470	8,828	8,828	9,078	9,026	9,090	9,166	9,221
Water main breaks	-	-	-	-	-	-	-	-	-	-
Average daily consumption (thousands of gallons)	3,192	3,186	3,186	3,478	3,504	3,368	3,180	3,102	3,252	2,909
Number of fire hydrants	940	940	948	987	987	989	989	989	989	1,021
Sewer:										
Average daily sewage treatment (thousands of gallons)	***	***	***	***	***	***	***	***	***	***
Culture and recreation:										
Library:										
Volumes in collection	**	**	**	**	**	**	**	**	**	**
Total volumes borrowed	**	**	**	**	**	**	**	**	**	**
Parks:										
Athletic field permits issued	**	**	**	**	**	**	**	**	**	**

* 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, MISSISSIPPI
TABLE 24
CAPITAL ASSETS INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Public safety:										
Police:										
Number of stations	1	1	1	1	1	1	1	1	1	1
Zone offices	-	-	-	-	-	-	-	-	-	-
Patrol units	70	68	74	75	74	73	76	77	73	69
Fire:										
Number of stations	4	4	4	4	4	4	4	4	4	4
Public services:										
Street miles	345	346	346	347	347	347	347	347	354	357
Street lights	1,788	1,802	1,957	1,975	1,987	1,984	1,986	2,082	2,170	2,186
Traffic signals	24	24	37	37	37	37	38	39	41	43
Sanitation:										
Water:										
Water mains (miles)	166	166	175	200	200	200	200	200	200	200
Storage capacity (thousands of gallons)	3,300	3,300	3,300	3,300	3,300	3,300	3,300	3,300	3,300	3,300
Sewer:										
Sanitary sewers (miles)	191	191	195	220	220	220	220	220	220	220
Storm sewers (miles)	150	150	155	155	155	155	155	155	155	155
Treatment capacity (thousands of gallons)	*	*	*	*	*	*	*	*	*	*
Refuse collection:										
Collection trucks	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Culture and recreation:										
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	7	7	17	18	18	18	18	20	20	20

Note: 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, MISSISSIPPI
TABLE 25
MISCELLANEOUS STATISTICS

Date of incorporation	1899	Average selling price of homes	\$ 60,823
Form of government	Mayor/Aldermen	Median income - household	186,500
Population (estimated census)	24,340		
Area in square miles	28	Major highways	1
Number of employees (excluding police and fire):			
Classified	238	Railroads	Canadian Nt. - Illinois Central
Exempt	29		
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	66	Nearest full-service port:	Port of Vicksburg, 55 miles
Number of residents per sworn officer	368.79		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	94.1%		
Bachelor's degree	51.6%		

Source: City of Ridgeland
U.S. Census Bureau

SINGLE AUDIT SECTION



CPAs & Advisors

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

To the Honorable 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, 2021, 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, 2022.

Internal Control Over Financial Reporting

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

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

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 of 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.

Haddox Reid Fubank Betts, PLLC

Jackson, Mississippi
March 30, 2022



CPAs & Advisors

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

To the Honorable 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 type 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, 2021. The City of Ridgeland, Mississippi's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

Auditor's Responsibility - continued

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Ridgeland, Mississippi'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 September 30, 2021.

Reports 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 purposes of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Ridgeland, Mississippi's internal control over compliance.

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

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

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

Hadday Reid Eubank Betts, PLLC

Jackson, Mississippi
March 30, 2022

CITY OF RIDGELAND, MISSISSIPPI

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Federal Grantor / Pass-Through Grantor / Program or <u>Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-Through Number</u>	<u>Federal Expenditures</u>
U.S. Department of Justice			
Direct programs:			
Federal Bureau of Investigation Jackson Safe Streets Task Force	16.UNKNOWN		\$ 18,431
United States Marshalls Service Regional Fugitive Task Force	16.UNKNOWN		15,554
United States Marshall's Office Equitable Sharing of Federally Forfeited Property	16.UNKNOWN		36,081
Bulletproof Vest Partnership Program	16.607		<u>2,930</u>
Total U.S. Department of Justice			<u>72,996</u>
U.S. Department of Transportation			
Pass-through programs from:			
Mississippi Department of Transportation			
Highway Planning and Construction Cluster:			
Highway Planning and Construction	20.205	STP-8323-00(004)	12,893
Highway Planning and Construction	20.205	STP-7354-00(005)	<u>754,538</u>
Total Highway Planning and Construction Cluster			<u>767,431</u>
Mississippi Department of Public Safety			
Highway Safety Cluster:			
Alcohol Open Container Requirements	20.607	M5X-2020-MD-23-01	<u>34,504</u>
Total U.S. Department of Transportation			<u>801,935</u>
Executive Office of the President			
Pass-through programs from:			
Mississippi Bureau of Narcotics - Gulf Coast HIDTA			
High Intensity Drug Trafficking Area Program - State and Local Assistance			
	95.001	G19-GC0003A	5,052
High Intensity Drug Trafficking Area Program - State and Local Assistance			
	95.001	G20-GC0003A	<u>5,944</u>
Total Executive Office of the President			<u>10,996</u>
U.S. Department of Treasury			
Pass-through program from:			
Mississippi Emergency Management Agency			
CARES Act Funding	21.019		<u>563,229</u>
Total U.S. Department of Homeland Security			<u>563,229</u>
Total Expenditures of Federal Awards			\$ <u>1,449,156</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

CITY OF RIDGELAND, MISSISSIPPI

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of Federal awards (the Schedule) includes the Federal award activity of the City of Ridgeland, Mississippi, under programs of the Federal government for the year ended September 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the City of Ridgeland, Mississippi, it is not intended to and does not present the financial position, changes in net positions, or cash flows of the City of Ridgeland, Mississippi.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Pass-through entity identifying numbers are presented where available.

NOTE C - INDIRECT COST RATE

The City of Ridgeland, Mississippi, has elected not to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

CITY OF RIDGELAND, MISSISSIPPI

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2021**

(1) SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the City of Ridgeland, Mississippi, were prepared in accordance with GAAP.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*."
3. No instances of noncompliance material to the financial statements of the City of Ridgeland, Mississippi, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies or material weaknesses in internal control over major Federal award programs are reported in the "Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance."
5. The auditor's report on compliance for the major Federal award programs for the City of Ridgeland, Mississippi, expresses an unmodified opinion on its major Federal program.
6. There were no audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a).
7. The programs tested as a major program are as follows:

<u>Program</u>	<u>Federal CFDA Number</u>
CARES Act Funding	21.019

8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The City of Ridgeland, Mississippi, was determined to be a low-risk auditee.

(2) FINDINGS - FINANCIAL STATEMENT AUDIT

None.

(3) FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None.

CITY OF RIDGELAND, MISSISSIPPI
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED SEPTEMBER 30, 2021

FINDING - FINANCIAL STATEMENT AUDIT

None.

STATE COMPLIANCE SECTION



CPAs & Advisors

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

To the Honorable Mayor and Board of Aldermen
City of Ridgeland, Mississippi

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ridgeland, Mississippi, as of and for the year ended September 30, 2021, which collectively comprise the City of Ridgeland, Mississippi's basic financial statements and have issued our report thereon dated March 30, 2022. 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*, issued by the Comptroller General of the United States.

As required by the state legal compliance audit program prescribed by the Mississippi Office of the State Auditor, we have also performed procedures to test compliance with certain state laws and regulations. However, providing an opinion on compliance with state laws and regulations was not an objective of our audit and, accordingly, we do not express such an opinion.

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

This report is intended solely for the information of the City of Ridgeland, Mississippi's management, Honorable Mayor and Board of Aldermen, and the Mississippi 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.

Haddox Reid Eubank Betts, PLLC

Jackson, Mississippi
March 30, 2022