

CITY OF GAUTIER, MISSISSIPPI
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2011

	<u>Program Revenue</u>				<u>Net (expense) revenue and changes in net Assets</u>		
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Government Activities:							
General Government	\$ 2,416,644	93,917	952,104	-	(1,370,623)	-	(1,370,623)
Public Safety	5,889,030	1,043,680	178,655	-	(4,666,695)	-	(4,666,695)
Public Works	1,261,218	-	-	-	(1,261,218)	-	(1,261,218)
Culture and Recreation	276,678	-	-	-	(276,678)	-	(276,678)
Debt service – interest	367,684	-	-	-	(367,684)	-	(367,684)
Total Government Activities	<u>\$10,211,254</u>	<u>1,137,597</u>	<u>1,130,759</u>	<u>-</u>	<u>(7,942,898)</u>	<u>-</u>	<u>(7,942,898)</u>
Business-type activities:							
Water & Sewer Fund	4,497,343	6,332,087	-	497,269	-	2,332,013	2,332,013
Solid Waste	1,344,836	1,285,492	-	-	-	(59,344)	(59,344)
Total Business-type Activities	<u>5,842,179</u>	<u>7,617,579</u>	<u>-</u>	<u>497,269</u>	<u>-</u>	<u>2,272,669</u>	<u>2,272,669</u>
Total Primary	<u>\$16,053,433</u>	<u>8,755,176</u>	<u>1,130,759</u>	<u>497,269</u>	<u>(7,942,898)</u>	<u>2,272,669</u>	<u>(5,670,229)</u>
General Revenues:							
Property Taxes					3,478,622	-	3,478,622
Franchise Taxes					175,076	-	175,076
Intergovernmental					3,093,971	-	3,093,971
Interest Income					11,864	3,674	15,538
Miscellaneous					480,332	409,211	889,543
Total General Revenues					<u>7,239,865</u>	<u>412,885</u>	<u>7,652,750</u>
Changes in Net Assets					(703,033)	2,685,554	1,982,521
Net assets, beginning					6,189,325	16,564,928	22,754,253
Settlement of Interfund Balances					496,767	(496,764)	3
Interfund Transfers					657,126	(657,126)	-
Net Assets, ending					<u>\$ 6,640,185</u>	<u>18,096,592</u>	<u>24,736,777</u>

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS FINANCIAL STATEMENTS

CITY OF GAUTIER, MISSISSIPPI
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2011

	<u>General Fund</u>	<u>MS Development Katrina Loan Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 736,041	-	801,298	1,537,339
Receivables, net	371,252	-		371,252
Total current assets	<u>1,107,293</u>	<u>-</u>	<u>801,298</u>	<u>1,908,591</u>
Noncurrent assets:				
Restricted cash	<u>-</u>	<u>129,530</u>	<u>-</u>	<u>129,530</u>
Total assets	<u>\$ 1,107,293</u>	<u>129,530</u>	<u>801,298</u>	<u>2,038,121</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 7,614	-	87,790	95,404
Other accrued liabilities	130,310	-		130,310
Compensated absences, Current	74,986	-		74,986
Total liabilities	<u>212,910</u>	<u>-</u>	<u>87,790</u>	<u>300,700</u>
Fund balances:				
Reserved for:				
Debt service	-	129,530	-	129,530
Unreserved:				
General fund	894,383	-	713,508	1,607,891
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>894,383</u>	<u>129,530</u>	<u>713,508</u>	<u>1,737,421</u>
Total liabilities and fund balances	<u>\$ 1,107,293</u>	<u>129,530</u>	<u>801,298</u>	<u>2,038,121</u>

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

CITY OF GAUTIER, MISSISSIPPI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
September 30, 2011

Total governmental funds balance **\$ 1,737,421**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Governmental capital assets	\$ 14,228,218	
Less: accumulated depreciation	(3,452,678)	10,775,540

Court Fines Receivable		209,112
Balance in Bond Issue account		4,046,280

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds and notes		(9,896,459)
Compensated absences		<u>(231,709)</u>

Net assets of governmental activities		<u>\$ 6,640,185</u>
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The notes to the financial statements are an integral part of this statement.

CITY OF GAUTIER, MISSISSIPPI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS
For the Year Ended September 30, 2011

	<u>General Fund</u>	<u>MS Development Katrina Loan Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Property taxes	\$ 3,359,942	-	118,680	3,478,622
Franchise fees	175,076	-	-	175,076
Fees and fines	840,568	-	-	840,568
Licenses and permits	93,917	-	-	93,917
Intergovernmental	2,998,686	-	95,285	3,093,971
Interest income	3,537	-	-	3,537
Grants	758,478	-	366,281	1,124,759
Miscellaneous	<u>724,828</u>	<u>-</u>	<u>103,312</u>	<u>828,140</u>
Total revenues	<u>8,955,032</u>	<u>-</u>	<u>683,558</u>	<u>9,638,590</u>
EXPENDITURES				
Current:				
General government	2,264,024	1,000	-	2,265,024
Public safety	5,606,078	-	20,222	5,626,300
Public works	1,191,306	-	19,628	1,210,934
Culture and recreation	157,999	-	118,679	276,678
Debt service:				
Interest and fiscal charges	541,471	325,465	-	866,936
Capital outlay	<u>572,773</u>	<u>-</u>	<u>407,725</u>	<u>980,498</u>
Total expenditures	<u>10,333,651</u>	<u>326,465</u>	<u>566,254</u>	<u>11,226,370</u>
Excess of revenues over (under) expenditures	<u>(1,378,619)</u>	<u>(326,465)</u>	<u>117,304</u>	<u>(1,587,780)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	<u>368,921</u>	<u>288,205</u>	<u>-</u>	<u>657,126</u>
Total other financing sources (uses)	<u>368,921</u>	<u>288,205</u>	<u>-</u>	<u>657,126</u>
Net changes in fund balances	(1,009,698)	(38,260)	117,304	(930,654)
Fund balance - beginning of year	1,904,082	167,790	596,204	2,668,076
Rounding adjustments	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
Fund balance - end of year	<u>\$ 894,383</u>	<u>129,530</u>	<u>713,508</u>	<u>1,737,421</u>

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

CITY OF GAUTIER, MISSISSIPPI
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2011

Net change in fund balances - total governmental funds **\$ (930,654)**

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 allocated over their estimated useful lives and reported as depreciation expense. Also, transfers out are not recorded.

Capital outlay	\$ 980,498	
Depreciation	(312,759)	
Excess of depreciation expense over capital outlay		<u>667,739</u>

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the funds.

Transfers		(657,126)
Net Adjustments for compensated absences		(23,179)
Principal paid on debt		499,252
Court Fines Receivable		209,112
Interim Interest Earned on Bond Issue Proceeds		8,327
Lease Purchase Proceeds		<u>(347,808)</u>
		<u>(311,422)</u>

Other Differences

Bond issue costs recorded in Bond Fund		<u>(128,696)</u>
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Changes in net assets of governmental activities **\$ (703,033)**

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

PROPRIETARY FUNDS FINANCIAL STATEMENTS

CITY OF GAUTIER, MISSISSIPPI
STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
September 30, 2011

	<u>Water and Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total Proprietary Funds</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 1,390,661	122,744	1,513,405
Accounts receivable, net	585,887	-	585,887
Other Assets	4,408	104,212	108,620
Total current assets	<u>1,980,956</u>	<u>226,956</u>	<u>2,207,912</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	1,278,254	-	1,278,254
Capital assets:			
Land	1,188,570	-	1,188,570
Other capital assets, net of accumulated depreciation	<u>30,837,060</u>	<u>28,254</u>	<u>30,865,314</u>
Total noncurrent assets	<u>33,303,884</u>	<u>28,254</u>	<u>33,332,138</u>
Total assets	<u>35,284,840</u>	<u>255,210</u>	<u>35,540,050</u>
LIABILITIES			
Current liabilities:			
Accounts payable	380		380
Other accrued liabilities	167,386		167,386
Compensated absences payable	9,894		9,894
Bonds and notes payable	1,363,968	-	1,363,968
Payable from restricted assets:			
Customer deposits	<u>542,820</u>	<u>-</u>	<u>542,820</u>
Total current liabilities	<u>2,084,448</u>	<u>-</u>	<u>2,084,448</u>
Noncurrent liabilities:			
Compensated absences	24,201	-	24,201
Bonds and notes payable	<u>15,334,809</u>	<u>-</u>	<u>15,334,809</u>
Total noncurrent liabilities	<u>15,359,010</u>	<u>-</u>	<u>15,359,010</u>
Total liabilities	<u>17,443,458</u>	<u>-</u>	<u>17,443,458</u>
NET ASSETS			
Invested in capital assets, net of related debt	14,138,283	28,254	14,166,537
Restricted:			
Debt service	794,445	-	794,445
Bond contingency fund	483,809	-	483,809
Unrestricted	<u>2,424,845</u>	<u>226,956</u>	<u>2,651,801</u>
Total net assets	<u>\$ 17,841,382</u>	<u>255,210</u>	<u>18,096,592</u>

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