

PRELIMINARY OFFICIAL STATEMENT DATED MARCH 4, 2026

NEW ISSUE-BOOK-ENTRY ONLY

RATINGS: MOODY'S: _____
(See "BOND RATING" herein)

In the opinion of Bond Counsel, under existing laws, regulations, rulings, and judicial decisions, and assuming the accuracy of certain representations and continuous compliance with certain covenants described herein, interest on the Bonds (defined below) is excludable from gross income under federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended. Bond Counsel is further of the opinion that under existing law, interest on the Bonds earned by the respective owners thereof is exempt from State of Mississippi income taxes. For a more complete description, see "TAX MATTERS" herein.

\$15,000,000 GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026 CITY OF STARKVILLE, MISSISSIPPI

DATED: Date of Delivery.

DUE: March 1, as shown below

The City of Starkville, Mississippi (the "Municipality") is issuing its \$15,000,000 General Obligation Public Improvement Bonds, Series 2026 (the "Bonds"), (a) to provide funds for the Authorized Purposes (as defined herein), and (b) to pay the costs of authorization, issuance, sale, validation, and delivery of the Bonds. See "THE BONDS – "Purpose and Authorization" herein for more information regarding the purposes of the Bonds.

The Bonds are issuable as fully-registered bonds in the denomination of \$5,000 or any integral multiple thereof in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds under a book-entry-only system maintained by DTC through brokers and dealers who are, or act through, DTC participants. Purchasers will not be entitled to receive physical delivery of the Bonds. The Bonds mature in each of the years and in the amounts, and bear interest at the rates as set forth on the inside cover page. Interest on the Bonds is payable semiannually each March 1 and September 1, commencing March 1, 2027. U.S. Bank Trust Company, National Association, will serve as the Registrar and Paying Agent for the Bonds.

The Bonds are being offered for sale in accordance with the official Notice of Bond Sale dated December 2, 2025 (the "Notice of Bond Sale").

Sealed or electronic bids for the Bonds will be received until the hour of 10:15 a.m., on March 17, 2026, by the Municipality as described in the Notice of Bond Sale herein. The City Clerk will act on behalf of the Governing Body to receive sealed bids at the aforesaid date, time, and place.

The Bonds are not being offered as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986.

This cover page contains certain information for quick reference only. It is not a summary of the issue. Investors should read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered subject to the final approval of the legality thereof by Watkins & Eager PLLC, Jackson, Mississippi, as Bond Counsel, and Mitchell, McNutt & Sams, Columbus, Mississippi, as Counsel to the Municipality. Stephens Inc., Ridgeland, Mississippi, is serving as the Independent Registered Municipal Advisor to the Municipality in connection with the issuance of the Bonds. It is expected that the Bonds will be available for delivery in book type and entry-only form delivered to DTC, on or about Tuesday, April 14, 2026.

[insert logos here]

This Preliminary Official Statement and certain of the information contained herein is in a form deemed final for purposes of Rule 15c2-12 under the Securities Exchange Act of 1934, as amended (except for the omission of certain information permitted to be omitted under Rule 15c2-12(b)(1)). This Preliminary Official Statement and the information contained herein are subject to completion or amendment. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or a solicitation of an offer to buy, nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

Interest payable on March 1, 2027, and semiannually thereafter on March 1 and September 1 of each year. The Bonds, in registered form and in the denomination of \$5,000 each, or integral multiples thereof up to the amount of a single maturity, will mature serially on March 1, with option of prior payment, in the years and principal amounts as follows:

Maturity Schedule

<u>Year of Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>CUSIP*</u>
2027	\$390,000	_____ %	_____ %	_____
2028	\$700,000	_____ %	_____ %	_____
2029	\$735,000	_____ %	_____ %	_____
2030	\$300,000	_____ %	_____ %	_____
2031	\$1,250,000	_____ %	_____ %	_____
2032	\$1,350,000	_____ %	_____ %	_____
2033	\$1,505,000	_____ %	_____ %	_____
2034	\$1,580,000	_____ %	_____ %	_____
2035	\$1,665,000	_____ %	_____ %	_____
2036	\$1,750,000	_____ %	_____ %	_____
2037	\$1,840,000	_____ %	_____ %	_____
2038	\$1,935,000	_____ %	_____ %	_____

*These CUSIP numbers have been assigned by Standard & Poor's CUSIP Service Bureau, a Division of The McGraw-Hill Companies, Inc., and are included solely for the convenience of Bondholders. The Municipality is not responsible for the section or use of these CUSIP numbers, nor is any representation made as to their correctness on the Bonds or as indicated herein.

For purposes of compliance with Rule 15c2-12 (“Rule 15c2-12”) of the U.S. Securities and Exchange Commission, this document, as the same may be supplemented or corrected by the City of Starkville, Mississippi (the “Municipality”), from time to time (collectively, the “Official Statement”), may be treated as an “Official Statement” with respect to the Bonds described herein that is deemed final as of the date hereof (or as of the date of any such supplement or correction) by the Municipality. The Official Statement, when further supplemented by a Final Official Statement specifying the interest rates, principal amounts, in the aggregate and per maturity, and delivery dates of the Bonds, together with any other information required by law, shall constitute a “Final Official Statement” of the Municipality with respect to the Bonds, as that term is defined in Rule 15c2-12. Any addendum or amendment shall, on and after the date thereof, be fully incorporated herein and made a part hereof by reference.

This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the Bonds by any person in any jurisdiction in which it is unlawful to make such offer, solicitation, or sale. No dealer, broker, salesperson, or other person has been authorized by the Mayor and Board of Aldermen of the Municipality (the “Governing Body”) to give any information or to make any representation, other than as contained in this Official Statement, in connection with the offering described herein, and if given or made, such other information or representation must not be relied upon as having been authorized by the Governing Body. This Official Statement is submitted in connection with the sale of the Bonds described herein, and may not be reproduced, used, or relied upon, in whole or in part, for any other purpose.

CERTAIN INFORMATION CONTAINED IN THIS OFFICIAL STATEMENT MAY HAVE BEEN OBTAINED FROM SOURCES OTHER THAN RECORDS OF THE MUNICIPALITY AND, WHILE BELIEVED TO BE RELIABLE, IS NOT GUARANTEED AS TO COMPLETENESS OR ACCURACY. THE INFORMATION AND EXPRESSIONS OF OPINION IN THIS OFFICIAL STATEMENT ARE SUBJECT TO CHANGE, AND NEITHER THE DELIVERY OF THIS OFFICIAL STATEMENT NOR ANY SALE MADE HEREUNDER SHALL CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE MUNICIPALITY SINCE THE DATE HEREOF.

Reference herein to laws, rules, regulations, resolutions, agreements, reports, and other documents do not purport to be comprehensive or definitive. All references to laws, rules, regulations, agreements, reports, and other documents are qualified in their entirety by reference to the particular laws, rules, regulations, agreements, reports, and other documents, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to this Official Statement, they will be furnished on request.

The Bonds will not be registered under the Securities Act of 1933, as amended, or any state securities law, and the same will not be listed on any stock or other securities exchange. Neither the U.S. Securities and Exchange Commission nor any other federal, state, or other governmental entity or agency will have passed upon the accuracy or adequacy of this Official Statement or approved the Bonds for sale. Any representation to the contrary is a criminal offense.

IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE MUNICIPALITY AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

**CAUTIONARY STATEMENTS REGARDING
FORWARD-LOOKING STATEMENTS IN
THIS OFFICIAL STATEMENT**

This Official Statement contains statements which should be considered “forward-looking statements,” meaning they refer to possible future events or conditions. Such statements are generally identifiable by the use of the future tense or by terms such as “may,” “intend,” “will,” “expect,” “forecast,” “project,” “anticipate,” “estimate,” “plan,” “budget,” “believe,” “should,” “strategy,” “position,” or the negative of such terms or variations of such words or similar expressions. In particular, any statements, express or implied, concerning future operating results or the ability to generate funds to service indebtedness are forward-looking statements. Investors are cautioned that reliance on any of those forward-looking statements involves risks and uncertainties and that, although the Governing Body believes that the assumptions on which those forward-looking statements are based are reasonable, any of those assumptions could prove to be inaccurate. Those forward-looking statements, including forecasts, projections, and estimates, are based on currently available information, expectations, estimates, assumptions, and projections, and the Governing Body’s judgment about future expenses of operations and general economic conditions. The forward-looking statements are not guarantees of future performance. Actual results may vary materially and adversely from what is contained in a forward-looking statement. Factors which may cause results different from those expected or anticipated include, among others, increases in costs of operation, decreases in levels of State financial support, general economic and business conditions, and various other events, conditions, and circumstances, many of which are beyond the control of the Municipality. As a result, the forward-looking statements based on those assumptions also could be incorrect, and actual results may differ materially and adversely from any results indicated or suggested by those assumptions.

Although the Municipality believes in making any such forward-looking statement, and its expectations are based on assumptions considered reasonable by the Municipality, any such forward-looking statement involves uncertainties and is qualified in its entirety by reference to factors both identified within this Official Statement and from publicly available sources about trends in municipal government that could cause the actual financial operating results of the Municipality to differ materially and adversely from those contemplated in such forward-looking statements.

Any forward-looking statement speaks only as of the date such statement is made, and the Municipality undertakes no obligation to update any forward-looking statement in this Official Statement to reflect events or circumstances after the date of this Official Statement or to reflect the occurrence of unanticipated events. New factors arise or emerge from time to time, and it is not possible for the Municipality to predict all such factors, nor can it assess the impact of each such factor or the extent to which any factor, or combination of factors, may cause results to differ materially and adversely from those contained in any forward-looking statement.

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CITY OF STARKVILLE, MISSISSIPPI

BOARD OF ALDERMEN

**Mike Brooks
Kim Moreland
Roy A'. Perkins
William Pochop
Sandra C. Sistrunk
Kyle Skinner
Henry N. Vaughn, Sr.**

MAYOR

Lynn Spruill

CITY CLERK

Joanna McLaurin

ATTORNEY FOR CITY OF STARKVILLE

**Berkley N. Huskison, Esq.
Mitchell McNutt & Sams, P.A.
Columbus, Mississippi**

WATKINS, WARD AND STAFFORD, PLLC

**CERTIFIED PUBLIC ACCOUNTANTS
Starkville, Mississippi**

WATKINS & EAGER PLLC

**Jackson, Mississippi
Bond Counsel**

STEPHENS INC.

**Ridgeland, Mississippi
Independent Registered Municipal Advisor**

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OFFICIAL STATEMENT

\$15,000,000

GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026 CITY OF STARKVILLE, MISSISSIPPI

INTRODUCTION

The purpose of this Official Statement is to set forth certain information in connection with the sale of the General Obligation Public Improvement Bonds, Series 2026, dated and issued April 14, 2026, in the principal amount of \$15,000,000 (the “Bonds”), of the City of Starkville, Mississippi (the “Municipality”).

Reference is made to the Act as hereinafter defined, the Bond Resolution as hereinafter defined, and any and all modifications and amendments thereof for a description of the nature and extent of the security for the Bonds, the pledge of tax revenues for the payment of the principal of and interest on the Bonds, the nature and extent of said pledge and the terms and conditions under which the Bonds are issued.

THE BONDS

Purpose and Authorization. The Bonds are being issued to provide funds for the purpose of constructing, improving, and paving streets, sidewalks, and parkways, and purchasing land therefor; constructing bridges and culverts; establishing, repairing, improving, and extending the sanitary, storm, drainage, and sewerage systems of the Municipality; protecting the Municipality, its streets, and sidewalks from overflow, caving banks, and other like dangers; purchasing machinery and heavy equipment which will have an expected useful life in excess of ten years, but specifically not including any motor vehicles weighing less than 12,000 pounds; purchasing fire-fighting equipment and apparatus, and providing housing for the same, and purchasing land therefor; altering or changing the channels of streams and water courses to control, deflect, and guide the current thereof; purchasing land for parks and public playgrounds, and improving, equipping, and adorning the same, including other recreational facilities; purchasing or constructing, repairing, improving, and equipping building for public libraries, and for purchasing land, equipment, and books therefor; erecting and purchasing waterworks, gas, electric, and other public utility plants or distribution systems or franchises, and repairing, improving, and extending the same; and, erecting municipal buildings, armories, auditoriums, community centers, gymnasiums, and athletic stadiums, preparing and equipping athletic fields, and purchasing buildings or land therefor, and for repairing, improving, adorning, and equipping the same, and for erecting, equipping, and furnishing of buildings to be used as a municipal or civic arts center (the “Authorized Purposes”).

The Bonds will be issued pursuant to the provisions of Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended, and other applicable laws of the State (together, the “Act”), and resolutions adopted by the Mayor and Board of Aldermen (the “Governing Body”) on August 19, 2025, September 16, 2025, and December 2, 2025, authorizing and directing the issuance of the Bonds (together, the “Bond Resolution”).

In order to issue the Bonds, the Governing Body adopted a resolution declaring its intention to issue the Bonds and gave notice of such intention by publication of said resolution in a newspaper published and of general circulation in the Municipality. If 20%, or 1,500, whichever had been less, of the qualified electors of the Municipality had filed a written protest against the issuance of the Bonds on or before the date specified in said resolution, an election on the question of the issuance of the Bonds would have been held. September 16, 2025, was set by the Governing Body as the date on or before which written protest was required to have been filed. No written protest having been received on or before said date, the Governing Body is now authorized and empowered by the Act to issue the Bonds without the necessity of calling and holding an election on the question of the issuance thereof.

Security. The Bonds shall be general obligations of the Municipality payable as to principal and interest out of and secured by an irrevocable pledge of the avails of a direct and continuing tax to be levied annually without limitation as to rate or amount upon all the taxable property within the geographical limits of the Municipality. To the extent other moneys are not available, the Municipality will levy annually a direct and continuing tax upon all taxable property within the geographical limits of the Municipality, which tax, together with any other moneys available for such purpose, will be adequate and sufficient to provide for the payment of the principal of and the interest on the Bonds as the same falls due; provided, however, that such tax levy for any year shall be abated *pro tanto* to the extent the Municipality on or prior to September 1 of that year has transferred money to the Bond Fund (as defined in the Bond Resolution), or has made other provisions for funds, to be applied toward the payment of the principal of and interest on the Bonds due during the ensuing fiscal year of the Municipality, in accordance with the provisions of the Bond Resolution.

Provided, however, any other funds available to the Municipality which may be lawfully used for payment of the principal of, premium, if any, and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including, but not limited to, use taxes remitted from the State to the Municipality as a result of the Infrastructure Modernization Act of 2018, House Bill 1, 2018 First Extraordinary Session, and any amendments thereto, codified as Sections 27-67-1 *et seq.*, Mississippi Code of 1972, as amended (the “Infrastructure Modernization Act”). The Governing Body is authorized pursuant to the Infrastructure Modernization Act to utilize the use taxes for certain authorized purposes, including the payment of debt service on debt obligations issued for certain authorized purposes. Should there be a failure in any year to comply with the requirements of this Section, such failure will not impair the right of the Registered Owners of any of the Bonds in any subsequent year to have adequate taxes levied and collected to meet the obligations of the Bonds, both as to principal and interest.

Redemption. Bonds maturing after March 1, 2036, are subject to redemption prior to their respective maturities at the election of the Municipality on and after March 1, 2036, either in whole or in part on any date, with the maturities and principal amounts thereof to be determined by the Municipality, at the principal amount thereof together with accrued interest to the date fixed for redemption.

Payment of the Bonds. The principal of and interest on the Bonds will be payable by the Paying Agent to DTC, which will in turn remit such principal and interest to its Direct Participants and

Indirect Participants, which will in turn remit such principal and interest to the beneficial owners of the Bonds. The record date for the payment of interest on the Bonds is the close of business on the date which shall be the 15th day (whether or not a business day) of the calendar month next preceding each interest payment date.

1995 Constitutional Amendment. The qualified electors of the State of Mississippi (the “State”) voted in a general election held on November 7, 1995, to amend the Mississippi Constitution of 1890 to add the following new Section 172A (the “Amendment”):

SECTION 172A. Neither the Supreme Court nor any inferior court of this state shall have the power to instruct or order the state or any political subdivision thereof, or an official of the state or any political subdivision, to levy or increase taxes.

The Amendment does not affect the underlying obligation to pay the principal of and interest on the Bonds as they mature and become due nor does it affect the obligation to levy a tax sufficient to accomplish that purpose. However, even though it appears that the Amendment was not intended to affect bondholders' remedies in the event of a payment default, it potentially prevents bondholders from obtaining a writ of mandamus to compel the levying of taxes to pay the principal of and interest on the Bonds in a court of the State. It is not certain whether the Amendment would affect the right of a federal court to direct the levy of a tax to satisfy a contractual obligation. Other effective remedies are available to the bondholders in the event of a payment default with respect to the Bonds. For example, bondholders can seek a writ of mandamus to compel the Municipality to use any legally available moneys to pay the debt service on the Bonds, and if such writ of mandamus is issued and public officials fail to comply with such writ, then such public officials may be held in contempt of court. In addition, pursuant to the Mississippi Constitution §175, all public officers who are guilty of willful neglect of duty may be removed from office.

Book-Entry System. The Bonds will be available to purchasers under the Book-Entry System maintained by The Depository Trust Company, New York, New York (“DTC”), which will act as securities depository for the Bonds. Purchasers will not be entitled to receive physical delivery of the Bonds. For so long as any purchaser is a beneficial owner of a Bond, such purchaser must maintain an account with a broker or dealer who is, or acts through, a DTC participant in order to receive payment of principal of and interest on such Bonds.

In the event the Bonds are no longer held under the Book-Entry System, bond certificates registered in the name of DTC or its nominee will be cancelled and the Municipality will execute and deliver Bonds to the Beneficial Owners as shown on the records of the DTC Participants. See **Appendix G** for a description of the payment, registration, transfer, and exchange provisions for the Bonds if the Book-Entry System is discontinued.

CONTINUING DISCLOSURE

The Municipality will enter into a Continuing Disclosure Agreement for the benefit of holders of the Bonds wherein the Municipality will agree to provide annually its audited

financial statements and certain financial information and operating data relating to the Municipality (the “Annual Report”), and to provide notices through the Electronic Municipal Market Access (“EMMA”) system established by the Municipal Securities Rulemaking Board (the “MSRB”) (or such other system as may be subsequently authorized by the MSRB). The Annual Report and notices of material events will be filed by the Municipality through the EMMA system (or such other system as may be subsequently authorized by the MSRB). The specific nature of the information to be contained in the Annual Report or the notices of material events and the other provisions of the Continuing Disclosure Agreement are set forth in **Appendix E**. A failure by the Municipality to comply with the Continuing Disclosure Agreement must be reported in accordance with the Rule 15c2-12 (the “Rule”) promulgated by the Securities and Exchange Commission of the United States of America and must be considered by any broker, dealer, or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The Municipality is responsible for making continuing disclosure filings, which include annual reports containing certain financial information and operating data relating to the Municipality and audited financial statements for each fiscal year. Pursuant to prior written disclosure undertakings, the Municipality is responsible for filing its annual reports and audited financial statements within 12 months of the end of its fiscal year of September 30. The Municipality has consistently timely filed its annual reports containing certain financial information and operating data relating to the Municipality. The Municipality has failed in recent fiscal years to timely file its audited financial statements for the fiscal years September 30, 2018, through September 30, 2023, and has filed notices of failure to timely file audited financial statements when applicable. The Municipality filed its audited financial statements for the fiscal year ended September 30, 2024, attached hereto as **Appendix C**, on EMMA on September 5, 2025.

The Municipality's intention is to file the information required under the continuing disclosure undertaking for the Bonds and its prior obligations in a complete and timely manner and has retained an independent agent to monitor compliance throughout the term of the Bonds.

AUDITORS

The financial statements of the City as of September 30, 2024, have been audited by Watkins, Ward and Stafford, PLLC, Certified Public Accountants, Starkville, Mississippi, independent certified public accountants, as set forth in their report attached as **Appendix C**. Watkins, Ward and Stafford, PLLC, has not performed any procedures relating to this Official Statement.

MISCELLANEOUS AND LEGAL INFORMATION

No Default on Securities. No securities of the Municipality have been in default as to principal or interest payments or in any other material respect at any time in at least the last 25 years. No principal or interest on any obligation of the Municipality is past due.

No Bond Proceeds for Current Operating Expenses. No proceeds from the sale of securities (except tax anticipation notes issued against revenues of a current fiscal year) have been used for current operating expenses at any time in at least the last ten years.

Legal Proceedings. There are no pending legal proceedings which might be expected to affect the Municipality's ability to fulfil its obligations to the Registered Owners of the Bonds.

Sovereign Immunity. In 1982, in *Pruett v. City of Rosedale*, the Mississippi Supreme Court (the "Supreme Court") abolished the judicial common law doctrine of sovereign immunity, effective July, 1984, and invited a legislative response by creation of statutory sovereign immunity. In 1984, the Legislature enacted a tort claims act (the "Tort Claims Act") that gave statutory sovereign immunity to the State and its political subdivisions, and then provided for a limited and capped waiver of that immunity.

The Tort Claims Act, as amended, provides a broad statutory sovereign immunity for acts and omissions of governmental entities, whether governmental, proprietary, discretionary or ministerial, including for breach of an implied contract, and without regard to whether a fee, charge or other consideration was paid. The Tort Claims Act waives this statutory sovereign immunity up to certain maximum limits of liability, except for specified circumstances; the maximum liability arising out of a single occurrence is \$500,000 for claims arising on or after July 1, 2001. Attorney fees and punitive damages are not allowed unless otherwise specifically authorized by law; trial of claims arising under the Tort Claims Act shall be conducted without a jury; a claimant must exhaust his administrative remedies before he files suit, and he must file within one year after the cause of action arises; governmental entities and their employees acting within the course and scope of their employment shall not be liable for any claims under specified circumstances; all political subdivisions must purchase liability insurance or set up self-insurance reserves sufficient to cover risks of claims under the Tort Claims Act; all governmental entities may purchase liability insurance in excess of the maximum liability and immunity shall be waived to the extent of the excess liability insurance; and any two or more political subdivisions may enter into agreement to pool liabilities through insurance or self-insurance reserves.

Under existing law, the defense of sovereign immunity would not be available to the Municipality against a claim for payment, when due, of principal of or interest on the Bonds.

Validation. The Bonds herein directed to be issued shall be submitted to validation under the provisions of Sections 31-13-1 *et seq.*, Mississippi Code of 1972, as amended, and, to that end, the City Clerk is hereby instructed to make up, certify, and transmit to the State Bond Attorney a transcript of proceedings and other documents relating to the authorization, issuance, and sale of the Bonds.

Approval of Legal Proceedings. All legal matters in connection with the authorization and issuance of the Bonds are subject to the final approval of the legality thereof by Watkins & Eager PLLC, Jackson, Mississippi ("Bond Counsel"). Copies of such opinion will be available at the time of delivery of the Bonds. No representation is made to the Registered Owners of the Bonds that Bond Counsel has verified the accuracy, completeness, or fairness of the statements in the

Official Statement and Bond Counsel assumes no responsibility to the Registered Owners of the Bonds except for the matters set forth in such opinion.

TAX MATTERS

Tax Exemption.

State Tax Exemption. Bond Counsel is further of the opinion that under and pursuant to the Act, the Bonds and interest thereon are exempt from all income taxes imposed by the State and any county, municipality, and other political subdivision of the State.

Exclusion from Gross Income Pursuant to Section 103 of the Internal Revenue Code. The Internal Revenue Code of 1986, as amended (the “Code”), and the applicable regulations promulgated thereunder (the “Regulations”), include requirements which the Municipality must continue to meet after the issuance of the Bonds in order that interest on the Bonds not be included in gross income for federal income tax purposes. The Municipality's failure to meet these requirements may cause interest on the Bonds to be included in gross income for federal income tax purposes retroactive to their date of issuance. The Municipality has covenanted in the Bond Resolution to comply with the requirements of the Code in order to maintain the exclusion of interest on the Bonds from gross income for federal income tax purposes.

In the opinion of Bond Counsel, assuming compliance by the Municipality with the tax covenants referred to above, under existing statutes, regulations, rulings, and court decisions, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of applicable corporations (as defined in Section 59(k) of the Code) for the purpose of computing the alternative minimum tax imposed on corporations.

The opinion of Bond Counsel described in the preceding paragraph is subject to the condition that the Municipality comply with all requirements of the Code and the Regulations, including, without limitation, certain limitations on the use, expenditure, and investment of the proceeds of the Bonds and the obligation to rebate certain earnings on investments of proceeds to the United States of America, that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes. The Municipality has covenanted to comply with each such requirement. Failure to comply with certain of such requirements may cause the interest on the Bonds to be includable in gross income for federal income tax purposes retroactive to the date of issuance of the Bonds.

Section 265(b)(1) of the Code provides that financial institutions may not deduct the portion of their otherwise allowable interest expense allocable to tax exempt obligations acquired

after August 7, 1986 (other than “qualified tax-exempt obligations” as defined in Section 265(b)(3) of the Code). The Municipality has **not** designated the Bonds as “qualified tax-exempt obligations” pursuant to Section 265(b)(3)(B) of the Code.

Bond Counsel will not address or opine with respect to any federal tax consequences arising with respect to the Bonds, other than its opinion with respect to the exclusion of interest on the Bonds from gross income for federal income tax purposes pursuant to Section 103 of the Code and its opinion that the Bonds are not “specified private activity bonds.” Prospective investors, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the federal tax consequences of owning and disposing of the Bonds, as well as any tax consequences arising under the laws of any state or other taxing jurisdiction.

Original Issue Premium. Bonds purchased, whether at original issuance or otherwise, for an amount greater than their principal amount payable at maturity (or, in some cases, at their earlier call date) (the “Series 2026 Premium Bonds”) will be treated as having amortizable bond premium. No deduction is allowable for the amortizable bond premium in the case of bonds, like the Series 2026 Premium Bonds, the interest on which is excluded from gross income for federal income tax purposes. However, the amount of tax-exempt interest received, and a holder's basis in a Series 2026 Premium Bond, will be reduced by the amount of amortizable bond premium properly allocable to such holder. Holders of Series 2026 Premium Bonds should consult their own tax advisors with respect to the proper treatment of amortizable bond premium in their particular circumstances.

Future Federal Legislation. The federal government is considering various legislative proposals for reducing the federal budget deficit and the federal debt and promoting economic growth, and some of these proposals, if enacted, could affect the tax-exempt status and/or market price or marketability of state and local bonds, such as the Bonds. In addition, future legislative proposals, if enacted into law, clarification of the Code or court decisions may cause interest on the Bonds to be subject, directly or indirectly and retroactively, to federal income taxation or to be subject to or exempted from state income taxation, or otherwise prevent holders from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any such future legislative proposals, clarification of the Code or court decisions may also affect the market price for, or marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal or state tax legislation, regulations or litigation, as to which Bond Counsel expresses no opinion.

In addition, prospective purchasers of the Bonds should consult their own tax advisors as to the applicability and effect on their federal income taxes of the federal alternative minimum tax, the environmental tax, the branch profits tax and the tax on passive investment income of corporations, as well as the applicability and effect of any other collateral federal income tax consequences.

United States Bankruptcy Code. The undertakings of the Municipality should be considered with reference to Chapter 9 of the Bankruptcy Code, 11 U.S.C. §§ 901, *et. seq.*, as amended, and other laws affecting creditors’ rights and certain public bodies generally. Chapter 9 permits a municipality, political subdivision, public agency, or other instrumentality of a State that is

insolvent or unable to meet its debts as such debts mature to file a petition in the United States Bankruptcy Court for the purpose of effecting a plan to adjust its debts; directs such a petitioner to file with the court a list of its creditors; provides that the filing of the petition under that Chapter operates as a stay of the commencement or continuation of any judicial or other proceeding against the petitioner; directs a petitioner to file a plan for the adjustment of its debts; permits the petitioner in its plan to modify the rights to payment of its creditors; and provides that the plan must be accepted in writing by or on behalf of creditors of each impaired class of claims holding at least two-thirds in amount and more than one-half in number of the creditors which have accepted or rejected the plan. The plan may be confirmed notwithstanding the negative vote of one or more classes of claims if the court finds that the plan is in the best interest of creditors, is feasible, and is fair and equitable with respect to the dissenting classes of creditors. A petitioner has the right to reinstate indebtedness under its plan according to the original maturity schedule of such indebtedness notwithstanding any provision in the documents under which the indebtedness arose relating to the insolvency or financial condition of the debtor before the confirmation of the plan, the commencement of a case under the Bankruptcy Code, or the appointment of or taking possession by a trustee in a case under the Bankruptcy Code or by a receiver or other custodian prior to the commencement of a case under the Bankruptcy Code.

Cyber Security Management. The Municipality, like many other public and private entities, relies on a large and complex technology environment to conduct its operations and faces multiple cyber security threats including, but not limited to, hacking, phishing, viruses, malware, and other attacks on its computing and other digital networks and systems (collectively, “Systems Technology”). As a recipient and provider of sensitive information, the Municipality may be the target of cyber security incidents that could result in adverse consequences to the Municipality and its Systems Technology, requiring a response action to mitigate the consequences. The Municipality has in place daily backup processes to help mitigate the eventuality of these risks. The Municipality has structured its “technology” environment based upon best practice Zero Trust standards to mitigate these risks. Cyber security incidents could result from unintentional events or from deliberate attacks by unauthorized entities or individuals attempting to gain access to the Municipality's Systems Technology for the purposes of misappropriating assets or information or causing operational disruption and damage. The Municipality has implemented certain controls, including data and network security measures, malware protection, security configuration, website filtering and protection, and user training, to mitigate the risk of cyber security breaches from internal sources or activities. The Municipality has personnel policies in place for the Municipality's computer systems and networks detailing the security of the systems by only designated personnel and password securities in place by user. The Municipality carries a cybersecurity insurance policy in the amount of \$1,000,000. Despite the Municipality's measures to safeguard its network infrastructure, there are no guarantees that such measures will be successful.

Independent Registered Municipal Advisor. Stephens Inc., Ridgeland, Mississippi, is serving as the Independent Registered Municipal Advisor (the “IRMA”) to the Municipality in connection with the issuance of the Bonds. Stephens, Inc., in its capacity as the IRMA, has relied on the opinion of Bond Counsel and has not verified and does not assume any responsibility for the information, covenants, and representations contained in any of the legal documents with respect to the federal or state income tax status of the Bonds or the possible impact of any present, pending, or future actions taken by any legislative or judicial bodies. The information set

forth herein has been obtained from the Municipality and other sources believed to be reliable but has not been independently verified by the IRMA.

The IRMA has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to the Municipality and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the IRMA does not guarantee the accuracy or completeness of such information.

Underwriting. The Bonds have been purchased by _____, _____, _____ (the “Underwriter”), at competitive sale from the Municipality for resale. The Underwriter has agreed to purchase the Bonds at the purchase price of \$_____, calculated at par of \$15,000,000.00, plus a premium of \$_____, and less Underwriter’s discount of \$_____. The initial public offering yields of the Bonds are set forth on the inside front cover of this Official Statement and may be changed from time to time by the Underwriter. The Underwriter may also allow a concession from the public offering prices to certain dealers. The Underwriter has received no fee from the Municipality for underwriting the Bonds. If the Bonds are sold at the public offering yields as set forth on the inside front cover of this Official Statement, the Underwriter anticipates total selling compensation of \$_____ for the Bonds.

Registrar and Paying Agent. U.S. Bank Trust Company, National Association, is acting as Registrar and Paying Agent for the Bonds (the “Paying Agent”). The Paying Agent has not provided, or undertaken to determine, the accuracy of, any of the information contained in this Official Statement and makes no representation or warranty, express or implied, as to (i) the accuracy or completeness of such information; (ii) the validity of the Bonds; or (iii) the tax exempt status of the interest on the Bonds

Bond Rating. [To be inserted]

Miscellaneous. The references, excerpts and summaries of all documents referred to herein do not purport to be complete statements of the provisions of such documents, and reference is directed to all such documents for full and complete statements of all matters of fact relating to the Bonds, the security for the payment of the Bonds and the rights and obligations of the Registered Owners thereof.

The information contained in this Official Statement has been taken from sources considered reliable but is not guaranteed. To the best of our knowledge, information in this Official Statement does not include any untrue statement of material fact; nor does the information omit the statement of any material fact required to be stated therein or necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading.

The Municipality has prepared this Official Statement which it deems, for purposes of the Rule, to be final and complete except for the omission of the offering prices, interest rates, and any other terms of the Bonds depending on such matters, and the identity of the underwriters, subject to revision, amendment and completion in a final Official Statement. By submission of its bid, the successful bidder will be deemed to have certified that it has obtained and reviewed this Official Statement. Upon the sale and award of the Bonds, the Municipality will publish an

Official Statement in substantially the same form as this Official Statement subject to minor additions, deletions, and revisions as required to complete this Official Statement. If requested, the Municipality will furnish a reasonable number of copies of the Official Statement to the successful bidder of the Bonds without charge within seven business days after the sale and award of the bid. By submission of its bid, the successful bidder will be deemed to have agreed to supply to the Municipality all necessary pricing information and any underwriter identification determined by the Municipality to be necessary for the Official Statement within 24 hours after the sale and award of the Bonds.

A copy of this Official Statement may be obtained from:

Joanna McLaurin
City Clerk
City of Starkville, Mississippi
jmclaurin@cityofstarkville.org
(662) 323-2525

or

Brad C. Davis, Esq.
Bond Counsel
Watkins & Eager PLLC
bdavis@watkinseager.com
(601) 965-1988

City of Starkville, Mississippi

/s/ Lynn Spruill

Mayor

/s/ Joanna McLaurin
City Clerk

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Appendix A

Economic and Demographic Information of the Municipality

DEMOGRAPHIC AND ECONOMIC INFORMATION

General Description.

The City of Starkville, Mississippi (the “Municipality”), the county seat of Oktibbeha County, Mississippi (the “County”), is located in the northeastern section of the County. The Municipality, originally named “Boardtown,” was renamed “Starkville” in 1834 in honor of General John Stark, a hero of the American Revolution. The Municipality is located 125 miles northeast of Jackson, Mississippi, the capital city of the State of Mississippi (the “State”), 130 miles southwest of Birmingham, Alabama, 165 miles southeast of Memphis, Tennessee, and 286 miles northeast of New Orleans, Louisiana.

Mississippi State University of Agriculture and Applied Science (the “University”) is located primarily immediately adjacent to the Municipality, with only a small portion on the western edge of the University within the boundaries of the Municipality. The University is an important factor in the Municipality’s growth and development. The University was established by the Legislature in 1878 as a Land Grant Institution and is comprised of ten colleges and schools that offer 120 majors.

The County, located in the northeastern prairie soil area of the State, was named for the Indian word meaning “bloody water,” and has a land area of 459 square miles. 26 of the existing 82 counties in the State were in existence before the County was formally organized on December 23, 1833, from a portion of the Choctaw Territory ceded by the Treaty of Dancing Rabbit Creek in 1830.

Population.

The population of the Municipality and the County have been recorded as follows:

	2024*	2020	2010	2000	1990
The Municipality	25,844	24,356	23,888	21,869	18,474
The County	51,965	51,780	47,671	42,902	38,404

*estimate as of July 1, 2024

SOURCE: United States Department of Commerce, Census data at www.census.gov.

Mississippi State University Enrollment.

The fall semester enrollment of the University was as follows:

2025	2024	2023	2022	2021
23,563	23,150	22,657	22,649	23,086

SOURCE: Mississippi State University, Office of Institutional Research and Effectiveness.

Government.

The Municipality operates under a Code Charter approved in May of 1837 and is governed by the Mayor and Board of Aldermen (the “Governing Body”), consisting of seven aldermen who are elected from separate precincts or wards. The Mayor is elected at-large. The Mayor and members of the Board of Aldermen are elected for four-year terms which run concurrently.

The current Mayor and members of the Board of Aldermen are:

Name	Occupation	Position Held Since
Lynn Spruill	Mayor	2017
Mike Brooks	Real Estate Appraiser	2019
Kim Moreland	Commercial Real Estate	2024
Roy A’. Perkins	Attorney	1993
William Pochop	Financial Representative	2025
Sandra C. Sistrunk	Retired	2017
Kyle Skinner	Real Estate	2025
Henry N. Vaughn, Sr.	Retired	2009

Transportation.

Access to the Municipality is available by several means. U. S. Highway 82 and State Highways 12, 25, 182, and 389 serve the immediate area. A number of County highways provide access to many outlying areas in the County.

Rail service is provided to the Municipality by the Kansas City Southern Railroad. Several common carriers are authorized to serve the Municipality. The nearest commercial airport is Golden Triangle Regional Airport in Lowndes County, Mississippi, 15 miles from the Municipality. Bryan Field is located within the County a distance of three miles from the

Municipality. The nearest port is the Lowndes County Port, which has a channel depth of nine feet and is located 22 miles away in Lowndes County, Mississippi, on the Tennessee-Tombigbee Waterway.

Per Capita Income.

Year	County	Mississippi	United States	County as % of U.S.
2023*	\$42,241	\$49,652	\$69,810	60.51%
2022	\$39,730	\$47,134	\$66,244	59.98%
2021	\$39,966	\$46,869	\$64,460	62.00%
2020	\$36,752	\$42,513	\$59,153	62.13%
2019	\$34,454	\$39,445	\$56,250	61.25%

SOURCE: United States Department of Commerce, Bureau of Economic Analysis www.bea.gov.

Major Employers.

The following is a partial listing of the Municipality’s major employers, their products or services, and their approximate number of employees:

Employer	Employees	Product/Service
Mississippi State University	5,900	Education
Starkville School District	650	Education
Oktibbeha Hospital	650	Healthcare
Wal-Mart Stores, Inc.	470	Retail
Southwire Company	261	Wire And Cable
Xerium Technologies	220	Felt
Kroger	200	Food Retailer
Golden Triangle Planning and Development District	200	Economic Development
Northeast Mississippi Coca-Cola	185	Beverage Distribution
Lowe's	148	Retail

SOURCE: Greater Starkville Development Partnership. January 2026.

Gross Sales.

State Fiscal Year Ended June 30	Municipality	County
2025	\$805,161,146	\$1,135,602,900
2024	\$750,662,563	\$1,039,086,264
2023	\$737,116,751	\$974,735,310
2022	\$691,004,097	\$892,417,215
2021	\$639,340,461	\$822,965,917

SOURCE: Mississippi Department of Revenue website: <http://www.dor.ms.gov>

Retail Sales.

State Fiscal Year Ended June 30	Municipality	County
2025	\$500,273,752	\$545,270,505
2024	\$450,326,786	\$499,749,773
2023	\$437,419,288	\$482,728,351
2022	\$422,633,730	\$479,592,208
2021	\$402,797,306	\$456,121,337

SOURCE: Mississippi Department of Revenue website: <http://www.dor.ms.gov>

Sales Tax Rebates from State. The State rebates on a monthly basis 18.5% of the total State sales tax for all sales originating within the Municipality; this rebate may be used for any lawful purpose. Sales tax rebates from the State to the Municipality are as follows:

State Fiscal Year Ended June 30	Amount
2025	\$10,132,809
2024	\$9,007,176
2023	\$8,988,989
2022	\$8,588,523
2021	\$7,887,023

SOURCE: Mississippi Department of Revenue website: <http://www.dor.ms.gov>

Diversions from the State to the Municipality regarding Use Tax Collections.

(pursuant to the Mississippi Infrastructure Modernization Act of 2018)

	2025	2024	2023	2022	2021
January Diversion	\$1,112,935.15	\$1,080,181.70	\$1,018,492.91	\$746,892.34	\$387,143.33
July Diversion	\$1,286,035.38	\$1,102,406.79	\$1,048,101.97	\$720,580.41	\$403,527.17
TOTAL	\$2,398,970.53	\$2,182,588.49	\$2,066,594.88	\$1,467,472.75	\$790,670.50

SOURCE: Mississippi Department of Revenue website: <http://www.dor.ms.gov>

Diversions from the State to the Municipality regarding Special Sales Tax.

(pursuant to Local and Private Acts of the Mississippi Legislature and local referendum; dedicated for parks and recreation improvements)

	2025	2024	2023	2022	2021
Starkville Tourism and Convention Tax	\$3,150,734	\$3,029,019	\$2,880,107	\$2,674,657	\$2,224,373
Starkville-Oktibbeha Tourism Tax	\$402,067	\$399,023	\$441,975	\$326,124	\$194,004
Starkville Restaurant, Parks, & Recreation Special Tax	\$1,545,529	\$1,492,540	\$1,431,578	\$1,324,372	\$1,127,888
Starkville Hotel, Parks, & Recreation Special Tax	\$256,713	\$241,581	\$229,620	\$180,890	\$102,629
TOTAL	\$5,355,043	\$5,162,163	\$4,983,280	\$4,506,043	\$3,648,894

SOURCE: Mississippi Department of Revenue website: <http://www.dor.ms.gov>

Employment Statistics of the County.

	2024*	2023	2022	2021	2020
Civilian Labor Force	22,380	21,700	22,020	22,190	21,740
Unemployed	770	730	910	1,250	1,690
Unemployment Rate	3.4	3.4	4.1	5.6	7.8
Employed	21,610	20,970	21,110	20,940	20,050

*next anticipated release of statistical information for 2025 is April 2026.

SOURCE: Mississippi Department of Employment Security, website: www.mdes.ms.gov Annual Averages, Labor Force and Establishment Based Employment.

Educational Facilities.

Starkville Oktibbeha Consolidated School District (the “District”) is one of the largest school districts in the State, with a student enrollment of more than 4,800. The Municipality’s school system merged with Oktibbeha County School District to form the District beginning in the 2015-2016 school year.

Students in preschool through grade 12 in the District are housed in seven school plants. Emerson Preschool is a licensed preschool that provides year-round comprehensive developmentally appropriate program for young children. Emerson is currently enrolling children ages two to five years old.

Sudduth Elementary School and West Oktibbeha Elementary School serve kindergarten through 2nd grade students. Henderson Ward Elementary School serves 3rd grade through 5th grade. East Oktibbeha Elementary School serves kindergarten through 5th grade.

Armstrong Middle School serves 6th grade through 8th grade and was constructed in 1976. An addition was completed in 1996 and additional renovations were completed in 1999.

Starkville High School serves 9th grade through 12th grade and was constructed in 1961 with additions in 1976, 1984, 1987, and 1998. Also on the Starkville High School campus is Millsaps Vocational Center which was constructed in 1972 and renovated in 1998.

The administrative office for the District is located in the Greensboro Center which is the renovated former Starkville High School. The building was constructed in 1927-29 and was extensively renovated in 1987. The facility now also serves as a civic center for the Municipality and surrounding area.

Related facilities of the District include a bus transportation complex, a maintenance building, an athletic complex, three gymnasiums, a baseball field, a softball field, and a newly constructed football stadium with an approximate seating capacity of 6,500.

Enrollment figures for the District for the scholastic year 2025-2026 and for the four preceding years are as follows:

Scholastic Year	Enrollment
2025-26	4,873
2024-25	5,070
2023-24	4,882
2022-23	4,894
2021-22	4,902

SOURCE: Mississippi Department of Education website: <https://mdek12.org/>

TAX INFORMATION

Assessed Valuation.

Assessment Year	Real Property	Personal Property	Public Utility Property	Total
2025	\$274,175,436	\$72,316,140	\$2,698,326	\$349,189,902
2024	\$269,424,825	\$70,754,304	\$2,377,495	\$342,556,624
2023	\$258,886,039	\$73,306,329	\$2,128,191	\$334,320,559
2022	\$252,344,846	\$66,891,533	\$1,992,409	\$321,228,788
2021	\$224,856,310	\$62,575,746	\$1,967,979	\$289,400,035

SOURCE: Office of the City Clerk. January 2026.

The above assessed valuations are based upon the following assessment ratios: real and personal property (excluding single-family owner-occupied residential real property and motor vehicles, respectively), 15% of true value; single-family owner-occupied residential real property, 10% of true value; motor vehicles and public utility property, 30% of true value.

Procedure For Property Assessments.

Real and personal property valuations other than motor vehicles and property owned by public utilities are determined by the County Tax Assessor. All taxable real property situated in the Municipality is assessed each year and taxes thereon paid for the ensuing year. Assessment rolls of such property subject to taxation are prepared by the County Tax Assessor and are delivered to the Governing Body on the first Monday in July. Thereafter, the assessments are equalized by the Governing Body and notice is given to the taxpayers that the Governing Body will meet to hear objections to the assessments. After objections are heard, the Governing Body adjusts the rolls and submits them to the Mississippi Department of Revenue, which examines them on receipt. The Mississippi Department of Revenue may then accept the rolls or, if it finds a roll incorrect in any particular, return the rolls to the Governing Body to be corrected in accordance with the recommendations of the Mississippi Department of Revenue. If the Governing Body has any objections to the order of the Mississippi Department of Revenue, it may arrange a hearing before the Mississippi Department of Revenue. Otherwise, the assessment roll is finalized and submitted to the Tax Assessor and Tax Collector for the County for collection. The assessed value of motor vehicles is determined by an assessment schedule prepared each year by the Mississippi Department of Revenue. With minor exceptions the property of public utilities is assessed each year by the Mississippi Department of Revenue.

Homestead Exemption. The Mississippi Homestead Exemption Law of 1946 reduces the local tax burden on homes qualifying by law and substitutes revenues from other sources of taxation on the state level as a reimbursement to the local taxing units for such tax loss. Provisions of the homestead exemption law determine qualification, define ownership and limit the type and dollar amount of property that may come within the exemption.

Those homeowners who qualify for homestead exemption and who have reached the age of 65 years on or before January 1 of the year for which the exemption is claimed, service-connected, totally disabled American veterans who were honorably discharged from military service and those classified as disabled under the federal Social Security Act are exempt from any and all ad valorem taxes on qualifying homesteads not in excess of \$7,500 of assessed value thereof.

The tax loss resulting to local taxing units from properly qualified homestead exemptions is reimbursed by the Mississippi Department of Revenue. No taxing unit may be reimbursed an amount in excess of 106% of the total net reimbursement made to such taxing unit in the next preceding year.

Tax Levy Per \$1,000 Valuation.

	2026	2025	2024	2023	2022
Total	34.00	32.00	32.00	30.13	30.13

Pursuant to special legislative authority, the Municipality also levies a tax of 2 mills for the provision of parking facilities and the development and growth of the Downtown Business District.

SOURCE: Office of the City Clerk. January 2026.

Ad Valorem Tax Collections.

Year Ended September 30	Taxes Due	Taxes Collected	Difference Over (Under)
2025	\$11,019,500	\$10,810,435	(209,065)
2024	10,698,258	10,704,257	\$5,999
2023	\$9,677,210	\$9,533,615	(\$143,595)
2022	\$8,719,623	\$8,713,968	(\$5,655)
2021	\$8,155,000	\$8,393,293	\$238,293

SOURCE: Office of the City Clerk. January 2026.

DEBT INFORMATION

Legal Debt Limit Statement.

(as of March 1, 2026)

	<u>15% Limit</u>	<u>20% Limit</u>
Authorized Debt Limit (Last Completed Assessment for Taxation – \$349,189,902)	\$52,378,485	\$69,837,980
Present Debt Subject to Debt Limits	<u>\$17,445,000</u>	<u>\$25,256,182</u>
Margin for Further Debt Under Debt Limits after Issuance of Bonds	<u>\$34,933,485</u>	<u>\$44,581,798</u>

Statutory Debt Limits.

The Municipality is subject to a general statutory debt limitation under which no county in the State may incur general obligation bonded indebtedness in an amount which will exceed 15% of the assessed value of all taxable property within such county according to the last completed assessment for taxation.

In computing general obligation bonded indebtedness for purposes of this 15% limitation, there may be deducted all bonds or other evidences of indebtedness issued for the construction of hospitals, ports, or other capital improvements payable primarily from the net revenues to be generated from such hospital, port, or other capital improvements in cases where such revenue is pledged to the retirement of the indebtedness, together with the full faith and credit of such county.

The total general obligation indebtedness of a county, both bonded and floating (including bonds excepted from the 15% limit above), may not exceed 20% of the assessed value of all taxable property within such county, but bonds issued for school purposes and industrial development bonds issued under the State's Balance Agriculture with Industry Program are specifically excluded from both the 15% limitation and the 20% limitation (but are subject to statutory limits applicable to bonds of each type, respectively). Bonds issued for washed-out or collapsed bridges apply only against the 20% limitation. Industrial development revenue bonds are excluded from all limitations on indebtedness, as are contract obligations subject to annual appropriations.

Outstanding General Obligation Bonded Debt Subject to Legal Debt Limits.

(as of March 1, 2026)

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount Outstanding</u>
Utility Refunding Bonds*	10/18/2012	\$321,182
Public Improvement Bonds	6/25/2015	\$1,580,000
Public Improvement Bonds, Series 2016A	10/15/2016	\$1,885,000
Public Improvement Bonds, Series 2016B	10/15/2016	\$1,505,000
Taxable Development Bonds	10/12/2017	\$4,200,000
Refunding Bonds	4/24/2018	\$3,915,000
Public Improvement Bonds	4/30/2018	\$2,415,000
Public Improvement Bond	10/30/2019	\$1,945,000
Street Improvement Bonds*	12/6/2022	\$3,265,000
Street Improvement Bonds*	5/23/2024	\$4,225,000
TOTAL		\$25,256,182

*subject only to the 20% legal debt limitation.

Outstanding General Obligation Bonded Debt Not Subject to Legal Debt Limits.

(as of March 1, 2026)

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount Outstanding</u>
Special Obligation Bonds, Series 2020A*	4/22/2020	\$14,070,000
Special Obligation Bonds, Series 2020B*	8/18/2020	\$9,560,000
General Obligation Public Improvement Bonds, Series 2024*	4/23/2024	\$11,785,000
TOTAL		\$35,415,000

*Pursuant to the Authority Act (as defined in the Official Statements for the Series 2020A Bonds and the Series 2020B Bonds), the Series 2020A Bonds, the Series 2020B Bonds, and the Series 2024 Bonds were issued as general obligations of the Municipality but not subject to the 15% debt legal limitation or the 20% legal debt limitation.

Outstanding Revenue Bonded Debt.

(as of March 1, 2026)

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount Outstanding</u>
Combined Water and Sewer System Revenue Bonds, Series 2019	5/1/2019	\$7,765,000
Electric System Revenue Bonds, Series 2020	3/10/2020	\$5,545,000
Combined Water and Sewer System Revenue Bonds, Series 2025A	5/21/2025	\$6,845,000
TOTAL		\$20,155,000

Limited Tax Bonds.

(as of March 1, 2026)

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount Outstanding</u>
TIF Revenue Bonds, Series 2016	8/31/2016	\$140,000
TIF Revenue Bonds, Series 2022	3/1/2022	\$397,200
TIF Revenue Bonds, Series 2022	10/25/2022	\$1,302,500
TIF Revenue Bonds, Series 2025	3/6/2025	\$4,067,500
TOTAL		\$5,907,200

Other Debt.

The Municipality has entered into agreements with the State of Mississippi for various Capital Improvements Revolving Loans, Drinking Water Improvements Revolving Loans, and Water Pollution Control Revolving Loans. The Municipality has also entered into a number of capital leases which are subject to annual appropriations. For additional information, see **Appendix B** to the Official Statement.

Pension Plan and PERS Liability.

In June 2012, the Government Accounting Standards Board issued Statement No. 68, Accounting and Financial Reporting for Pensions (“GASB-68”). The objective of GASB-68 is to improve accounting and financial reporting of government pensions. Also, GASB-68 improves information provided by government employers about financial support for pensions that is provided by other entities.

The Municipality has no pension plan or retirement plan for employees. All full-time employees of the Municipality are members of and contribute to the Mississippi Public Employees' Retirement System (“PERS”), a cost-sharing, multiple employer retirement system administered by the State for the benefit of its local governments and State personnel. Benefit provisions, including employer contribution rates, are established by State statute and may be amended from time to time only by the Legislature. The State statute historically provided for the PERS Board of Trustees to set employer contribution rates based on liabilities of the pension plan as determined by actuarial valuation. The percentage that an employer is required to contribute increased from 14.26% to 15.75% effective July 1, 2013. The PERS Board of Trustees voted on June 26, 2018, to increase the employer contribution requirement from 15.75% to 17.40% effective July 1, 2019, and voted on December 20, 2022, to increase the employer contribution requirement from 17.40% to 22.40% effective October 1, 2023. The PERS Board of Trustees voted on February 28, 2023, to delay the effective date of the increase to 22.40% to July 1, 2024. In its 2024 Regular Session, the Legislature took several actions regarding PERS, including removing the ability of PERS to set employer contributions, voting to replace the increase to 22.40% with five annual increases of 0.50% for five years, or a total increase of 2.50% to 19.90% in 2028, and providing a \$110,000,000 direct contribution to PERS accounts.

For more information on the Municipality’s pension plan and obligations, see **Appendix B** to the Official Statement.

Appendix B

**Trial Balance for Fiscal Year Ended September 30, 2025,
and Adjusted Budget for Fiscal Year Ending September 30, 2026**



Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 001 - GENERAL FUND						
Asset						
001-000-001-001	CLAIM ON POOLED CASH - GENERAL	-5,994,830.86	36,114,224.56	30,657,052.44	5,457,172.12	-537,658.74
001-000-001-013	CEMETERY ASSOC. CASH IN BANK	230,144.94	10,077.09	0.00	10,077.09	240,222.03
001-000-008-029	INVESTMENTS - U.S. BANK	15,617,827.91	443,698.05	6,000,000.00	-5,556,301.95	10,061,525.96
001-000-015-030	PETTY CASH	82.00	0.00	0.00	0.00	82.00
001-000-021-100	ACCOUNTS RECEIVABLE	1,327,899.01	1,397,425.97	1,441,649.01	-44,223.04	1,283,675.97
001-000-022-111	A/R RETURNED CHECKS	15,473.05	0.00	0.00	0.00	15,473.05
001-000-025-123	N/R SANITATION - FREIGHTLINER 9147	163,906.39	0.00	49,082.03	-49,082.03	114,824.36
001-000-025-125	N/R SANITATION - 2022 LOADER #3970	96,770.83	0.00	63,945.47	-63,945.47	32,825.36
001-000-025-128	N/R SANITATION 2026 FREIGHTLINER 2...	0.00	169,407.00	0.00	169,407.00	169,407.00
001-000-025-130	N/R SANITATION 2025 STREET SWEEPER	0.00	344,500.00	0.00	344,500.00	344,500.00
001-000-053-206	DUE FROM WATER & SEWER FUND	28,903.89	1,673,989.44	1,699,753.59	-25,764.15	3,139.74
001-000-054-205	DUE FROM STARKVILLE ELECTRIC	-2,851.19	40,520.97	34,805.65	5,715.32	2,864.13
001-005-054-208	DUE FROM PARKS & REC - SFM	313,629.80	92,315.94	83,790.35	8,525.59	322,155.39
001-110-015-030	PETTY CASH COURT	600.00	0.00	0.00	0.00	600.00
001-142-015-030	PETTY CASH CCO	300.00	0.00	0.00	0.00	300.00
001-201-015-030	PETTY CASH NARCOTICS	4,000.00	1,000.01	0.01	1,000.00	5,000.00
001-281-015-030	PETTY CASH BUILDING	43.00	0.00	0.00	0.00	43.00
001-681-053-221	DUE FROM PAYROLL CLEARING	100,000.00	0.00	0.00	0.00	100,000.00
Liability						
001-000-100-600	AP PENDING - DUE TO POOL - GENERAL	-475,697.44	10,232,533.77	10,227,346.00	5,187.77	-470,509.67
001-000-118-790	SUSPENSE ACCOUNT	0.00	11,543.44	11,543.44	0.00	0.00
001-000-120-618	SEIZED FUNDS	-126,639.99	19,952.00	180,408.36	-160,456.36	-287,096.35
001-000-149-691	MUNICIPAL COURT BOND ESCROW	-487,243.98	389,426.05	391,455.66	-2,029.61	-489,273.59
001-000-149-692	MDAH ESCROW 25-60-1	0.00	803.00	803.00	0.00	0.00
001-000-160-618	DONATIONS - POLICE - ANGEL TREES	0.00	0.00	245.00	-245.00	-245.00
001-000-160-637	BEAUTIFICATION AND MURAL DONATI...	-1,292.32	0.00	0.00	0.00	-1,292.32
001-000-160-692	DONATIONS - POLICE BODY CAMERAS	0.00	9,090.00	9,090.00	0.00	0.00
001-000-160-694	DONATIONS - POLICE ATHLETIC LEAGUE	-1,293.00	0.00	0.00	0.00	-1,293.00
001-000-160-695	DONATIONS - POLICE TECHNOLOGY	-9,090.00	18,180.00	23,777.81	-5,597.81	-14,687.81
001-000-160-697	DONATION FIRE	-3,241.34	11,040.17	14,850.74	-3,810.57	-7,051.91
001-000-160-698	DONATION - POLICE	-15,471.00	3,441.13	3,800.00	-358.87	-15,829.87
001-000-160-700	SIDEWALK (IN LIEU) PAYMENTS	-16,566.37	25,752.84	9,186.47	16,566.37	0.00
001-000-183-202	DUE TO FOWLER CONSTRUCTION (BO...	-66,835.75	0.00	0.00	0.00	-66,835.75
001-000-189-658	DUE TO PAYROLL FUND	-73,680.36	0.00	0.00	0.00	-73,680.36
001-000-189-659	DUE TO STARKVILLE ELECTRIC	-6,911.98	0.00	0.00	0.00	-6,911.98
001-000-200-084	TAXES DUE TO DOWNTOWN ASSOCIAT...	0.00	7,714.39	7,945.17	-230.78	-230.78
001-000-330-183	SFF - NON ADJ FEE -	-9,129.00	0.00	6,200.00	-6,200.00	-15,329.00
001-000-334-126	POLICE FORFEITED FUNDS- STATE	0.00	71,907.47	71,907.47	0.00	0.00
001-110-330-166	TRAUMA TRAFFIC	0.00	13,632.25	14,906.50	-1,274.25	-1,274.25
001-110-330-376	COURT CONSTITUENTS	0.00	1,609.00	1,730.50	-121.50	-121.50
001-110-330-377	MOTOR VEHICLE LIABILITY	-0.01	21,750.52	23,931.01	-2,180.49	-2,180.50
001-110-330-378	APPEARANCE BOND FEES	0.00	10,795.00	11,672.75	-877.75	-877.75
001-110-330-382	TRAFFIC VIOLATION	0.00	212,607.96	228,966.91	-16,358.95	-16,358.95
001-110-330-385	IMPLIED CONSENT	0.00	38,850.50	41,726.50	-2,876.00	-2,876.00
001-110-330-386	WIRELESS COMM FEE	0.00	30,278.80	32,808.15	-2,529.35	-2,529.35
001-110-330-387	OTHER MISDEMEANORS	0.00	67,073.82	72,188.07	-5,114.25	-5,114.25
001-110-330-389	ADULT DRIVER'S TRAINING	0.00	1,015.00	1,095.00	-80.00	-80.00
001-110-330-393	VICTIMS BOND FEE	0.00	8,837.25	9,589.50	-752.25	-752.25
001-110-330-395	DRUG VIOLATION	0.00	1,207.25	1,294.50	-87.25	-87.25
001-110-330-396	NON-ADJUDICATION (INLN14)	0.00	15,100.00	16,100.00	-1,000.00	-1,000.00
001-110-330-397	DUI OFFENSE (INLC14)	0.00	7,181.50	7,572.50	-391.00	-391.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-110-330-398	UNINSURED MOTORIST	0.00	71,109.00	74,890.50	-3,781.50	-3,781.50
001-110-330-399	97-3-54.11 MS TRAFFICKING FUND	-5.75	15,512.50	15,543.25	-30.75	-36.50
Equity						
001-000-190-990	FUND BALANCE	-10,608,800.48	0.00	0.00	0.00	-10,608,800.48
Revenue						
001-000-200-001	AD VALOREM TAX	0.00	0.00	9,374,709.82	-9,374,709.82	-9,374,709.82
001-000-201-002	AUTO TAX AD VALOREM	0.00	21.28	849,482.21	-849,460.93	-849,460.93
001-000-202-084	AIRPLANE REVENUE STATE	0.00	0.00	2,887.00	-2,887.00	-2,887.00
001-000-203-005	PRIOR TAX	0.00	2,993.60	30,755.09	-27,761.49	-27,761.49
001-000-204-023	PRIOR AUTO TAX	0.00	65,217.76	177,550.85	-112,333.09	-112,333.09
001-000-206-049	TVA TAX EQUIVALENT	0.00	0.00	454,146.62	-454,146.62	-454,146.62
001-000-206-050	HOUSING PROJECT TAX	0.00	0.00	58,061.86	-58,061.86	-58,061.86
001-000-206-093	TELEPHONE UTILITY TAX	0.00	1,575.04	17,488.25	-15,913.21	-15,913.21
001-000-206-107	ATMOS ENERGY GAS REVENUE	0.00	17,639.87	155,748.29	-138,108.42	-138,108.42
001-000-206-113	TV CABLE FRANCHISE	0.00	24,117.90	112,014.95	-87,897.05	-87,897.05
001-000-206-116	OKT CO RR-LIEU OF TAX	0.00	0.00	8,534.77	-8,534.77	-8,534.77
001-000-206-666	TELEPAK / C'SPIRE FRANCISE TAX	0.00	4,202.86	20,707.13	-16,504.27	-16,504.27
001-000-206-667	KDL WINDSTREAM FRANCHISE FEE	0.00	0.00	25,000.03	-25,000.03	-25,000.03
001-000-206-668	FOUR COUNTY FRANCHISE FEE	0.00	4,188.35	18,608.69	-14,420.34	-14,420.34
001-000-210-008	INTEREST & PENALTY (TAXES)	0.00	0.00	27,145.22	-27,145.22	-27,145.22
001-000-220-018	PRIVILEGE LICENSE	0.00	653.20	82,871.32	-82,218.12	-82,218.12
001-000-222-016	PLUMBING INSPECTIONS	0.00	0.00	3,215.00	-3,215.00	-3,215.00
001-000-222-020	BUILDING PERMITS	0.00	4,018.29	216,875.20	-212,856.91	-212,856.91
001-000-222-022	GOLF CARTS, LSV PERMITS - ORD.2021...	0.00	0.00	1,000.00	-1,000.00	-1,000.00
001-000-223-017	RENTAL UNIT REGISTRATIONS	0.00	0.00	2,340.00	-2,340.00	-2,340.00
001-000-223-019	EXCEPTIONS & REZONING	0.00	0.00	10,614.79	-10,614.79	-10,614.79
001-000-223-021	GAS INSPECTIONS	0.00	0.00	3,460.00	-3,460.00	-3,460.00
001-000-223-022	ELECTRIC INSPECTIONS	0.00	0.00	7,050.00	-7,050.00	-7,050.00
001-000-223-023	PERMIT TECHNOLOGY FEES	0.00	0.00	107.01	-107.01	-107.01
001-000-223-024	SIGN PERMITS	0.00	0.00	4,081.96	-4,081.96	-4,081.96
001-000-223-025	EROSION CONTROL & CLEARING	0.00	0.00	600.00	-600.00	-600.00
001-000-223-026	DEMOLITION & HOUSE MOVING	0.00	0.00	4,140.00	-4,140.00	-4,140.00
001-000-230-027	US MARSHALS/REIMBURSEMENT	0.00	0.00	10,131.98	-10,131.98	-10,131.98
001-000-230-028	TASKFORCE OT REIMB INITIATIVES	0.00	0.00	7,590.39	-7,590.39	-7,590.39
001-000-231-035	HMEP GRANT REIMBURSEMENT-COUN...	0.00	0.00	16,759.71	-16,759.71	-16,759.71
001-000-237-045	4 COUNTY FIRE GRANT	0.00	0.00	10,000.00	-10,000.00	-10,000.00
001-000-237-046	4 COUNTY POLICE GRANT	0.00	0.00	8,142.00	-8,142.00	-8,142.00
001-000-250-620	PROJECT PEACE	0.00	2,271.50	3,568.46	-1,296.96	-1,296.96
001-000-251-027	STATE HOMESTEAD REIMBURSEMENT	0.00	0.00	291,522.39	-291,522.39	-291,522.39
001-000-253-060	MUNICIPAL AID (GAS)	0.00	0.00	24,745.91	-24,745.91	-24,745.91
001-000-253-064	MUNICIPAL AID (SURPLUS)	0.00	12,175.98	24,351.96	-12,175.98	-12,175.98
001-000-253-067	HWY SAFETY "SEATBELT" GRANT	0.00	0.00	5,997.08	-5,997.08	-5,997.08
001-000-253-075	22CS231 HOMELAND SECURITY (IT)	0.00	0.00	58,818.68	-58,818.68	-58,818.68
001-000-253-076	FEMA FF ASSISTANCE GRANT	0.00	0.00	140,909.09	-140,909.09	-140,909.09
001-000-253-077	24LE347 HOMELAND SECURITY GRANT	0.00	0.00	26,100.00	-26,100.00	-26,100.00
001-000-254-069	POLICE/DISPATCH SCHOOL REIMBURS...	0.00	0.00	28,063.52	-28,063.52	-28,063.52
001-000-254-090	ALCOHOL REVENUE	0.00	11,250.00	104,250.00	-93,000.00	-93,000.00
001-000-254-094	MAYORS YOUTH COUNCIL DONATIONS	0.00	0.00	5,912.00	-5,912.00	-5,912.00
001-000-254-098	COURT COLLECTIONS FUND	0.00	0.00	4,221.13	-4,221.13	-4,221.13
001-000-254-100	POLICE WIRELESS COMMUN FUND	0.00	0.00	34,742.06	-34,742.06	-34,742.06
001-000-254-101	DUI GRANT	0.00	0.00	79,088.64	-79,088.64	-79,088.64
001-000-260-080	SALES TAX-2% RESTAURANT	0.00	27,779.43	346,943.75	-319,164.32	-319,164.32
001-000-260-082	SALES TAX (18.5% OF 7%)	0.00	837,507.41	11,164,243.55	-10,326,736.14	-10,326,736.14
001-000-262-103	OKTIBBEHA CO ROAD TAX	0.00	36,943.65	993,264.72	-956,321.07	-956,321.07
001-000-273-107	ADMINISTRATIVE - AIRPORT	0.00	0.00	15,000.00	-15,000.00	-15,000.00
001-000-273-108	ADMINISTRATIVE ELECTRIC DEPT.	0.00	14,745.20	207,580.90	-192,835.70	-192,835.70
001-000-273-117	ADMINISTRATION/WATER	0.00	0.00	75,000.00	-75,000.00	-75,000.00
001-000-273-118	ADMIN/SANITATION	0.00	0.00	50,000.00	-50,000.00	-50,000.00
001-000-276-123	MSU FIRE CONTROL	0.00	168,500.00	859,100.00	-690,600.00	-690,600.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-000-285-143	ARCHITECTURE REVIEWS	0.00	0.00	1,600.00	-1,600.00	-1,600.00
001-000-330-135	COURT CLERK SETTLEMENT	0.00	1,020,480.64	1,037,548.14	-17,067.50	-17,067.50
001-000-330-159	CITY'S COMPUTER ASSESSMENT	0.00	0.00	99,413.50	-99,413.50	-99,413.50
001-000-330-168	CITY'S 25% MVL	0.00	0.00	65,805.65	-65,805.65	-65,805.65
001-000-330-176	MOTOR VEHICLE LIABILITY(TRUST)	0.00	0.00	23,930.99	-23,930.99	-23,930.99
001-000-330-182	TRAFFIC COURT & FINES	0.00	26,638.55	593,691.46	-567,052.91	-567,052.91
001-000-330-188	COURT CLERK FINES	0.00	0.00	16,285.75	-16,285.75	-16,285.75
001-000-330-194	EXPUNGE ASSESSMENT	0.00	0.00	1,489.00	-1,489.00	-1,489.00
001-000-340-193	SURVEILLANCE CAMERA REIMBURSEM...	0.00	0.00	461.20	-461.20	-461.20
001-000-340-194	POLICE DONATION REVENUE	0.00	0.00	18,180.00	-18,180.00	-18,180.00
001-000-340-600	INTEREST (BANK, ETC)	0.00	0.00	469,211.02	-469,211.02	-469,211.02
001-000-340-601	INTEREST INCOME - SANITATION	0.00	0.00	5,310.86	-5,310.86	-5,310.86
001-000-340-602	INTEREST INCOME - INVESTMENTS	0.00	0.00	435,329.71	-435,329.71	-435,329.71
001-000-340-720	PARKS - SPONSORSHIP/ADVERTISTING	0.00	0.00	70,000.00	-70,000.00	-70,000.00
001-000-340-901	Investment (Gain) Loss	0.00	0.00	8,368.34	-8,368.34	-8,368.34
001-000-341-602	RENTS / LEASES	0.00	0.00	2,802.05	-2,802.05	-2,802.05
001-000-350-619	SALARY REIMB-STK UTILITIES	0.00	9,284.32	168,709.51	-159,425.19	-159,425.19
001-000-350-620	INFO TECH / KRONOS REIMB - STK UTIL...	0.00	11,875.00	35,625.00	-23,750.00	-23,750.00
001-000-350-621	PARK MOBILE REVENUE	0.00	3,469.96	51,124.74	-47,654.78	-47,654.78
001-000-354-611	OPIOID SETTLEMENT	0.00	0.00	7,041.06	-7,041.06	-7,041.06
001-000-354-612	MISC REVENUE / FOIA's	0.00	108,990.90	131,241.31	-22,250.41	-22,250.41
001-000-354-613	REIMB - LIENS / FORBEARANCE	0.00	0.00	756.90	-756.90	-756.90
001-000-354-615	MISC REIMB/REFUNDS/INSURANCE CL...	0.00	9,197.05	102,024.67	-92,827.62	-92,827.62
001-000-358-619	SPECIAL EVENTS REIMBURSEMENT	0.00	69.54	17,531.67	-17,462.13	-17,462.13
001-000-358-620	RESTITUTION - PARK	0.00	0.00	6,259.50	-6,259.50	-6,259.50
001-000-358-622	FINGER PRINT FEES/ ACCIDENT RPTS	0.00	35,862.64	65,515.64	-29,653.00	-29,653.00
001-000-361-630	FIRE DEPT MISC / BURN PERMITS	0.00	0.00	481.00	-481.00	-481.00
001-000-363-500	RESTITUTION POLICE	0.00	0.00	500.00	-500.00	-500.00
001-000-363-634	POLICE SHS & MISC REV	0.00	0.00	973.00	-973.00	-973.00
001-000-363-643	POLICE MSU FOOTBALL	0.00	0.00	43,010.59	-43,010.59	-43,010.59
001-000-378-654	MDAH - MS Code 25-60-5 : FEES	0.00	0.00	401.50	-401.50	-401.50
001-000-392-920	SALE OF LAND/VEHICLES/EQUIPMENT/...	0.00	0.00	19,514.55	-19,514.55	-19,514.55
001-000-392-950	SALE OF CEMETERY PLOTS	0.00	0.00	3,000.00	-3,000.00	-3,000.00
001-000-395-164	CREDIT CARD COURT REVENUE	0.00	0.00	1,618.75	-1,618.75	-1,618.75
001-000-398-996	21-27-27 TAX EQUIVALENCY	0.00	113,750.00	1,592,500.00	-1,478,750.00	-1,478,750.00
001-000-631-600	INTEREST/ODDFELLOW	0.00	0.00	9,336.26	-9,336.26	-9,336.26
Expense						
001-100-400-100	SALARY-ALDERMEN	0.00	152,234.68	0.00	152,234.68	152,234.68
001-100-460-130	RETIREMENT CONTRIBUTIONS	0.00	27,453.83	0.00	27,453.83	27,453.83
001-100-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	10,569.37	0.00	10,569.37	10,569.37
001-100-480-133	HOSPITAL INSURANCE	0.00	29,615.75	0.00	29,615.75	29,615.75
001-100-501-200	SUPPLIES	0.00	324.87	0.00	324.87	324.87
001-100-604-330	COMMUNICATIONS	0.00	4,482.63	365.97	4,116.66	4,116.66
001-100-610-350	TRAVEL / TRAINING	0.00	12,015.92	1,521.92	10,494.00	10,494.00
001-110-410-120	SALARY-MUNICIPAL JUDGE	0.00	67,954.40	0.00	67,954.40	67,954.40
001-110-420-105	COURT CLERK	0.00	63,100.00	0.00	63,100.00	63,100.00
001-110-430-107	HOURLY	0.00	154,983.23	0.00	154,983.23	154,983.23
001-110-430-108	PART TIME / TEMPORARY	0.00	12,021.95	0.00	12,021.95	12,021.95
001-110-450-125	OVERTIME	0.00	3,019.57	0.00	3,019.57	3,019.57
001-110-460-130	RETIREMENT CONTRIBUTIONS	0.00	52,116.52	0.00	52,116.52	52,116.52
001-110-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	22,407.75	0.00	22,407.75	22,407.75
001-110-480-133	HOSPITAL INSURANCE	0.00	29,169.78	0.00	29,169.78	29,169.78
001-110-491-135	WORKER'S COMPENSATION	0.00	2,290.59	0.00	2,290.59	2,290.59
001-110-501-200	SUPPLIES	0.00	8,558.72	325.26	8,233.46	8,233.46
001-110-600-301	PROFESSIONAL & CONTRACT SERVICES	0.00	2,198.04	1,675.00	523.04	523.04
001-110-600-310	CREDIT CARD MCH FEES PAID	0.00	2,584.91	0.00	2,584.91	2,584.91
001-110-604-330	POSTAGE / COMMUNICATIONS	0.00	11,790.46	0.00	11,790.46	11,790.46
001-110-610-350	TRAVEL / TRAINING	0.00	880.42	350.00	530.42	530.42
001-110-620-370	INSURANCE	0.00	7,648.98	0.00	7,648.98	7,648.98

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-110-630-400	EQUIP/KIOSK REPAIR & MAINT	0.00	6,572.60	0.00	6,572.60	6,572.60
001-110-645-420	SOFTWARE	0.00	27,885.16	0.00	27,885.16	27,885.16
001-110-690-553	DUES	0.00	400.00	0.00	400.00	400.00
001-110-918-805	EQUIPMENT	0.00	7,835.94	3,322.94	4,513.00	4,513.00
001-120-400-101	SALARY-MAYOR	0.00	95,097.60	0.00	95,097.60	95,097.60
001-120-430-107	HOURLY - CLERICAL	0.00	42,671.65	0.00	42,671.65	42,671.65
001-120-450-125	OVERTIME	0.00	42.76	0.00	42.76	42.76
001-120-460-130	RETIREMENT CONTRIBUTIONS	0.00	24,854.22	0.00	24,854.22	24,854.22
001-120-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	10,442.68	0.00	10,442.68	10,442.68
001-120-480-133	HOSPITAL INSURANCE	0.00	9,999.84	0.00	9,999.84	9,999.84
001-120-491-135	WORKER'S COMPENSATION	0.00	568.93	0.00	568.93	568.93
001-120-501-200	SUPPLIES	0.00	316.14	0.00	316.14	316.14
001-120-503-202	COMMITTEE SUPPORT	0.00	877.27	0.00	877.27	877.27
001-120-565-272	PAID PARKING EXPENSES	0.00	4,765.00	0.00	4,765.00	4,765.00
001-120-600-300	PROFESSIONAL SERVICES	0.00	12,548.00	0.00	12,548.00	12,548.00
001-120-600-301	LOBBYING SERVICES	0.00	39,175.00	0.00	39,175.00	39,175.00
001-120-600-302	MEDIA/PUBLIC RELATIONS SERVICES	0.00	54,000.00	0.00	54,000.00	54,000.00
001-120-600-340	MAYOR'S YOUTH COUNCIL	0.00	5,707.42	606.90	5,100.52	5,100.52
001-120-604-330	COMMUNICATIONS	0.00	4,299.35	0.00	4,299.35	4,299.35
001-120-610-350	TRAVEL / TRAINING	0.00	1,521.44	0.00	1,521.44	1,521.44
001-120-691-550	MISC EXPENSES / ADVERTISING	0.00	1,628.51	0.00	1,628.51	1,628.51
001-123-410-104	SALARY-DEPARTMENT HEAD	0.00	94,915.20	0.00	94,915.20	94,915.20
001-123-430-107	IT TECH/SUPPORT	0.00	189,830.76	0.00	189,830.76	189,830.76
001-123-460-130	RETIREMENT CONTRIBUTIONS	0.00	51,361.45	0.00	51,361.45	51,361.45
001-123-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	21,652.13	0.00	21,652.13	21,652.13
001-123-480-133	HOSPITAL INSURANCE	0.00	19,166.36	0.00	19,166.36	19,166.36
001-123-491-135	WORKER'S COMPENSATION	0.00	2,431.80	0.00	2,431.80	2,431.80
001-123-501-200	SUPPLIES	0.00	4,461.95	3,364.84	1,097.11	1,097.11
001-123-555-250	SMALL EQUIPMENT AND TOOLS	0.00	3,198.33	0.00	3,198.33	3,198.33
001-123-600-300	WEB SITE SVCS, SOFTWARE	0.00	108,355.69	4,151.60	104,204.09	104,204.09
001-123-600-301	CONTRACTUAL SERVICES	0.00	3,600.00	0.00	3,600.00	3,600.00
001-123-600-302	CIVICREADY NOTIFICATION SOFTWARE	0.00	16,631.57	17.45	16,614.12	16,614.12
001-123-604-330	COMMUNICATIONS	0.00	15,750.23	484.10	15,266.13	15,266.13
001-123-620-370	INSURANCE	0.00	67,045.30	0.00	67,045.30	67,045.30
001-123-625-380	CAMERA OPERATING EXPENSES	0.00	23,206.65	0.00	23,206.65	23,206.65
001-123-630-400	EQUIPMENT REPAIR & MAINTENANCE	0.00	1,444.00	0.00	1,444.00	1,444.00
001-123-645-420	SOFTWARE	0.00	922.20	800.66	121.54	121.54
001-123-691-550	MISCELLANEOUS	0.00	130.38	0.00	130.38	130.38
001-123-720-250	A22HS347 HOMELAND SECURITY GRA...	0.00	1,701.86	0.00	1,701.86	1,701.86
001-123-720-260	22CS231 HOMELAND SECURITY GRANT...	0.00	63,816.82	0.00	63,816.82	63,816.82
001-123-820-870	DELL SERVER LEASE	0.00	31,086.25	6,246.81	24,839.44	24,839.44
001-123-820-871	CAMERA LEASE PAYMENTS	0.00	1,334.00	0.00	1,334.00	1,334.00
001-123-820-872	DELL STORAGE ARRAY LEASE	0.00	12,137.53	7,326.82	4,810.71	4,810.71
001-123-820-873	NEW CAMERA LEASE PAYMENTS	0.00	59,820.00	59,820.00	0.00	0.00
001-123-830-870	DELL SERVER LEASE INTEREST	0.00	6,246.81	0.00	6,246.81	6,246.81
001-123-830-872	DELL STORAGE ARRAY INTEREST	0.00	1,163.49	0.00	1,163.49	1,163.49
001-123-918-805	EQUIPMENT	0.00	18,140.66	12,503.03	5,637.63	5,637.63
001-123-918-806	CAMERA LEASE PAYMENTS	0.00	667.00	667.00	0.00	0.00
001-123-918-808	CAMERA PURCHASE	0.00	108,766.69	497.85	108,268.84	108,268.84
001-130-501-200	SUPPLIES / ADVERTISING	0.00	3,455.95	0.00	3,455.95	3,455.95
001-130-602-301	POLL WORKER / COMMISSION FEES	0.00	8,975.00	275.00	8,700.00	8,700.00
001-130-602-338	ELECTION CONTRACT SERVICES	0.00	12,710.00	0.00	12,710.00	12,710.00
001-142-410-104	SALARY-DEPARTMENT HEAD	0.00	95,180.00	0.00	95,180.00	95,180.00
001-142-430-107	FULL TIME STAFF	0.00	247,313.68	0.00	247,313.68	247,313.68
001-142-430-108	PART TIME	0.00	6,989.30	0.00	6,989.30	6,989.30
001-142-450-125	OVERTIME	0.00	1,772.15	0.00	1,772.15	1,772.15
001-142-460-130	RETIREMENT CONTRIBUTIONS	0.00	62,092.94	0.00	62,092.94	62,092.94
001-142-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	26,369.99	0.00	26,369.99	26,369.99
001-142-480-133	HOSPITAL INSURANCE	0.00	24,999.60	0.00	24,999.60	24,999.60

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-142-491-135	WORKER'S COMPENSATION	0.00	2,355.59	0.00	2,355.59	2,355.59
001-142-501-200	SUPPLIES/OFFICE EQUIPMENT	0.00	7,865.10	250.17	7,614.93	7,614.93
001-142-600-301	AUDITING	0.00	140,800.00	0.00	140,800.00	140,800.00
001-142-600-303	SOFTWARE - CITYWIDE	0.00	20,931.19	20,931.19	0.00	0.00
001-142-600-338	CONTRACT SERVICES	0.00	1,750.00	0.00	1,750.00	1,750.00
001-142-600-341	AD VAL TAX COLLECTION - COUNTY	0.00	65,000.00	0.00	65,000.00	65,000.00
001-142-604-330	POSTAGE/COPIER/PHONE/IPAD	0.00	14,119.40	183.65	13,935.75	13,935.75
001-142-610-350	TRAVEL/TRAINING	0.00	1,864.40	250.00	1,614.40	1,614.40
001-142-620-371	BONDING-CITY EMPLOYEES	0.00	7,340.58	211.16	7,129.42	7,129.42
001-142-645-420	SOFTWARE	0.00	93,036.13	361.35	92,674.78	92,674.78
001-142-690-501	BANK AND CREDIT CARD FEES	0.00	5,306.05	0.00	5,306.05	5,306.05
001-142-690-555	DUES (MML) / FEES	0.00	11,395.46	95.00	11,300.46	11,300.46
001-142-691-550	MISCELLANEOUS	0.00	458.28	0.00	458.28	458.28
001-142-918-805	EQUIPMENT AND FURNITURE	0.00	1,990.98	113.98	1,877.00	1,877.00
001-160-420-118	SALARY - PROSECUTING ATTORNEY	0.00	58,780.00	0.00	58,780.00	58,780.00
001-160-460-130	RETIREMENT CONTRIBUTIONS	0.00	10,600.80	0.00	10,600.80	10,600.80
001-160-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	4,496.67	0.00	4,496.67	4,496.67
001-169-600-302	CITY ATTORNEY GENERAL	0.00	124,365.73	48.00	124,317.73	124,317.73
001-169-600-309	LEGAL EXPENSES	0.00	6,896.00	0.00	6,896.00	6,896.00
001-169-600-312	CITY ATTORNEY LITIGATION	0.00	30,985.14	0.00	30,985.14	30,985.14
001-169-615-342	ADVERTISING, NOTICES, FILINGS	0.00	6,569.20	0.00	6,569.20	6,569.20
001-180-410-104	SALARY-DEPARTMENT HEAD	0.00	110,295.20	0.00	110,295.20	110,295.20
001-180-430-105	SALARY-MANAGER & ASSISTANT	0.00	158,751.83	0.00	158,751.83	158,751.83
001-180-430-107	PAYROLL CLERK	0.00	50,342.72	0.00	50,342.72	50,342.72
001-180-430-108	PART TIME/INTERN/RECEPTION	0.00	39,130.97	0.00	39,130.97	39,130.97
001-180-450-125	OVERTIME	0.00	449.20	0.00	449.20	449.20
001-180-460-130	RETIREMENT CONTRIBUTIONS	0.00	61,734.68	0.00	61,734.68	61,734.68
001-180-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	26,669.68	0.00	26,669.68	26,669.68
001-180-480-133	HOSPITAL INSURANCE	0.00	22,501.08	0.00	22,501.08	22,501.08
001-180-491-135	WORKER'S COMPENSATION	0.00	2,240.59	0.00	2,240.59	2,240.59
001-180-501-200	SUPPLIES & OFFICE MAINTENANCE	0.00	1,625.30	0.00	1,625.30	1,625.30
001-180-600-320	DRUG/BACKGROUND CHECKS	0.00	3,414.00	0.00	3,414.00	3,414.00
001-180-604-330	COPIER/POSTAGE/PHONES	0.00	2,582.46	0.00	2,582.46	2,582.46
001-180-610-340	ADVERTISING	0.00	20,425.20	18,870.20	1,555.00	1,555.00
001-180-690-553	TRAINING / EDUCATION	0.00	100.00	0.00	100.00	100.00
001-180-691-505	PERSONNEL / KRONOS SYSTEM	0.00	40,289.87	0.00	40,289.87	40,289.87
001-180-691-550	MISCELLANEOUS	0.00	23.66	0.00	23.66	23.66
001-190-420-105	SALARY-MANAGEMENT	0.00	150,652.00	0.00	150,652.00	150,652.00
001-190-460-130	RETIREMENT CONTRIBUTIONS	0.00	27,169.63	0.00	27,169.63	27,169.63
001-190-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	11,419.34	0.00	11,419.34	11,419.34
001-190-480-133	HOSPITAL INSURANCE	0.00	9,999.84	0.00	9,999.84	9,999.84
001-190-481-140	EMPLOYEE EDUCATION REIMBURSEM...	0.00	1,675.50	0.00	1,675.50	1,675.50
001-190-491-135	WORKER'S COMPENSATION	0.00	543.93	0.00	543.93	543.93
001-190-501-200	SUPPLIES	0.00	509.17	0.00	509.17	509.17
001-190-600-300	PROF. SVCS	0.00	1,441.00	1,350.00	91.00	91.00
001-190-600-305	ARCHITECTURE REVIEWS	0.00	1,000.00	0.00	1,000.00	1,000.00
001-190-604-330	COPIERS/PHONES/IPADS	0.00	15,683.19	1,063.51	14,619.68	14,619.68
001-190-610-350	TRAVEL	0.00	1,344.58	358.05	986.53	986.53
001-190-620-370	INSURANCE	0.00	3,880.19	0.00	3,880.19	3,880.19
001-190-645-420	SOFTWARE	0.00	93,952.00	1,815.00	92,137.00	92,137.00
001-190-690-553	TRAINING	0.00	1,229.00	0.00	1,229.00	1,229.00
001-190-690-555	DUES	0.00	1,150.00	0.00	1,150.00	1,150.00
001-190-691-550	MISCELLANEOUS	0.00	6.99	0.00	6.99	6.99
001-191-440-107	PROJECT PEACE EMPLOYEES	0.00	3,587.32	0.00	3,587.32	3,587.32
001-191-440-114	HOURLY REIMB	0.00	109,553.60	0.00	109,553.60	109,553.60
001-191-460-130	RETIREMENT CONTRIBUTIONS REIMB	0.00	19,774.44	0.00	19,774.44	19,774.44
001-191-470-131	SOCIAL SECURITY CONTRIBUTION REI...	0.00	8,288.35	0.00	8,288.35	8,288.35
001-191-480-133	HOSPITAL INSURANCE REIMB	0.00	9,166.52	0.00	9,166.52	9,166.52
001-192-510-204	CITY HALL VEHICLE EXPENSES	0.00	45.64	0.00	45.64	45.64

Trial Balance

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Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-192-510-220	SUPPLIES - JANITORIAL, ETC	0.00	4,475.14	95.79	4,379.35	4,379.35
001-192-600-338	CONTRACT SERVICES	0.00	40,576.85	0.00	40,576.85	40,576.85
001-192-620-370	INSURANCE	0.00	11,752.24	0.00	11,752.24	11,752.24
001-192-625-380	UTILITIES	0.00	49,596.75	0.00	49,596.75	49,596.75
001-192-625-381	UTILITIES - IRRIGATION	0.00	9,746.92	0.00	9,746.92	9,746.92
001-192-630-403	REPAIRS TO BUILDING & EQUIPMENT	0.00	16,610.79	2,778.48	13,832.31	13,832.31
001-192-918-805	EQUIPMENT	0.00	978.55	0.00	978.55	978.55
001-195-625-380	HORSE PARK	0.00	40,000.00	0.00	40,000.00	40,000.00
001-195-690-454	ORD 91-1 CONTRIBUTIONS	0.00	25,898.00	0.00	25,898.00	25,898.00
001-195-702-455	MS CODE ANNOTATED 17-3-1	0.00	350.00	0.00	350.00	350.00
001-195-702-506	STK AREA ARTS COUNCIL	0.00	10,500.00	0.00	10,500.00	10,500.00
001-195-702-702	S.M.A.R.T.	0.00	100,000.00	0.00	100,000.00	100,000.00
001-195-702-708	MSU SHUTTLE AND OTHER RIDESHARES	0.00	3,500.00	0.00	3,500.00	3,500.00
001-195-900-802	LIBRARY	0.00	305,000.00	0.00	305,000.00	305,000.00
001-195-951-952	STARKVILLE MAIN STREET	0.00	17,500.00	0.00	17,500.00	17,500.00
001-195-951-953	TRANSFER AIRPORT COST SHARE	0.00	42,271.31	0.00	42,271.31	42,271.31
001-195-951-954	GOLDEN TRIANGLE REGIONAL AIRPORT...	0.00	20,585.15	0.00	20,585.15	20,585.15
001-195-951-955	HUMANE SOCIETY	0.00	195,000.00	0.00	195,000.00	195,000.00
001-195-951-965	BRICKFIRE	0.00	5,000.00	0.00	5,000.00	5,000.00
001-195-951-966	CHAMBER OF COMMERCE	0.00	25,000.00	0.00	25,000.00	25,000.00
001-195-951-967	GREATER PARTNERSHIP/LINK	0.00	20,000.00	0.00	20,000.00	20,000.00
001-195-951-969	HERITAGE MUSEUM	0.00	12,500.00	0.00	12,500.00	12,500.00
001-195-951-971	TRANSFER TO B.U.I.L.D. GRANT FUND	0.00	200,000.00	0.00	200,000.00	200,000.00
001-196-630-425	REPAIRS MAINT/MLK/182	0.00	9,600.00	0.00	9,600.00	9,600.00
001-196-631-402	ODDFELLOW MAINT/REPAIRS	0.00	27,425.00	0.00	27,425.00	27,425.00
001-196-637-637	BRUSH ARBOR	0.00	7,800.00	0.00	7,800.00	7,800.00
001-196-691-550	MISCELLANEOUS	0.00	69.99	0.00	69.99	69.99
001-197-410-104	SALARY-DEPARTMENT HEAD	0.00	113,326.40	0.00	113,326.40	113,326.40
001-197-430-103	STAFF SALARIES	0.00	196,134.40	0.00	196,134.40	196,134.40
001-197-440-108	ENGINEERING INTERN	0.00	42,645.24	0.00	42,645.24	42,645.24
001-197-450-125	OVERTIME	0.00	603.99	0.00	603.99	603.99
001-197-460-130	RETIREMENT CONTRIBUTIONS	0.00	55,812.49	0.00	55,812.49	55,812.49
001-197-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	26,566.82	0.00	26,566.82	26,566.82
001-197-480-133	HOSPITAL INSURANCE	0.00	14,777.52	0.00	14,777.52	14,777.52
001-197-491-135	WORKER'S COMPENSATION	0.00	2,666.28	0.00	2,666.28	2,666.28
001-197-501-200	SUPPLIES	0.00	4,855.30	320.63	4,534.67	4,534.67
001-197-525-231	GAS & OIL	0.00	945.64	0.00	945.64	945.64
001-197-535-233	UNIFORMS	0.00	260.93	0.00	260.93	260.93
001-197-600-308	ENGINEERING AND PROFESSIONAL SVCS	0.00	52,152.23	0.00	52,152.23	52,152.23
001-197-604-330	COMMUNICATIONS	0.00	2,695.58	0.00	2,695.58	2,695.58
001-197-610-350	TRAVEL / TRAINING	0.00	8,288.11	1,201.24	7,086.87	7,086.87
001-197-620-370	INSURANCE	0.00	3,693.01	0.00	3,693.01	3,693.01
001-197-645-420	SOFTWARE	0.00	12,426.88	0.00	12,426.88	12,426.88
001-197-650-350	TVA COMMUNITY TREE CONTRIBUTION..	0.00	49,600.00	49,600.00	0.00	0.00
001-197-690-450	GPS EXPENSES	0.00	417.28	0.00	417.28	417.28
001-197-690-553	EDUCATION REIMB	0.00	4,701.00	0.00	4,701.00	4,701.00
001-197-690-555	DUES	0.00	420.00	0.00	420.00	420.00
001-197-918-806	EQUIPMENT	0.00	2,898.00	0.00	2,898.00	2,898.00
001-201-410-104	SALARY-DEPARTMENT HEAD	0.00	110,385.60	0.00	110,385.60	110,385.60
001-201-420-103	POLICE OFFICERS	0.00	3,359,422.26	24,106.20	3,335,316.06	3,335,316.06
001-201-420-105	POLICE MANAGEMENT	0.00	460,178.77	0.00	460,178.77	460,178.77
001-201-430-107	HOURLY-CLERICAL- SST's	0.00	276,466.39	1,865.47	274,600.92	274,600.92
001-201-440-108	PART TIME / TEMPORARY	0.00	78,864.17	0.00	78,864.17	78,864.17
001-201-450-125	OVERTIME	0.00	643,851.71	5,282.32	638,569.39	638,569.39
001-201-450-127	ON-CALL PAY	0.00	25,200.00	0.00	25,200.00	25,200.00
001-201-460-130	RETIREMENT CONTRIBUTIONS	0.00	885,373.58	5,594.46	879,779.12	879,779.12
001-201-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	370,348.08	2,384.29	367,963.79	367,963.79
001-201-480-133	HOSPITAL INSURANCE	0.00	331,776.93	2,083.30	329,693.63	329,693.63
001-201-491-135	WORKER'S COMPENSATION	0.00	74,268.97	0.00	74,268.97	74,268.97

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-201-501-200	OFFICE SUPPLIES	0.00	16,558.13	518.16	16,039.97	16,039.97
001-201-525-231	GAS & OIL	0.00	176,806.17	0.00	176,806.17	176,806.17
001-201-535-233	UNIFORMS	0.00	91,798.52	1,343.00	90,455.52	90,455.52
001-201-541-237	PRISONER JAIL EXPENSES	0.00	167,130.00	0.00	167,130.00	167,130.00
001-201-541-240	PRISONER MEDICAL/SUPPLIES EXPENS...	0.00	25,724.43	294.65	25,429.78	25,429.78
001-201-545-238	FIRING RANGE SUPPLIES / EXPENSES	0.00	21,823.80	8,305.46	13,518.34	13,518.34
001-201-555-208	JANITORIAL SUPPLIES	0.00	6,279.42	0.00	6,279.42	6,279.42
001-201-556-251	POLICE SUPPLIES	0.00	70,211.39	2,858.30	67,353.09	67,353.09
001-201-556-252	K9 EXPENSES	0.00	3,640.95	0.00	3,640.95	3,640.95
001-201-600-300	PROFESSIONAL SERVICES	0.00	58,431.36	3,660.00	54,771.36	54,771.36
001-201-600-304	INFORMANT FEES	0.00	23,336.00	0.00	23,336.00	23,336.00
001-201-600-319	PHYSICAL & PERSONNEL EXAMS	0.00	6,263.00	0.00	6,263.00	6,263.00
001-201-604-330	PHONES/POSTAGE	0.00	128,115.27	8,888.13	119,227.14	119,227.14
001-201-615-343	PRINTING & BINDING	0.00	3,983.28	500.00	3,483.28	3,483.28
001-201-620-370	INSURANCE:VEHICLES/LIABILITY/EQUIP	0.00	105,318.13	1,115.00	104,203.13	104,203.13
001-201-625-380	UTILITIES	0.00	58,242.94	0.00	58,242.94	58,242.94
001-201-630-360	VEHICLE REPAIRS & MAINTENANCE	0.00	169,980.21	917.08	169,063.13	169,063.13
001-201-630-400	EQUIPMENT REPAIR & MAINTENANCE	0.00	8,679.58	0.00	8,679.58	8,679.58
001-201-630-404	TECHNOLOGY	0.00	659.98	659.98	0.00	0.00
001-201-630-426	BUILDING MAINT & REPAIRS	0.00	32,357.57	0.00	32,357.57	32,357.57
001-201-635-367	MOTORCYCLE RENTAL	0.00	12,877.05	0.00	12,877.05	12,877.05
001-201-635-369	COPIER RENTAL	0.00	11,936.19	0.00	11,936.19	11,936.19
001-201-640-398	ENTERPRISE FLEET LEASE	0.00	281,003.83	25,633.43	255,370.40	255,370.40
001-201-645-420	SOFTWARE	0.00	139,603.04	3,355.15	136,247.89	136,247.89
001-201-645-421	FUSUS ONE SAAS	0.00	75,000.00	0.00	75,000.00	75,000.00
001-201-690-450	GPS EXPENSES	0.00	14,570.85	0.00	14,570.85	14,570.85
001-201-690-552	POLICE TRAINING/EDUCATION/TRAVEL	0.00	84,681.69	1,622.93	83,058.76	83,058.76
001-201-690-555	DUES	0.00	1,264.43	644.43	620.00	620.00
001-201-691-500	OFFICER TRANSFER PAYMENTS	0.00	75.89	75.89	0.00	0.00
001-201-691-550	MISCELLANEOUS	0.00	694.82	7.26	687.56	687.56
001-201-702-262	4 COUNTY FOUNDATION GRANT EXPE...	0.00	7,571.81	0.00	7,571.81	7,571.81
001-201-730-066	DUI GRANT	0.00	1,440.00	0.00	1,440.00	1,440.00
001-201-730-067	SEATBELT/PTS GRANT	0.00	747.69	747.69	0.00	0.00
001-201-770-550	HOMELAND SECURITY GRANT 24LE347	0.00	26,110.52	10.52	26,100.00	26,100.00
001-201-820-877	BODY CAMERA'S LEASE	0.00	77,700.00	0.00	77,700.00	77,700.00
001-201-918-801	BODY CAMERA PURCHASE	0.00	12,330.69	10,440.45	1,890.24	1,890.24
001-201-918-803	WIRELESS COMM FUND - RADIOS	0.00	43,305.48	8,639.70	34,665.78	34,665.78
001-201-918-805	EQUIPMENT	0.00	114,692.72	48,296.65	66,396.07	66,396.07
001-245-440-103	DISPATCHER WAGES	0.00	208,639.88	270.18	208,369.70	208,369.70
001-245-440-108	PART TIME / TEMPORARY	0.00	19,232.88	0.00	19,232.88	19,232.88
001-245-450-125	OVERTIME	0.00	38,453.95	0.00	38,453.95	38,453.95
001-245-460-130	RETIREMENT CONTRIBUTIONS	0.00	44,596.70	0.00	44,596.70	44,596.70
001-245-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	19,504.61	0.00	19,504.61	19,504.61
001-245-480-133	HOSPITAL INSURANCE	0.00	25,667.59	0.00	25,667.59	25,667.59
001-245-501-200	SUPPLIES & UNIFORMS	0.00	1,720.75	0.00	1,720.75	1,720.75
001-245-690-552	DISPATCHER TRAINING	0.00	1,903.89	0.00	1,903.89	1,903.89
001-246-430-107	HOURLY - CODE ENFORCEMENT	0.00	86,395.93	0.00	86,395.93	86,395.93
001-246-450-125	OVERTIME	0.00	3,625.06	0.00	3,625.06	3,625.06
001-246-460-130	RETIREMENT CONTRIBUTIONS	0.00	16,251.39	0.00	16,251.39	16,251.39
001-246-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	6,611.28	0.00	6,611.28	6,611.28
001-246-480-133	HOSPITAL INSURANCE	0.00	4,556.53	0.00	4,556.53	4,556.53
001-246-501-200	OFFICE SUPPLIES/POSTAGE	0.00	199.39	0.00	199.39	199.39
001-246-525-231	GAS & OIL	0.00	3,072.53	0.00	3,072.53	3,072.53
001-246-535-233	UNIFORMS - CODE ENFORCEMENT	0.00	1,679.27	0.00	1,679.27	1,679.27
001-246-555-250	SMALL EQUIPMENT AND TOOLS	0.00	278.11	0.00	278.11	278.11
001-246-600-300	PROFESSIONAL SERVICES	0.00	88.00	0.00	88.00	88.00
001-246-620-370	INSURANCE	0.00	700.00	0.00	700.00	700.00
001-246-630-360	SOFTWARE, SMALL EQUIPMENT	0.00	6,815.00	0.00	6,815.00	6,815.00
001-246-630-400	VEHICLE MAINTENANCE	0.00	1,300.11	0.00	1,300.11	1,300.11

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-246-640-398	ENTERPRISE FLEET LEASE	0.00	10,337.16	0.00	10,337.16	10,337.16
001-246-645-420	SOFTWARE	0.00	940.43	0.00	940.43	940.43
001-254-420-103	STAFF SALARIES	0.00	90,925.74	0.00	90,925.74	90,925.74
001-254-450-125	OVERTIME	0.00	21,228.66	0.00	21,228.66	21,228.66
001-254-460-130	RETIREMENT CONTRIBUTIONS	0.00	20,189.34	0.00	20,189.34	20,189.34
001-254-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	8,194.29	0.00	8,194.29	8,194.29
001-254-480-133	HOSPITAL INSURANCE	0.00	7,636.57	0.00	7,636.57	7,636.57
001-261-410-104	SALARY-DEPARTMENT HEAD	0.00	117,106.22	0.00	117,106.22	117,106.22
001-261-420-103	FIREMEN SALARIES	0.00	2,525,722.40	3,281.98	2,522,440.42	2,522,440.42
001-261-420-105	FIRE MARSHALLS/TRAINING OFFICER	0.00	189,792.31	0.00	189,792.31	189,792.31
001-261-430-107	HOURLY - CLERICAL	0.00	50,459.16	0.00	50,459.16	50,459.16
001-261-440-108	PART TIME / TEMPORARY	0.00	42,291.20	0.00	42,291.20	42,291.20
001-261-450-125	OVERTIME - SCHEDULED SHIFT	0.00	352,653.43	383.67	352,269.76	352,269.76
001-261-450-126	OVERTIME - UNSCHEDULED	0.00	284,759.43	0.00	284,759.43	284,759.43
001-261-450-127	ON-CALL PAY	0.00	12,480.00	0.00	12,480.00	12,480.00
001-261-460-130	RETIREMENT CONTRIBUTIONS	0.00	639,489.11	635.75	638,853.36	638,853.36
001-261-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	266,287.12	243.84	266,043.28	266,043.28
001-261-480-133	HOSPITAL INSURANCE	0.00	265,027.33	434.17	264,593.16	264,593.16
001-261-491-135	WORKER'S COMPENSATION	0.00	104,589.56	0.00	104,589.56	104,589.56
001-261-501-200	OFFICE SUPPLIES / EXPENSES	0.00	3,059.78	19.88	3,039.90	3,039.90
001-261-501-250	FIRE PREVENTION SUPPLIES	0.00	5,053.57	0.00	5,053.57	5,053.57
001-261-525-231	GAS & OIL	0.00	42,011.89	0.00	42,011.89	42,011.89
001-261-535-233	UNIFORMS & UNIFORM CLEANING	0.00	19,635.63	0.00	19,635.63	19,635.63
001-261-554-240	FIRE INVESTIGATION	0.00	77.00	0.00	77.00	77.00
001-261-555-208	JANITORIAL & PAPER SUPPLIES	0.00	10,928.09	39.99	10,888.10	10,888.10
001-261-555-250	SMALL EQUIPMENT AND TOOLS	0.00	4,926.60	349.29	4,577.31	4,577.31
001-261-558-269	BUILDING MAINTENANCE	0.00	29,093.78	13,465.81	15,627.97	15,627.97
001-261-600-300	PROFESSIONAL SERVICES	0.00	40.00	0.00	40.00	40.00
001-261-600-319	PHYSICAL EXAMINATIONS	0.00	2,180.00	0.00	2,180.00	2,180.00
001-261-600-331	MULTI-JURISDICTIONAL HAZ-MAT	0.00	2,500.00	0.00	2,500.00	2,500.00
001-261-600-390	FIRE TRAINING / TRAVEL	0.00	38,808.73	1,065.85	37,742.88	37,742.88
001-261-604-330	PHONES/CABLE/INTERNET/COPIERS, E...	0.00	32,816.77	3,454.91	29,361.86	29,361.86
001-261-620-370	INSURANCE	0.00	93,152.66	0.00	93,152.66	93,152.66
001-261-625-380	UTILITIES	0.00	65,435.95	0.00	65,435.95	65,435.95
001-261-630-360	REPAIRS & MAINT-VEHICLES, ETC	0.00	92,403.30	2,106.78	90,296.52	90,296.52
001-261-630-404	RADIO MAINTENANCE / EXPENSE	0.00	8,560.17	0.00	8,560.17	8,560.17
001-261-640-398	ENTERPRISE FLEET LEASE	0.00	13,563.24	0.00	13,563.24	13,563.24
001-261-645-420	SCHEDULING & OTHER SOFTWARE	0.00	6,843.12	0.00	6,843.12	6,843.12
001-261-690-450	GPS EXPENSES	0.00	3,942.23	0.00	3,942.23	3,942.23
001-261-690-555	DUES	0.00	1,829.93	0.00	1,829.93	1,829.93
001-261-691-550	MISCELLANEOUS	0.00	107.87	0.00	107.87	107.87
001-261-702-262	4 COUNTY FOUNDATION, INC GRANT	0.00	10,000.00	0.00	10,000.00	10,000.00
001-261-740-540	HMEP GRANT-COUNTY 2024- 80% REI...	0.00	19,631.63	0.00	19,631.63	19,631.63
001-261-740-541	HMEP GRANT-COUNTY 2024-20% CITY...	0.00	3,814.04	0.00	3,814.04	3,814.04
001-261-740-565	FIRE STATION UPGRADES	0.00	23,871.28	0.00	23,871.28	23,871.28
001-261-820-874	US BANCORP 2020 TRUCK	0.00	105,797.12	0.00	105,797.12	105,797.12
001-261-820-876	BANKFIRST 2022 DURANGO	0.00	10,339.16	125.45	10,213.71	10,213.71
001-261-820-877	2 PUMPER TRUCKS	0.00	99,428.18	20,674.96	78,753.22	78,753.22
001-261-830-873	INTEREST-US BANCORP 2020 FIRETRU...	0.00	7,335.24	0.00	7,335.24	7,335.24
001-261-830-875	INTEREST - BANKFIRST 2022 DURANGO	0.00	195.71	22.51	173.20	173.20
001-261-830-877	INTEREST-2 PUMPER TRUCKS	0.00	20,674.96	0.00	20,674.96	20,674.96
001-261-918-805	EQUIP / FIRE TURNOUTS	0.00	21,589.25	126.14	21,463.11	21,463.11
001-261-918-820	AIR COMPRESSOR	0.00	27,500.00	0.00	27,500.00	27,500.00
001-281-420-105	PAYROLL - BUILDING OFFICIALS	0.00	136,086.40	0.00	136,086.40	136,086.40
001-281-430-107	HOURLY - CLERICAL	0.00	43,941.05	0.00	43,941.05	43,941.05
001-281-440-108	PART TIME / TEMPORARY	0.00	1,917.19	0.00	1,917.19	1,917.19
001-281-450-125	OVERTIME	0.00	19.28	0.00	19.28	19.28
001-281-460-130	RETIREMENT CONTRIBUTIONS	0.00	32,481.29	0.00	32,481.29	32,481.29
001-281-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	13,718.53	0.00	13,718.53	13,718.53

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-281-480-133	HOSPITAL INSURANCE	0.00	16,249.74	0.00	16,249.74	16,249.74
001-281-491-135	WORKER'S COMPENSATION	0.00	2,450.74	0.00	2,450.74	2,450.74
001-281-501-200	OFFICE SUPPLIES	0.00	291.18	0.00	291.18	291.18
001-281-502-201	REFERENCE PUBLICATIONS	0.00	923.01	0.00	923.01	923.01
001-281-525-231	GAS & OIL	0.00	1,760.94	0.00	1,760.94	1,760.94
001-281-600-323	DEBRIS REMOVAL/DEMOLITION	0.00	4,224.95	0.00	4,224.95	4,224.95
001-281-604-330	COPIER/PHONES/IPADS/POSTAGE MCH	0.00	3,735.27	118.98	3,616.29	3,616.29
001-281-610-350	TRAVEL / TRAINING BLDG DEPT	0.00	3,424.68	0.00	3,424.68	3,424.68
001-281-620-370	INSURANCE	0.00	5,122.13	0.00	5,122.13	5,122.13
001-281-630-360	VEHICLE REPAIR & MAINTENANCE	0.00	2,169.77	0.00	2,169.77	2,169.77
001-281-630-400	EQUIP MAINT, CREDIT CARD MCH FEES	0.00	60.00	0.00	60.00	60.00
001-281-645-420	SOFTWARE	0.00	102,994.50	0.00	102,994.50	102,994.50
001-281-690-553	TRAINING	0.00	1,350.00	0.00	1,350.00	1,350.00
001-281-690-555	DUES	0.00	200.00	0.00	200.00	200.00
001-281-691-550	MISCELLANEOUS	0.00	235.00	0.00	235.00	235.00
001-290-625-380	UTILITIES & HYPER REACH SERVICE	0.00	9,011.98	0.00	9,011.98	9,011.98
001-290-630-400	MAINT CONTRACT & REPAIRS	0.00	32,410.99	4,657.00	27,753.99	27,753.99
001-290-918-805	MACHINERY AND EQUIPMENT	0.00	75,834.24	15,638.99	60,195.25	60,195.25
001-301-420-105	SALARY-MANAGEMENT	0.00	83,823.20	0.00	83,823.20	83,823.20
001-301-430-107	HOURLY - CLERICAL	0.00	25,828.45	0.00	25,828.45	25,828.45
001-301-440-114	HOURLY - LABOR	0.00	633,222.64	0.00	633,222.64	633,222.64
001-301-450-125	OVERTIME	0.00	19,906.44	0.00	19,906.44	19,906.44
001-301-450-127	ON CALL PAY	0.00	960.00	0.00	960.00	960.00
001-301-460-130	RETIREMENT CONTRIBUTIONS	0.00	137,771.97	0.00	137,771.97	137,771.97
001-301-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	57,221.91	0.00	57,221.91	57,221.91
001-301-480-133	HOSPITAL INSURANCE	0.00	88,436.48	0.00	88,436.48	88,436.48
001-301-491-135	WORKER'S COMPENSATION	0.00	21,098.97	0.00	21,098.97	21,098.97
001-301-515-221	ENVIRONMENTAL CONTROL SUPPLIES	0.00	2,253.19	0.00	2,253.19	2,253.19
001-301-525-231	GAS & OIL	0.00	56,685.39	214.21	56,471.18	56,471.18
001-301-535-233	UNIFORMS	0.00	9,244.83	133.18	9,111.65	9,111.65
001-301-555-250	SMALL EQUIP, TOOLS & SUPPLIES	0.00	16,506.59	3,643.51	12,863.08	12,863.08
001-301-560-270	CONSTRUCTION MATERIALS	0.00	136,625.89	63.58	136,562.31	136,562.31
001-301-565-272	STREETS SIGNS & PAINT	0.00	17,147.40	0.00	17,147.40	17,147.40
001-301-600-300	TREE TRIMMING	0.00	32,938.00	0.00	32,938.00	32,938.00
001-301-604-330	COMMUNICATIONS	0.00	2,608.43	0.00	2,608.43	2,608.43
001-301-610-350	TRAINING	0.00	264.30	0.00	264.30	264.30
001-301-620-370	INSURANCE	0.00	30,888.53	0.00	30,888.53	30,888.53
001-301-625-380	UTILITIES/STREET LIGHTING	0.00	616,835.28	37,761.06	579,074.22	579,074.22
001-301-630-360	VEHICLE REPAIRS & MAINTENANCE	0.00	26,343.52	1,395.26	24,948.26	24,948.26
001-301-630-400	EQUIPMENT REPAIR & MAINTENANCE	0.00	32,880.86	549.00	32,331.86	32,331.86
001-301-640-398	ENTERPRISE FLEET LEASE	0.00	22,821.48	0.00	22,821.48	22,821.48
001-301-645-420	SOFTWARE	0.00	21,565.37	6,911.98	14,653.39	14,653.39
001-301-690-450	GPS EXPENSES	0.00	2,209.03	0.00	2,209.03	2,209.03
001-301-691-550	MISC/GATORAIDE, ETC	0.00	3,039.34	0.00	3,039.34	3,039.34
001-301-820-874	EXCAVATOR / TRUCKS	0.00	38,488.00	8,193.73	30,294.27	30,294.27
001-301-820-876	ASPHALT TRUCK	0.00	7,802.96	7,802.96	0.00	0.00
001-301-830-873	INTEREST	0.00	1,124.33	206.76	917.57	917.57
001-301-918-805	MACHINERY AND EQUIPMENT	0.00	167,592.20	0.00	167,592.20	167,592.20
001-360-420-105	SALARY-MANAGEMENT	0.00	34,388.82	0.00	34,388.82	34,388.82
001-360-440-114	SALARIES - ANIMAL CONTROL OFFICERS	0.00	37,091.51	0.00	37,091.51	37,091.51
001-360-450-125	OVERTIME	0.00	2,182.27	0.00	2,182.27	2,182.27
001-360-460-130	RETIREMENT CONTRIBUTIONS	0.00	13,261.46	0.00	13,261.46	13,261.46
001-360-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	5,452.73	0.00	5,452.73	5,452.73
001-360-480-133	HOSPITAL INSURANCE	0.00	9,374.85	0.00	9,374.85	9,374.85
001-360-491-135	WORKER'S COMPENSATION	0.00	2,176.80	0.00	2,176.80	2,176.80
001-360-525-231	GAS & OIL	0.00	2,224.44	0.00	2,224.44	2,224.44
001-360-535-233	UNIFORMS	0.00	551.90	0.00	551.90	551.90
001-360-555-250	SMALL EQUIPMENT AND TOOLS	0.00	1,729.22	0.00	1,729.22	1,729.22
001-360-604-330	COMMUNICATIONS	0.00	1,474.79	87.22	1,387.57	1,387.57

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
001-360-620-370	INSURANCE	0.00	4,372.32	0.00	4,372.32	4,372.32
001-360-630-400	REPAIR & MAINTENANCE	0.00	1,468.29	0.00	1,468.29	1,468.29
001-360-690-553	TRAINING	0.00	500.00	0.00	500.00	500.00
001-550-600-296	MANAGEMENT FEE	0.00	180,000.00	0.00	180,000.00	180,000.00
001-550-600-297	REIMBURSEMENT	0.00	1,725,944.43	0.00	1,725,944.43	1,725,944.43
001-550-600-360	INSURANCE	0.00	8,010.04	8,010.04	0.00	0.00
001-900-950-900	TRANSFER TO CAPITAL PROJECTS FUND	0.00	425,000.00	0.00	425,000.00	425,000.00
001-900-950-901	TRANSFER TO DEBT SERVICE FUND	0.00	2,623,142.17	0.00	2,623,142.17	2,623,142.17
001-900-951-974	TRANSFER TO RESTRICTED POLICE FUND	0.00	15,000.00	0.00	15,000.00	15,000.00
001-900-951-976	TRANSFER TO LINKAGE TAP GRANT	0.00	451,745.00	0.00	451,745.00	451,745.00
Fund 001 Total:		0.00	83,430,649.68	83,430,649.68	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 002 - RESTRICTED POLICE FUND						
Asset						
002-000-001-001	CLAIM ON POOLED CASH - RESTRICTED...	15,055.71	34,461.86	40,535.37	-6,073.51	8,982.20
Liability						
002-000-100-600	AP PENDING - DUE TO POOL - R. POLICE	0.00	18,394.54	18,394.54	0.00	0.00
Equity						
002-000-190-990	FUND BALANCE	-15,055.71	0.00	0.00	0.00	-15,055.71
Revenue						
002-000-330-179	DRUG EDUCATION FUND	0.00	0.00	5,389.25	-5,389.25	-5,389.25
002-000-330-185	DONATIONS	0.00	0.00	13,772.61	-13,772.61	-13,772.61
002-000-380-001	TRANSFER FROM GENERAL FUND	0.00	0.00	15,000.00	-15,000.00	-15,000.00
Expense						
002-251-501-200	SUPPLIES/DARE EXPENSES	0.00	8,493.71	0.00	8,493.71	8,493.71
002-251-501-210	NATIONAL NIGHT OUT ON CRIME	0.00	6,612.19	300.00	6,312.19	6,312.19
002-251-640-398	ENTERPRISE FLEET LEASE	0.00	25,429.47	0.00	25,429.47	25,429.47
Fund 002 Total:		0.00	93,391.77	93,391.77	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 003 - RESTRICTED FIRE FUND						
Asset						
003-000-001-001	CLAIM ON POOLED CASH - RESTRICTED...	-4,831.84	176,107.37	172,637.00	3,470.37	-1,361.47
Liability						
003-000-100-600	AP PENDING - DUE TO POOL - R. FIRE	0.00	8,821.00	8,821.00	0.00	0.00
Equity						
003-000-190-990	FUND BALANCE	4,831.84	0.00	0.00	0.00	4,831.84
Revenue						
003-000-230-077	EMSOF GRANT	0.00	0.00	14,855.00	-14,855.00	-14,855.00
003-000-254-091	MS FIRE FUND	0.00	0.00	161,252.37	-161,252.37	-161,252.37
Expense						
003-560-501-200	CODE REBATE SUPPLIES	0.00	43.00	0.00	43.00	43.00
003-560-820-870	2020 FIRE TRUCK - BANKFIRST	0.00	156,505.45	7,901.75	148,603.70	148,603.70
003-560-830-873	INTEREST	0.00	15,212.30	0.00	15,212.30	15,212.30
003-560-918-806	EMSOF GRANT EXPENDITURES	0.00	8,778.00	0.00	8,778.00	8,778.00
Fund 003 Total:		0.00	365,467.12	365,467.12	0.00	0.00

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 015 - AIRPORT FUND						
Asset						
015-000-001-001	CLAIM ON POOLED CASH - AIRPORT	731,978.17	1,331,319.76	1,203,797.42	127,522.34	859,500.51
Liability						
015-000-100-600	AP PENDING - DUE TO POOL - AIRPORT	-63,174.14	892,659.66	936,596.85	-43,937.19	-107,111.33
Equity						
015-000-190-990	FUND BALANCE	-271,170.14	0.00	0.00	0.00	-271,170.14
015-000-193-982	FUND BALANCE-RESTRICTED AIRPRT	-397,633.89	0.00	0.00	0.00	-397,633.89
Revenue						
015-000-276-105	MSU AIRPORT SHARE	0.00	0.00	36,232.56	-36,232.56	-36,232.56
015-000-276-111	CITY AIRPORT SHARE	0.00	0.00	42,271.31	-42,271.31	-42,271.31
015-000-276-115	OKT CO AIRPORT SHARE	0.00	0.00	42,271.31	-42,271.31	-42,271.31
015-000-341-648	AIRPORT LEASE	0.00	0.00	51,335.00	-51,335.00	-51,335.00
015-000-354-612	MISCELLANEOUS REVENUE	0.00	0.00	2,543.90	-2,543.90	-2,543.90
015-000-371-640	AIRPORT HANGAR RENT	0.00	280.00	58,705.00	-58,425.00	-58,425.00
015-000-371-650	AIRPORT TIE DOWN FEES	0.00	0.00	1,665.00	-1,665.00	-1,665.00
015-000-372-641	AIRPORT FBO HANGER RENT	0.00	0.00	13,925.00	-13,925.00	-13,925.00
015-000-373-644	AIRPORT FUEL FLOW FEES	0.00	0.00	3,318.84	-3,318.84	-3,318.84
015-000-373-645	AIRCRAFT OIL SOLD	0.00	0.00	2,668.32	-2,668.32	-2,668.32
015-000-373-647	100LL AV GAS SOLD	0.00	2,968.45	981,420.69	-978,452.24	-978,452.24
015-000-373-649	JET A FUEL SOLD	0.00	0.00	91,847.98	-91,847.98	-91,847.98
015-000-392-920	SALE OF LAND/BLDGS/EQUIP	0.00	0.00	2,000.00	-2,000.00	-2,000.00
Expense						
015-505-420-105	FULL TIME - AIRPORT	0.00	117,167.36	0.00	117,167.36	117,167.36
015-505-430-107	HOURLY - CLERICAL	0.00	17,347.95	0.00	17,347.95	17,347.95
015-505-430-109	PART TIME - AIRPORT	0.00	88,080.03	0.00	88,080.03	88,080.03
015-505-450-125	OVERTIME	0.00	1,186.36	0.00	1,186.36	1,186.36
015-505-450-127	ON-CALL PAY	0.00	7,800.00	0.00	7,800.00	7,800.00
015-505-460-130	RETIREMENT CONTRIBUTIONS	0.00	27,276.09	0.00	27,276.09	27,276.09
015-505-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	17,419.42	0.00	17,419.42	17,419.42
015-505-480-133	HOSPITAL INSURANCE	0.00	17,081.62	0.00	17,081.62	17,081.62
015-505-491-135	WORKER'S COMPENSATION	0.00	9,599.38	0.00	9,599.38	9,599.38
015-505-501-198	BUILDING REPAIRS & MAINT.	0.00	3,424.30	0.00	3,424.30	3,424.30
015-505-525-231	GAS & OIL	0.00	9,657.64	0.00	9,657.64	9,657.64
015-505-525-232	100LL AV GAS PURCHASED	0.00	190,463.82	0.00	190,463.82	190,463.82
015-505-525-233	JET A FUEL PURCHASES	0.00	511,084.53	0.00	511,084.53	511,084.53
015-505-525-235	AIRCRAFT OIL PURCHASES	0.00	2,187.76	0.00	2,187.76	2,187.76
015-505-535-233	UNIFORMS	0.00	1,647.79	0.00	1,647.79	1,647.79
015-505-541-237	OPERATING SUPPLIES	0.00	3,494.90	15.99	3,478.91	3,478.91
015-505-555-250	SMALL EQUIPMENT AND TOOLS	0.00	1,670.62	10.91	1,659.71	1,659.71
015-505-570-273	VEHICLE REPAIR PARTS & SUPPLIES	0.00	972.68	34.99	937.69	937.69
015-505-600-322	LEASE/RENT-FUEL TRUCKS/COURTESY ...	0.00	9,600.00	0.00	9,600.00	9,600.00
015-505-600-333	ADMIN FEES TO CITY	0.00	15,000.00	0.00	15,000.00	15,000.00
015-505-600-338	CONTRACT,LEGAL,WEBSITE SVCS	0.00	6,585.04	10.00	6,575.04	6,575.04
015-505-604-330	CELL PHONE/POSTAGE MCH/COPIER	0.00	4,324.02	324.27	3,999.75	3,999.75
015-505-610-340	ADVERTISING	0.00	464.86	0.00	464.86	464.86
015-505-610-350	TRAVEL/CONFERENCE	0.00	4,362.69	0.00	4,362.69	4,362.69
015-505-620-370	INSURANCE	0.00	46,014.51	0.00	46,014.51	46,014.51
015-505-625-380	UTILITIES	0.00	26,959.53	784.24	26,175.29	26,175.29
015-505-630-400	EQUIPMENT REPAIR & MAINTENANCE	0.00	25,260.46	6.99	25,253.47	25,253.47
015-505-690-450	GPS EXPENSES	0.00	417.28	0.00	417.28	417.28
015-505-691-550	MISCELLANEOUS	0.00	908.94	0.00	908.94	908.94
015-505-720-801	CAPITAL OUTLAY, IMPROVEMENTS	0.00	3,631.00	0.00	3,631.00	3,631.00
015-505-720-805	CAP OUTLAY-GRANT MATCHING	0.00	73,468.12	53,310.66	20,157.46	20,157.46
015-505-918-805	MACHINERY AND EQUIPMENT	0.00	53,310.66	0.00	53,310.66	53,310.66
015-515-720-801	CAPITAL OUTLAY, IMPROVEMENTS	0.00	3,631.00	3,631.00	0.00	0.00
Fund 015 Total:		0.00	3,528,728.23	3,528,728.23	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 016 - RESTRICTED AIRPORT						
Asset						
016-000-001-001	CLAIM ON POOLED CASH - RESTRICTED ...	-66,810.74	380,532.57	379,552.56	980.01	-65,830.73
Liability						
016-000-100-600	AP PENDING - DUE TO POOL - R. AIRPO...	0.00	379,552.55	382,991.55	-3,439.00	-3,439.00
Equity						
016-000-193-982	FUND BALANCE-RESTRICTED AIRPORT	66,810.74	0.00	0.00	0.00	66,810.74
Revenue						
016-000-250-685	MM-0068-1224 MDOT MULTI-MODAL	0.00	0.00	170,705.50	-170,705.50	-170,705.50
016-000-260-630	3-28-0068-028-2022-FAA AIP GRANT	0.00	0.00	17,208.00	-17,208.00	-17,208.00
016-000-260-631	3-28-0068-028-2022-MDOT	0.00	0.00	956.00	-956.00	-956.00
016-000-260-685	3-28-0068-030-2023 FAA AIP GRANT	0.00	0.00	3,780.00	-3,780.00	-3,780.00
016-000-260-690	3-28-0068-030-2023 MDOT AIP GRANT	0.00	0.00	210.00	-210.00	-210.00
016-000-260-700	3-28-0068-032-2024 FAA	0.00	0.00	122,349.61	-122,349.61	-122,349.61
016-000-260-701	3-28-0068-032-2024 MDOT	0.00	0.01	7,777.21	-7,777.20	-7,777.20
016-000-260-702	3-28-0068-033-2025 FAA	0.00	0.00	57,546.25	-57,546.25	-57,546.25
Expense						
016-515-600-392	MM-0068-1224 MDOT MULTI-MODAL	0.00	170,705.50	0.00	170,705.50	170,705.50
016-515-720-830	3-28-0068-030-2023 FAA AIP GRANT	0.00	3,780.00	0.00	3,780.00	3,780.00
016-515-720-835	3-28-0068-030-2023 MDOT AIP GRANT	0.00	210.00	0.00	210.00	210.00
016-515-730-655	3-28-0068-028-2022-FAA AIP GRANT	0.00	17,208.00	0.00	17,208.00	17,208.00
016-515-730-656	3-28-0068-028-2022-MDOT	0.00	956.00	0.00	956.00	956.00
016-515-730-673	3-28-0068-032-2024 FAA	0.00	122,349.61	0.00	122,349.61	122,349.61
016-515-730-674	3-28-0068-032-2024 MDOT	0.00	6,797.19	0.00	6,797.19	6,797.19
016-515-730-840	3-28-0068-033-2025 FAA	0.00	60,985.25	0.00	60,985.25	60,985.25
Fund 016 Total:		0.00	1,143,076.68	1,143,076.68	0.00	0.00

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 022 - ENVIRONMENTAL SERVICES						
Asset						
022-000-001-001	CLAIM ON POOLED CASH - ENVIRONM...	127,113.93	3,744,775.26	3,947,943.29	-203,168.03	-76,054.10
022-000-021-100	ACCOUNTS RECEIVABLE	247,131.28	285,326.55	247,131.28	38,195.27	285,326.55
022-000-060-000	DEFERRED OUTFLOWS OF RESOURCES	632,369.22	0.00	0.00	0.00	632,369.22
022-000-088-321	MACHINERY & EQUIPMENT	6,209,428.52	667,778.22	312,563.00	355,215.22	6,564,643.74
022-000-089-321	RIGHT OF USE ASSETS	44,573.32	0.00	0.00	0.00	44,573.32
022-000-097-391	ALLOWANCE FOR DEPRECIATION	-5,105,353.73	312,563.00	229,181.98	83,381.02	-5,021,972.71
022-000-098-391	ACCUMULATED AMORTIZATION	-2,971.55	0.00	0.00	0.00	-2,971.55
Liability						
022-000-100-600	AP PENDING - DUE TO POOL - ENV SER...	-64,724.05	1,704,121.75	1,682,126.98	21,994.77	-42,729.28
022-000-118-606	ACCRUED LEAVE	-68,001.37	0.00	18,165.40	-18,165.40	-86,166.77
022-000-148-651	DONATIONS	-282.79	283.83	600.00	-316.17	-598.96
022-000-180-000	NET PENSION LIABILITY	-3,983,443.09	0.00	0.00	0.00	-3,983,443.09
022-000-189-651	DUE TO STARKVILLE ELECTRIC	-81,140.99	81,140.99	6,987.07	74,153.92	-6,987.07
022-000-189-690	LEASE PAYABLE	-691,908.87	0.00	513,907.00	-513,907.00	-1,205,815.87
022-000-189-691	ENTERPRISE - LEASE LIABILITY	-38,341.66	0.00	0.00	0.00	-38,341.66
Equity						
022-000-190-990	FUND BALANCE	2,775,551.83	0.00	0.00	0.00	2,775,551.83
Revenue						
022-000-354-612	MISC REVENUE / INSURANCE PROCEED...	0.00	108,093.00	119,352.17	-11,259.17	-11,259.17
022-000-359-627	SANITATION FEES	0.00	247,131.28	3,720,612.16	-3,473,480.88	-3,473,480.88
022-000-395-925	SALE OF EQUIPMENT/SCRAP	0.00	0.00	112,643.00	-112,643.00	-112,643.00
Expense						
022-322-410-104	SALARY-DEPARTMENT HEAD	0.00	93,460.16	0.00	93,460.16	93,460.16
022-322-430-107	HOURLY - CLERICAL/PART TIME	0.00	42,786.39	0.00	42,786.39	42,786.39
022-322-440-114	HOURLY - LABOR	0.00	1,252,668.53	1,229.70	1,251,438.83	1,251,438.83
022-322-450-125	OVERTIME	0.00	51,852.22	0.00	51,852.22	51,852.22
022-322-450-127	ON-CALL PAY	0.00	10,320.00	0.00	10,320.00	10,320.00
022-322-460-130	RETIREMENT CONTRIBUTIONS	0.00	239,002.31	0.00	239,002.31	239,002.31
022-322-470-131	SOCIAL SECURITY CONTRIBUTIONS	0.00	106,976.05	92.19	106,883.86	106,883.86
022-322-480-133	HOSPITAL INSURANCE	0.00	149,876.12	0.00	149,876.12	149,876.12
022-322-491-135	WORKER'S COMPENSATION	0.00	77,555.20	0.00	77,555.20	77,555.20
022-322-501-198	BUILDING & LOT REPAIRS	0.00	25,371.43	20,235.78	5,135.65	5,135.65
022-322-501-200	OFFICE SUPPLIES	0.00	3,556.99	0.00	3,556.99	3,556.99
022-322-525-231	GAS & OIL	0.00	176,857.95	1,239.90	175,618.05	175,618.05
022-322-535-233	UNIFORMS	0.00	20,362.21	201.34	20,160.87	20,160.87
022-322-555-250	SMALL EQUIP, TOOLS & SUPPLIES	0.00	20,809.28	61.00	20,748.28	20,748.28
022-322-600-300	CONTRACT/PROFESSIONAL SERVICES	0.00	330.00	0.00	330.00	330.00
022-322-600-333	ADMINISTRATIVE SERVICES	0.00	191,037.07	55,194.36	135,842.71	135,842.71
022-322-600-338	HWY 12 MAINT/RUSSELL ST	0.00	29,781.48	0.00	29,781.48	29,781.48
022-322-600-379	LANDFILL FEES	0.00	364,635.08	0.00	364,635.08	364,635.08
022-322-600-431	CONTRACT RECYCLING COLLECTION	0.00	18,550.00	0.00	18,550.00	18,550.00
022-322-604-330	COPIER, PHONES, RADIOS	0.00	7,526.92	397.60	7,129.32	7,129.32
022-322-610-340	ADVERTISING	0.00	2,026.77	0.00	2,026.77	2,026.77
022-322-610-350	TRAVEL / TRAINING / DUES	0.00	2,569.28	0.00	2,569.28	2,569.28
022-322-620-370	INSURANCE:PROPERTY,LIABILITY,EQUIP	0.00	56,038.39	766.00	55,272.39	55,272.39
022-322-625-380	UTILITIES	0.00	13,798.21	0.00	13,798.21	13,798.21
022-322-630-252	VEHICLE R&M - COMMERCIAL	0.00	86,271.91	861.69	85,410.22	85,410.22
022-322-630-254	VEHICLE R&M - LANDSCAPE	0.00	1,349.66	0.00	1,349.66	1,349.66
022-322-630-255	VEHICLE R&M - RUBBISH	0.00	8,557.88	0.00	8,557.88	8,557.88
022-322-630-256	VEHICLE R&M - SWEEPER	0.00	697.57	0.00	697.57	697.57
022-322-630-360	VEHICLE R&M - RESIDENTIAL	0.00	102,255.00	1,021.21	101,233.79	101,233.79
022-322-630-400	EQUIPMENT R&M - RESIDENTIAL	0.00	449.16	0.00	449.16	449.16
022-322-630-405	EQUIPMENT R&M - COMMERCIAL	0.00	460.36	0.00	460.36	460.36
022-322-630-406	EQUIPMENT R&M - LANDSCAPE	0.00	8,078.60	0.00	8,078.60	8,078.60
022-322-640-398	ENTERPRISE FLEET LEASE	0.00	10,552.70	0.00	10,552.70	10,552.70
022-322-645-420	SOFTWARE	0.00	14,653.39	0.00	14,653.39	14,653.39
022-322-691-450	GPS EXPENSES	0.00	5,743.94	0.00	5,743.94	5,743.94

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
022-322-691-550	MISCELLANEOUS	0.00	113.00	0.00	113.00	113.00
022-322-820-870	3 REFUSE TRUCKS AND KNUCKLE BOOM	0.00	125,605.95	0.00	125,605.95	125,605.95
022-322-820-871	2021 REAR LOADER TRUCK	0.00	57,906.52	372.33	57,534.19	57,534.19
022-322-820-874	PETERBILT FRONT END LOADER	0.00	43,010.96	2,064.52	40,946.44	40,946.44
022-322-820-877	BANKFIRST 2022 KUBOTA TRACTOR	0.00	19,498.00	236.60	19,261.40	19,261.40
022-322-820-880	GEN FUND 2023 FREIGHTLINER 9147	0.00	50,975.94	1,893.91	49,082.03	49,082.03
022-322-820-881	KNUCKLEBOOM - 2023 GENERAL FUND	0.00	65,053.00	1,107.53	63,945.47	63,945.47
022-322-820-882	BANKPLUS - 8 YARD REAR LOADER	0.00	54,996.91	16,713.18	38,283.73	38,283.73
022-322-830-873	INTEREST	0.00	22,592.34	2,064.52	20,527.82	20,527.82
022-322-918-805	MACHINERY/EQUIP/DUMPSTERS	0.00	41,851.78	41,851.78	0.00	0.00
022-322-925-500	DEPRECIATION EXPENSE	0.00	229,181.98	0.00	229,181.98	229,181.98
022-325-830-873	INTEREST	0.00	90.16	90.16	0.00	0.00
Fund 022 Total:		0.00	11,058,908.63	11,058,908.63	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 023 - LANDFILL ACCOUNT						
Asset						
023-000-001-001	CLAIM ON POOLED CASH - LANDFILL	1,161,788.50	251,614.17	243.75	251,370.42	1,413,158.92
023-000-021-110	ACCOUNTS RECEIVABLE - LANDFILL	18,466.05	22,108.12	18,466.05	3,642.07	22,108.12
023-000-080-300	LAND	98,600.00	0.00	0.00	0.00	98,600.00
023-000-082-310	TRANSFER STATION	24,110.00	0.00	0.00	0.00	24,110.00
023-000-086-322	NEW VEHICLE	25,000.00	0.00	0.00	0.00	25,000.00
023-000-088-320	EQUIPMENT	868,820.86	0.00	0.00	0.00	868,820.86
023-000-097-391	ALLOWANCE FOR DEPRECIATION	-916,387.10	0.00	65.00	-65.00	-916,452.10
Liability						
023-000-100-600	AP PENDING - DUE TO POOL - LANDFILL	0.00	243.75	243.75	0.00	0.00
Equity						
023-000-190-989	FUND BALANCE - PRIOR ADJUSTMENTS	-2,158.90	0.00	0.00	0.00	-2,158.90
023-000-190-990	FUND BALANCE	-1,278,239.41	0.00	0.00	0.00	-1,278,239.41
Revenue						
023-000-395-130	LANDFILL REVENUE	0.00	18,466.05	273,722.29	-255,256.24	-255,256.24
Expense						
023-323-600-338	CONTRACT / PROF SERVICES	0.00	243.75	0.00	243.75	243.75
023-323-925-500	DEPRECIATION EXPENSE	0.00	65.00	0.00	65.00	65.00
Fund 023 Total:		0.00	292,740.84	292,740.84	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 120 - MODERNIZATION USE TAX						
Asset						
120-000-001-001	CLAIM ON POOLED CASH - MODERIZAT...	1,994,977.13	2,411,872.05	3,262,802.43	-850,930.38	1,144,046.75
Liability						
120-000-100-600	AP PENDING - DUE TO POOL - MOD US...	0.00	2,552,135.18	2,552,135.18	0.00	0.00
Equity						
120-000-190-990	FUND BALANCE	-1,994,977.13	0.00	0.00	0.00	-1,994,977.13
Revenue						
120-000-230-030	USE TAX RECEIVED	0.00	0.00	2,398,970.53	-2,398,970.53	-2,398,970.53
120-000-340-612	MISC REVENUE	0.00	0.00	12,901.52	-12,901.52	-12,901.52
Expense						
120-300-600-300	PROFESSIONAL SERVICES	0.00	16,000.00	0.00	16,000.00	16,000.00
120-300-900-906	2025 STREET OVERLAY	0.00	1,496,344.94	0.00	1,496,344.94	1,496,344.94
120-300-900-912	2025 STRIPING	0.00	247,580.09	0.00	247,580.09	247,580.09
120-300-912-870	2025 ADA Improvements	0.00	133,420.20	0.00	133,420.20	133,420.20
120-800-820-874	2022 5M GO BONDS - PRINCIPAL	0.00	580,000.00	0.00	580,000.00	580,000.00
120-800-820-875	2024 5M GO PRINCIPAL	0.00	355,000.00	0.00	355,000.00	355,000.00
120-800-830-874	2022 5M GO BONDS - INTEREST	0.00	146,109.96	0.00	146,109.96	146,109.96
120-800-830-875	2024 5M GO INTEREST	0.00	288,347.24	0.00	288,347.24	288,347.24
Fund 120 Total:		0.00	8,226,809.66	8,226,809.66	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 150 - FEDERAL FORFEITED FUNDS						
Asset						
150-000-001-001	CLAIM ON POOLED CASH - FEDERAL F...	778.16	0.00	0.00	0.00	778.16
Equity						
150-000-190-990	FUND BALANCE	-778.16	0.00	0.00	0.00	-778.16
	Fund 150 Total:	0.00	0.00	0.00	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 151 - STATE FORFEITED FUNDS						
Asset						
151-000-001-001	CLAIM ON POOLED CASH - STATE FORF...	175,325.48	59,615.44	51,365.62	8,249.82	183,575.30
Liability						
151-000-100-600	AP PENDING - DUE TO POOL - STATE F...	0.00	9,210.95	15,618.85	-6,407.90	-6,407.90
Equity						
151-000-190-990	FUND BALANCE	-175,325.48	0.00	0.00	0.00	-175,325.48
Revenue						
151-000-334-126	STATE FORFEITED FUNDS	0.00	159.99	46,240.44	-46,080.45	-46,080.45
151-000-392-920	SALE OF LAND/VEHICLES/EQUIPMENT/...	0.00	687.50	13,375.00	-12,687.50	-12,687.50
Expense						
151-216-501-200	SUPPLIES	0.00	28,853.34	0.00	28,853.34	28,853.34
151-216-600-300	AGENCY PAYMENTS	0.00	6,478.00	0.00	6,478.00	6,478.00
151-216-918-805	MACHINERY & EQUIPMENT	0.00	21,594.69	0.00	21,594.69	21,594.69
Fund 151 Total:		0.00	126,599.91	126,599.91	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 200 - DEBT SERVICE FUND						
Asset						
200-000-001-001	CLAIM ON POOLED CASH - DEBT SERVI...	214,473.75	7,013,488.04	6,585,988.04	427,500.00	641,973.75
Liability						
200-000-100-600	AP PENDING - DUE TO POOL - DEBT SE...	0.00	2,854,738.04	2,857,238.04	-2,500.00	-2,500.00
200-000-187-713	DSRF - 2025 GARAN MANUFACTURING...	0.00	425,000.00	425,000.00	0.00	0.00
Equity						
200-000-190-990	FUND BALANCE	-214,473.75	0.00	0.00	0.00	-214,473.75
Revenue						
200-000-354-620	TIF REIMB - OKT CO (COTTON MILL NI...	0.00	0.00	24,363.15	-24,363.15	-24,363.15
200-000-354-621	TIF REIMB - OKT CO (MIDDLETON)	0.00	0.00	11,627.00	-11,627.00	-11,627.00
200-000-354-622	TIF REIMB - OKT CO (STARK CROSSING)	0.00	0.00	24,576.76	-24,576.76	-24,576.76
200-000-354-623	TIF REIMB - OKT CO (COTTON MILL - M...	0.00	0.00	55,613.10	-55,613.10	-55,613.10
200-000-354-624	TIF REIMB - OKT CO (TRIANGLE CROSSI...	0.00	0.00	24,165.86	-24,165.86	-24,165.86
200-000-380-801	TRANSFER FROM GENERAL FUND	0.00	0.00	2,623,142.17	-2,623,142.17	-2,623,142.17
200-000-391-910	PROCEEDS FROM BOND SALE	0.00	0.00	4,250,000.00	-4,250,000.00	-4,250,000.00
Expense						
200-800-065-300	TIF PROCEEDS TO DEVELOPER	0.00	3,731,250.00	0.00	3,731,250.00	3,731,250.00
200-800-600-103	COST OF BOND ISSUANCE	0.00	93,750.00	0.00	93,750.00	93,750.00
200-800-820-829	2015 2.7M GO PRINCIPAL	0.00	130,000.00	0.00	130,000.00	130,000.00
200-800-820-830	2018 REFUNDING CITY HALL	0.00	320,000.00	0.00	320,000.00	320,000.00
200-800-820-840	2016A: 3M POLICE STATION	0.00	140,000.00	0.00	140,000.00	140,000.00
200-800-820-841	2017 7M INDUSTRIAL PARK PRINCIPAL	0.00	350,000.00	0.00	350,000.00	350,000.00
200-800-820-850	2016 NICHOLAS TIF (COTTON MILL)	0.00	135,000.00	0.00	135,000.00	135,000.00
200-800-820-855	2016B: 2.4M POLICE STATION	0.00	115,000.00	0.00	115,000.00	115,000.00
200-800-820-870	2022 STARK CROSSING (ACADEMY) TIF	0.00	69,100.00	0.00	69,100.00	69,100.00
200-800-820-874	2011 MIDDLETON TIF	0.00	48,000.00	0.00	48,000.00	48,000.00
200-800-820-881	2019 3M GO PRINCIPAL	0.00	183,000.00	0.00	183,000.00	183,000.00
200-800-820-882	2018 4.5M GO PI	0.00	440,000.00	0.00	440,000.00	440,000.00
200-800-820-885	2022 COTTON MILL MARKETPLACE TIF	0.00	76,700.00	0.00	76,700.00	76,700.00
200-800-830-829	2015 2.7M GO INTEREST	0.00	48,837.50	0.00	48,837.50	48,837.50
200-800-830-830	2018 REFUNDING CITY HALL - INTEREST	0.00	134,600.00	0.00	134,600.00	134,600.00
200-800-830-840	2016A: 3M INT POLICE STATION	0.00	42,412.50	0.00	42,412.50	42,412.50
200-800-830-841	2017 7M IND PARK INTEREST	0.00	145,250.00	0.00	145,250.00	145,250.00
200-800-830-850	2016 NICHOLAS TIF INTEREST	0.00	13,750.00	0.00	13,750.00	13,750.00
200-800-830-855	2016B: 2.4M INT POLICE STATION	0.00	34,612.50	0.00	34,612.50	34,612.50
200-800-830-870	2022 STARK CROSSING INTEREST	0.00	69,970.06	0.00	69,970.06	69,970.06
200-800-830-874	2011 MIDDLETON TIF INTEREST	0.00	2,400.00	0.00	2,400.00	2,400.00
200-800-830-881	2019 3M GO INTEREST	0.00	51,308.98	0.00	51,308.98	51,308.98
200-800-830-882	2018 4.5M GO INTEREST	0.00	87,549.20	0.00	87,549.20	87,549.20
200-800-830-885	2022 COTTON MILL INTEREST	0.00	9,731.60	176.31	9,555.29	9,555.29
200-800-830-886	2025 TRIANGLE CROSSING TIF (INTERE...	0.00	103,092.01	0.00	103,092.01	103,092.01
200-800-840-876	BOND FEES	0.00	13,350.00	0.00	13,350.00	13,350.00
Fund 200 Total:		0.00	16,881,890.43	16,881,890.43	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 300 - CAPITAL PROJECTS FUND						
Asset						
300-000-001-001	CLAIM ON POOLED CASH - CAPITAL PR...	599,956.57	618,407.21	949,593.48	-331,186.27	268,770.30
Liability						
300-000-100-600	AP PENDING - DUE TO POOL - CAPITAL ...	-8,865.91	992,038.77	1,020,748.50	-28,709.73	-37,575.64
Equity						
300-000-190-990	FUND BALANCE	-591,090.66	0.00	0.00	0.00	-591,090.66
Revenue						
300-000-259-250	SS4A GRANT RECEIVED	0.00	0.00	26,009.08	-26,009.08	-26,009.08
300-000-259-251	TVA TREE GRANT	0.00	0.00	49,600.00	-49,600.00	-49,600.00
300-000-380-801	TRANSFER FROM GENERAL FUND	0.00	0.00	425,000.00	-425,000.00	-425,000.00
300-000-380-803	SIDEWALK FEE IN LIEU REVENUE	0.00	0.00	16,566.37	-16,566.37	-16,566.37
Expense						
300-000-600-338	CONTRACT SERVICES	0.00	17,585.29	0.00	17,585.29	17,585.29
300-000-903-516	SIDEWALK IMPROVEMENTS	0.00	66,376.97	0.00	66,376.97	66,376.97
300-000-911-861	SPRING ST/HWY 12 URGENT CARE LAN...	0.00	17,306.50	0.00	17,306.50	17,306.50
300-000-911-862	STREET TRAFFIC CAMERAS	0.00	16,199.00	0.00	16,199.00	16,199.00
300-000-948-857	DRAINAGE IMPROVEMENTS	0.00	30,460.00	0.00	30,460.00	30,460.00
300-000-948-858	WASHINGTON & GILLESPIE STREET IM...	0.00	15,615.00	0.00	15,615.00	15,615.00
300-000-948-859	MONTGOMERY/LAMPKIN INTERSECTI...	0.00	223,985.51	0.00	223,985.51	223,985.51
300-000-948-861	TVA COMMUNITY TREE CONTRIBUTION..	0.00	50,207.97	0.00	50,207.97	50,207.97
300-000-948-862	E GARRARD SLOPE REPAIR	0.00	205,754.80	0.00	205,754.80	205,754.80
300-000-948-870	PAT STATION CULVERT REPLACEMENT	0.00	79,336.46	0.00	79,336.46	79,336.46
300-000-948-871	CROSSGATE SINKHOLE	0.00	152,283.11	52,701.76	99,581.35	99,581.35
300-000-948-872	LAMPKIN CURB CUTS	0.00	103,192.60	48,530.00	54,662.60	54,662.60
Fund 300 Total:		0.00	2,588,749.19	2,588,749.19	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 301 - CITY OWNED BUILDING FUND						
Asset						
301-000-001-001	CLAIM ON POOLED CASH - CITY OWNE...	510,500.00	0.00	111,074.00	-111,074.00	399,426.00
Liability						
301-000-100-600	AP PENDING - DUE TO POOL - CITY O...	0.00	111,074.00	372,304.85	-261,230.85	-261,230.85
Equity						
301-000-190-990	FUND BALANCE	-510,500.00	0.00	0.00	0.00	-510,500.00
Expense						
301-000-911-198	LIBRARY HVAC	0.00	372,304.85	0.00	372,304.85	372,304.85
Fund 301 Total:		0.00	483,378.85	483,378.85	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 303 - INDUSTRIAL PARK BOND						
Asset						
303-000-001-001	CLAIM ON POOLED CASH - INDUSTRIAL...	0.00	75,624.64	75,624.64	0.00	0.00
303-000-001-013	INDUSTRIAL PARK BOND	188,796.71	6,850.81	75,624.64	-68,773.83	120,022.88
Liability						
303-000-100-600	AP PENDING - DUE TO POOL - IND PARK..	0.00	75,624.64	75,624.64	0.00	0.00
Equity						
303-000-190-990	FUND BALANCE	-188,796.71	0.00	0.00	0.00	-188,796.71
Revenue						
303-000-340-600	INTEREST	0.00	0.00	6,850.81	-6,850.81	-6,850.81
Expense						
303-600-600-309	LEGAL AND PROF SVCS EXPENSES	0.00	33,898.14	0.00	33,898.14	33,898.14
303-600-702-702	GRANT MATCH	0.00	41,726.50	0.00	41,726.50	41,726.50
Fund 303 Total:		0.00	233,724.73	233,724.73	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 304 - SS4A GRANT FUND						
Liability						
304-000-100-600	AP PENDING - DUE TO POOL - SS4A	0.00	0.00	36,544.84	-36,544.84	-36,544.84
Expense						
304-000-912-974	SS4A GRANT CONSTRUCTION	0.00	36,544.84	0.00	36,544.84	36,544.84
Fund 304 Total:		0.00	36,544.84	36,544.84	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 305 - 2022 G.O. PUBLIC IMPROVEMENT BONDS						
Asset						
305-000-001-000	PUBLIC IMPROVEMENT BOND 2022	0.00	19,462.23	19,462.23	0.00	0.00
305-000-001-001	CLAIM ON POOLED CASH - 2022 G.O. P...	565,344.72	3,386,825.22	3,933,337.76	-546,512.54	18,832.18
305-000-001-002	2024 PUBLIC IMPROVMENT BONDS B...	2,633,511.74	9,539.59	2,643,051.33	-2,633,511.74	0.00
Liability						
305-000-100-600	AP PENDING - DUE TO POOL - 2022 PU...	-1,161,533.37	3,935,187.76	2,792,486.57	1,142,701.19	-18,832.18
Equity						
305-000-190-990	FUND BALANCE	-2,037,323.09	0.00	0.00	0.00	-2,037,323.09
Revenue						
305-000-238-133	OKTIBBEHA COUNTY REIMBURSEMENT	0.00	0.00	33,106.64	-33,106.64	-33,106.64
305-000-340-600	INTEREST INCOME - BANK	0.00	0.00	9,539.59	-9,539.59	-9,539.59
Expense						
305-300-600-300	PROFESSIONAL SERVICES	0.00	23,061.71	23,061.71	0.00	0.00
305-300-600-324	INSPECTION AND TESTING	0.00	1,700.00	1,700.00	0.00	0.00
305-300-900-902	2024 ASPHALT OVERLAY	0.00	34,175.00	22,400.00	11,775.00	11,775.00
305-300-900-903	2024 PAVEMENT PRESERVATION	0.00	798,661.00	0.00	798,661.00	798,661.00
305-300-900-904	2024 STREET STRIPING	0.00	49,852.65	0.00	49,852.65	49,852.65
305-300-900-905	2024 OLD MAYHEW ROAD RECLAMATI...	0.00	680,281.75	0.00	680,281.75	680,281.75
305-300-900-906	2025 ASPHALT OVERLAY	0.00	1,229,516.17	690,117.25	539,398.92	539,398.92
Fund 305 Total:		0.00	10,168,263.08	10,168,263.08	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 306 - 2022 LOCAL IMPROVEMENTS PROJECT FUND						
Asset						
306-000-001-001	CLAIM ON POOLED CASH - 2022 LOCAL ...	0.00	15,606.68	15,606.68	0.00	0.00
306-351-001-012	CASH IN BANK - RENASANT - JL KING P...	15,142.81	463.87	15,606.68	-15,142.81	0.00
Equity						
306-000-190-990	FUND BALANCE	-15,142.81	0.00	0.00	0.00	-15,142.81
Revenue						
306-350-340-600	INTEREST INCOME - MAIN STREET	0.00	115.36	115.36	0.00	0.00
306-351-340-600	INTEREST INCOME - JL KING PARK	0.00	0.00	463.87	-463.87	-463.87
Expense						
306-351-950-044	TRANSFER TO 2024 PARK BONDS FUND	0.00	15,606.68	0.00	15,606.68	15,606.68
Fund 306 Total:		0.00	31,792.59	31,792.59	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 309 - AMERICAN RELIEF FUND						
Asset						
309-000-001-001	CLAIM ON POOLED CASH - AMERICAN ...	0.00	8,508,004.33	9,800,626.99	-1,292,622.66	-1,292,622.66
309-000-001-013	ARPA/RENASANT	42,050.57	5,157,592.62	3,012,160.73	2,145,431.89	2,187,482.46
309-000-008-029	INVESTMENTS - U.S. BANK	5,405,031.37	243,780.64	3,550,399.74	-3,306,619.10	2,098,412.27
309-000-050-312	DUE FROM STARKVILLE UTILITIES	1,306,916.81	0.00	0.00	0.00	1,306,916.81
Liability						
309-000-100-600	AP PENDING - DUE TO POOL - ARPA	0.00	2,087,799.45	2,087,799.45	0.00	0.00
309-000-118-800	DEFERRED REVENUE	-6,305,171.71	0.00	0.00	0.00	-6,305,171.71
Equity						
309-000-190-990	FUND BALANCE	-448,827.04	0.00	0.00	0.00	-448,827.04
Revenue						
309-000-238-047	MCWI - HWY 182 / MLK JR	0.00	0.00	626,494.53	-626,494.53	-626,494.53
309-000-340-600	INTEREST	0.00	0.00	20,974.21	-20,974.21	-20,974.21
309-000-340-602	INTEREST - INVESTMENTS	0.00	0.00	243,780.64	-243,780.64	-243,780.64
309-000-340-901	Investment (Gain) Loss	0.00	50,399.74	0.00	50,399.74	50,399.74
Expense						
309-318-911-938	ARPA - HWY182 CONSTRUCTION	0.00	2,332,004.30	684,674.54	1,647,329.76	1,647,329.76
309-318-911-940	MCWI - HWY 182 CONSTRUCTION	0.00	2,332,004.28	684,674.53	1,647,329.75	1,647,329.75
Fund 309 Total:		0.00	20,711,585.36	20,711,585.36	0.00	0.00

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 311 - MAIN STREET CORRIDOR IMPROVEMENTS PROJECT						
Asset						
311-000-001-001	CLAIM ON POOLED CASH - MAIN STRE...	476,130.35	3,898,965.65	3,516,586.81	382,378.84	858,509.19
311-000-001-011	CASH IN BANK - RENASANT- DOWNT...	689,758.25	27,713.56	498,965.65	-471,252.09	218,506.16
311-000-001-012	CASH IN BANK - RENASANT - DOWNT...	1,537,135.56	67,304.79	0.00	67,304.79	1,604,440.35
311-000-001-013	CASH IN BANK - RENASANT - DOWNT...	512,105.13	22,422.95	0.00	22,422.95	534,528.08
311-000-001-014	CASH IN BANK - RENASANT - DOWNT...	0.00	2,532,262.58	0.00	2,532,262.58	2,532,262.58
311-000-001-015	CASH IN BANK - RENASANT - DOWNT...	0.00	568,459.87	0.00	568,459.87	568,459.87
Liability						
311-000-100-600	AP PENDING - DUE TO POOL - MAIN ST...	0.00	468,280.98	796,181.06	-327,900.08	-327,900.08
Equity						
311-000-190-990	FUND BALANCE	-3,215,129.29	0.00	0.00	0.00	-3,215,129.29
Revenue						
311-000-230-030	OCEDA DONATIONS	0.00	0.00	400,000.00	-400,000.00	-400,000.00
311-000-230-045	PROCEEDS FROM STATE - MAIN STREET	0.00	0.00	3,000,000.00	-3,000,000.00	-3,000,000.00
311-000-340-600	INTEREST INCOME	0.00	0.00	213,215.76	-213,215.76	-213,215.76
Expense						
311-656-600-300	PROF. SERVICE - KIMLEY HORN	0.00	108,497.89	0.00	108,497.89	108,497.89
311-656-600-303	PROF. SERVICES - OTHER	0.00	15,793.96	0.00	15,793.96	15,793.96
311-656-600-309	LEGAL / ADVERTISING EXPENSES	0.00	535.05	0.00	535.05	535.05
311-656-912-850	CONSTRUCTION	0.00	714,712.00	0.00	714,712.00	714,712.00
Fund 311 Total:		0.00	8,424,949.28	8,424,949.28	0.00	0.00

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 312 - PARKS CAPITAL PROJECT FUND (2023)						
Asset						
312-000-001-000	RENASANT - 2024 PARK BONDS	10,246,410.91	267,639.84	8,721,383.35	-8,453,743.51	1,792,667.40
312-000-001-001	CLAIM ON POOLED CASH - PARKS CAPI...	12,154.37	8,786,347.87	8,771,523.18	14,824.69	26,979.06
Liability						
312-000-100-600	AP PENDING - DUE TO POOL - PARKS C...	-1,007,124.10	8,766,106.06	8,059,026.37	707,079.69	-300,044.41
Equity						
312-000-190-990	FUND BALANCE	-9,251,441.18	0.00	0.00	0.00	-9,251,441.18
Revenue						
312-000-340-194	DONATION REVENUE	0.00	0.00	6,000.00	-6,000.00	-6,000.00
312-000-340-600	INTEREST	0.00	0.00	233,620.17	-233,620.17	-233,620.17
312-000-380-801	TRANSFER FROM 2022 LOCAL PROJECT...	0.00	0.00	15,606.68	-15,606.68	-15,606.68
Expense						
312-551-600-002	KIMLEY HORNE - MCKEE DESIGN	0.00	83,930.89	83,930.89	0.00	0.00
312-551-600-067	MCKEE - PROFESSIONAL SERVICES	0.00	47,400.00	34,650.00	12,750.00	12,750.00
312-551-600-102	NEEDMORE - PROFESSIONAL SERVICES	0.00	4,125.00	4,125.00	0.00	0.00
312-551-600-104	MCKEE PARK STREAM DESIGN	0.00	29,706.00	29,706.00	0.00	0.00
312-551-901-270	NEEDMORE CONSTRUCTION	0.00	338,276.13	0.00	338,276.13	338,276.13
312-551-901-271	MCKEE CONSTRUCTION	0.00	12,750.00	12,750.00	0.00	0.00
312-551-901-274	J L KING SPLASHPAD	0.00	277,221.91	0.00	277,221.91	277,221.91
312-551-901-275	MCKEE PARK CONSTRUCTION	0.00	6,738,182.58	36,228.22	6,701,954.36	6,701,954.36
312-551-901-276	J L KING CULVERT REPLACEMENT	0.00	602,672.08	2,025.00	600,647.08	600,647.08
312-551-901-278	PARKS SIGNAGE	0.00	18,300.00	0.00	18,300.00	18,300.00
312-551-901-279	MCKEE - MATERIALS TESTING	0.00	37,916.50	0.00	37,916.50	37,916.50
Fund 312 Total:		0.00	26,010,574.86	26,010,574.86	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 313 - SPRING/HWY 12 LINKAGE TAP						
Asset						
313-000-001-001	CLAIM ON POOLED CASH - SPRING/HW...	-178,153.97	527,910.78	130,984.41	396,926.37	218,772.40
Liability						
313-000-100-600	AP PENDING - DUE TO POOL - SPRING/...	-83,487.66	130,984.41	47,496.75	83,487.66	0.00
Equity						
313-000-190-990	FUND BALANCE	261,641.63	0.00	0.00	0.00	261,641.63
Revenue						
313-000-238-030	SPRING/HWY 12 LINKAGE TAP	0.00	0.00	75,755.90	-75,755.90	-75,755.90
313-000-354-619	REIMBURSEMENTS	0.00	0.00	409.88	-409.88	-409.88
313-000-380-802	TRANSFER FROM GENERAL FUND	0.00	0.00	451,745.00	-451,745.00	-451,745.00
Expense						
313-653-903-851	SPRING/HWY 12 LINKAGE TAP MATCH	0.00	404.12	0.00	404.12	404.12
313-653-903-853	CONSTRUCTION (2022 Grant)	0.00	15,018.87	0.00	15,018.87	15,018.87
313-653-903-854	CONSTRUCTION (Phase 2)	0.00	32,073.76	0.00	32,073.76	32,073.76
Fund 313 Total:		0.00	706,391.94	706,391.94	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 375 - PARK AND REC TOURISM						
Asset						
375-000-001-001	CLAIM ON POOLED CASH - PARK AND ...	1,796,939.11	3,120,798.55	2,866,985.95	253,812.60	2,050,751.71
375-000-021-100	Accounts Receivable - Sales Tax	270,072.58	272,381.58	382,099.75	-109,718.17	160,354.41
Liability						
375-000-100-600	AP PENDING - DUE TO POOL - P&R TO...	-62,049.00	2,864,777.95	2,835,743.89	29,034.06	-33,014.94
Equity						
375-000-190-990	FUND BALANCE	-2,004,962.69	0.00	0.00	0.00	-2,004,962.69
Revenue						
375-000-260-081	TOURISM TAX - 2%	0.00	111,117.73	1,275,747.76	-1,164,630.03	-1,164,630.03
375-000-260-084	TOURISM TAX - 1%	0.00	158,954.85	1,985,905.20	-1,826,950.35	-1,826,950.35
375-000-354-612	MISCELLANEOUS INCOME	0.00	0.00	19,500.00	-19,500.00	-19,500.00
Expense						
375-551-600-297	MANAGEMENT FEES - CORNERSTONE	0.00	240,000.00	0.00	240,000.00	240,000.00
375-551-600-955	EXISTING PARKS - PROFESSIONAL SERV...	0.00	33,406.24	0.00	33,406.24	33,406.24
375-551-640-398	ENTERPRISE FLEET LEASE	0.00	9,382.80	0.00	9,382.80	9,382.80
375-551-640-399	2024 REEL MOWER LEASE	0.00	3,512.00	0.00	3,512.00	3,512.00
375-551-800-870	PRINCIPAL - SPORTSPLEX (2%)	0.00	375,000.00	0.00	375,000.00	375,000.00
375-551-820-879	2024 PARK BONDS PRINCIPAL	0.00	375,000.00	0.00	375,000.00	375,000.00
375-551-830-826	INTEREST - SPORTSPLEX (2%)	0.00	42,850.00	0.00	42,850.00	42,850.00
375-551-830-879	2024 PARK BONDS INTEREST	0.00	583,325.00	0.00	583,325.00	583,325.00
375-551-840-850	PRINCIPAL - 2020A (15.5M)	0.00	60,000.00	0.00	60,000.00	60,000.00
375-551-840-852	INTEREST - 2020A	0.00	580,109.00	0.00	580,109.00	580,109.00
375-551-840-870	PRINCIPAL - 2020B (9.8M)	0.00	30,000.00	0.00	30,000.00	30,000.00
375-551-840-872	INTEREST - 2020B	0.00	256,977.75	0.00	256,977.75	256,977.75
375-551-840-877	PAYING AGENT FEES	0.00	3,650.00	0.00	3,650.00	3,650.00
375-551-907-942	EXISTING PARK IMPROVEMENTS (1%)	0.00	222,601.60	0.00	222,601.60	222,601.60
375-551-907-943	CAPITAL PURCHASES	0.00	22,137.50	0.00	22,137.50	22,137.50
Fund 375 Total:		0.00	9,365,982.55	9,365,982.55	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 377 - BUILD GRANT MS 182 / MLK CORRIDOR						
Asset						
377-000-001-001	CLAIM ON POOLED CASH - BUILD GRA...	-526,758.70	11,427,019.75	12,042,246.18	-615,226.43	-1,141,985.13
Liability						
377-000-100-600	AP PENDING - DUE TO POOL - BUILD G...	-8,840.65	11,032,122.30	12,442,913.67	-1,410,791.37	-1,419,632.02
Equity						
377-000-190-990	FUND BALANCE	535,599.35	0.00	0.00	0.00	535,599.35
Revenue						
377-000-260-081	B.U.I.L.D. GRANT RECEIVED	0.00	0.00	8,237,107.92	-8,237,107.92	-8,237,107.92
377-000-380-801	TRANSFER FROM GF FOR MATCH	0.00	0.00	200,000.00	-200,000.00	-200,000.00
Expense						
377-318-680-301	CONSTRUCTION ENGINEERING AND IN...	0.00	869,377.63	0.00	869,377.63	869,377.63
377-318-912-850	CONSTRUCTION AND PAVING	0.00	12,583,659.92	2,989,911.83	9,593,748.09	9,593,748.09
Fund 377 Total:		0.00	35,912,179.60	35,912,179.60	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 630 - ECONOMIC DEV, TOURISM & CONV						
Asset						
630-000-001-001	CLAIM ON POOLED CASH - ECONOMIC...	0.00	2,006,122.23	2,006,122.23	0.00	0.00
Liability						
630-000-100-600	AP PENDING - DUE TO POOL - ECO DEV ...	0.00	2,006,122.23	2,006,122.23	0.00	0.00
630-000-147-657	DUE TO MISSISSIPPI STATE UNIV.	0.00	637,873.83	637,873.83	0.00	0.00
630-000-147-664	DUE TO VISITORS/CONV.CENTER	0.00	889,842.98	889,842.98	0.00	0.00
630-000-148-655	DUE TO OCEDA	0.00	478,405.42	478,405.42	0.00	0.00
Fund 630 Total:		0.00	6,018,366.69	6,018,366.69	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 681 - PAYROLL						
Asset						
681-000-001-001	CLAIM ON POOLED CASH - PAYROLL	1,588,783.39	9,385,075.59	9,184,346.69	200,728.90	1,789,512.29
681-000-053-200	DUE FROM GENERAL FUND	73,680.36	0.00	0.00	0.00	73,680.36
681-000-053-206	DUE FROM WATER & SEWER FUND	59,025.73	0.00	59,025.73	-59,025.73	0.00
681-000-054-205	DUE FROM STARKVILLE ELECTRIC	83,413.53	0.00	83,413.53	-83,413.53	0.00
681-000-055-200	DUE FROM EMPLOYEES	-113.89	791.88	526.69	265.19	151.30
681-001-148-230	DUE TO/FROM GENERAL FUND	-100,000.00	0.00	0.00	0.00	-100,000.00
Liability						
681-000-100-600	AP PENDING - DUE TO POOL - PAYROLL	-8,367.39	101,692.99	93,325.60	8,367.39	0.00
681-000-106-603	GARNISHMENTS	0.00	10,912.22	10,912.22	0.00	0.00
681-000-106-627	CHAPTER 13	0.00	10,001.04	10,001.04	0.00	0.00
681-000-106-628	CHILD SUPPORT	0.00	58,973.98	58,973.98	0.00	0.00
681-000-115-611	DEFERRED COMPENSATION	-7,804.00	90,819.00	92,216.00	-1,397.00	-9,201.00
681-000-115-613	HEALTH INSURANCE RESERVE	-1,210,319.96	1,856,349.70	1,876,234.47	-19,884.77	-1,230,204.73
681-000-115-622	SYMMETRA (CRITICAL ILLNESS)	0.00	2,418.40	2,418.40	0.00	0.00
681-000-115-641	AFLAC INSURANCE	0.00	75,125.56	75,192.84	-67.28	-67.28
681-000-115-717	METLIFE	0.00	193,585.58	202,839.31	-9,253.73	-9,253.73
681-000-115-976	FITNESS	0.00	2,935.00	2,935.00	0.00	0.00
681-000-122-621	MEDICARE WITHHOLDING	0.00	393,631.82	393,631.82	0.00	0.00
681-000-122-622	SOCIAL SECURITY WITHHOLDING	0.00	1,683,113.58	1,683,113.58	0.00	0.00
681-000-123-623	FEDERAL INCOME TAX WITHHELD	0.00	953,936.07	953,936.07	0.00	0.00
681-000-134-624	MISS INCOME TAX WITHHELD	0.00	380,503.00	380,503.00	0.00	0.00
681-000-135-625	RETIREMENT W/H	-261,385.88	3,616,094.70	3,652,414.14	-36,319.44	-297,705.32
Equity						
681-000-190-990	FUND BALANCE	-216,911.89	0.00	0.00	0.00	-216,911.89
Fund 681 Total:		0.00	18,815,960.11	18,815,960.11	0.00	0.00

Trial Balance

Date Range: 10/01/2024 - 09/30/2025

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 700 - STARK/HOSPITAL ROAD EXPANSION						
Asset						
700-000-001-000	2021 Stark / Hospital Road Expansion G...	779,774.00	39,458.66	819,222.72	-779,764.06	9.94
Equity						
700-000-190-990	FUND BALANCE	-779,774.00	0.00	0.00	0.00	-779,774.00
Revenue						
700-000-340-600	INTEREST INCOME	0.00	14,067.37	39,458.66	-25,391.29	-25,391.29
Expense						
700-300-950-971	TRANSFER TO WATER DEPT FUND	0.00	805,155.35	0.00	805,155.35	805,155.35
Fund 700 Total:		0.00	858,681.38	858,681.38	0.00	0.00

Account	Name	Beginning Balance	Period Total Debits	Period Total Credits	Net Change	Ending Balance
Fund: 999 - POOLED CASH						
Asset						
999-000-001-000	GENERAL POOLED CASH	2,132,605.50	72,855,569.73	69,597,303.08	3,258,266.65	5,390,872.15
999-000-001-002	A/P POOLED CASH	128,798.79	51,178,265.77	51,203,391.89	-25,126.12	103,672.67
999-000-001-003	PY POOLED CASH	938,588.94	19,217,662.19	18,882,660.06	335,002.13	1,273,591.07
999-000-053-200	DUE FROM GENERAL FUND	475,697.44	10,227,346.00	10,232,533.77	-5,187.77	470,509.67
999-000-053-207	DUE FROM LANDFILL	0.00	243.75	243.75	0.00	0.00
999-000-053-209	DUE FROM SANITATION	64,724.05	1,682,126.98	1,704,121.75	-21,994.77	42,729.28
999-000-053-210	DUE FR ECON, TOURISM & CONV FD	0.00	2,006,122.23	2,006,122.23	0.00	0.00
999-000-053-211	DUE FROM AIRPORT FUND	63,174.14	936,596.85	892,659.66	43,937.19	107,111.33
999-000-053-212	DUE FROM ARRAI	0.00	2,087,799.45	2,087,799.45	0.00	0.00
999-000-053-220	DUE FROM PARK & REC TOURISM	62,049.00	2,835,743.89	2,864,777.95	-29,034.06	33,014.94
999-000-053-221	DUE FROM PAYROLL	8,367.39	93,325.60	101,692.99	-8,367.39	0.00
999-000-053-222	DUE FROM RESTRICTED FIRE	0.00	8,821.00	8,821.00	0.00	0.00
999-000-053-223	DUE FROM RESTRICTED POLICE	0.00	18,394.54	18,394.54	0.00	0.00
999-000-053-244	DUE FROM 2009 ROAD BOND	0.00	36,544.84	0.00	36,544.84	36,544.84
999-000-053-246	DUE FROM RESTRICTED AIRPORT	0.00	382,991.55	379,552.55	3,439.00	3,439.00
999-000-053-252	DUE FROM MAIN STREET CORRIDOR	0.00	796,181.06	468,280.98	327,900.08	327,900.08
999-000-053-256	DUE FROM SPRING/HWY 12 LINKAGE ...	83,487.66	47,496.75	130,984.41	-83,487.66	0.00
999-000-053-258	DUE FROM CAPITAL PROJECTS FUND	8,865.91	1,020,748.50	992,038.77	28,709.73	37,575.64
999-000-053-259	DUE FROM DEBT SERVICE FUND	0.00	2,857,238.04	2,854,738.04	2,500.00	2,500.00
999-000-053-303	DUE FROM INDUSTRIAL PARK	0.00	75,624.64	75,624.64	0.00	0.00
999-000-053-312	DUE FROM PARKS CAPITAL PROJECTS	1,007,124.10	8,059,026.37	8,766,106.06	-707,079.69	300,044.41
999-000-053-371	DUE FROM MS 182 / MLK REVITILIZATI...	8,840.65	12,442,913.67	11,032,122.30	1,410,791.37	1,419,632.02
999-000-053-381	DUE FROM MODERNIZED USE TAX	0.00	2,552,135.18	2,552,135.18	0.00	0.00
999-000-053-382	DUE FROM 2022 PUBLIC IMPROVEME...	1,161,533.37	2,792,486.57	3,935,187.76	-1,142,701.19	18,832.18
999-000-053-383	DUE FROM CITY OWNED BUILDING FU...	0.00	372,304.85	111,074.00	261,230.85	261,230.85
999-000-053-384	DUE FROM STATE FORFEITED FUNDS	-175,325.48	57,773.52	68,826.39	-11,052.87	-186,378.35
999-000-148-661	DUE TO PAYROLL FUND	-1,588,783.39	9,184,346.69	9,385,075.59	-200,728.90	-1,789,512.29
Liability						
999-000-100-600	ACCOUNTS PAYABLE	-2,943,863.71	51,174,852.73	51,298,461.16	-123,608.43	-3,067,472.14
999-000-104-602	WAGES PAYABLE	0.00	9,775,121.01	9,775,121.01	0.00	0.00
999-000-148-256	DUE TO SPRING/HWY 12 LINKAGE TAP	178,153.97	130,984.41	527,910.78	-396,926.37	-218,772.40
999-000-148-258	DUE TO CAPITAL PROJECTS FUND	-599,956.57	949,593.48	618,407.21	331,186.27	-268,770.30
999-000-148-259	DUE TO DEBT SERVICE FUND	-214,473.75	6,585,988.04	7,013,488.04	-427,500.00	-641,973.75
999-000-148-303	DUE TO INDUSTRIAL PARK	0.00	75,624.64	75,624.64	0.00	0.00
999-000-148-312	DUE TO PARKS CAPITAL PROJECTS	-12,154.37	8,771,523.18	8,786,347.87	-14,824.69	-26,979.06
999-000-148-371	DUE TO MS 182 / MLK REVITILIZATION ...	526,758.70	12,042,246.18	11,427,019.75	615,226.43	1,141,985.13
999-000-148-644	DUE TO MAIN STREET CORRIDOR	-476,130.35	3,516,586.81	3,898,965.65	-382,378.84	-858,509.19
999-000-148-645	DUE TO FEDERAL FORFEITED FUNDS	-778.16	0.00	0.00	0.00	-778.16
999-000-148-647	DUE TO 2022 LOCAL IMPROVEMENTS	0.00	15,606.68	15,606.68	0.00	0.00
999-000-148-650	DUE TO GENERAL FUND	5,994,830.86	30,657,052.44	36,114,224.56	-5,457,172.12	537,658.74
999-000-148-666	DUE TO RESTRICTED POLICE FUND	-15,055.71	40,535.37	34,461.86	6,073.51	-8,982.20
999-000-148-667	DUE TO RESTRICTED FIRE FUND	4,831.84	172,637.00	176,107.37	-3,470.37	1,361.47
999-000-148-669	DUE TO AIRPORT FUND	-731,978.17	1,203,797.42	1,331,319.76	-127,522.34	-859,500.51
999-000-148-670	DUE TO SANITATION	-127,113.93	3,947,943.29	3,744,775.26	203,168.03	76,054.10
999-000-148-671	DUE TO LANDFILL ACCOUNT	-1,161,788.50	243.75	251,614.17	-251,370.42	-1,413,158.92
999-000-148-679	DUE TO AMERICAN RECOVERY REINVE...	0.00	9,800,626.99	8,508,004.33	1,292,622.66	1,292,622.66
999-000-148-680	DUE TO PARK AND REC TOURISM	-1,796,939.11	2,866,985.95	3,120,798.55	-253,812.60	-2,050,751.71
999-000-148-684	DUE TO ECON, TOURISM & CONV FD	0.00	2,006,122.23	2,006,122.23	0.00	0.00
999-000-148-686	DUE TO RESTRICTED AIRPORT	66,810.74	379,552.56	380,532.57	-980.01	65,830.73
999-000-148-690	DUE TO MODERNIZED USE TAX	-1,994,977.13	3,262,802.43	2,411,872.05	850,930.38	-1,144,046.75
999-000-148-691	DUE TO 2022 PUBLIC IMPROVEMENT ...	-565,344.72	3,933,337.76	3,386,825.22	546,512.54	-18,832.18
999-000-148-692	DUE TO CITY OWNED BUILDING FUND	-510,500.00	111,074.00	0.00	111,074.00	-399,426.00
999-000-148-693	DUE TO STATE FORFEITED FUNDS	0.00	9,210.95	0.00	9,210.95	9,210.95
Fund 999 Total:		80.00	355,255,879.51	355,255,879.51	0.00	80.00
Error: Fund 999 Out of Balance						
Report Total:		80.00	620,771,267.51	620,771,267.51	0.00	80.00

Fund Summary

Fund	Beginning Balance	Total Debits	Total Credits	Ending Balance
001 - GENERAL FUND	0.00	83,430,649.68	83,430,649.68	0.00
002 - RESTRICTED POLICE FUND	0.00	93,391.77	93,391.77	0.00
003 - RESTRICTED FIRE FUND	0.00	365,467.12	365,467.12	0.00
015 - AIRPORT FUND	0.00	3,528,728.23	3,528,728.23	0.00
016 - RESTRICTED AIRPORT	0.00	1,143,076.68	1,143,076.68	0.00
022 - ENVIRONMENTAL SERVICES	0.00	11,058,908.63	11,058,908.63	0.00
023 - LANDFILL ACCOUNT	0.00	292,740.84	292,740.84	0.00
120 - MODERNIZATION USE TAX	0.00	8,226,809.66	8,226,809.66	0.00
150 - FEDERAL FORFEITED FUNDS	0.00	0.00	0.00	0.00
151 - STATE FORFEITED FUNDS	0.00	126,599.91	126,599.91	0.00
200 - DEBT SERVICE FUND	0.00	16,881,890.43	16,881,890.43	0.00
300 - CAPITAL PROJECTS FUND	0.00	2,588,749.19	2,588,749.19	0.00
301 - CITY OWNED BUILDING FUND	0.00	483,378.85	483,378.85	0.00
303 - INDUSTRIAL PARK BOND	0.00	233,724.73	233,724.73	0.00
304 - SS4A GRANT FUND	0.00	36,544.84	36,544.84	0.00
305 - 2022 G.O. PUBLIC IMPROVEMENT BONDS	0.00	10,168,263.08	10,168,263.08	0.00
306 - 2022 LOCAL IMPROVEMENTS PROJECT FUND	0.00	31,792.59	31,792.59	0.00
309 - AMERICAN RELIEF FUND	0.00	20,711,585.36	20,711,585.36	0.00
311 - MAIN STREET CORRIDOR IMPROVEMENTS PROJ	0.00	8,424,949.28	8,424,949.28	0.00
312 - PARKS CAPITAL PROJECT FUND (2023)	0.00	26,010,574.86	26,010,574.86	0.00
313 - SPRING/HWY 12 LINKAGE TAP	0.00	706,391.94	706,391.94	0.00
375 - PARK AND REC TOURISM	0.00	9,365,982.55	9,365,982.55	0.00
377 - BUILD GRANT MS 182 / MLK CORRIDOR	0.00	35,912,179.60	35,912,179.60	0.00
630 - ECONOMIC DEV, TOURISM & CONV	0.00	6,018,366.69	6,018,366.69	0.00
681 - PAYROLL	0.00	18,815,960.11	18,815,960.11	0.00
700 - STARK/HOSPITAL ROAD EXPANSION	0.00	858,681.38	858,681.38	0.00
999 - POOLED CASH	80.00	355,255,879.51	355,255,879.51	80.00
Report Total:	80.00	620,771,267.51	620,771,267.51	80.00

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
General Fund Revenues					
200 - Taxes	11,428,867	-	11,428,867	-	11,428,867
206 - Lieu of Taxes	817,000	-	817,000	-	817,000
220 - License and Permits	420,500	-	420,500	-	420,500
230 - Intergovernmental Revenues	13,546,975	-	13,546,975	-	13,546,975
250 - Grants (Federal)	124,176	-	124,176	22,705	146,881
330 - Fines and Forfeits	775,150	-	775,150	-	775,150
340 - Miscellaneous (Unrestricted)	995,800	-	995,800	-	995,800
360 - Charges for Services	41,500	-	41,500	-	41,500
380 - Transfers and Non Revenue Receipts	4,380,000	-	4,380,000	-	4,380,000
Total General Fund Revenues	32,529,968	-	32,529,968	22,705	32,552,673

Purpose: To budget Police Homeland Security Grant.

General Fund Expenditures

100 - Board of Aldermen

400 - Personnel Services	225,485	-	225,485	-	225,485
500 - Supplies	500	-	500	-	500
600 - Contractual Services	13,500	-	13,500	-	13,500
Total 100 - Board of Aldermen	239,485	-	239,485	-	239,485

110 - Municipal Court

400 - Personnel Services	435,980	-	435,980	-	435,980
500 - Supplies	9,000	-	9,000	-	9,000
600 - Contractual Services	57,300	-	57,300	-	57,300
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	3,500	-	3,500	-	3,500
Total 110 - Municipal Court	505,780	-	505,780	-	505,780

120 - Mayors Office

400 - Personnel Services	185,275	-	185,275	-	185,275
500 - Supplies	2,000	-	2,000	-	2,000
600 - Contractual Services	122,750	-	122,750	-	122,750
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	-	-	-	-	-
Total 120 - Mayors Office	310,025	-	310,025	-	310,025

123 - IT

400 - Personnel Services	392,115	-	392,115	-	392,115
500 - Supplies	3,000	-	3,000	-	3,000
600 - Contractual Services	254,135	-	254,135	-	254,135
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	37,070	-	37,070	-	37,070
900 - Capital Outlay	76,000	-	76,000	-	76,000
Total 123 - IT	762,320	-	762,320	-	762,320

130 - Elections

500 - Supplies	500	-	500	-	500
600 - Contractual Services	2,000	-	2,000	-	2,000
Total 130 - Elections	2,500	-	2,500	-	2,500

142 - City Clerks Office

400 - Personnel Services	487,165	-	487,165	-	487,165
500 - Supplies	8,250	-	8,250	-	8,250
600 - Contractual Services	264,250	-	264,250	-	264,250
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	4,500	-	4,500	-	4,500
Total 142 - City Clerks Office	764,165	-	764,165	-	764,165

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
160 - Prosecuting Attorney and Staff					
400 - Personnel Services	73,925	-	73,925	-	73,925
Total 160 - Prosecuting Attorney and Staff	73,925	-	73,925	-	73,925
169 - Legal					
600 - Contractual Services	185,000	-	185,000	-	185,000
Total 169 - Legal	185,000	-	185,000	-	185,000
180 - Human Resources					
400 - Personnel Services	505,395	-	505,395	(10,000)	495,395
500 - Supplies	2,000	-	2,000	-	2,000
600 - Contractual Services	51,850	-	51,850	10,000	61,850
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	3,000	-	3,000	-	3,000
Total 180 - Human Resources	562,245	-	562,245	-	562,245
Purpose - To reclassify excess budgeted salary to Nav Ashford contract.					
190 - City Planner					
400 - Personnel Services	208,470	-	208,470	-	208,470
500 - Supplies	600	-	600	-	600
600 - Contractual Services	74,300	-	74,300	-	74,300
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	3,000	-	3,000	-	3,000
Total 190 - City Planner	286,370	-	286,370	-	286,370
191 - External Services					
400 - Personnel Services	5,000	-	5,000	-	5,000
Total 191 - External Services	5,000	-	5,000	-	5,000
192 - General Government Bldg & Plant					
500 - Supplies	5,500	-	5,500	-	5,500
600 - Contractual Services	156,500	-	156,500	-	156,500
900 - Capital Outlay	-	-	-	-	-
Total 192 - General Government Bldg & Plant	162,000	-	162,000	-	162,000
195 - Transfers to Other Agencies					
600 - Contractual Services	63,985	-	63,985	-	63,985
700 - Grants, Subsidies and Allocations	4,500	-	4,500	-	4,500
990 - Transfers	817,800	-	817,800	-	817,800
Total 195 - Transfers to Other Agencies	886,285	-	886,285	-	886,285
196 - Cemetery Administration					
600 - Contractual Services	50,000	-	50,000	-	50,000
Total 196 - Cemetery Administration	50,000	-	50,000	-	50,000
197 - Engineering					
400 - Personnel Services	600,240	-	600,240	-	600,240
500 - Supplies	5,000	-	5,000	-	5,000
600 - Contractual Services	84,950	-	84,950	-	84,950
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	5,000	-	5,000	-	5,000
Total 197 - Engineering	695,190	-	695,190	-	695,190

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
201 - Police					
400 - Personnel Services	6,839,230	-	6,839,230	-	6,839,230
500 - Supplies	538,500	-	538,500	-	538,500
600 - Contractual Services	1,113,655	-	1,113,655	-	1,113,655
700 - Grants, Subsidies and Allocations	4,259	-	4,259	22,705	26,964
800 - Debt Service	230,000	-	230,000	-	230,000
900 - Capital Outlay	60,000	23,273	83,273	-	83,273
Total 201 - Police	8,785,644	23,273	8,808,917	22,705	8,831,622
Purpose: To budget Police Homeland Security Grant.					
245 - Dispatchers					
400 - Personnel Services	392,230	-	392,230	-	392,230
500 - Supplies	2,000	-	2,000	-	2,000
600 - Contractual Services	2,500	-	2,500	-	2,500
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	-	-	-	-	-
Total 245 - Dispatchers	396,730	-	396,730	-	396,730
246 - Code Enforcement					
400 - Personnel Services	150,750	-	150,750	-	150,750
500 - Supplies	6,500	-	6,500	-	6,500
600 - Contractual Services	27,840	-	27,840	-	27,840
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	-	-	-	-	-
Total 246 - Code Enforcement	185,090	-	185,090	-	185,090
254 - DUI Grant					
400 - Personnel Services	191,350	-	191,350	-	191,350
Total 254 - DUI Grant	191,350	-	191,350	-	191,350
261 - Fire Department					
400 - Personnel Services	4,944,670	-	4,944,670	-	4,944,670
500 - Supplies	132,100	-	132,100	-	132,100
600 - Contractual Services	347,565	-	347,565	-	347,565
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	212,575	-	212,575	-	212,575
900 - Capital Outlay	122,500	-	122,500	-	122,500
Total 261 - Fire Department	5,759,410	-	5,759,410	-	5,759,410
281 - Building/Community Development					
400 - Personnel Services	367,870	-	367,870	-	367,870
500 - Supplies	8,100	-	8,100	-	8,100
600 - Contractual Services	45,500	-	45,500	-	45,500
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	-	-	-	-	-
281 - Building/Community Development	421,470	-	421,470	-	421,470
290 - Civil Defense/Warning System					
600 - Contractual Services	28,200	-	28,200	-	28,200
900 - Capital Outlay	21,800	-	21,800	-	21,800
Total 290 - Civil Defense/Warning System	50,000	-	50,000	-	50,000

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
301 - Street					
400 - Personnel Services	1,138,050	-	1,138,050	-	1,138,050
500 - Supplies	257,000	-	257,000	-	257,000
600 - Contractual Services	956,725	-	956,725	-	956,725
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	57,875	-	57,875	-	57,875
900 - Capital Outlay	-	-	-	-	-
Total 301 - Street	2,409,650	-	2,409,650	-	2,409,650
360 - Animal Control					
400 - Personnel Services	114,680	-	114,680	-	114,680
500 - Supplies	7,000	-	7,000	-	7,000
600 - Contractual Services	8,100	-	8,100	-	8,100
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	-	-	-	-	-
Total 360 - Animal Control	129,780	-	129,780	-	129,780
550 - Parks and Recreation					
600 - Contractual Services	2,218,250	-	2,218,250	-	2,218,250
Total 550 Parks and Recreation	2,218,250	-	2,218,250	-	2,218,250
900 - Interfund Transactions					
900 - Beginning Fund Balance and Contingency	3,175,565	(23,273)	3,152,292	-	3,152,292
990 - Transfers	3,316,739	-	3,316,739	-	3,316,739
Total 900 - Interfund Transactions	6,492,304	(23,273)	6,469,031	-	6,469,031
Total General Fund Expenditures	32,529,968	-	32,529,968	22,705	32,552,673
Fund 002 - Restricted Police Fund					
Revenues					
330 - Fines and Forfeits	3,415	-	3,415	-	3,415
380 - Transfers and Nonrevenue Receipts	21,000	-	21,000	2,900	23,900
Total Revenues	24,415	-	24,415	2,900	27,315
Expenditures					
500 - Supplies	15,000	-	15,000	2,900	17,900
600 - Contractual Services	9,415	-	9,415	-	9,415
900 - Capital Outlay	-	-	-	-	-
Total Expenditures	24,415	-	24,415	2,900	27,315
Purpose: To adjust beginning Fund Balance.					
Fund 003 - Restricted Fire Fund					
Revenues					
230 - Intergovernmental Revenues	167,000	-	167,000	-	167,000
Total Revenues	167,000	-	167,000	-	167,000
Expenditures					
500 - Supplies	2,000	-	2,000	-	2,000
600 - Contractual Services	750	-	750	-	750
800 - Debt Service	163,820	-	163,820	-	163,820
900 - Capital Outlay	430	-	430	-	430
Total Expenditures	167,000	-	167,000	-	167,000

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
Fund 015 - Airport					
Revenues					
230 - Intergovernmental Revenues	120,810	-	120,810	-	120,810
340 - Miscellaneous	50,600	-	50,600	-	50,600
360 - Charges for Services	879,200	-	879,200	-	879,200
380 - Transfers and Non Revenue Receipts	650,000	-	650,000	100,000	750,000
Total Revenues	1,700,610	-	1,700,610	100,000	1,800,610

Expenditures					
400 - Personnel Services	349,730	-	349,730	-	349,730
500 - Supplies	540,000	-	540,000	-	540,000
600 - Contractual Services	134,600	-	134,600	-	134,600
700 - Grants, Subsidies and Allocations	100,000	-	100,000	-	100,000
800 - Debt Service	-	-	-	-	-
900 - Capital Outlay	576,280	-	576,280	100,000	676,280
Total Expenditures	1,700,610	-	1,700,610	100,000	1,800,610

Purpose: To adjust beginning Fund Balance.

Fund 016 - Restricted Airport

Revenues					
230 - Intergovernmental Revenues	453,247	-	453,247	1,025,759	1,479,006
Total Revenues	453,247	-	453,247	1,025,759	1,479,006

Expenditures					
600 - Contractual Services	124,070	-	124,070	-	124,070
700 - Grants, Subsidies and Allocations	329,177	-	329,177	1,025,759	1,354,936
Total Expenditures	453,247	-	453,247	1,025,759	1,479,006

Purpose: To budget for ARC Grant and MDOT portion of 3-28-0068-33-2025

Fund 022 - Sanitation

Revenues					
250 - Grants	-	-	-	-	-
340 - Miscellaneous	3,600,000	-	3,600,000	-	3,600,000
380 - Transfers and Non Revenue Receipts	305,000	-	305,000	-	305,000
Total Revenues	3,905,000	-	3,905,000	-	3,905,000

Expenditures					
400 - Personnel Services	2,093,860	-	2,093,860	-	2,093,860
500 - Supplies	301,000	-	301,000	-	301,000
600 - Contractual Services	922,720	-	922,720	-	922,720
700 - Grants, Subsidies and Allocations	-	-	-	-	-
800 - Debt Service	393,579	-	393,579	-	393,579
900 - Capital Outlay	193,841	-	193,841	-	193,841
Total Expenditures	3,905,000	-	3,905,000	-	3,905,000

Fund 023 Landfill

Revenues					
380 - Transfers and Non Revenue Receipts	1,470,000	-	1,470,000	20,000	1,490,000
Total Revenues	1,470,000	-	1,470,000	20,000	1,490,000

Expenditures					
600 - Contractual Services	80,000	-	80,000	-	80,000
900 - Capital Outlay	1,390,000	-	1,390,000	20,000	1,410,000
Total Expenditures	1,470,000	-	1,470,000	20,000	1,490,000

Purpose: To adjust beginning Fund Balance.

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
Fund 120 Modernization Use Tax					
Revenues					
230 - Intergovernmental Revenues	2,450,000	-	2,450,000	84,720	2,534,720
380 - Transfers and Non Revenue Receipts	530,000	-	530,000	614,000	1,144,000
Total Revenues	2,980,000	-	2,980,000	698,720	3,678,720
Expenditures					
600 - Contractual Services	-	-	-	-	-
800 - Debt Service	1,370,820	-	1,370,820	-	1,370,820
900 - Capital Outlay	1,609,180	-	1,609,180	698,720	2,307,900
Total Expenditures	2,980,000	-	2,980,000	698,720	3,678,720

Purpose: To adjust beginning Fund Balance.

Fund 151 State Forfeited Funds

Revenues					
330 - Fines and Forfeits	-	-	-	-	-
380 - Transfers and Non Revenue Receipts	190,000	-	190,000	(13,000)	177,000
Total Revenues	190,000	-	190,000	(13,000)	177,000
Expenditures					
500 - Supplies	40,000	-	40,000	-	40,000
600 - Contractual Services	-	-	-	-	-
900 - Capital Outlay	150,000	-	150,000	(13,000)	137,000
Total Expenditures	190,000	-	190,000	(13,000)	177,000

Purpose: To adjust beginning Fund Balance.

Fund 200 Debt Service Fund

Revenues					
340 - Miscellaneous	195,986	-	195,986	-	195,986
380 - Transfers and Non Revenue Receipts	2,801,739	-	2,801,739	-	2,801,739
Total Revenues	2,997,725	-	2,997,725	-	2,997,725
Expenditures					
600 - Contractual Services	-	-	-	-	-
800 - Debt Service	2,997,725	-	2,997,725	-	2,997,725
990 - Transfers	-	-	-	-	-
Total Expenditures	2,997,725	-	2,997,725	-	2,997,725

Fund 300 Capital Projects Fund

Revenues					
250 - Grants	-	-	-	-	-
340 - Miscellaneous	-	-	-	-	-
380 - Transfers and Non Revenue Receipts	6,300,000	-	6,300,000	(69,000)	6,231,000
Total Revenues	6,300,000	-	6,300,000	(69,000)	6,231,000
Expenditures					
600 - Contractual Services	-	-	-	-	-
900 - Capital Outlay	6,300,000	-	6,300,000	(69,000)	6,231,000
990 - Transfers	-	-	-	-	-
Total Expenditures	6,300,000	-	6,300,000	(69,000)	6,231,000

Purpose: To adjust beginning Fund Balance.

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
Fund 301 City Owned Building Fund					
Revenues					
380 - Transfers and Non Revenue Receipts	152,500	-	152,500	(14,500)	138,000
Total Revenues	152,500	-	152,500	(14,500)	138,000
Expenditures					
600 - Contractual Services	-	-	-	2,550	2,550
900 - Capital Outlay	152,500	-	152,500	(17,050)	135,450
Total Expenditures	152,500	-	152,500	(14,500)	138,000

Purpose: To adjust beginning Fund Balance and reclassify repairs to Heritage Museum

Fund 303 Industrial Park Bond

Revenues					
340 - Miscellaneous	500	-	500	-	500
380 - Transfers and Non Revenue Receipts	115,000	-	115,000	5,000	120,000
Total Revenues	115,500	-	115,500	5,000	120,500
Expenditures					
600 - Contractual Services	17,000	-	17,000	5,000	22,000
700 - Grants, Subsidies, and Allocations	98,500	-	98,500	-	98,500
Total Expenditures	115,500	-	115,500	5,000	120,500

Purpose: To adjust beginning Fund Balance.

Fund 304 - SS4A Grant Fund

Revenues					
380 - Transfers and Non Revenue Receipts	220,000	-	220,000	-	220,000
Total Revenues	220,000	-	220,000	-	220,000
Expenditures					
900 - Capital Outlay	220,000	-	220,000	-	220,000
Total Expenditures	220,000	-	220,000	-	220,000

Fund 309 - American Relief Fund

Revenues					
230 - Intergovernmental Revenues	5,500,000	-	5,500,000	-	5,500,000
340 - Miscellaneous	-	-	-	-	-
380 - Transfers and Non Revenue Receipts	6,100,000	-	6,100,000	-	6,100,000
Total Revenues	11,600,000	-	11,600,000	-	11,600,000
Expenditures					
600 - Contractual Services	-	-	-	-	-
900 - Capital Outlay	11,000,000	-	11,000,000	-	11,000,000
990 - Transfers	600,000	-	600,000	-	600,000
Total Expenditures	11,600,000	-	11,600,000	-	11,600,000

City of Starkville
 FY26 Budget Adjustments
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	Original Budget	Prior Adjustments	Current Budget	Budget Adjustments	Amended Budget
Fund 311 - Main Street Corridor Improvements Project					
Revenues					
230 - Intergovernmental Revenues	2,000,000	-	2,000,000	-	2,000,000
340 - Miscellaneous	90,000	-	90,000	-	90,000
380 - Transfers and Non Revenue Receipts	6,000,000	-	6,000,000	-	6,000,000
Total Revenues	8,090,000	-	8,090,000	-	8,090,000

Expenditures					
600 - Contractual Services	50,000	-	50,000	-	50,000
900 - Capital Outlay	8,040,000	-	8,040,000	-	8,040,000
Total Expenditures	8,090,000	-	8,090,000	-	8,090,000

Fund 312 - Parks Capital Projects Fund (2023)

Revenues					
340 - Miscellaneous	-	-	-	-	-
380 - Transfers and Non Revenue Receipts	1,557,802	-	1,557,802	(47,802)	1,510,000
Total Revenues	1,557,802	-	1,557,802	(47,802)	1,510,000

Expenditures					
600 - Contractual Services	-	-	-	-	-
900 - Capital Outlay	1,557,802	-	1,557,802	(47,802)	1,510,000
Total Expenditures	1,557,802	-	1,557,802	(47,802)	1,510,000

Purpose: To adjust beginning Fund Balance.

Fund 313 - Spring/Hwy 12 Linkage Tap

Revenues					
230 - Intergovernmental Revenues	252,030	-	252,030	-	252,030
380 - Transfers and Non Revenue Receipts	434,540	-	434,540	-	434,540
Total Revenues	686,570	-	686,570	-	686,570

Expenditures					
900 - Capital Outlay	686,570	-	686,570	-	686,570
Total Expenditures	686,570	-	686,570	-	686,570

Fund 375 - Park and Rec Tourism

Revenues					
230 - Intergovernmental Revenues	3,175,000	-	3,175,000	-	3,175,000
380 - Transfers and Non Revenue Receipts	1,940,000	-	1,940,000	75,000	2,015,000
Total Revenues	5,115,000	-	5,115,000	75,000	5,190,000

Expenditures					
600 - Contractual Services	306,300	-	306,300	-	306,300
800 - Debt Service	2,308,700	-	2,308,700	-	2,308,700
900 - Capital Outlay	2,500,000	-	2,500,000	75,000	2,575,000
Total Expenditures	5,115,000	-	5,115,000	75,000	5,190,000

Purpose: To adjust beginning Fund Balance.

City of Starkville
 FY26 Budget Adjustments
 Agenda Date: January 6, 2026

	<u>Original Budget</u>	<u>Prior Adjustments</u>	<u>Current Budget</u>	<u>Budget Adjustments</u>	<u>Amended Budget</u>
Fund 377 - Build Grant MS 182 / MLK Corridor					
Revenues					
230 - Intergovernmental Revenues	21,500,000	-	21,500,000	-	21,500,000
380 - Transfers and Non Revenue Receipts	-	-	-	-	-
Total Revenues	21,500,000	-	21,500,000	-	21,500,000
Expenditures					
600 - Contractual Services	-	-	-	-	-
900 - Capital Outlay	21,500,000	-	21,500,000	-	21,500,000
Total Expenditures	21,500,000	-	21,500,000	-	21,500,000
Fund 700 - Stark/Hospital Road					
Revenues					
340 - Miscellaneous	-	-	-	-	-
380 - Transfers and Non Revenue Receipts	-	-	-	10	10
Total Revenues	-	-	-	10	10
Expenditures					
500 - Supplies	-	-	-	-	-
600 - Contractual Services	-	-	-	-	-
990 - Transfers	-	-	-	10	10
Total Expenditures	-	-	-	10	10

Purpose: To adjust beginning Fund Balance.

Appendix C

Audited Financial Statements for the Fiscal Year Ended September 30, 2024

City of Starkville, Mississippi

Audit Report

September 30, 2024

City of Starkville, Mississippi

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City of Starkville, Mississippi

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City of Starkville, Mississippi

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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT



WATKINS, WARD and STAFFORD
Professional Limited Liability Company
Certified Public Accountants

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William B. Stagers, CPA
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Wanda S. Holley, CPA
Robin Y. McCormick, CPA/PFS
J. Randy Scrivner, CPA
Kimberly S. Caskey, CPA
Susan M. Lummus, CPA
Stephen D. Flake, CPA
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Ricky D. Allen, CPA
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Justin H. Keller, CPA
Dana R. Estes, CPA
April W. Posey, CPA
Lauren M. Bowen, CPA

INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

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 Starkville, Mississippi, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Starkville, Mississippi's basic financial statements as listed in the contents.

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 Starkville, Mississippi, as of September 30, 2024, 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.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Starkville, Mississippi and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 1, as of July 1, 2023, the Electric Department of the City of Starkville, Mississippi, changed its fiscal year-end from June 30 to September 30. As a result of this change, the current reporting period for the Electric Department of the City of Starkville, Mississippi covers a fifteen-month period beginning July 1, 2023 and ending September 30, 2024. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Starkville, Mississippi's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Starkville, Mississippi's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Starkville, Mississippi's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules, Schedules of the City's Proportionate Share of the Net Pension Liability and Contributions (excluding Starkville Electric Department), Schedules of Starkville Electric Department's Proportionate Share of the Net Pension Liability and Contributions, and related notes to the required supplementary information on pages 4-16 and 63-72 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Starkville, Mississippi's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, schedule of surety bonds for municipal officials, schedule of bonded indebtedness, schedule of long-term notes, and schedule of expenditures of federal awards, 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 related notes to the schedule of federal awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 non-major fund financial statements, schedule of surety bonds for municipal officials, schedule of bonded indebtedness, schedule of long-term notes, the schedule of expenditures of federal awards, and the related notes to the schedule of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 4, 2025, on our consideration of the City of Starkville, 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 Starkville, 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 City of Starkville, Mississippi's internal control over financial reporting and compliance.

Starkville, Mississippi
August 4, 2025

Watkins Ward and Stafford, PLLC

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Starkville
Management's Discussion and Analysis
September 30, 2024

Introduction

The discussion and analysis of the City of Starkville's financial performance provides a narrative review of the municipality's financial activities for the fiscal year ended September 30, 2024. The intent of this document is to view the City's performance during the subject year as a whole. The notes to financial statements as well as the financial statements must be considered to fully develop an understanding of the City's overall financial performance and condition.

This discussion and analysis is an element of required supplementary information specified in the "Governmental Accounting Standards Board's (GASB) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments" issued June 1999. Certain comparative information between the current year and the prior year is mandated as part of the presentation.

The City of Starkville is located in Oktibbeha County and serves as its county seat. Oktibbeha County is in the northeastern portion of the State of Mississippi, approximately 37 miles from the Alabama state line along U.S. Highway 82. The population, according to the most recent 2020 United States census, is 24,360. The current report from the United States Census Bureau for 2023 shows a population estimate of 25,444. The completion of the annexation of approximately 2.3 square miles to the east finalized in April of 2022 is an element of that increased population base coupled with the business climate growth of the Golden Triangle Regional industrial development. The growth in the population of the City continues to show an incremental growth from the increased interest in and development of such new businesses as Aluminum Dynamics and expansion of existing businesses as Steel Dynamics and Paccar Industries. There are also industries such as Columbia Industries that have moved from other regions of the United States to take up residence in the business-friendly south with Starkville being a direct beneficiary of that decision.

Starkville remains the largest municipality in the Golden Triangle Region with no indication of a change in that position. The local Golden Triangle economic base from which Starkville receives the largest measure of the population influx is driven by retail, manufacturing, healthcare and Mississippi State University with emphasis on transportation and sciences and technology research.

Financial Highlights

The City of Starkville is financially sound and has an economic base continuing to shift to the east and toward the increased quantity of retail, commercial and residential investment. Through the adoption of a unified development code the core zoning changes for density and greater urbanization the City enhances the development of mixed-use projects in its urban core. Starkville continues to see multiple areas being redeveloped with projects that include campus style student housing owned by the University and private commercial entities. From mixed use urban housing developments to the prospect of additional hotels and office development, the interest in investing in Starkville is robust.

Due to the expanded emphasis on athletics and historical attractions the alumni of the University are steadily returning to enjoy the various aspects of a university town. Starkville is a Mississippi Certified Retirement community. This designation is bringing in the investment in additional retirement homes and residential opportunities that cater to those with the disposable income as they choose where they wish to spend their retirement time.

City of Starkville
Management's Discussion and Analysis
September 30, 2024

Financial Highlights (Continued)

The City and the University are finding ways to share a focus on the quality of life available in a university town with growing proximity to new university properties and city amenities. The partnership between the University and the City has never been stronger and the continued partnership with transportation and housing projects highlights that positive approach to our mutual benefit. The Town and Gown relationship is cemented by the shared vision of the seamless nature of the transition from the campus to the city and back.

The City is committed to financial responsibility. Starkville focuses on operational efficiency through ever diligent strategic planning, responsible budgeting and monitoring and improving internal controls. The City maintains a quality fiscal management structure which includes highly trained professionals whose experience in financial management is superior. The revenue stream from ad valorem taxes is steady, but the supplement of sales taxes shows the intent is to have diverse revenue sources from sports tourism to industry and retail. The City has become the strongest member of the triad of the Golden Triangle through aggressively maintaining a conservative fund balance.

The City is moving forward rapidly with transformational projects that improve the potential for the entire central business district to become more economically viable through infrastructure upgrades, quality of life amenities and transportation and safety enhancements. One of the projects has received over \$35,000,000 in Federal and State funding and will be the catalyst for further development in an area easily considered as part of the Central Business District that has been in decline for the past five decades. The downtown redevelopment and redesign project will dramatically alter the economic options for encouraging enhanced retail and dining in the corridor that the City shares with the University. This future will create an atmosphere that will focus on the University and City relationship and its future successes through promoting partnership and mutual interests.

Starkville enjoys strong growth in both residential and commercial real estate development. Sales tax collections continue to grow. The city derives additional revenue from a two percent (2%) tax on food and beverage sales which then supports economic development, tourism, parks, and student activity. The City's sports tournament facility has been in operation for a second year and has proven to support the businesses during those times when the university is not in session. The support of the community allowed for an additional 1% food and beverage tax to be approved to support the construction and operation of Cornerstone Park. This is working to bridge the gap and making a financial impact that keeps a steadier stream of business and revenue throughout the year. This project was designed to provide a strong tourism base as well as provide an enhanced recreation venue for residents thereby improving the quality-of-life aspects so necessary to attract businesses and retain residents.

Starkville's unemployment rate for September 2024 is roughly 3.2%. This is one of the lower rates for the State of Mississippi during this timeframe.

Capital improvement in fiscal year 2024 continued to focus on improvements to electric, water, wastewater, road, bicycle and pedestrian infrastructure. The City has placed an emphasis on a long-term response for handling future projected growth by adding redundancy and improving reliability within our basic infrastructure systems. The commitment to replacement of infrastructure is intended to stay well ahead of the cycle of a "maintenance only standard and replacement as a last resort". To that end, the city invested in studies that will guide our capital expenditures based on data and not whim. We have studied our water

City of Starkville
Management's Discussion and Analysis
September 30, 2024

Financial Highlights (Continued)

and wastewater systems as well as our street infrastructure in order to maximize our tax dollars and effectuate the most impactful methodologies using the best procedures and products available.

The City's retail base has been stable and the demand for properties in the commercial corridors remains high. The newest mixed-use developments have filled with tenants for the additional spaces they have created. The SMART bus system contributes to increased transportation alternatives for the City of Starkville and the campus of MSU at no cost to the participants through grant funding. This city-wide service offers options for all the residents of Starkville to access the healthcare system and the multiple shopping venues. The Triangle Crossing shopping center has been hugely successful and continues to draw from surrounding counties as well as support and answer the needs and desires of the student and residential population.

Both the Starkville George M. Bryan field and the Golden Triangle Regional Airport continue to be the beneficiaries of significant Federal Aviation Administration grants that have provided additional space for lease revenue opportunities while also increasing potential flight capacity with commercial carriers and private aviation participation. The Golden Triangle Regional Airport is one of only three airports in Mississippi which operates a profitable passenger service and has expanded its capacity through larger aircraft from Delta to service the demand. Its success has recently spurred interest in the consideration of the addition of a westbound flight from the American Airlines commuter service provider, SkyWest Airlines. The local airport serving the city, George M. Bryan Field, has received multiple grants that will be funding not only extending its runway but also adding additional hangars to house future corporate business interests. This local airport is replete with returning alumni for the exciting athletic events throughout the school year.

Fiscal Year 2024 brought significant gains in multi-family and single-family housing. Starkville continued to experience construction starts. Steady enrollment growth and loyal followers of the athletic programs at Mississippi State University create an expectation that the recent construction surge will continue. The development requests for subdivisions and business construction have been steady through the 2024 year.

The Mill conference center continues to provide options for conferences and activities for the city and the university. The organizations that are using Starkville as a meeting location are growing and allowing activities throughout the calendar year. The MSU Foundation, the fundraising arm of Mississippi State University, has recently invested in three hotels in the area. With that investment they are upgrading existing hotels and planning on developing further retail, shopping, living and hotel space within the city. That investment is expected to bear fruit in the 2027 timeframe.

The City's investment with Oktibbeha County in an industrial park is the new home to an Amazon last mile fulfillment center. Garan Manufacturing has been a longtime industrial resident of the City of Starkville and continues its presence in the park. The plans for a new 200,000 square foot pad and the completion of the 100,000 square foot pad should provide an additional attraction for future industry.

Total net position increased by \$298,618 which represents a 96% decrease from the prior fiscal year. The City's ending cash balance increased by \$6,774,648 which represents a 38.78% increase from the prior fiscal year. Investments increased by \$3,981,805 which represents a 23.37% increase from prior fiscal year.

City of Starkville
Management's Discussion and Analysis
September 30, 2024

Financial Highlights (Continued)

The City had \$110,074,860 in total revenues. General revenues accounted for \$35,131,168 or 31.92%. Program specific revenues in the form of charges for services and grants and contributions accounted for \$74,943,692 or 68.08% of total revenues.

The City had \$109,776,242 in total expenses; only \$74,943,692 of these expenses were offset by charges for services, grants or outside contributions. General revenues of \$35,131,168 were adequate to provide for the remainder of the expenses.

Among the major funds, the General Fund, Parks Capital Project (2023) Fund, 2022 G.O. Public Improvement Bonds Fund, and ARPA Fund had \$30,415,914, \$13,777,082, \$5,744,115, and \$276,877 in revenues and \$29,426,435, \$3,964,877, \$5,693,841, and \$18 in expenditures. The General Fund, Parks Capital Project (2023) Fund, 2022 G.O. Public Improvements Bond Fund, and ARPA Fund's fund balance increased \$989,479, \$9,812,205, \$50,274, and \$276,859 respectively, from the prior year.

Capital assets, net of accumulated depreciation, increased by \$12,702,788.

Long-term debt increased by \$13,339,902.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic financial statements are comprised of 3 components: 1) Government-wide financial statements, 2) Fund financial statements and 3) Notes to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

**City of Starkville
Management's Discussion and Analysis
September 30, 2024**

Figure 1 – Required Components of the City's Annual Report

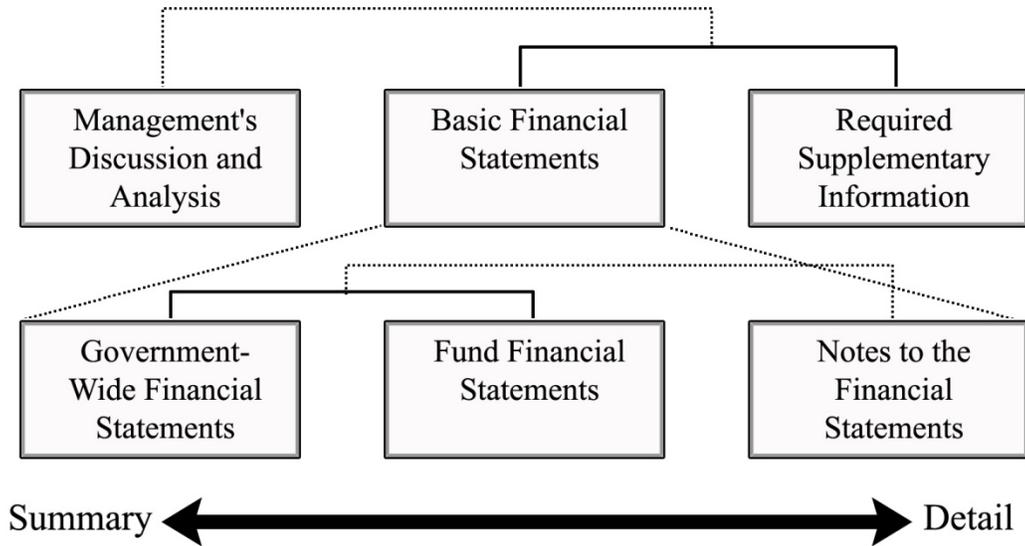


Figure 1 shows how required parts of this annual report are arranged and relate to one another.

Figure 2 summarizes the major features of the City's financial statements, including the portion of the City's government they cover and the types of information they contain. The remainder of this section of Management's Discussion and Analysis explains the structure and content of each of the statements.

**City of Starkville
Management's Discussion and Analysis
September 30, 2024**

	Government-Wide Financial Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire City government (except fiduciary funds) and component units	All activities of the City that are not business-type or fiduciary in nature	The City is the trustee or agent for someone else's resources
Required financial statements	<ul style="list-style-type: none"> ● Statement of net position ● Statement of activities 	<ul style="list-style-type: none"> ● Balance sheet ● Statement of revenues, expenditures and changes in fund balances 	<ul style="list-style-type: none"> ● Statement of net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital and short and long term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both short and long term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services are received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

City of Starkville
Management’s Discussion and Analysis
September 30, 2024

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City finances, in a manner similar to private-sector businesses.

The **statement of net position** presents information on all City assets, deferred outflows of resources, deferred inflows of resources and liabilities, with the difference reported as net position. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of these 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 part of their costs through user fees and charges (business-type activities). The activities of the City include general government; public safety; public services (infrastructure); utilities; parks and recreation; sanitation; and interest on long-term debt.

The Government-wide Financial Statements can be found on pages 19 and 20 of this report.

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a city’s near-term financing requirements. Governmental funds include the general, special revenue, debt service, and capital projects funds.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near-term financing decisions. Both the “Governmental Funds Balance Sheet” and the “Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances” provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are on pages 23 and 25, respectively.

The City maintains individual governmental funds. Information is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures, and Changes in

City of Starkville
Management's Discussion and Analysis
September 30, 2024

Fund Balances for all major funds. All other non-major funds are combined together and presented in these reports as other governmental funds.

Proprietary funds are used to account for services for which the City charges customers a fee is generally reported in proprietary funds. Proprietary funds, like the government wide statements, provide both long-term and short-term financial information. The City's enterprise funds are the same as its business-type activities yet provide more detail and additional information, such as cash flows. The measurement focus of proprietary fund is upon determination of net income, financial position and change in financial position. These funds are maintained on the accrual basis of accounting. The Statement of Net Position, Statement of Revenues, Expenses and Changes in Fund Net Position and Statement of Cash Flows are all required statements.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found on pages 29 through 61 of this report.

In addition to the basic financial statements and accompanying notes, this report presents certain **Required Supplementary Information** concerning the budgetary comparative information for the general fund and each major special revenue fund, schedules of the City and Electric Department's proportionate share of the net pension liability and schedules of City and Electric Department's contributions. This information can be found on page 62-68 of this report.

Government-wide Financial Analysis

Net Position – Net position may serve over time as a useful indicator of government's financial position. In the case of the City of Starkville, assets exceeded liabilities by \$79,427,193 as of September 30, 2024.

By far, the largest portion of the City's net position reflects its investment in capital assets (e.g. roads, bridges, land, buildings, mobile equipment, furniture & equipment, leased property under lease liabilities and construction in progress) less related outstanding debt used to acquire such assets. The City uses these capital assets to provide services to its citizens.

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

City of Starkville
Management's Discussion and Analysis
September 30, 2024

The following table presents a summary of the City's net position for the fiscal year ended September 30, 2024 and 2023.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Current and Other assets	\$ 44,574,228	32,050,399	23,024,782	24,790,111	67,599,010	56,840,510
Capital Assets, net	86,168,668	76,217,142	87,408,729	84,657,467	173,577,397	160,874,609
Total Assets	130,742,896	108,267,541	110,433,511	109,447,578	241,176,407	217,715,119
Deferred outflows of resources	5,789,168	7,083,387	3,418,231	3,468,986	9,207,399	10,552,373
Current and other liabilities	16,731,045	14,905,393	14,192,426	13,216,259	30,923,471	28,121,652
Long-term debt	104,427,078	87,817,078	33,893,627	33,058,917	138,320,705	120,875,995
Total Liabilities	121,158,123	102,722,471	48,086,053	46,275,176	169,244,176	148,997,647
Deferred inflows of resources	1,459,677	-	252,760	141,270	1,712,437	141,270
Net Position:						
Net investment						
in capital assets	14,387,036	20,241,768	66,425,213	63,282,454	80,812,249	83,524,222
Restricted	19,077,270	9,080,727	1,340,619	3,625,690	20,417,889	12,706,417
Restricted- Inventory	-	-	1,599,593	1,788,436	1,599,593	1,788,436
Unrestricted	(19,730,754)	(16,694,038)	(3,671,784)	(2,196,462)	(23,402,538)	(18,890,500)
Total Net Position	\$ 13,733,552	12,628,457	65,693,641	66,500,118	79,427,193	79,128,575

Changes in Net Position – The City's total revenues for the fiscal year ended September 30, 2024 was \$110,074,860. The total cost for all services provided was \$109,776,242. The increase in net position was \$298,618. The following table presents a summary of the change in net position for the fiscal year ended September 30, 2024.

**City of Starkville
Management's Discussion and Analysis
September 30, 2024**

	2024	2023
Revenues:		
Program revenues	\$ 74,943,692	63,626,612
General revenues	35,131,168	35,026,241
Total revenues	110,074,860	98,652,853
 Expenses:		
Governmental Activities	35,058,593	33,521,717
Business-type Activities	74,717,649	57,670,920
Total expenses	109,776,242	91,192,637
 Prior period adjustments	 -	 2,159
 Increase in net position	 \$ 298,618	 7,462,375

Governmental Activities – The following table presents the cost of five major functional activities of the City: General Government, Public Safety, Public Services, Parks & Recreation and Utilities.

The table also shows each function's net cost (total cost less charges for services generated by the activity and intergovernmental aid provided for that activity.) The net cost shows the financial burden that was placed on City of Starkville taxpayers by each of these functions.

	Total Costs	Net Costs
General Government	\$ 7,712,308	\$ 7,241,034
Public Safety	16,180,128	13,971,243
Public Services	9,138,045	9,138,045
Utilities	74,717,649	2,454,116
Interest on long-term debt	2,028,110	2,028,110

City of Starkville
Management's Discussion and Analysis
September 30, 2024

Financial Analysis of the City's Funds

Governmental funds – At the close of the fiscal year, the City of Starkville's governmental funds reported a combined fund balance of \$32,085,279 an increase of \$11,428,260. The primary reasons for this increase are highlighted in the analysis of governmental activities on page 24.

The General Fund is the principal operating fund of the City.

Budgetary Highlights of Major Funds

- Over the course of the year, the City of Starkville revised its annual operating budget on several occasions.

A schedule showing the original and final budget amounts compared to the City's actual financial activity for the General Fund and other major special revenue funds is provided in this report as required supplementary information.

Capital Assets and Debt Administration

Capital Assets – As of September 30, 2024, the City of Starkville's total capital assets were \$335,338,970. This includes infrastructure, land, buildings, mobile equipment, furniture and equipment, leased property under capital lease and construction in progress. This amount represents an increase over the previous year of \$21,270,409.

Total accumulated depreciation and amortization as of September 30, 2024 was \$161,689,873 and \$71,700, respectively, including \$10,299,274 of depreciation expense and \$71,700 of amortization expense for the year. The balance in total net capital assets was \$173,577,397 at year-end.

Additional information on the City of Starkville's capital assets can be found in Note 4 on pages 42 of this report.

Debt Administration – At September 30, 2024, the City of Starkville had \$91,129,103 in long-term debt outstanding. This includes compensated absences, general obligation bonds, other loans, and obligations under lease liabilities. Of this debt, \$6,508,948 is due within one year.

The State of Mississippi limits the amount of debt a City can issue to generally 15% of total assessed value. The City's outstanding debt is below its current limit.

Additional information on City of Starkville's long-term debt can be found in Note 5 and Note 6 on pages 43 - 48 of this report.

**City of Starkville
Management's Discussion and Analysis
September 30, 2024**

Current and Future Items of Impact

The City of Starkville's future growth continues to be encouraging. The developments that are in progress include residential and commercial projects as well as partnership projects through grants from various sources. These projects will be of significance in their economic impact and they are geared to further increase the quality-of-life aspects in multiple areas of the City and University.

There continue to be strong economic forces investing in the region. There are multiple developers from around the state and as far away as New York and Texas and Oregon that are viewing the local area as investment opportunities.

The Golden Triangle Region continues to be marketed aggressively and successfully and has invested in an additional mega-site that is currently being marketed for the possible use of a single entity with up to another 1,000 jobs. Mississippi State's research capacity remains the single largest draw for the high-tech industries as they compete in the new age of technology. The competitive Mississippi economic climate is a large factor in this success. There is no area in the south that has a better economic climate for business investment with what will be 5 mega-sites within a 20-minute drive of Starkville. Starkville remains the primary beneficiary of these investments as it is the location where everyone chooses to live and shop.

The Starkville Oktibbeha County School District is in the process of bonding for a new state-of-the-art high school that will complement the existing Partnership school that is located on the Mississippi State campus. This enhancement of our school system will be a draw for families and industries to understand that we are serious about being the best place to live for the employees of any business endeavor.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the funds it receives. If you have questions about this report or need additional financial information, please contact the City of Starkville City Clerk's office at 110 W. Main Street, Starkville, Mississippi, 39759.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-wide financial statements
- Fund financial statements:
 - Governmental funds
 - Proprietary (enterprise) funds

In addition, the notes to financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of Starkville, Mississippi
Statement of Net Position
September 30, 2024

	Primary Government		
	Governmental Activities	Business-type Activities	Totals
<u>ASSETS</u>			
Cash and cash equivalents	\$ -	12,351,925	12,351,925
Cash - restricted	19,707,497	-	19,707,497
Investments	21,022,859	-	21,022,859
Accounts receivable, net	1,613,444	6,357,552	7,970,996
Other receivables, net	313,630	75,460	389,090
Notes receivable, net	260,677	-	260,677
Internal balance	1,656,121	(1,656,121)	-
Prepaid expense	-	4,081,512	4,081,512
Inventory	-	1,599,593	1,599,593
Capital assets:			
Land and construction in progress	1,792,946	3,244,916	5,037,862
Other capital assets, net	84,375,722	84,163,813	168,539,535
Other assets	-	214,861	214,861
Total assets	<u>130,742,896</u>	<u>110,433,511</u>	<u>241,176,407</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Unamortized debt expense	-	359,073	359,073
Deferred outflows related to pensions	5,789,168	3,059,158	8,848,326
Total deferred outflows of resources	<u>5,789,168</u>	<u>3,418,231</u>	<u>9,207,399</u>
<u>LIABILITIES</u>			
Accounts payable	3,493,022	8,207,130	11,700,152
Retainage payable	-	20,854	20,854
Accrued liabilities	1,479,623	470,502	1,950,125
Cash deficit	916,630	-	916,630
Unearned revenue	6,352,126	-	6,352,126
Customer deposits	-	3,219,634	3,219,634
Other liabilities	66,836	358,685	425,521
Long-term liabilities			
Due within one year:			
Capital debt	4,252,713	2,079,141	6,331,854
Lease liabilities	170,095	6,999	177,094
Due in more than one year:			
Capital debt	65,768,341	17,193,646	82,961,987
Lease liabilities	761,033	31,343	792,376
Compensated absences	797,791	68,001	865,792
Unfunded pension liability	37,099,913	16,430,118	53,530,031
Total liabilities	<u>121,158,123</u>	<u>48,086,053</u>	<u>169,244,176</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred inflows related to pensions	-	252,760	252,760
Deferred inflows related to bonds	1,459,677	-	1,459,677
Total deferred inflows of resources	<u>1,459,677</u>	<u>252,760</u>	<u>1,712,437</u>
<u>NET POSITION</u>			
Invested in capital assets, net of related debt	14,387,036	66,425,213	80,812,249
Restricted for:			
Public safety	15,056	-	15,056
General government	601,993	-	601,993
Debt service	214,474	1,340,619	1,555,093
Capital projects	18,245,747	-	18,245,747
Inventory	-	1,599,593	1,599,593
Unrestricted	(19,730,754)	(3,671,784)	(23,402,538)
Total net position	<u>\$ 13,733,552</u>	<u>65,693,641</u>	<u>79,427,193</u>

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Statement of Activities
For the Year Ended September 30, 2024

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) / Revenue</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental Activities					
General government	\$ 7,712,310	471,274	-	-	(7,241,036)
Public safety					
Police	9,321,198	686,197	691,055	-	(7,943,946)
Fire	6,501,290	-	831,633	-	(5,669,657)
Public inspection	338,513	-	-	-	(338,513)
Civil defense	19,127	-	-	-	(19,127)
Highways and streets	2,690,967	-	-	-	(2,690,967)
Health and sanitation	104,804	-	-	-	(104,804)
Culture and recreation	4,096,536	-	-	-	(4,096,536)
Economic development and assistance	2,245,738	-	-	-	(2,245,738)
Interest on long-term debt	2,028,110	-	-	-	(2,028,110)
Total governmental activities	<u>35,058,593</u>	<u>1,157,471</u>	<u>1,522,688</u>	<u>-</u>	<u>(32,378,434)</u>
Business-type Activities					
Electric utilities	59,566,947	57,976,948	-	-	(1,589,999)
Water and sewer utilities	11,460,527	10,976,171	-	-	(484,356)
Sanitation and waste	3,689,853	3,071,866	-	-	(617,987)
Sanitary landfill	322	238,548	-	-	238,226
Total business-type activities	<u>74,717,649</u>	<u>72,263,533</u>	<u>-</u>	<u>-</u>	<u>(2,454,116)</u>
Total primary government	<u>\$ 109,776,242</u>	<u>73,421,004</u>	<u>1,522,688</u>	<u>-</u>	<u>(34,832,550)</u>
			Governmental Activities	Business-type Activities	Total
Changes in Net Position:					
Net (expense) / revenue			\$ (32,378,434)	(2,454,116)	(34,832,550)
General revenues					
Taxes					
Property taxes			10,228,927	-	10,228,927
Sales and use taxes			14,643,416	-	14,643,416
Other taxes			873,527	-	873,527
Investment income			1,494,401	391,676	1,886,077
Other			6,744,957	754,264	7,499,221
Transfers			(501,699)	501,699	-
Total general revenues			<u>33,483,529</u>	<u>1,647,639</u>	<u>35,131,168</u>
Changes in net position			1,105,095	(806,477)	298,618
Net position, September 30, 2023			<u>12,628,457</u>	<u>66,500,118</u>	<u>79,128,575</u>
Net position, September 30, 2024			<u>\$ 13,733,552</u>	<u>65,693,641</u>	<u>79,427,193</u>

The accompanying notes to financial statements are an integral part of these financial statements.

FUND FINANCIAL STATEMENTS

City of Starkville, Mississippi
Balance Sheet - Governmental Funds
September 30, 2024

	<u>General</u>	<u>Parks Capital Project (2023)</u>	<u>2022 G.O Public Improvement Bonds</u>	<u>ARPA</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ -	12,154	565,345	-	2,555,001	3,132,500
Cash - restricted	680,223	10,246,411	2,633,512	42,051	6,105,300	19,707,497
Investments	15,617,828	-	-	5,405,031	-	21,022,859
Receivables (Net)						
Accounts	1,343,372	-	-	-	270,072	1,613,444
Other	313,630	-	-	-	-	313,630
Notes receivable	260,677	-	-	-	-	260,677
Due from other funds	175,404	-	-	1,306,917	-	1,482,321
Total Assets	<u>\$ 18,391,134</u>	<u>10,258,565</u>	<u>3,198,857</u>	<u>6,753,999</u>	<u>8,930,373</u>	<u>47,532,928</u>
LIABILITIES						
Cash deficit	\$ 4,049,130	-	-	-	-	4,049,130
Accounts payable	1,161,122	1,007,124	1,161,533	-	163,243	3,493,022
Accrued liabilities	1,479,623	-	-	-	-	1,479,623
Due to other funds	6,912	-	-	-	-	6,912
Other liabilities	66,836	-	-	-	-	66,836
Unearned revenue	46,954	-	-	6,305,172	-	6,352,126
Total Liabilities	<u>6,810,577</u>	<u>1,007,124</u>	<u>1,161,533</u>	<u>6,305,172</u>	<u>163,243</u>	<u>15,447,649</u>
FUND BALANCES						
Fund balances - restricted						
Restricted for police protection	15,056	-	-	-	-	15,056
Restricted for airport projects	601,993	-	-	-	-	601,993
Restricted for debt service	-	-	-	-	214,474	214,474
Restricted for capital projects	-	9,251,441	2,037,324	448,827	6,508,155	18,245,747
Fund balances - assigned for budgetary purposes	-	-	-	-	2,044,501	2,044,501
Fund balances - unassigned	10,963,508	-	-	-	-	10,963,508
Total Fund Balances	<u>11,580,557</u>	<u>9,251,441</u>	<u>2,037,324</u>	<u>448,827</u>	<u>8,767,130</u>	<u>32,085,279</u>
Total Liabilities and Fund Balances	<u>\$ 18,391,134</u>	<u>10,258,565</u>	<u>3,198,857</u>	<u>6,753,999</u>	<u>8,930,373</u>	<u>47,532,928</u>

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
September 30, 2024

Fund Balances - total governmental funds	\$	32,085,279
<p>Amounts reported for governmental activities in Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:</p>		
Governmental capital assets, net	86,168,668	86,168,668
<p>Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds:</p>		
Deferred Inflows of Resources	(1,459,677)	
Deferred Outflows of Resources	5,789,168	4,329,491
<p>Long-term liabilities are not due and payable in the current year and therefore are not reported in the governmental funds:</p>		
Long-Term Liabilities	(108,849,886)	(108,849,886)
Net Position of Governmental Activities	\$	13,733,552

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
For the Year Ended September 30, 2024

	<u>General</u>	<u>Parks Capital Project (2023)</u>	<u>2022 G.O. Public Improvement Bonds</u>	<u>ARPA</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES						
General property taxes	\$ 10,228,927	-	-	-	-	10,228,927
Licenses and permits	471,274	-	-	-	-	471,274
Intergovernmental:						
Federal	1,105,616	-	-	-	592,941	1,698,557
State of Mississippi	10,709,522	-	-	-	-	10,709,522
State of Mississippi- 1% & 2% tax	-	-	-	-	2,976,842	2,976,842
State of Mississippi- modernization use tax	-	-	-	-	2,182,589	2,182,589
Oktibbeha County and Mississippi State	1,765,302	-	161,128	-	444,432	2,370,862
Fines and forfeits	599,617	-	-	-	86,580	686,197
Interest income	699,813	215,485	71,113	228,253	102,191	1,316,855
Penalties and interest	33,938	-	-	-	-	33,938
Other revenues	3,706,336	14,000	-	-	65,177	3,785,513
Total Revenues	<u>29,320,345</u>	<u>229,485</u>	<u>232,241</u>	<u>228,253</u>	<u>6,450,752</u>	<u>36,461,076</u>
EXPENDITURES						
General government	5,709,148	-	-	-	-	5,709,148
Public safety:						
Police	7,627,426	-	-	-	-	7,627,426
Fire	4,763,409	-	-	-	-	4,763,409
Public inspection	281,010	-	-	-	-	281,010
Civil defense	19,127	-	-	-	-	19,127
Highways and streets	1,826,037	-	-	-	-	1,826,037
Health and sanitation	104,804	-	-	-	-	104,804
Culture and recreation	1,730,274	-	-	-	-	1,730,274
Economic Development and Assistance	680,440	-	-	-	519,779	1,200,219
Capital outlay	1,737,708	3,701,050	5,555,011	-	3,867,749	14,861,518
Contractual services	-	263,827	138,830	18	627,673	1,030,348
Supplies	-	-	-	-	12,185	12,185
Miscellaneous expenses	-	-	-	-	2,986	2,986
Debt service:						
Principal	634,168	-	-	-	2,942,749	3,576,917
Interest	99,196	-	-	-	1,928,914	2,028,110
Total Expenditures	<u>25,212,747</u>	<u>3,964,877</u>	<u>5,693,841</u>	<u>18</u>	<u>9,902,035</u>	<u>44,773,518</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,107,598</u>	<u>(3,735,392)</u>	<u>(5,461,600)</u>	<u>228,235</u>	<u>(3,451,283)</u>	<u>(8,312,442)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	4,213,688	4,213,688
Transfers out	(4,213,688)	-	-	-	(501,699)	(4,715,387)
Sale of surplus equipment	51,453	-	-	-	-	51,453
Investment gain	84,128	-	44,794	48,624	-	177,546
Premium on bond issuance	-	992,597	467,080	-	-	1,459,677
Leases issued	959,988	-	-	-	38,737	998,725
Proceeds from bonds	-	12,555,000	5,000,000	-	-	17,555,000
Net other financing sources	<u>(3,118,119)</u>	<u>13,547,597</u>	<u>5,511,874</u>	<u>48,624</u>	<u>3,750,726</u>	<u>19,740,702</u>
Net change in fund balances	989,479	9,812,205	50,274	276,859	299,443	11,428,260
Fund balances, September 30, 2023	<u>10,591,078</u>	<u>(560,764)</u>	<u>1,987,050</u>	<u>171,968</u>	<u>8,467,687</u>	<u>20,657,019</u>
Fund balances, September 30, 2024	<u>\$ 11,580,557</u>	<u>9,251,441</u>	<u>2,037,324</u>	<u>448,827</u>	<u>8,767,130</u>	<u>32,085,279</u>

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, 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, 2024

Net change in Fund Balances - total governmental funds		\$ 11,428,260
Amounts reported for governmental activities in 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	14,861,518	
Less current year depreciation	(4,816,577)	
Less current year amortization	(68,728)	
Net loss on sale of capital assets	(24,687)	9,951,526
Bond and loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of borrowed principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which proceeds exceeded repayments:		
Proceeds from capital leases	(998,725)	
Proceeds from bonds	(17,555,000)	
Proceeds from bond premiums	(1,459,677)	
Principal payments	3,576,917	(16,436,485)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental fund:		
Change in unfunded pension liability	(2,539,340)	
Change in deferred outflows of resources	(1,294,219)	
Change in long-term compensated absences	(4,647)	(3,838,206)
Change in Net Position of Governmental Funds		\$ 1,105,095

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Statement of Net Position - Proprietary Funds
September 30, 2024

	Electric Department	Water & Sewer Department	Sanitation and Waste Fund	Non-Major Enterprise Fund	Total Enterprise Funds
<u>ASSETS</u>					
Current assets:					
Cash and cash equivalents	\$ 7,495,427	3,567,595	127,114	1,161,789	12,351,925
Accounts receivables, net	4,845,832	1,246,123	247,131	18,466	6,357,552
Other receivables, net	75,460	-	-	-	75,460
Due from other funds	88,053	85,747	-	-	173,800
Prepaid expense	4,081,512	-	-	-	4,081,512
Inventory	1,207,452	392,141	-	-	1,599,593
Total current assets	<u>17,793,736</u>	<u>5,291,606</u>	<u>374,245</u>	<u>1,180,255</u>	<u>24,639,842</u>
Non-current assets:					
Other assets	214,861	-	-	-	214,861
Land and construction in progress	1,987,955	1,158,361	-	98,600	3,244,916
Other capital assets, net of depreciation	50,380,878	32,635,714	1,145,677	1,544	84,163,813
Total non-current assets	<u>52,583,694</u>	<u>33,794,075</u>	<u>1,145,677</u>	<u>100,144</u>	<u>87,623,590</u>
Total Assets	<u>70,377,430</u>	<u>39,085,681</u>	<u>1,519,922</u>	<u>1,280,399</u>	<u>112,263,432</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
Unamortized debt expense	166,435	192,638	-	-	359,073
Deferred outflows related to pensions	1,726,355	700,434	632,369	-	3,059,158
Total Deferred Outflows of Resources	<u>1,892,790</u>	<u>893,072</u>	<u>632,369</u>	<u>-</u>	<u>3,418,231</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 72,270,220</u>	<u>39,978,753</u>	<u>2,152,291</u>	<u>1,280,399</u>	<u>115,681,663</u>
<u>LIABILITIES</u>					
Current liabilities:					
Accounts payable	\$ 8,048,465	93,941	64,724	-	8,207,130
Retainage payable	-	20,854	-	-	20,854
Accrued liabilities	201,602	268,900	-	-	470,502
Compensated absences	-	-	68,001	-	68,001
Due to other funds	173,221	1,394,847	81,141	-	1,649,209
Accrued interest - long-term debt	10,589	-	-	-	10,589
Bonds payable, current	515,000	602,083	-	-	1,117,083
Notes payable, current	-	567,400	394,658	-	962,058
Lease liabilities, current	-	-	6,999	-	6,999
Other current liabilities	198,907	-	-	-	198,907
Total current liabilities	<u>9,147,784</u>	<u>2,948,025</u>	<u>615,523</u>	<u>-</u>	<u>12,711,332</u>
Non-current liabilities:					
Bonds payable, non-current	6,075,000	8,152,833	-	-	14,227,833
Notes payable, non-current	-	2,668,562	297,251	-	2,965,813
Lease liabilities, non-current	-	-	31,343	-	31,343
Customer deposits	2,714,043	505,591	-	-	3,219,634
Other liabilities	686	148,503	-	-	149,189
Unfunded pension liability	7,990,177	4,456,498	3,983,443	-	16,430,118
Total non-current liabilities	<u>16,779,906</u>	<u>15,931,987</u>	<u>4,312,037</u>	<u>-</u>	<u>37,023,930</u>
Total Liabilities	<u>25,927,690</u>	<u>18,880,012</u>	<u>4,927,560</u>	<u>-</u>	<u>49,735,262</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred inflows related to pensions	252,760	-	-	-	252,760
Total Deferred Inflows of Resources	<u>252,760</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>252,760</u>
<u>NET POSITION</u>					
Invested in capital assets, net of related debt	45,778,833	20,644,836	-	1,544	66,425,213
Restricted	-	61,764	-	1,278,855	1,340,619
Nonspendable	1,207,452	392,141	-	-	1,599,593
Unrestricted	(896,515)	-	(2,775,269)	-	(3,671,784)
Total Net Position	<u>46,089,770</u>	<u>21,098,741</u>	<u>(2,775,269)</u>	<u>1,280,399</u>	<u>65,693,641</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 72,270,220</u>	<u>39,978,753</u>	<u>2,152,291</u>	<u>1,280,399</u>	<u>115,681,663</u>

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds
For the Year Ended September 30, 2024

	<u>Electric Department</u>	<u>Water & Sewer Department</u>	<u>Sanitation and Waste Fund</u>	<u>Non-Major Enterprise Fund</u>	<u>Total Enterprise Funds</u>
<u>OPERATING REVENUES</u>					
Charges for services	\$ 57,976,948	10,976,171	3,071,866	238,548	72,263,533
Total operating revenues	<u>57,976,948</u>	<u>10,976,171</u>	<u>3,071,866</u>	<u>238,548</u>	<u>72,263,533</u>
<u>OPERATING EXPENSES</u>					
Purchased power	46,563,594	-	-	-	46,563,594
Operating and maintenance	9,343,284	9,422,569	3,422,787	257	22,188,897
Depreciation	<u>3,420,931</u>	<u>1,655,074</u>	<u>246,757</u>	<u>65</u>	<u>5,322,827</u>
Total operating expenses	<u>59,327,809</u>	<u>11,077,643</u>	<u>3,669,544</u>	<u>322</u>	<u>74,075,318</u>
Operating income (loss)	<u>(1,350,861)</u>	<u>(101,472)</u>	<u>(597,678)</u>	<u>238,226</u>	<u>(1,811,785)</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>					
Other revenue (expenses)	154,745	560,339	39,180	-	754,264
Transfers	-	501,699	-	-	501,699
Interest on investments	287,260	104,416	-	-	391,676
Amortization expense	(19,972)	(13,959)	(2,972)	-	(36,903)
Interest and fiscal charges	<u>(219,166)</u>	<u>(368,925)</u>	<u>(17,337)</u>	<u>-</u>	<u>(605,428)</u>
Total non-operating revenues (expenses)	<u>202,867</u>	<u>783,570</u>	<u>18,871</u>	<u>-</u>	<u>1,005,308</u>
Changes in net position	(1,147,994)	682,098	(578,807)	238,226	(806,477)
Net position, September 30, 2023	<u>47,237,764</u>	<u>20,416,643</u>	<u>(2,196,462)</u>	<u>1,042,173</u>	<u>66,500,118</u>
Net position, September 30, 2024	<u>\$ 46,089,770</u>	<u>\$ 21,098,741</u>	<u>\$ (2,775,269)</u>	<u>\$ 1,280,399</u>	<u>\$ 65,693,641</u>

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Statement of Cash Flows - Proprietary Funds
For the Year Ended September 30, 2024

	<u>Electric Department</u>	<u>Water & Sewer Department</u>	<u>Sanitation and Waste Fund</u>	<u>Non-Major Enterprise Fund</u>	<u>Total Enterprise Funds</u>
<u>Cash Flows from Operating Activities</u>					
Cash received from customers	\$ 57,976,948	10,976,171	3,071,866	238,548	72,263,533
Cash paid to employees	(2,945,538)	(1,807,441)	(2,240,762)	-	(6,993,741)
Cash paid to suppliers	(50,853,950)	(5,305,169)	(279,095)	(257)	(56,438,471)
Net Cash Provided By Operating Activities	4,177,460	3,863,561	552,009	238,291	8,831,321
<u>Cash Flows from Capital and Related Financing Activities</u>					
Proceeds from issuance of debt	-	-	205,508	-	205,508
Payment of debt	(500,000)	(1,136,313)	(375,484)	-	(2,011,797)
Payment of interest	(201,853)	(368,925)	(17,337)	-	(588,115)
Purchase of capital assets	(4,035,983)	(9,914,425)	(237,582)	-	(14,187,990)
Removal cost	(131,768)	-	-	-	(131,768)
Salvage	11,382	-	-	-	11,382
Reclassifications	17,539	6,052,769	-	-	6,070,308
Other receipts (payments)	(3,000)	741,785	-	2,400	741,185
Net Cash Provided (Used) in Capital and Related Financing Activities	(4,843,683)	(4,625,109)	(424,895)	2,400	(9,891,287)
<u>Cash Flows from Investing Activities</u>					
Interest received on investments	287,260	104,416	-	-	391,676
Change in other investments	(9,021)	-	-	-	(9,021)
Collections on energy conservation loans receivable	2,896	-	-	-	2,896
Net Cash Provided by Investing Activities	281,135	104,416	-	-	385,551
Net Change in Cash	(385,088)	(657,132)	127,114	240,691	(674,415)
Cash and Cash Equivalents, October 1, 2023	7,880,515	4,224,727	-	921,098	13,026,340
Cash and Cash Equivalents, September 30, 2024	\$ 7,495,427	3,567,595	127,114	1,161,789	12,351,925
<u>Reconciliation of Operating Income (Loss) to Net Cash Flows from Operating Activities:</u>					
Operating income (loss)	\$ (1,350,861)	(101,472)	(597,678)	238,226	(1,811,785)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	3,569,419	1,655,074	246,757	65	5,471,315
Other non-operating revenues	154,745	1,166,454	39,180	-	1,360,379
Other non-operating expenses	(52,830)	-	-	-	(52,830)
Changes in operating assets and liabilities:					
(increase) decrease in receivables	41,509	682,261	318,690	-	1,042,460
(increase) decrease in inventory	91,640	97,203	-	-	188,843
(increase) decrease in other assets	(1,077,615)	-	-	-	(1,077,615)
(increase) decrease in deferred outflows of resources	(316,899)	196,144	151,539	-	30,784
increase (decrease) in payables	1,475,638	(25,875)	25,442	-	1,475,205
increase (decrease) accrued liabilities	(148,677)	(209,111)	81,141	-	(276,647)
increase (decrease) in deficit cash	-	-	(4,603)	-	(4,603)
increase (decrease) in customer deposits	(344,336)	54,138	-	-	(290,198)
increase (decrease) in unfunded pension liability	1,897,626	358,928	297,327	-	2,553,881
increase (decrease) in other liabilities	126,611	(10,183)	(5,786)	-	110,642
increase (decrease) in deferred inflows of resources	111,490	-	-	-	111,490
Total adjustments	5,528,321	3,965,033	1,149,687	65	10,643,106
Net cash provided by operating activities	\$ 4,177,460	3,863,561	552,009	238,291	8,831,321

The accompanying notes to financial statements are an integral part of these financial statements.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

The City of Starkville, Mississippi's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the City has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the City has chosen not to do so. The more significant accounting policies established in GAAP and used by the City are discussed below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain of the significant changes in the Statement include the following:

- Financial statements prepared using full accrual accounting for all of the City's activities, including infrastructure (roads, bridges, etc.).
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements).

a. Reporting Entity

The citizens of Starkville, Mississippi, have elected to operate under a Code Charter as permitted by Mississippi Statutes 21-3-3, which prescribes a Mayor and Board of Aldermen form of government.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the City's reporting entity.

Excluded from the reporting entity:

Starkville Public Schools. The Starkville Public Schools' governing board is appointed primarily by the City's governing body (four of the five members). The City does not hold title to any of the school's assets, nor does it have any right to the school's surpluses. The City does not have the ability to exercise influence over the daily operations or approve budgets.

Starkville Public Library. The Starkville Public Library's governing board is appointed jointly by various entities. The City's governing body appoints five of the ten members but does not have the ability to exercise influence over the daily operations or approve budgets. Additionally, the City does not hold title to any of the library's assets, nor does it have any right to the library's surpluses.

b. Basic Financial Statements – Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. The City's police and fire protection, parks and recreation, public works, and general administrative services are classified as governmental activities. The City's electric, water and sewer, sanitation, and landfill services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net position is reported in three parts – invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The City first utilizes restricted resources to finance qualifying activities.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

The government-wide Statement of Activities reports both the gross and net cost of each of the City's functions and business-type activities (police, fire, etc.). The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (police, fire, etc.) or a business-type activity. Operating revenues include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales or use taxes, intergovernmental revenues, interest income, etc.).

The government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

c. Basic Financial Statements – Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The City reports the following major Governmental Funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Parks Capital Project 2023 Fund* is a capital projects fund which accounts for expenditures related to the improvements of McKee Park.

The *2022 G.O. Public Improvement Bonds Fund* is a capital projects fund which accounts for expenditures related to infrastructure improvements, outdoor recreation, and sewerage systems within the community.

The *ARPA Fund* is a special revenue fund which accounts for financial resources from the American Rescue Plan grant funds.

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the City:

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

1. Governmental Funds

- a. **General Fund** is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund includes General Activities, Multi-Unit Drug Task Force Operations, Airport Activities, Restricted Police Activities, Restricted Fire Activities, Accounts Payable Clearing and Payroll Clearing.
- b. **Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. Special Revenue Funds are the CDBG Henderson Street Area Redevelopment Project Fund, the Law Enforcement Grants Fund, the Computer Assessments Fund, the CDBG Rehabilitation Loan Program Fund, Federal Forfeited Funds Fund, American Recovery Reinvestment Fund, and the TVA Hewlett Wood Products, Inc. Loan Fund.
- c. **Debt Service Funds** are used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest, and related costs. The Debt Service Funds are the City Bond and Interest Fund and the School Bond and Interest Fund.
- d. **Capital Projects Funds** are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Capital Projects Funds are the Parking Mill Project Fund, Public Improvement Bonds Fund, Parks and Recreation Bond 2020 Fund, the Parks and Recreation Tourism Fund, Industrial Park Bond Fund, Fire Station #5 Fund, Build Grant 182/MLK Corridor Fund, 2022 G.O. Public Improvement Bonds, 2022 Local Improvements Project Fund, Parks Capital Project Fund, and Stark/Hospital Road Expansion Fund.

2. Proprietary Funds

The City reports the following major Proprietary Funds:

The *Starkville Electric Department* is a fund which accounts for the distribution of electricity to the residents of the City of Starkville and Mississippi State University.

The *Water and Sewer Fund* is a fund which accounts for the activities of the City's water and sewer distribution and collections. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

The *Sanitation and Waste Fund* is a fund which accounts for the activities of the City's garbage collections.

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the City:

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

d. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

e. Change in Fiscal Year End-Starkville Electric Department

Effective July 1, 2023, Starkville Electric Department changed its fiscal year end from June 30 to September 30 under the direction of the Board of Aldermen. This change was made to better align its financial reporting with that of the City of Starkville, Mississippi. The financial statements presented are for the 15-month transition period from July 1, 2023 to September 30, 2024, therefore, should be considered when analyzing year-to-year changes in financial position and results of operations.

f. Financial Statement Amounts

1. Deposits and Investments:

State law authorizes the City to invest in interest bearing time certificates of deposit for periods of fourteen days to one year with depositories and in obligations of the U.S. Treasury, State of Mississippi, or municipality of this state. Further, the City may invest in certain repurchase agreements. Investments in governmental securities are stated at fair value.

For purposes of the statement of cash flows for the proprietary funds, the City defines cash equivalents as short-term, highly liquid investments with original maturity dates of three months or less.

2. Receivables:

Receivables are reported net of allowances for uncollectible accounts, where applicable.

3. Inventory:

Inventory is valued at the lower of cost (first-in, first-out) or market.

4. Capital Assets:

Capital assets are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20 – 50 years
Water and sewer system	30 – 50 years
Machinery and equipment	5 – 10 years
Improvements	10 – 20 years
Other infrastructure	10 – 50 years

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

5. Revenues:

Property taxes are billed and collected within the same period in which the taxes are levied. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non-operating revenue based on GASB No. 33. In applying GASB No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient.

6. Expenditures:

Expenditures are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

7. Compensated Absences:

The City accrues accumulated unpaid vacation and sick leave and associated employee-related costs when earned (or estimated to be earned) by the employee. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations.

8. Interfund Activity:

Interfund activity is reported as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

9. Basis of Budgeting:

The City prepares its governmental fund type budgets in accordance with state statutes, which require the cash basis of accounting for revenues. Expenditures are budgeted and reported on the modified accrual basis of accounting. For purposes of budgetary comparisons in the financial statements, the City has elected to compare GAAP basis revenue to budget. This presentation provides a reasonable basis of comparison because the difference in beginning and ending receivables is immaterial.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

10. Deferred Outflows / Inflows

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

Deferred outflows related to pensions- This amount represents the City's proportionate share of the deferred outflows of resources reported by the pension plan in which the City participates. See Note 16 for additional details.

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

Deferred inflows of resources- This amount represents the City's proportionate share of the deferred inflows of resources reported by the pension plan in which the City participates. See Note 16 for additional details.

11. Leases

The Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases* (GASB 87), to establish a single leasing model for accounting and reporting purposes. This guidance is intended to enhance the accountability, consistency, and comparability of lease activities reported by governments. GASB 87 was implemented during fiscal year 2022.

12. Subscription-Based Information Technology Arrangements

The Governmental Accounting Standards Board (GASB) issued Statement No. 96, *Subscription-Based Technology Arrangements* (SBITAs) (GASB 96), to establish uniform accounting and financial reporting requirements for SBITAs, and to enhance understandability, reliability, relevance, and consistency of information about SBITAs.

The City has evaluated its technology arrangements under the requirements of GASB Statement No. 96. As of September 30, 2024, the City does not have any arrangements that meet the definition of a SBITA.

13. Long-term Liabilities

Long-term liabilities are the unmatured principal of bonds, loans, notes or other forms of noncurrent or long-term obligation indebtedness. Long-term liabilities are not limited to liabilities from debt issuances, but may also include liabilities on lease-purchase agreements and other commitments.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

13. Long-term Liabilities (Continued)

In the government-wide financial statements and in the 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 Funds Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the Fund financial statements, Governmental Fund Types recognize bond premiums and discounts during the current period. The face amount of the debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

14. Pensions

For 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 of Mississippi (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, 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.

15. Net Position:

GASB 63 requires the classification of net position into three components – invested in capital assets, net of related debt, restricted and unrestricted. These classifications are defined as follows:

- a. Invested in capital assets, net of related debt – This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to 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 also should be included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt or deferred inflows of resources attributable to the unspent amount should not be included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflows of resources should be included in the same net position component (restricted or unrestricted) as the unspent amount.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

15. Net Position (Continued)

- b.** Restricted – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

- c.** Unrestricted – 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 net investment in capital assets or the restricted component of net position.

Net Position Flow Assumption

When an expense 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 expenses 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.

16. Fund Balance:

GASB 54 requires the classification of fund balance into five components – nonspendable, restricted, committed, assigned and unassigned. These classifications are defined as follows:

- a.** **Nonspendable fund balance** - amounts that cannot be spent due to form such as inventories, prepaid amounts, etc...

- b.** **Restricted fund balance** - amounts constrained for a specific purpose by external parties, constitutional provision or enabling legislation.

The City has the following restricted assets: restricted for fire protection, restricted for police protection, restricted for airport activities, restricted for parks and recreation, restricted for debt service and restricted for capital projects.

- c.** **Committed fund balance** - amounts constrained for a specific purpose by an entity using its highest level of decision-making authority. It would require the same group to remove or change the constraints placed on the resources. Currently, there are no committed fund balances.

City of Starkville, Mississippi
Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

- d. **Assigned fund balance** - for all funds other than the general fund, any remaining positive amounts not classified as nonspendable, restricted or committed.

The City classifies unspent budgeted projects that are re-budgeted in the subsequent year to assigned for budgetary purposes.

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

Fund Balance Flow Assumption:

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

17. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the 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. Actual results could differ from those estimates.

18. Changes in Accounting Standards:

GASB 100, *Accounting Changes and Error Corrections*, was implemented during the 2024 fiscal year. This Statement is an amendment of GASB Statement 62, *Codification of Accounting and Financial Reporting Guidance*. The purpose of the standard is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

City of Starkville, Mississippi
Notes to Financial Statements

Note 2: Cash, Other Deposits, and Investments

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. 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 Depository Insurance Corporation. All of the City’s funds eligible to be included in the state’s collateral pool program were properly included and were fully collateralized as of September 30, 2024.

The carrying amount of the City's deposits with financial institutions was \$20,996,400 on September 30, 2024 and the bank balance was \$20,231,828.

The balances do not reflect cash or other deposits held in the name of Starkville Electric Department and Starkville Water Department in the amounts of \$7,495,427 and \$3,567,595 respectively, which are separately secured.

Investments:

Fair Value Measurements for Investments can be categorized by the following fair value hierarchy. The fair value hierarchy prioritizes the inputs used to measure fair value into three broad Levels (Levels 1, 2, and 3), moving from quoted prices in active markets in Level 1 to unobservable inputs in Level 3.

Level 1 inputs include US government and agency securities, foreign government debt, listed equities and money market securities.

Level 2 inputs include corporate bonds (investment grade, high yield), mortgage-backed securities, bank loans, loan commitments, less liquid listed equities, municipal bonds and certain OTC derivatives.

Level 3 inputs include distressed debt, private equity, exotic or non-standard derivatives.

Investment balances at September 30, 2024, are as follows:

<u>Investment Type</u>	<u>Maturities</u>	<u>Fair Value Level</u>	<u>Fair Value</u>
First American Funds Inc. US Treasury			
Money MarketFund Class Y 3696	N/A	Level 1	\$ 15,378,327
USA Treasury Bills	1-2 years	Level 1	5,644,532
Total			<u>\$ 21,022,859</u>

City of Starkville, Mississippi
Notes to Financial Statements

Note 3: Interfund Transactions and Balances

The following is a summary of interfund balances at September 30, 2024:

A. Due From/To Other Funds:

Due From	Due to	Amount
General Fund	Electric Department	\$ 87,474
General Fund	Water and Sewer Department	87,930
ARPA Fund	Water and Sewer Department	1,306,917
Water and Sewer Department	Electric Department	85,747
Electric Department	Sanitation and Waste	81,141
Electric Department	General Fund	6,912
		\$ 1,656,121

B. Transfers In/Out:

Transfers In	Transfers Out	Amount
Water and Sewer Department	Other Governmental Funds	\$ 501,699
Other Governmental Funds	General Fund	4,213,688
Total		\$ 4,715,387

The principal purpose of inter-fund transfers was to provide funds for grant matches or to provide funds to pay for capital outlay. All interfund transfers were routine and consistent with the activities of the fund making the transfer.

City of Starkville, Mississippi
Notes to Financial Statements

Note 4: Capital Assets

Capital asset activity for the year ended September 30, 2024, was as follows:

	<u>Balance</u> <u>9/30/2023</u>	<u>Additions</u>	<u>Retirements</u>	<u>Adjustments</u>	<u>Balance</u> <u>9/30/2024</u>
Governmental activities					
Land and construction in progress	\$ 1,792,946	-	-	-	1,792,946
Other capital assets	156,175,198	13,764,615	(763,527)	-	169,176,286
Less: accumulated depreciation	(81,751,002)	(4,816,577)	738,840	-	(85,828,739)
Governmental activities capital assets, net	<u>\$ 76,217,142</u>	<u>8,948,038</u>	<u>(24,687)</u>	<u>-</u>	<u>85,140,493</u>
Business-type activities:					
Land and construction in progress - Electric	\$ 1,465,370	522,585	-	-	1,987,955
Other capital assets - Electric	78,370,505	3,513,398	(621,889)	(17,539)	81,244,475
Less: accumulated depreciation - Electric	(28,036,453)	(3,580,801)	753,657	-	(30,863,597)
Capital assets, net - Electric	<u>\$ 51,799,422</u>	<u>455,182</u>	<u>131,768</u>	<u>(17,539)</u>	<u>52,368,833</u>
Land and construction in progress - Water - Sewer	\$ 3,438,701	3,772,428	(6,052,768)	-	1,158,361
Other capital assets - Water - Sewer	65,725,248	6,141,997	(255,733)	-	71,611,512
Less: accumulated depreciation - Water - Sewer	(37,563,936)	(1,655,074)	243,218	(6)	(38,975,798)
Capital assets, net - Water - Sewer	<u>\$ 31,600,013</u>	<u>8,259,351</u>	<u>(6,065,283)</u>	<u>(6)</u>	<u>33,794,075</u>
Land and construction in progress - Sanitation - Landfill	\$ 98,600	-	-	-	98,600
Other capital assets - Sanitation - Landfill	7,001,993	193,009	(67,643)	-	7,127,359
Less: accumulated depreciation - Sanitation-Landfill	(5,842,561)	(246,821)	67,643	-	(6,021,739)
Capital assets, net - Sanitation-Landfill	<u>\$ 1,258,032</u>	<u>(53,812)</u>	<u>-</u>	<u>-</u>	<u>1,204,220</u>
Business-type activities capital assets, net	<u>84,657,467</u>	<u>8,660,721</u>	<u>(5,933,515)</u>	<u>(17,545)</u>	<u>87,367,128</u>
Lease assets, net (Note 5)				\$ 1,069,776	
Total capital assets, net, as reported in the statement of net position				<u>\$ 173,577,397</u>	

When the City of Starkville updates its fixed assets subsidiary records, the adjustment column reports the appropriate corrections to the various classes of fixed assets. The adjustments for this year were to clean up the fixed asset schedule to agree to their records.

Depreciation expense was charged to functions as follows:

Governmental activities:

General government	\$1,074,057
Public safety - Police	370,203
Public safety - Fire	437,047
Highways and streets	587,158
Culture and recreation	2,348,112

Total governmental activities depreciation expense \$4,816,577

Business-type activities:

Electric	\$3,580,801
Water and sewer	1,655,074
Sanitation	246,757
Landfill	65

Total business-type activities depreciation expense \$5,482,697

Starkville Electric Department's depreciation of \$3,569,419 which consists of \$3,420,931 charged to depreciation expense and \$148,488 charged to building and transportation clearings.

City of Starkville, Mississippi
Notes to Financial Statements

Note 5: Intangible Right-to-Use Leases

A summary of lease asset activity during the year ended September 30, 2024 is as follows:

Governmental Activities:

	Balance 9/30/2023	Additions	Remeasurements	Deductions	Balance 9/30/2024
<u>Lease assets:</u>					
Vehicles	\$ -	1,096,903	-	-	1,096,903
Total lease assets	-	1,096,903	-	-	1,096,903
<u>Less accumulated amortization for:</u>					
Lease assets:					
Vehicles	-	68,728	-	-	68,728
Total accumulated amortization	-	68,728	-	-	68,728
Total lease assets, net	-	1,028,175	-	-	1,028,175
Total governmental activities lease assets, net	\$ -	1,028,175	-	-	1,028,175

Business-type Activities:

	Balance 9/30/2023	Additions	Remeasurements	Deductions	Balance 9/30/2024
<u>Lease assets:</u>					
Vehicles	-	44,573	-	-	44,573
Total lease assets	-	44,573	-	-	44,573
<u>Less accumulated amortization for:</u>					
Lease assets:					
Vehicles	-	2,972	-	-	2,972
Total accumulated amortization	-	2,972	-	-	2,972
Total lease assets, net	-	41,601	-	-	41,601
Total business-type activities lease assets, net	\$ -	41,601	-	-	41,601

Amortization expense was charged to the following functions:

	Amount
Governmental Activities:	
Public safety - Police	\$ 56,703
Public safety - Fire	3,957
Highways and streets	5,252
Culture and recreation	2,816
Total governmental activities amortization expense	\$ 68,728
Business-type Activities:	
Sanitation	\$ 2,972
Total business-type activities amortization expense	\$ 2,972

City of Starkville, Mississippi
Notes to Financial Statements

Note 5: Intangible Right-to-Use Leases (Continued)

A summary of lease liabilities during the year ended September 30, 2024 is as follows:

Governmental Activities:

	Balance 9/30/2023	Additions	Remeasurements	Deductions	Balance 9/30/2024
Lease liabilities	\$ -	998,725	-	67,597	931,128
Total	\$ -	998,725	-	67,597	931,128

Business-type Activities:

	Balance 9/30/2023	Additions	Remeasurements	Deductions	Balance 9/30/2024
Lease liabilities	\$ -	41,073	-	2,731	38,342
Total	\$ -	41,073	-	2,731	38,342

The City is a lessee for various non-cancellable leases of vehicles. For leases that have a maximum possible term of 12 months or less at commencement, the City recognizes expense based on the provisions of the lease contract. For all other leases, other than short-term, the City recognized a lease and an intangible right-to-use lease asset.

At lease commencement, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, plus lease payments made at or before the lease commencement date, plus any initial direct costs ancillary to placing the underlying asset into service, less any lease incentives received at or before the lease commencement date. Subsequently, the lease asset is amortized in amortization expense on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset.

The City generally uses the federal prime rate as the discount rate for leases unless the rate that the lessor charges is known.

The lease term includes the non-cancellable period of the lease plus any additional periods covered by either a city or lessor option to extend for which it is reasonably certain to be exercised or terminate for which it is reasonably certain to not be exercised. Periods in which both the City and the lessor have a unilateral option to terminate (or if both parties have agreed to extend) are excluded from the lease term.

City of Starkville, Mississippi
Notes to Financial Statements

Note 5: Intangible Right-to-Use Leases (Continued)

As Lessee:

The City has entered into multiple lease agreements with Enterprise Fleet Management for the lease of vehicles owned by Enterprise Fleet Management. Lease terms range from March 2024 through July 2024. The lease agreements can only be cancelled if both parties agree. There is an option to extend the lease agreements on a month-to-month basis for an unlimited period. There are no variable payment options.

Description	Discount Rate	Term	Issue Date	Maturity Date	Monthly Payment	Amount Outstanding
Enterprise Fleet Management	7.81%	60 mos	3/1/2024	2/28/2029	861	38,509
Enterprise Fleet Management	8.44%	60 mos	6/1/2024	5/31/2029	782	36,088
Enterprise Fleet Management	8.44%	60 mos	6/1/2024	5/31/2029	831	38,342
Enterprise Fleet Management	8.44%	60 mos	6/1/2024	5/31/2029	1,130	52,168
Enterprise Fleet Management	8.20%	60 mos	3/1/2024	2/28/2029	948	42,049
Enterprise Fleet Management	7.81%	60 mos	3/1/2024	2/28/2029	828	37,016
Enterprise Fleet Management	8.20%	60 mos	3/1/2024	2/28/2029	948	42,041
Enterprise Fleet Management	8.20%	60 mos	4/1/2024	3/31/2029	948	42,696
Enterprise Fleet Management	8.20%	60 mos	4/1/2024	3/31/2029	948	42,705
Enterprise Fleet Management	8.44%	60 mos	6/1/2024	5/31/2029	915	42,230
Enterprise Fleet Management	8.50%	60 mos	7/1/2024	6/30/2029	916	42,825
Enterprise Fleet Management	8.50%	60 mos	7/1/2024	6/30/2029	984	46,023
Enterprise Fleet Management	8.50%	60 mos	7/1/2024	6/30/2029	916	42,825
Enterprise Fleet Management	8.50%	60 mos	7/1/2024	6/30/2029	916	42,825
Enterprise Fleet Management	8.50%	60 mos	7/1/2024	6/30/2029	968	45,271
Enterprise Fleet Management	8.50%	60 mos	7/1/2024	6/30/2029	934	43,662
Enterprise Fleet Management	8.05%	60 mos	8/1/2024	7/31/2029	1,020	48,898
Enterprise Fleet Management	8.05%	60 mos	8/1/2024	7/31/2029	1,008	48,311
Enterprise Fleet Management	8.05%	60 mos	8/1/2024	7/31/2029	1,008	48,311
Enterprise Fleet Management	8.05%	60 mos	8/1/2024	7/31/2029	1,020	48,888
Enterprise Fleet Management	8.05%	60 mos	8/1/2024	7/31/2029	1,020	48,899
Enterprise Fleet Management	8.05%	60 mos	8/1/2024	7/31/2029	<u>1,020</u>	<u>48,888</u>
					\$ <u>20,869</u>	\$ <u>969,470</u>

City of Starkville, Mississippi
Notes to Financial Statements

Note 5: Intangible Right-to-Use Leases (Continued)

The following is a schedule by years of total payments due as of September 30, 2024:

<u>Year Ending September 30</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 170,095	70,397	6,999	2,969
2026	184,647	55,845	7,613	2,355
2027	200,446	40,047	8,281	1,687
2028	217,596	22,895	9,008	961
2029	158,344	5,261	6,441	206
Total	\$ <u>931,128</u>	<u>194,445</u>	<u>38,342</u>	<u>8,178</u>

Note 6: Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2024, was as follows:

	<u>Balance</u>			<u>Balance</u>	<u>Amount Due</u>
	<u>9/30/2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>9/30/2024</u>	<u>Within One</u>
					<u>Year</u>
Governmental Activities					
General obligation bonds					
TIF Revenue Bonds, Series 2011	\$ 94,000	-	46,000	48,000	48,000
GO Public Improvement Bonds, Series 2015	1,835,000	-	125,000	1,710,000	130,000
GO Public Improvement, Series 2016A	2,290,000	-	130,000	2,160,000	135,000
GO Public Improvement, Series 2016B	1,835,000	-	105,000	1,730,000	110,000
TIF Revenue Bonds, Series 2016	400,000	-	125,000	275,000	135,000
GO Refunding Bond, Series 2018	1,545,000	-	380,000	1,165,000	375,000
GO Development Bonds, Series 2017	5,250,000	-	350,000	4,900,000	350,000
2018 Refunding Bond-City Hall	3,735,000	-	290,000	3,445,000	320,000
Special Obligation, Series 2018	3,285,000	-	430,000	2,855,000	440,000
Special Obligation, Series 2018	2,494,000	-	178,000	2,316,000	183,000
Special Obligation, Series 2020A	14,245,000	-	55,000	14,190,000	60,000
Special Obligation, Series 2020B	9,650,000	-	30,000	9,620,000	30,000
TIF Revenue Bonds, Series 2022	627,300	-	75,300	552,000	76,700
GO Bonds, Series 2022	4,400,000	-	555,000	3,845,000	580,000
TIF Revenue Bonds, Series 2022	1,437,400	-	65,800	1,371,600	69,100
GO Public Improvement Bonds, Series 2024	-	5,000,000	-	5,000,000	355,000
GO Public Improvement Bonds, Series 2024	-	12,555,000	-	12,555,000	375,000
Total	\$ <u>53,122,700</u>	<u>17,555,000</u>	<u>2,940,100</u>	<u>67,737,600</u>	<u>3,771,800</u>

City of Starkville, Mississippi
Notes to Financial Statements

Note 6: Long-Term Liabilities (Continued)

	Balance			Balance	Amount Due
	9/30/2023	Additions	Reductions	9/30/2024	Within One
					Year
Notes payable					
Asphalt Truck (Kenworth)	16,788	-	16,788	-	-
Fire Truck	538,076	-	104,039	434,037	105,797
2 Pumper Trucks	686,720	-	76,174	610,546	78,752
2019 Street Excavator	67,307	-	29,277	38,030	30,294
2022 Dodge Durango	23,487	-	13,273	10,214	10,214
2020 Fire Truck-Bankfirst	1,155,830	-	146,258	1,009,572	148,604
Utility Associates-Body Cameras	155,400	-	77,700	77,700	77,700
FUSUS Real Time Crime Center	65,000	-	65,000	-	-
Harley-Davidson Motorcycles	6,300	-	6,300	-	-
Dell Server	103,504	-	23,050	80,454	24,839
Dell Server Storage Array	25,259	-	2,358	22,901	4,713
Flexible Multisensor Fixed Cameras/Surveillance Cameras	9,003	-	9,003	-	-
Compensated absences	793,144	4,647	-	797,791	-
Total	\$ 3,645,818	4,647	569,220	3,081,245	480,913
Total Governmental Activities	\$ 56,768,518	17,559,647	3,509,320	70,818,845	4,252,713
Business-type Activities					
Bonds and notes payable					
Utility Revenue Bonds, Series 2019	\$ 8,570,000	-	395,000	8,175,000	410,000
Electric System Revenue Bond, Series 2020	7,090,000	-	500,000	6,590,000	515,000
GO Utility Refunding Bond Series 2012	768,306	-	188,390	579,916	192,083
Drinking Water Improvements Revolving Loan	169,017	-	56,567	112,450	57,998
Water Pollution Control Revolving Loan	479,849	-	219,210	260,639	223,077
Water Pollution Control Revolving Loan	89,881	-	15,865	74,016	16,307
MDA Capital Improvements Loan	273,207	-	19,520	253,687	17,020
MDA Capital Improvements Loan	182,461	-	22,479	159,982	26,278
MDA Capital Improvements Loan	358,640	-	44,691	313,949	53,066
MDA Capital Improvements Loan	908,352	-	61,973	846,379	62,843
MDA Capital Improvements Loan	125,269	-	39,304	85,965	38,629
MDA Capital Improvements Loan	383,100	-	26,745	356,355	26,698
MDA Capital Improvements Loan	594,338	-	33,787	560,551	33,387
MDA Capital Improvements Loan	224,771	-	12,782	211,989	12,097
3 Refuse Trucks & Knuckle Boom	248,041	-	122,435	125,606	125,606
2021 Tractor and Cutter	13,926	-	13,926	-	-
Garbage Truck/Front End Loader	122,864	-	39,952	82,912	40,946
2021 Rear Loader Truck	100,200	-	42,666	57,534	57,534
2022 Kubota Tractor	44,293	-	25,032	19,261	19,261
2022 Knuckleboom Loader	158,893	-	62,372	96,521	63,945
2023 Freightliner M2 #9147	211,828	-	47,922	163,906	49,082
8 Yard Rear Loader	-	164,435	18,266	146,169	38,284
Compensated absences	73,787	-	5,786	68,001	-
Total	\$ 21,191,202	164,435	2,014,670	19,340,788	2,079,141

City of Starkville, Mississippi
Notes to Financial Statements

Note 6: Long-Term Liabilities (Continued)

All liabilities of The City of Starkville are secured by the full faith and credit of the municipality.

The nine outstanding issues of General Obligation Bonds are due in annual installments ranging from \$100,000 to \$935,000 each through various dates, the last of which is the year 2044. Interest rates range from 2.12% to 5.00%.

The City has entered into bond purchase agreements to issue and sell Tax Increment Financing Revenue Bonds. The principal of the bonds is due in annual installments. The Series 2011, Series 2016, and Series 2022 Bonds were issued for the purpose of constructing various infrastructure improvements to support the projects. The City's tax increment financing bond indebtedness is recorded as a liability of the City to match revenue streams to the related debt for which they have been pledged. The obligation of the City to pay principal and interest on these bonds is limited solely to the tax increment financing (TIF) revenues generated from the project. Should TIF revenues not be sufficient to meet the required debt service obligations, the City is not obligated to make such bond payments from any other sources of its revenues. However, the City intends to annually appropriate funds sufficient to make all payments required by the bonds for the next fiscal year. Management does not anticipate that any of the City's general funds will be required to make up any deficiency in bond payments during the next fiscal year.

Legal Debt Margin

The amount of debt, excluding specific exempted debt that can be incurred by the City is limited by state statute. Total outstanding debt during a year can be no greater than 15% of assessed value of the taxable property within the City, according to the last completed assessment for taxation. In no case shall the total indebtedness exceed 20% of the assessed value of the property. As of September 30, 2024, the amount of outstanding debt was equal to 5.92% of the latest property assessments.

Note 7: Unemployment Compensation Fund

The City has elected to establish a revolving fund for unemployment compensation which is to be maintained in the amount of 2% of the first \$6,000 of employee wages paid in the preceding calendar year. The Unemployment Compensation Fund was fully funded at September 30, 2024.

Note 8: Defined Benefit Pension Plan – City of Starkville (Excluding Starkville Electric Department)

The Public Employee's Retirement System of Mississippi (PERS) assigns a proportionate share of the collective net pension liability to each participating employer based on the employer's contributions to the plan. The City of Starkville participates in PERS under two separate employer accounts: one covering all activities of the City excluding Starkville Electric Department and one covering Starkville Electric Department. These allocations are reported separately in Notes 8 and 9.

City of Starkville, Mississippi
Notes to Financial Statements

Note 8: Defined Benefit Pension Plan – City of Starkville (Excluding Starkville Electric Department) (Continued)

General Information about the Pension Plan

Plan Description. PERS is a defined benefit cost-sharing plan administered by the PERS System that provides retirement benefits to all eligible employees. Membership in PERS is a condition of employment granted upon hiring for qualifying employees including officials of the State of Mississippi (the State), state universities, community and junior colleges, and teachers and employees of the public-school districts, and other public employees whose employers have elected to participate. 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 System's Board of Trustees. Members and employers are statutorily required to contribute certain percentages of salaries and wages as specified by the Board of Trustees. Current rates are 17.40 percent for employers and 9.00 percent for members. PERS employers contributed \$1,456 million and members contributed \$683 million for fiscal year 2024. 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 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. Plan provisions and the Board of Trustees' authority to determine contribution rates are established by Miss. Code Ann. § 25-11-1 et seq., (1972, as amended) and may be amended only by the Mississippi Legislature. The PERS plan financial report is included in the Annual Comprehensive Financial Report of the Public Employees' Retirement System available at www.PERS.ms.gov.

City of Starkville, Mississippi
Notes to Financial Statements

Note 8: Defined Benefit Pension Plan – City of Starkville (Excluding Starkville Electric Department) (Continued)

Contributions. PERS members are required to contribute 9.00% of their annual covered salary, and the City is required to contribute at an actuarially determined rate. The employer's rate as of September 30, 2024 was 17.90% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State of Mississippi Legislature. The City's contributions to PERS for the fiscal years ending September 30, 2024, 2023 and 2022 were \$2,341,648, \$2,194,650, and \$1,984,730 respectively, which equaled the required contributions for each year.

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

At September 30, 2024, the City reported a liability of \$45,539,854 which was for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contribution to the pension plan relative to projected contributions of all participating entities, actuarially determined. At June 30, 2024, the City's proportion was 0.175373 percent. This was an increase of .007015 percent from its proportionate share used to calculate the September 30, 2023 net pension liability, which was based on a measurement date of June 30, 2023.

For the year ended September 30, 2024, the City recognized pension expense of \$7,240,802. At September 30, 2024 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,425,099	-
Net difference between projected and actual earnings on pension plan investments	27,995	-
Changes of assumptions	2,707,902	-
Change in proportion percentage	1,288,951	-
City contributions subsequent to the measurement date	672,024	-
	\$ 7,121,971	-

\$672,024 reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

City of Starkville, Mississippi
Notes to Financial Statements

Note 8: Defined Benefit Pension Plan – City of Starkville (Excluding Starkville Electric Department) (Continued)

Year ended September 30,		
	2024	2,600,909
	2025	3,945,233
	2026	273,749
	2027	(369,944)
	2028	-
		-
	\$	6,449,947

Actuarial assumptions. The total pension liability as of June 30, 2024 was determined by an actuarial valuation prepared as of June 30, 2023, and by the investment experience for the fiscal year ending June 30, 2024. The following actuarial assumptions are applied to all periods in the measurement:

Inflation	2.40 percent
Salary increases	2.65 – 17.90 percent, including inflation
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

Mortality rates for service retirees were based on the PubS.H-2010(B) Retiree Table with the following adjustments: For males, 95 percent of male rates up to age 60, 110% for ages 61 to 75 and 101% for ages above 77. For females, 84% of female rates up to age 72 and 100% for ages above 76. Mortality rates for disability retirees were based on the PubG.H-2010(B) Disabled Table adjusted 134% for males and 121% for females. Mortality rates for Contingent Annuitants were based on the PubS.H-2010(B) Contingent Annuitant Table, adjusted 97% for males and 110% for females. Mortality rates will be projected generationally using the MP-2020 projection scale to account for future improvements in life expectancy.

The actuarial assumptions used for the purposes of determining the total pension liability were based on the results of an actuarial experience study for the period from July 1, 2018 to June 30, 2022. This experience report is dated April 21, 2023.

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.

City of Starkville, Mississippi
Notes to Financial Statements

Note 8: Defined Benefit Pension Plan-City of Starkville (Excluding Starkville Electric Department)
(Continued)

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 most recent 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	25 %	5.15 %
International Equity	20	5.00
Global Equity	12	5.15
Fixed Income	18	2.75
Real Estate	10	3.50
Private Equity	10	6.25
Infrastructure	2	3.85
Private Credit	2	4.90
Cash Equivalents	1	0.50
Total	100 %	

Discount rate. The discount rate used to measure the total pension liability was 7.00 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 percent) and that employer contributions will be phased in to 19.90 percent over five fiscal years (17.90 percent for FYE 2025, 18.40 percent for FYE 2026, 18.90 percent for FYE 2027, 19.40 percent for FYE 2028, and 19.90 percent for FYE 2029 and beyond). Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
City's proportionate share of the net pension liability	\$ 59,026,278	\$ 45,539,854	\$ 34,502,237

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

City of Starkville, Mississippi
Notes to Financial Statements

Note 9: Defined Benefit Pension Plan – Starkville Electric Department

General Information about the Pension Plan

Plan Description. PERS is a defined benefit cost-sharing plan administered by the PERS System that provides retirement benefits to all eligible employees. Membership in PERS is a condition of employment granted upon hiring for qualifying employees including officials of the State of Mississippi (the State), state universities, community and junior colleges, and teachers and employees of the public-school districts, and other public employees whose employers have elected to participate. 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 System's Board of Trustees. Members and employers are statutorily required to contribute certain percentages of salaries and wages as specified by the Board of Trustees. Current rates are 17.40 percent for employers and 9.00 percent for members. PERS employers contributed \$1,456 million and members contributed \$683 million for fiscal year 2024.

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 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.

City of Starkville, Mississippi
Notes to Financial Statements

Note 9: Defined Benefit Pension Plan – Starkville Electric Department (Continued)

General Information about the Pension Plan

Plan provisions and the Board of Trustees' authority to determine contribution rates are established by Miss. Code Ann. § 25-11-1 et seq., (1972, as amended) and may be amended only by the Mississippi Legislature. The PERS plan financial report is included in the Annual Comprehensive Financial Report of the Public Employees' Retirement System available at www.PERS.ms.gov.

Contributions. PERS members are required to contribute 9.00% of their annual covered salary, and the Electric Department is required to contribute at an actuarially determined rate. The employer's rate was 17.90% and 17.40% of annual covered payroll as of September 30, 2024 and June 30, 2023, respectively. Plan provisions and the Board of Trustees' authority to determine contribution rates are established by Section 25-11-1 of the Mississippi Code of 1972, as amended, and may be amended only by the Mississippi Legislature. The Electric Department's contributions to PERS for the 15-month period ended September 30, 2024, was \$515,986, and for fiscal years ending June 30, 2023 and 2022, were \$341,006 and \$345,255, respectively, which equaled the required contributions for each year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions for the 15-month period ended September 30, 2024

At September 30, 2024, the Electric Department reported a liability of \$7,990,177, for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The Electric Department's proportion of the net pension liability was based on a projection of the Electric Department's long-term share of contribution to the pension plan relative to projected contributions of all participating entities, actuarially determined. The Electric Department's proportionate share used to calculate the September 30, 2024 net pension liability was 0.030770%, which was based on a measurement date of June 30, 2024. This was an increase of 0.001171% from its proportionate share used to calculate the June 30, 2023 net pension liability, which was based on a measurement date of June 30, 2022.

City of Starkville, Mississippi
Notes to Financial Statements

Note 9: Defined Benefit Pension Plan – Starkville Electric Department (Continued)

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

For the 15-month period ended September 30, 2024, the Electric Department recognized pension expense of \$2,208,204. At September 30, 2024 the Electric Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 429,902	-
Net difference between projected and actual earnings on pension plan investments	26,478	-
Changes of assumptions	494,911	-
Change in proportion percentage	651,099	252,760
City contributions subsequent to the measurement date	123,965	-
	\$ 1,726,355	252,760

\$123,965 reported as deferred outflows of resources related to pensions resulting from Electric Department contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ended September 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended September 30,	
2025	494,157
2026	780,295
2027	140,086
2028	(64,908)
2029	-
	\$ 1,349,630

Actuarial assumptions. The total pension liability as of June 30, 2024 was determined by an actuarial valuation prepared as of June 30, 2023, and by the investment experience for the fiscal year ending June 30, 2024.

City of Starkville, Mississippi
Notes to Financial Statements

Note 9: Defined Benefit Pension Plan – Starkville Electric Department (Continued)

The following actuarial assumptions are applied to all periods in the measurement:

Inflation	2.40 percent
Salary increases	2.65 – 17.90 percent, including inflation
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

Mortality rates for service retirees were based on the PubS.H-2010(B) Retiree Table with the following adjustments: For males, 95 percent of male rates up to age 60, 110% for ages 61 to 75 and 101% for ages above 77. For females, 84% of female rates up to age 72 and 100% for ages above 76. Mortality rates for disability retirees were based on the PubG.H-2010(B) Disabled Table adjusted 134% for males and 121% for females. Mortality rates for Contingent Annuitants were based on the PubS.H-2010(B) Contingent Annuitant Table, adjusted 97% for males and 110% for females. Mortality rates will be projected generationally using the MP-2020 projection scale to account for future improvements in life expectancy.

The actuarial assumptions are based on the experience investigation for the four-year period ending June 30, 2022.

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 most recent 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	25 %	5.15 %
International Equity	20	5.00
Global Equity	12	5.15
Debt Securities	18	2.75
Real Estate	10	3.50
Private Equity	10	6.25
Infrastructure	2	3.85
Private Credit	2	4.90
Cash Equivalents	1	0.50
Total	100 %	

City of Starkville, Mississippi
Notes to Financial Statements

Note 9: Defined Benefit Pension Plan – Starkville Electric Department (Continued)

Discount rate. The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate (9.00%) and that Employer contributions will be made at the current employer contribution rate (17.90%). 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 Electric Department’s proportionate share of the net pension liability to changes in the discount rate. The following presents the Electric Department’s proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the Electric Department’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Electric Department’s proportionate share of the net pension liability	\$ 10,356,432	\$ 7,990,177	\$ 6,053,576

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued PERS financial report.

Note 10: Joint Ventures

The City of Starkville entered into an agreement with the Golden Triangle Solid Waste Management Authority. This Authority was organized under laws of the State of Mississippi (Section 17-17-301 et seq. Miss. Code of 1972 as amended). The Authority’s purpose is to operate and maintain a landfill facility. The project was permitted by DEQ in December, 1994. The City of Starkville’s share of expense and liability is based on a pro rata share of waste tonnage. The City’s portion of this expense was \$388,831 in 2024. The members, in addition to the City of Starkville, are Noxubee County, City of West Point, Clay County, City of Columbus, Lowndes County, City of Macon, Oktibbeha County, Webster County, City of Eupora, Choctaw County, and the Town of Ackerman. Because of the nature of the Authority’s operations there is no determinable equity interest of the City of Starkville. The Authority is designed to generate revenues from its members in an amount adequate only to cover its operating costs. The Authority is audited separately and financial statements are available upon request.

City of Starkville, Mississippi
Notes to Financial Statements

Note 11: Related Party

The City of Starkville, Mississippi, is currently under a board-approved, open-ended contract with an outside consulting company to provide support to the Electric Department. The owner of the consulting company is the former general manager of the Electric Department for 11 years and the father of the current General Manager for the Electric Department. For the 15-month period ended September 30, 2024, the amount paid to the consulting company was \$77,140.

Note 12: Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Under GASB Statement No. 10, *Accounting and Financial Reporting for Risks Financing and Related Insurance Issues*, a liability for claims must 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 that the amount of the loss can be reasonably estimated. As of the date of this audit report, there were no known claims above the amount of coverage purchased for risks of loss related to torts, theft of, damage to, and the destruction of assets, errors and omissions, injuries to employees, and natural disasters at September 30, 2024, therefore no liability has been accrued at this time.

Note 13: Property Tax

Numerous statutes exist under which the Mayor and Board of Aldermen may levy property taxes. The selection of authorities is made based on the objectives and responsibilities of the City. Restrictions associated with property tax levies vary with the statutory authority. The amount of increase in certain property taxes is limited by state law. Generally, this restriction provides that these tax levies shall produce no more than 110% of the amount which resulted from the assessments of the previous year.

The Mayor and Board of Aldermen, each year at a meeting in September, levies property taxes for the ensuing fiscal year which begins on October 1. Real property taxes become a lien on January 1 of the current year, and personal property taxes become a lien on March 1 of the current year. Taxes on both real and personal property, however, are due on or before February 1 of the next succeeding year.

Taxes on motor vehicles and mobile homes become a lien and are due in the month that coincides with the month of original purchase. The City taxes are collected and remitted to the City by the Oktibbeha County Tax Collector.

Accounting principles generally accepted in the United States of America require property taxes to be recognized at the levy date if measurable and available. All property taxes are recognized as revenue in the year for which they are levied. Motor vehicle and mobile home taxes do not meet the measurability and collectability criteria for property tax recognition because the lien and due date cannot be established until the date of original purchase occurs.

City of Starkville, Mississippi
Notes to Financial Statements

Note 13: Property Tax (Continued)

The distribution of taxes to funds was made in accordance with prescribed tax levies, and uncollected taxes were properly handled.

Delinquent taxes are not recorded as assets.

Note 14: Economic Development, Tourism, and Convention Tax

In 2004, the Legislature of the State of Mississippi passed a local and private bill on behalf of the City of Starkville authorizing a 2 % tax on the gross income of restaurants derived from the sale of prepared food and alcoholic and nonalcoholic beverages. The tax is collected by the Mississippi State Tax Commission in the same manner that sales taxes are collected. The proceeds of the tax less 3% are paid monthly to the City of Starkville to be distributed to the appropriate entities as follows:

Economic Development Authority – 15%
Visitor and Convention Council – 15%
Starkville Parks and Recreation – 40%
Mississippi State University – 20%
Used for economic and community development projects, initiatives or opportunities – 10%

The distribution of the tax is audited in the course of this audit.

Note 15: Contingent Liabilities

Federal Grants- The City has received federal grants for specific purposes that are subject to audit by the grantor agencies. Entitlements to these resources are generally conditional upon compliance with the terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a grantor audit may become a liability to the City. No provision for any liability that may result has been recognized in the City's financial statement.

Litigation – The City is party to legal proceedings, many of which occur in the normal course of governmental operations. It is not possible at the present time to estimate ultimate outcome or liability, if any, of the City with respect to the various proceedings. However, the City's legal counsel believes that ultimate liability resulting from these lawsuits will not have a material adverse effect on the financial condition of the City.

Note 16: Effect of Deferred Amounts on Net Position

The governmental activities' unrestricted net position amount of \$(19,730,754) includes the effect of deferred outflows of resources related to pensions. A portion of the deferred outflows of resources related to pensions in the amount of \$536,361 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2025. The \$5,252,807 balance of the deferred outflows of resources related to pensions at September 30, 2024, will be recognized in pension expense over the next 4 years.

City of Starkville, Mississippi
Notes to Financial Statements

Note 16: Effect of Deferred Amounts on Net Position (Continued)

The business-type activities' unrestricted net position amount of \$(3,671,784) includes the effect of deferred outflows of resources related to pensions. A portion of the deferred outflows of resources related to pension in the amount of \$186,464 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2025. The \$2,172,260 balance of the deferred outflows of resources related to pensions at September 30, 2024, will be recognized in pension expense over the next 4 years.

The governmental activities' unrestricted net position amount of \$(19,730,754) includes the effect of deferring the recognition of revenue resulting from a deferred inflow from bonds. The \$992,597 balance of deferred inflows of resources related to bonds at September 30, 2024, will be recognized as revenue and will increase the unrestricted net position over the next 20 years.

The governmental activities' unrestricted net position amount of \$(19,730,754) includes the effect of deferring the recognition of revenue resulting from a deferred inflow from bonds. The \$467,080 balance of deferred inflows of resources related to bonds at September 30, 2024, will be recognized as revenue and will increase the unrestricted net position over the next 10 years.

The business-type activities' restricted net position amount of \$1,340,619 includes the effect of deferred outflows of resources related to pensions. A portion of the deferred outflows of resources related to pension in the amount of \$73,164 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2025. The \$627,270 balance of the deferred outflows of resources related to pensions at September 30, 2024, will be recognized in pension expense over the next 4 years.

The business-type activities' restricted net position amount of \$1,340,619 includes the effect of deferred inflows of resources related to pensions. The \$ 252,760 balance of the deferred inflows of resources related to pensions at September 30, 2024, will be recognized in pension expense over the next 4 years.

The business-type activities' unrestricted amount of \$(3,671,784) includes the effect of deferred outflows of resources related to unamortized debt expense. The \$166,435 balance of deferred outflows related to unamortized debt expense at September 30, 2024, will be recognized as expense and will decrease the unrestricted net position over the next 11 years.

The business-type activities' restricted amount of \$1,340,619 includes the effect of deferred outflows of resources related to unamortized debt expense. The \$192,638 balance of deferred outflows related to unamortized debt expense at September 30, 2024, will be recognized as expense and will decrease the unrestricted net position over the next 15 years.

Note 17: Subsequent Events

Events that occur after the Statement of Net Position date but before the financial statements are available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the Statement of Net

City of Starkville, Mississippi
Notes to Financial Statements

Note 17: Subsequent Events (Continued)

Position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the Statement of Net Position date require disclosure in the accompanying notes. Management of the City of Starkville, Mississippi, evaluated the activity of the City through August 4, 2025, the date the financial statements were available to be issued, and determined that the following subsequent events should be noted in the financial statements:

- Approved acceptance of the Safe Streets and Roads for All (SS4A) implementation grant in the amount of \$8,900,415 with a local match of \$2,240,000 over 3 years on October 1, 2024.
- Approved issuance of \$7,000,000 combined Water and Sewer System Revenue Bonds, Series 2025 on October 1, 2024.
- Approved the purchase of a 25-yard refuse truck from Ingram Equipment Company, the lowest bidder, in the amount of \$277,500.00 with financing to be a loan from the General Fund to Sanitation net of insurance proceeds on October 15, 2024. The loan amount will be \$179,407.
- Approved the purchase of a Street Sweeper from Ingram Equipment Company, the lowest bidder in the amount of \$344,500.00 with financing to be a five-year loan from General Fund to Sanitation Fund on October 15, 2024.
- Approved issuance of \$8,000,000 Combined Water and Sewer System Revenue Bonds, Series 2025B on November 5, 2024.
- Approved to lease six vehicles from Enterprise Fleet Management for a total one-time cost of \$32,400 plus a total annual vehicle cost of \$71,339 for five years on November 19, 2024.
- Approved authorizing and directing the issuance of TIF Revenue Bonds, Series 2025 (Garan Manufacturing Redevelopment Project) in the amount of \$4,250,000 on January 21, 2025.
- Approved contract between the City of Starkville Police Department and Mississippi State University to provide traffic control services at MSU athletic events not to exceed \$150,000 annually with the term of this agreement to automatically extend by one year term at the conclusion of each year up to a total of five years on February 4, 2025.
- Approved a five-year lease contract with Enterprise Fleet Management for a White 2023 Dodge Charger at a total monthly lease charge of \$686 with an additional cost of \$2,800 to have the vehicle wrapped on April 1, 2025.
- Approved a four-year lease contract for a Jacobsen TR320 Triplex Reel Mower from Ladd's Turf Equipment-Memphis at an annual cost of \$13,248 plus an annual service contract of \$3,192 on April 1, 2025.
- Approved land acquisition of 109 acres located at Golden Triangle Regional Airport for the purpose of adding acreage for future development at an estimated annual cost of \$30,000 to the City on April 1, 2025.
- Approved low bid from ECON Construction, Inc. including the deductive alternate 1 and additive alternate 1 for a total contract amount of \$7,576,203 for the Main Street Improvements Project on April 11, 2025.
- Approved \$7,000,000 combined water and sewer system revenue bonds, series 2025A on May 2, 2025.

City of Starkville, Mississippi
Notes to Financial Statements

Note 17: Subsequent Events (Continued)

- Approved OpenGov Software agreement through SHI International Corp to replace Brightly for Transportation, parks and recreation, facilities, water distribution, fleet, walkability, signals, stormwater, and work order management not to exceed \$208,189 over the next two years with implementation June 2025-September 2025 not to exceed \$40,075 on May 20, 2025.

REQUIRED SUPPLEMENTARY INFORMATION

City of Starkville, Mississippi
Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Revisions</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>					
General property taxes	\$ 10,208,900	-	10,208,900	10,228,927	20,027
Licenses and permits	300,500	115,000	415,500	471,274	55,774
Intergovernmental	13,000,169	916,606	13,916,775	13,580,440	(336,335)
Fines and forfeitures	650,000	-	650,000	599,617	(50,383)
Charges for services	38,400	-	38,400	33,938	(4,462)
Other revenues	3,403,546	1,017,787	4,421,333	4,406,149	(15,184)
	<u>27,601,515</u>	<u>2,049,393</u>	<u>29,650,908</u>	<u>29,320,345</u>	<u>(330,563)</u>
Total Revenues before Prior Year Fund Balance					
<u>EXPENDITURES</u>					
General government	5,536,664	53,100	5,589,764	5,709,148	(119,384)
Public safety:					
Police	7,882,821	(167,100)	7,715,721	7,627,426	88,295
Fire	4,779,694	152,099	4,931,793	4,763,409	168,384
Public inspection	330,955	(39,500)	291,455	281,010	10,445
Civil defense	18,000	1,250	19,250	19,127	123
Highways and streets	1,914,515	(73,100)	1,841,415	1,826,037	15,378
Health and sanitation	123,825	(14,500)	109,325	104,804	4,521
Culture and recreation	1,505,000	225,000	1,730,000	1,730,274	(274)
Other	817,466	67,572	885,038	680,440	204,598
Capital outlay	952,210	784,696	1,736,906	1,737,708	(802)
Debt service	615,776	(115,333)	500,443	733,364	(232,921)
	<u>24,476,926</u>	<u>874,184</u>	<u>25,351,110</u>	<u>25,212,747</u>	<u>138,363</u>
Total Expenditures					
Excess (deficiency) of revenues over (under) expenditures	<u>3,124,589</u>	<u>1,175,209</u>	<u>4,299,798</u>	<u>4,107,598</u>	<u>(192,200)</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Other financing sources (uses)	<u>(3,066,300)</u>	<u>(1,047,390)</u>	<u>(4,113,690)</u>	<u>(3,118,119)</u>	<u>995,571</u>
Net other financing sources (uses)	<u>(3,066,300)</u>	<u>(1,047,390)</u>	<u>(4,113,690)</u>	<u>(3,118,119)</u>	<u>995,571</u>
Excess of revenues and other sources over expenditures and other uses	<u>\$ 58,289</u>	<u>127,819</u>	<u>186,108</u>	<u>989,479</u>	<u>803,371</u>
Fund balances, September 30, 2023				<u>10,591,078</u>	
Fund balances, September 30, 2024				<u>\$ 11,580,557</u>	

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

City of Starkville, Mississippi
Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) - ARPA Fund
For the Year Ended September 30, 2024

	<u>Original Budget</u>	<u>Revisions</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>					
Intergovernmental revenues	\$ 6,666,911	-	6,666,911	-	(6,666,911)
Interest income	205,000	-	205,000	228,253	23,253
Total Revenues before Prior Year Fund Balance	<u>6,871,911</u>	<u>-</u>	<u>6,871,911</u>	<u>228,253</u>	<u>(6,643,658)</u>
<u>EXPENDITURES</u>					
Capital outlay	1,000,000	1,475,000	2,475,000	-	2,475,000
Contractual services	10,871,911	-	10,871,911	18	10,871,893
Total Expenditures	<u>11,871,911</u>	<u>1,475,000</u>	<u>13,346,911</u>	<u>18</u>	<u>13,346,893</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,000,000)</u>	<u>(1,475,000)</u>	<u>(6,475,000)</u>	<u>228,235</u>	<u>6,703,235</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Other financing sources (uses)	-	-	-	48,624	48,624
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,624</u>	<u>48,624</u>
Excess of revenues and other sources over expenditures and other uses	<u>\$ (5,000,000)</u>	<u>(1,475,000)</u>	<u>(6,475,000)</u>	<u>276,859</u>	<u>6,751,859</u>
Fund balances, September 30, 2023				<u>171,968</u>	
Fund balances, September 30, 2024				<u>\$ 448,827</u>	

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

City of Starkville, Mississippi
Schedule of the City's Proportionate Share of the Net Pension Liability
(Excluding Starkville Electric Department)
For the Year Ended September 30, 2024
Last 10 Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion of the net pension liability	\$ 45,539,854	\$ 42,344,259	\$ 34,104,620	\$ 24,862,321	\$ 30,003,804	\$ 28,206,446	\$ 26,575,995	\$ 25,103,652	\$ 25,575,881	\$ 22,392,036
City's proportionate share of the net pension liability	0.175373%	0.168358%	0.165688%	0.168211%	0.160136%	0.161264%	0.159779%	0.151014%	0.143182%	0.144857%
City's covered-employee payroll	\$ 13,480,897	\$ 12,531,687	\$ 11,337,979	\$ 11,178,723	\$ 9,621,576	\$ 9,586,602	\$ 9,880,331	\$ 9,623,365	\$ 9,568,019	\$ 9,049,841
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	337.81%	337.90%	300.80%	222.41%	311.84%	294.23%	268.98%	260.86%	267.31%	247.43%
Plan fiduciary net position as a percentage of the total pension liability	56.30%	55.70%	59.93%	70.44%	58.97%	61.59%	62.53%	61.49%	57.47%	61.70%

* The amounts for each fiscal year were determined as of the measurement date of June 30 of the fiscal year presented.

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

City of Starkville, Mississippi
Schedule of the City's Contributions
(Excluding Starkville Electric Department)
For the Year Ended September 30, 2024
Last 10 Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 2,341,648	\$ 2,194,650	\$ 1,984,730	\$ 1,994,173	\$ 1,675,067	\$ 1,706,834	\$ 1,556,152	\$ 1,515,680	\$ 1,506,965	\$ 1,425,350
Contribution in relation to the contractually required contribution	2,341,648	2,194,650	1,984,730	1,994,173	1,675,067	1,706,834	1,556,152	1,515,680	1,506,965	1,425,350
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered-employee payroll	13,457,747	12,612,931	11,406,494	11,460,764	9,626,822	10,549,036	9,880,331	9,623,365	9,568,019	9,049,841
Contributions as a percentage of covered-employee payroll	17.40%	17.40%	17.40%	17.40%	17.40%	16.18%	15.75%	15.75%	15.75%	15.75%

Effective 7/1/19, the employer contribution rate increased from 15.75% of covered payroll to 17.40%. The City paid all required contributions at the legal rate.

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

City of Starkville, Mississippi
Schedule of Starkville Electric Department's Proportionate Share of the Net Pension Liability
For the Year Ended September 30, 2024
Last 10 Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Electric Department's proportion of the net pension liability	\$ 7,990,177	\$ 6,092,551	\$ 4,279,676	\$ 4,802,928	\$ 5,146,708	\$ 4,139,614	\$ 4,172,472	\$ 4,254,311	\$ 3,506,344	\$ 2,851,499
Electric Department's proportionate share of the net pension liability	0.030770%	0.029599%	0.028955%	0.024810%	0.029256%	0.024888%	0.025100%	0.023817%	0.022683%	0.023492%
Electric Department's covered-employee payroll	\$ 2,252,996	\$ 1,984,224	\$ 1,748,429	\$ 1,692,371	\$ 1,709,067	\$ 1,617,397	\$ 1,544,343	\$ 1,523,613	\$ 1,417,092	\$ 1,011,314
Electric Department's proportionate share of the net pension liability as a percentage of its covered-employee payroll	354.65%	307.05%	244.77%	283.80%	301.14%	294.23%	268.98%	260.86%	267.31%	281.96%
Plan fiduciary net position as a percentage of the total pension liability	56.30%	59.93%	70.44%	58.97%	61.59%	62.53%	61.49%	57.47%	61.70%	66.77%

* The amounts for each fiscal year were determined as of the measurement date of June 30 of the fiscal year presented.

City of Starkville, Mississippi
Schedule of Starkville Electric Department's Contributions
For the Year Ended September 30, 2024
Last 10 Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 515,986	\$ 341,006	\$ 345,255	\$ 304,227	\$ 294,473	\$ 269,178	\$ 254,740	\$ 243,234	\$ 239,969	\$ 223,192
Contribution in relation to the contractually required contribution	515,986	341,006	345,255	304,227	294,473	269,178	254,740	243,234	239,969	223,192
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Electric Department's covered-employee payroll	2,965,437	1,959,805	1,984,224	1,748,429	1,692,371	1,709,067	1,617,397	1,544,343	1,523,613	1,417,092
Contributions as a percentage of covered-employee payroll	17.40%	17.40%	17.40%	17.40%	17.40%	15.75%	15.75%	15.75%	15.75%	15.75%

Effective 7/1/19, the employer contribution rate increased from 15.75% of covered payroll to 17.40%. The Electric Department paid all required contributions at the legal rate.

City of Starkville, Mississippi
Notes to Required Supplementary Information

Budgetary Comparison Schedules

NOTE 1 – BASIS OF PRESENTATION

The Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) present the original legally adopted budget, the final legally adopted budget, the actual data on the GAAP basis, variances between the original budget and the final budget, and variances between the final budget and the actual data.

NOTE 2 – BUDGET AMENDMENTS AND REVISIONS

The budget is adopted by the Board of Aldermen. Amendments can be made on the approval of the Board. By statute, final budget revisions must be approved on or before October 15. A budgetary comparison for the general fund and each major special revenue fund is presented on a cash basis of accounting.

Pension Schedules

NOTE 1 – CHANGES OF ASSUMPTIONS

2015

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected to 2016 using Scale BB rather than the RP-2000 Mortality Table, which was used prior to 2015.

The expectation of disabled mortality was changed to the RP-2014 Disabled Retiree Table, rather than the RP-2000 Disabled Mortality Table, which was used prior to 2015.

Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience.

Assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

The price inflation and investment rate of return assumptions were changed from 3.50% to 3.00% and 8.00% to 7.75%, respectively.

2016

The assumed rate of interest credited to employee contributions was changed from 3.50% to 2.00%.

City of Starkville, Mississippi
Notes to Required Supplementary Information

NOTE 1 – CHANGES OF ASSUMPTIONS (CONTINUED)

2017

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Mortality Table projected with Scale BB to 2022. Small adjustments were also made to the Mortality Table for disabled lives.

The wage inflation assumption was reduced from 3.75% to 3.25%.

The percentage of active member disabilities assumed to be in the line of duty was increased from 6.00% to 7.00%.

Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience.

2019

The expectation of retired life mortality was changed to 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.
- Projection Scale MP-2018 will be used to project future improvements in life expectancy generationally.

The expectation of disabled mortality was changed to PubT.H-2010 Disabled Retiree Table for disabled retirees with the following adjustments:

- For males, 137% of male rates at all ages.
- For females, 115% of female rates at all ages.
- Projection scale MP-2018 will be used to project future improvements in life expectancy generationally.

The price inflation assumption was reduced from 3.00% to 2.75%. The wage inflation assumption was reduced from 3.25% to 3.00%. Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience. The percentage of active member disabilities assumed to be in the line of duty was increased from 7% to 9%.

City of Starkville, Mississippi
Notes to Required Supplementary Information

NOTE 1 – CHANGES OF ASSUMPTIONS (CONTINUED)

2021

The expectation of retired life mortality was changed to the PubS.H-2010(B) Retiree Table with the following adjustments:

- For males, 95% of male rates up to age 60, 110% for ages 61 to 75, and 101% for ages above 77.
- For females, 84% of the female rates up to age 72, 100% for ages above 76.
- Projection Scale MP-2020 will be used to project future improvements in life expectancy generationally.

The expectation of disabled mortality was changed to PubG.H-2010 Disabled Table for disabled retirees with the following adjustments:

- For males, 134% of male rates at all ages.
- For females, 121% of female rates at all ages.
- Projection scale MP-2020 will be used to project future improvements in life expectancy generationally.

The expectation of contingent annuitant mortality was based on PubS.H-2010(B). Contingent Annuitant Table with the following adjustments:

- For males, 97% of male rates at all ages.
- For females, 110% of female rates at all ages.
- Projection scale MP-2020 will be used to project future improvements in life expectancy generationally.
- The price inflation assumption was reduced from 2.75% to 2.40%.
- The wage inflation assumption was reduced from 3.00% to 2.65%.
- The investment rate of return assumption was changed from 7.75% to 7.55%.
- The assumed load for administrative expenses was increased from 0.25% to 0.28% of payroll.
- Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to reflect actual experience more closely.
- The percentage of active member disabilities assumed to be in the line of duty was increased from 9.00% to 12.00%.
- The percentage of active member deaths assumed to be in the line of duty was decreased from 6.00% to 4.00%.

2023

- The investment rate of return assumption was changed from 7.55% to 7.00%.
- The assumed load for administrative expenses was decreased from 0.28% to 0.26% of payroll.
- Withdrawal rates, disability rates and service retirement rates were adjusted to reflect actual experience more closely.
- The percentage of participants assumed to receive a deferred benefit upon attaining the eligibility requirements for retirement was increased from 60% to 65%.

City of Starkville, Mississippi
Notes to Required Supplementary Information

NOTE 1 – CHANGES OF ASSUMPTIONS (CONTINUED)

- For married members, the number of years that a male is assumed to be older than his spouse was changed from 3 years to 2 years.
- The assumed amount of unused sick leave at retirement was increased from 0.50 years to 0.55 years.
- The assumed average number of years of military service that participants will have at retirement was decreased from 0.25 years to 0.20 years.

NOTE 2 – CHANGES IN BENEFIT PROVISIONS

Effective July 1, 2016, the interest rate on employee contributions shall be calculated based on the money market rate as published by the *Wall Street Journal* on December 31 of each preceding year with a minimum rate of one percent and a maximum rate of five percent.

NOTE 3 – METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CONTRIBUTIONS

Method and assumptions used in calculations of actuarially determined contributions:

The actuarially determined contribution rates in the schedule of employer contributions are calculated as June 30, two years prior to the end of the fiscal year in which contributions are reported (June 30, 2022 valuation for the June 30, 2024 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	25.6 years
Asset valuation method	5-year smoothed market
Price inflation	2.40%
Salary increase	2.65% to 17.90%, including inflation
Investment rate of return	7.55%, net of pension plan investment expense, including inflation

SUPPLEMENTARY INFORMATION

City of Starkville, Mississippi
Combining Balance Sheet by Activity
General Fund
September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Payroll Clearing	Total General Fund
<u>Assets</u>						
Cash and cash equivalents	\$ -	-	-	-	1,588,783	1,588,783
Cash - restricted	-	15,056	-	665,167	-	680,223
Investments	15,617,828	-	-	-	-	15,617,828
Receivables (Net)						
Accounts	1,343,372	-	-	-	-	1,343,372
Other	313,630	-	-	-	-	313,630
Note receivable	260,677	-	-	-	-	260,677
Due from other funds	132,965	-	-	-	216,119	349,084
	<u>17,668,472</u>	<u>15,056</u>	<u>-</u>	<u>665,167</u>	<u>1,804,902</u>	<u>20,153,597</u>
Total Assets	<u>\$ 17,668,472</u>	<u>15,056</u>	<u>-</u>	<u>665,167</u>	<u>1,804,902</u>	<u>20,153,597</u>
<u>Liabilities</u>						
Cash deficit	\$ 5,633,081	-	4,832	-	-	5,637,913
Accounts payable	1,089,581	-	-	63,174	8,367	1,161,122
Accrued liabilities	-	-	-	-	1,479,623	1,479,623
Unearned revenue	46,954	-	-	-	-	46,954
Other payable	66,836	-	-	-	-	66,836
Due to other funds	80,592	-	-	-	100,000	180,592
	<u>6,917,044</u>	<u>-</u>	<u>4,832</u>	<u>63,174</u>	<u>1,587,990</u>	<u>8,573,040</u>
Total Liabilities	<u>6,917,044</u>	<u>-</u>	<u>4,832</u>	<u>63,174</u>	<u>1,587,990</u>	<u>8,573,040</u>
<u>Fund Equity</u>						
Fund balances - restricted						
Restricted for police protection	-	15,056	-	-	-	15,056
Restricted for airport projects	-	-	-	601,993	-	601,993
Fund balances - unassigned	10,751,428	-	(4,832)	-	216,912	10,963,508
	<u>10,751,428</u>	<u>15,056</u>	<u>(4,832)</u>	<u>601,993</u>	<u>216,912</u>	<u>11,580,557</u>
Total Fund Equity	<u>10,751,428</u>	<u>15,056</u>	<u>(4,832)</u>	<u>601,993</u>	<u>216,912</u>	<u>11,580,557</u>
Total Liabilities and Fund Equity	<u>\$ 17,668,472</u>	<u>15,056</u>	<u>-</u>	<u>665,167</u>	<u>1,804,902</u>	<u>20,153,597</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
<u>Revenues</u>					
Taxes					
General property taxes	\$ 10,228,927	-	-	-	10,228,927
Licenses and permits					
Privilege license	77,758	-	-	-	77,758
Permits and inspections	331,339	-	-	-	331,339
Franchise fees	62,177	-	-	-	62,177
Intergovernmental					
DUI	96,619	-	-	-	96,619
JAG	75,948	-	-	-	75,948
FAA	-	-	-	484,929	484,929
COPS grant	276,209	-	-	-	276,209
Homeland security grants	122,773	-	-	-	122,773
Other	49,138	-	-	-	49,138
State of Mississippi					
General sales and use tax	9,462,428	-	-	-	9,462,428
Liquor licenses	96,000	-	-	-	96,000
Municipal aid - gas tax	24,746	-	-	-	24,746
Law enforcement assistance grants	103,283	16,223	-	-	119,506
Fire protection grants	-	-	157,383	-	157,383
Municipal aid	12,176	-	-	-	12,176
Homestead	297,195	-	-	-	297,195
Tennessee Valley Authority	455,586	-	-	-	455,586
MDOT grant	-	-	-	41,137	41,137
Telephone Utility Tax	21,557	-	-	-	21,557
Other	6,953	-	14,855	-	21,808

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
Oktibbeha County and Mississippi State					
Road maintenance	\$ 750,379	-	-	-	750,379
Airport support		-	-	313,340	313,340
Fire control	674,250	-	-	-	674,250
Lieu of tax	9,025	-	-	-	9,025
Other	18,308	-	-	-	18,308
Fines and forfeits	599,617	-	-	-	599,617
Interest income	699,813	-	-	-	699,813
Penalties and interest	33,938	-	-	-	33,938
Miscellaneous					
Administration/Electric	1,612,643	-	-	-	1,612,643
Administration/Sanitation	50,000	-	-	-	50,000
Atmos Energy	135,332	-	-	-	135,332
Rents	4,135	-	-	112,179	116,314
TV Cable Franchise	139,192	-	-	-	139,192
Administration/Water	75,000	-	-	-	75,000
Administration/Airport	15,000	-	-	-	15,000
Parks and Recreation Fees, Donations and Grants	84,725	-	-	-	84,725
Housing Project Tax	74,134	-	-	-	74,134
Other	294,727	3,460	-	1,105,809	1,403,996
Total Revenues	<u>27,071,030</u>	<u>19,683</u>	<u>172,238</u>	<u>2,057,394</u>	<u>29,320,345</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
<u>Expenditures</u>					
General government:					
Legislative					
Personnel services	\$ 217,670	-	-	-	217,670
Contractual services	14,597	-	-	-	14,597
Total Legislative	<u>232,267</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>232,267</u>
Judicial					
Personnel services	402,674	-	-	-	402,674
Supplies	10,035	-	-	-	10,035
Contractual services	34,013	-	-	-	34,013
Total Judicial	<u>446,722</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>446,722</u>
Executive					
Personnel services	547,676	-	-	-	547,676
Supplies	5,044	-	-	-	5,044
Contractual services	336,359	-	-	-	336,359
Capital outlay	10,705	-	-	-	10,705
Total Executive	<u>899,784</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>902,802</u>
Elections					
Supplies	464	-	-	-	464
Contractual services	1,045	-	-	-	1,045
Total Elections	<u>1,509</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,509</u>
City Clerk and Tax Collector					
Personnel services	447,201	-	-	-	447,201
Supplies	7,887	-	-	-	7,887
Contractual services	186,317	-	-	-	186,317
Total City Clerk and Tax Collector	<u>641,405</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>641,405</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
Legal					
Personnel services	\$ 72,255	-	-	-	72,255
Contractual services	188,770	-	-	-	188,770
Total Legal	<u>261,025</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>261,025</u>
City Planner					
Personnel services	303,375	-	-	-	303,375
Supplies	189	-	-	-	189
Contractual services	21,512	-	-	-	21,512
Capital outlay	30,904	-	-	-	30,904
Total City Planner	<u>355,980</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>355,980</u>
Other Administrative					
Personnel services	408,666	-	-	-	408,666
Supplies	3,672	-	-	-	3,672
Contractual services	47,653	-	-	-	47,653
Total Other Administrative	<u>459,991</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>459,991</u>
City Hall					
Supplies	4,356	-	-	-	4,356
Contractual services	88,689	-	-	-	88,689
Capital outlay	68,142	-	-	-	68,142
Total City Hall	<u>161,187</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>161,187</u>
Other Miscellaneous					
Personnel services	459,096	-	-	296,436	755,532
Supplies	7,903	-	-	789,416	797,319
Contractual services	92,251	-	-	103,499	195,750
Capital outlay	29,550	-	-	471,127	500,677
Total Other Miscellaneous	<u>588,800</u>	<u>-</u>	<u>-</u>	<u>1,660,478</u>	<u>2,249,278</u>
Total General Government	<u>4,048,670</u>	<u>-</u>	<u>-</u>	<u>1,660,478</u>	<u>5,709,148</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
Public Safety					
Public Safety - Police and E911					
Personnel services	\$ 6,316,282	-	-	-	6,316,282
Supplies	395,951	7,091	-	-	403,042
Contractual services	826,882	2,684	-	-	829,566
Capital outlay	78,536	-	-	-	78,536
Total Public Safety - Police and E911	<u>7,617,651</u>	<u>9,775</u>	<u>-</u>	<u>-</u>	<u>7,627,426</u>
Public Safety - Fire					
Personnel services	4,260,824	-	-	-	4,260,824
Supplies	107,453	-	1,552	-	109,005
Contractual services	235,228	-	-	-	235,228
Capital outlay	158,352	-	-	-	158,352
Total Public Safety - Fire	<u>4,761,857</u>	<u>-</u>	<u>1,552</u>	<u>-</u>	<u>4,763,409</u>
Public Safety - Public Inspection					
Personnel services	264,010	-	-	-	264,010
Supplies	2,673	-	-	-	2,673
Contractual services	14,327	-	-	-	14,327
Total Public Safety - Public Inspection	<u>281,010</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>281,010</u>
Public Safety - Civil Defense					
Contractual services	19,127	-	-	-	19,127
Total Public Safety - Civil Defense	<u>19,127</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,127</u>
Total Public Safety	<u>12,679,645</u>	<u>9,775</u>	<u>1,552</u>	<u>-</u>	<u>12,690,972</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
Highways and Streets					
City Streets					
Personnel services	\$ 1,001,157	-	-	-	1,001,157
Supplies	250,706	-	-	-	250,706
Contractual services	144,854	-	-	-	144,854
Capital outlay	1,943	-	-	-	1,943
Total City Streets	<u>1,398,660</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,398,660</u>
Street Lights					
Contractual services	<u>427,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>427,377</u>
Total Street Lights	<u>427,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>427,377</u>
Total Highways and Streets	<u>1,826,037</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,826,037</u>
Health and Sanitation					
Health and welfare - animals					
Personnel services	94,389	-	-	-	94,389
Supplies	4,802	-	-	-	4,802
Contractual services	5,613	-	-	-	5,613
Total Health and Welfare - Animals	<u>104,804</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>104,804</u>
Total Health and Sanitation	<u>104,804</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>104,804</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
Culture and Recreation					
Parks and Recreation					
Contractual services	\$ 1,730,274	-	-	-	1,730,274
Total Parks and Recreation	<u>1,730,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,730,274</u>
Total Culture and Recreation	<u>1,730,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,730,274</u>
Economic Development and Assistance					
Contractual services	666,500				666,500
Capital Outlay	13,940	-	-	-	13,940
Total Economic Development and Assistance	<u>680,440</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>680,440</u>
Debt Service					
Principal	487,910	-	146,258	-	634,168
Interest	81,638	-	17,558	-	99,196
Total Debt Service	<u>569,548</u>	<u>-</u>	<u>163,816</u>	<u>-</u>	<u>733,364</u>
Miscellaneous					
Capital Outlay	1,685,304	-	-	52,404	1,737,708
Total Miscellaneous	<u>1,685,304</u>	<u>-</u>	<u>-</u>	<u>52,404</u>	<u>1,737,708</u>
Total Expenditures	<u>23,324,722</u>	<u>9,775</u>	<u>165,368</u>	<u>1,712,882</u>	<u>25,212,747</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>3,746,308</u>	<u>9,908</u>	<u>6,870</u>	<u>344,512</u>	<u>4,107,598</u>

City of Starkville, Mississippi
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance by Activity
General Fund
For the Year Ended September 30, 2024

	General Activities	Restricted Police Activities	Restricted Fire Activities	Airport Activities	Total
<u>Other Financing Sources (Uses)</u>					
Operating transfers in	\$ -	-	-	168,722	168,722
Operating transfers out	(4,382,410)	-	-	-	(4,382,410)
Sale of surplus equipment	51,453	-	-	-	51,453
Gain on investment	84,128	-	-	-	84,128
Leases issued	959,988	-	-	-	959,988
Total Other Financing Sources (Uses)	<u>(3,286,841)</u>	<u>-</u>	<u>-</u>	<u>168,722</u>	<u>(3,118,119)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	459,467	9,908	6,870	513,234	989,479
<u>Fund Balances</u>					
September 30, 2023	<u>10,291,961</u>	<u>5,148</u>	<u>(11,702)</u>	<u>88,759</u>	<u>10,591,078</u>
September 30, 2024	<u>\$ 10,751,428</u>	<u>15,056</u>	<u>(4,832)</u>	<u>601,993</u>	<u>11,580,557</u>

City of Starkville, Mississippi
Balance Sheet - Non-Major Governmental Funds
September 30, 2024

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
<u>ASSETS</u>				
Cash and cash equivalents	\$ 2,044,501	-	510,500	2,555,001
Cash - restricted	-	214,474	5,890,826	6,105,300
Accounts receivable, net	-	-	270,072	270,072
	<u>2,044,501</u>	<u>214,474</u>	<u>6,671,398</u>	<u>8,930,373</u>
Total Assets	<u>\$ 2,044,501</u>	<u>214,474</u>	<u>6,671,398</u>	<u>8,930,373</u>
<u>LIABILITIES</u>				
Accounts payable	\$ -	-	163,243	163,243
	<u>-</u>	<u>-</u>	<u>163,243</u>	<u>163,243</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>163,243</u>	<u>163,243</u>
<u>FUND BALANCES</u>				
Fund balances - restricted				
Restricted for debt service	-	214,474	-	214,474
Restricted for capital projects	-	-	6,508,155	6,508,155
Fund balances - assigned for budgetary purposes	2,044,501	-	-	2,044,501
	<u>2,044,501</u>	<u>214,474</u>	<u>6,508,155</u>	<u>8,767,130</u>
Total Fund Balances	<u>2,044,501</u>	<u>214,474</u>	<u>6,508,155</u>	<u>8,767,130</u>
Total Liabilities and Fund Balances	<u>\$ 2,044,501</u>	<u>214,474</u>	<u>6,671,398</u>	<u>8,930,373</u>

City of Starkville, Mississippi
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Non-Major Governmental Funds
For the Year Ended September 30, 2024

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Revenues				
Intergovernmental:				
Federal				
BUILD grant	\$ -	-	438,189	438,189
SS4A grant	-	-	154,752	154,752
State of Mississippi				
Special 1% Tax	-	-	1,751,853	1,751,853
Special 2% Tax	-	-	1,224,989	1,224,989
Modernization Use Tax	2,182,589	-	-	2,182,589
Oktober County				
TIF reimbursement	-	127,297	317,135	444,432
Fines and forfeits	86,580	-	-	86,580
Interest income	-	-	102,191	102,191
Miscellaneous income	-	-	65,177	65,177
Total Revenues	<u>2,269,169</u>	<u>127,297</u>	<u>4,054,286</u>	<u>6,450,752</u>
Expenditures				
Debt Service:				
Principal	555,000	1,920,100	467,649	2,942,749
Interest	167,200	706,225	1,055,489	1,928,914
Capital outlay	25,650	-	3,842,099	3,867,749
Contractual services	-	-	627,673	627,673
Supplies	12,185	-	-	12,185
Miscellaneous expenses	2,263	500	223	2,986
Economic Development and Assistance	1,520	-	518,259	519,779
Total Expenditures	<u>763,818</u>	<u>2,626,825</u>	<u>6,511,392</u>	<u>9,902,035</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,505,351</u>	<u>(2,499,528)</u>	<u>(2,457,106)</u>	<u>(3,451,283)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	2,706,300	2,616,689	5,322,989
Operating transfers out	-	(200,000)	(1,411,000)	(1,611,000)
Leases issued	-	-	38,737	38,737
Total Other Financing Sources (Uses)	<u>-</u>	<u>2,506,300</u>	<u>1,244,426</u>	<u>3,750,726</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>1,505,351</u>	<u>6,772</u>	<u>(1,212,680)</u>	<u>299,443</u>
Fund Balances				
September 30, 2023	<u>539,150</u>	<u>207,702</u>	<u>7,720,835</u>	<u>8,467,687</u>
September 30, 2024	<u>\$ 2,044,501</u>	<u>214,474</u>	<u>6,508,155</u>	<u>8,767,130</u>

City of Starkville, Mississippi
Statement of Net Position - Non-Major Enterprise Fund
September 30, 2024

	<u>Landfill Fund</u>
<u>ASSETS</u>	
Current assets:	
Cash and cash equivalents	\$ 1,161,789
Accounts receivables, net	18,466
Total current assets	<u>1,180,255</u>
Non-current assets:	
Capital assets:	
Fixed assets, net of depreciation	<u>100,144</u>
Total non-current assets	<u>100,144</u>
Total Assets	<u>1,280,399</u>
 Total Assets	 <u><u>\$ 1,280,399</u></u>
 <u>NET POSITION</u>	
Invested in capital assets, net of related debt	\$ 100,144
Unrestricted	<u>1,180,255</u>
Total Net Position	<u>1,280,399</u>
 Total Liabilities and Net Position	 <u><u>\$ 1,280,399</u></u>

City of Starkville, Mississippi
Statement of Revenues, Expenses, and Changes in Net Position -
Non-Major Enterprise Fund
For the Year Ended September 30, 2024

	Landfill Fund
<u>OPERATING REVENUES</u>	
Charges for services	\$ 238,548
Total operating revenues	<u>238,548</u>
<u>OPERATING EXPENSES</u>	
Operating and maintenance	257
Depreciation	<u>65</u>
Total operating expenses	<u>322</u>
Operating income	<u>238,226</u>
Change in net position	<u>238,226</u>
<u>NET POSITION</u>	
Net position, September 30, 2023	<u>1,042,173</u>
Net position, September 30, 2024	<u><u>\$ 1,280,399</u></u>

City of Starkville, Mississippi
Statement of Cash Flows - Non-Major Enterprise Fund
For the Year Ended September 30, 2024

	Landfill Fund
<u>Cash Flows from Operating Activities</u>	
Cash received from customers	\$ 238,548
Cash paid to suppliers	(257)
Net cash provided by operating activities	238,291
<u>Cash Flows from Noncapital Financing Activities</u>	
Transfers	-
Net cash provided by noncapital financing activities	-
<u>Cash Flows from Capital and Related Financing Activities</u>	
Other receipts (payments)	2,400
Net cash provided by capital and related financing activities	2,400
<u>Cash Flows from Investing Activities</u>	
Receipt of interest	-
Net cash provided by investing activities	-
Net change in cash	240,691
Cash and cash equivalents, September 30, 2023	921,098
Cash and cash equivalents, September 30, 2024	\$ 1,161,789
<u>Reconciliation of Operating Income to Net Cash Flows</u>	
<u>Provided by Operating Activities:</u>	
Operating income	\$ 238,226
Adjustments to reconcile operating income to net cash provided in operating activities:	
Depreciation	65
Total adjustments	65
Net cash provided by operating activities	\$ 238,291

City of Starkville, Mississippi
Schedule of Surety Bonds for Municipal Officials
September 30, 2024

Name	Position	Bonding Company	Bond Amount
Lynn Spruill	Mayor	Travelers Casualty	\$ 100,000
Sandra Sistrunk	Alderman	Travelers Casualty	\$ 100,000
Kim Moreland	Alderman	Travelers Casualty	\$ 100,000
Jeffrey Rupp	Alderman	Travelers Casualty	\$ 100,000
William Michael Brooks	Alderman	Travelers Casualty	\$ 100,000
Preston Beatty	Alderman	Travelers Casualty	\$ 100,000
Roy A. Perkins	Alderman	Travelers Casualty	\$ 100,000
Henry Vaughn, Sr.	Alderman	Travelers Casualty	\$ 100,000
Lesa Hardin	City Clerk	Western Surety Co.	\$ 50,000
Joanna McLaurin	Grants Coordinator	Western Surety Co.	\$ 50,000
Vanyette Shay Holmes	Deputy Court Clerk	Western Surety Co.	\$ 50,000
Monica Lairy	Court Clerk	Western Surety Co.	\$ 50,000
Charles Yarbrough	Fire Chief	Western Surety Co.	\$ 50,000
Lashonda Malone	Executive Admin Asst.	Western Surety Co.	\$ 50,000
Mark Ballard	Police Chief	Western Surety Co.	\$ 50,000
Thomas Roberson	Police Officer	Western Surety Co.	\$ 50,000
Matthew Davis	Police Officer	Western Surety Co.	\$ 50,000
Parker Madeen	Corporal	Western Surety Co.	\$ 50,000
Garrett Peters Mittan	Detective	Western Surety Co.	\$ 50,000
Caryl Elise Pritchard	Staff Support - Police Dept.	Western Surety Co.	\$ 50,000
Jerald Lyle McCaskey	Code Compliance	Western Surety Co.	\$ 50,000
Rodney Lincoln	Airport Director	Western Surety Co.	\$ 50,000
Cindy Perkins	Accounts Payable Deputy Clerk	Western Surety Co.	\$ 50,000
Lisa Lemasters	Accounts Receivable Deputy Clerk	Western Surety Co.	\$ 50,000
Stephen Corban	Finance Director	Western Surety Co.	\$ 50,000
Shenilca Eppenger	Deputy Court Clerk	Western Surety Co.	\$ 50,000
Chyann Hornburger	Deputy Court Clerk	Western Surety Co.	\$ 50,000
Bridgette H McCleer	Permit Service Technician	Western Surety Co.	\$ 50,000
Jillian Dutcher	Deputy Court Clerk	Western Surety Co.	\$ 50,000
Bonnie Brumley Edwards	Permit Tech Assistant	Western Surety Co.	\$ 50,000
Courtlin Jones	Deputy Court Clerk	Western Surety Co.	\$ 50,000
Susan White	Deputy Court Clerk	Western Surety Co.	\$ 50,000
John Pearson	Police Officer	Western Surety Co.	\$ 50,000
Jeremy Scott Lomax	Police Officer	Western Surety Co.	\$ 50,000
Christopher Jackson	Police Officer	Western Surety Co.	\$ 50,000
Garrett Blake miles	Corporal	Western Surety Co.	\$ 50,000
Joanna Dew	Permit Tech Assistant	Western Surety Co.	\$ 50,000

City of Starkville, Mississippi
Schedule of Bonded Indebtedness
September 30, 2024

Name and Date	Maturity Date	Interest Percent	Balance 9/30/2023	Transactions		Balance 9/30/2024
				Issued	Redeemed	
General Obligation Bonds						
Governmental Activities:						
2018 Refunding Bond-City Hall	5/1/2024	3.00	290,000		290,000	-
	5/1/2025	3.00	320,000			320,000
	5/1/2026	3.00	335,000			335,000
	5/1/2027	3.00	350,000			350,000
	5/1/2028	3.00	365,000			365,000
	5/1/2029	3.00	380,000			380,000
	2030-2033	3.00	1,695,000			1,695,000
Total			<u>3,735,000</u>	<u>-</u>	<u>290,000</u>	<u>3,445,000</u>
TIF Revenue Bonds, Series 2011	5/1/2024	4.50	46,000		46,000	-
	5/1/2025	4.50	48,000			48,000
Total			<u>94,000</u>	<u>-</u>	<u>46,000</u>	<u>48,000</u>
GO Public Improvement Bonds, Series 2015	6/1/2024	3.00	125,000		125,000	-
	6/1/2025	2.50	130,000			130,000
	6/1/2026	2.75	135,000			135,000
	6/1/2027	2.75	140,000			140,000
	6/1/2028	2.75	145,000			145,000
	6/1/2029	2.75	150,000			150,000
	2030-2034	2.75-3.00	825,000			825,000
	6/1/2035	3.00	185,000			185,000
Total			<u>1,835,000</u>	<u>-</u>	<u>125,000</u>	<u>1,710,000</u>
TIF Revenue Bonds, Series 2016	7/1/2024	5.00	125,000		125,000	-
	7/1/2025	5.00	135,000			135,000
	7/1/2026	5.00	140,000			140,000
Total			<u>400,000</u>	<u>-</u>	<u>125,000</u>	<u>275,000</u>
GO Public Improvement Bonds, Series 2016A	7/1/2024	5.00	130,000		130,000	-
	7/1/2025	5.00	135,000			135,000
	7/1/2026	5.00	140,000			140,000
	7/1/2027	5.00	145,000			145,000
	7/1/2028	5.00	150,000			150,000
	7/1/2029	5.00	155,000			155,000
	2030-2034	5.00	850,000			850,000
	2035-2037	5.00	585,000			585,000
Total			<u>2,290,000</u>	<u>-</u>	<u>130,000</u>	<u>2,160,000</u>
GO Public Improvement Bonds, Series 2016B	7/1/2024	5.00	105,000		105,000	-
	7/1/2025	5.00	110,000			110,000
	7/1/2026	5.00	115,000			115,000
	7/1/2027	5.00	115,000			115,000
	7/1/2028	5.00	120,000			120,000
	7/1/2029	5.00	125,000			125,000
	2030-2034	5.00	680,000			680,000
	2035-2037	5.00	465,000			465,000
Total			<u>1,835,000</u>	<u>-</u>	<u>105,000</u>	<u>1,730,000</u>
GO Development Bonds, Series 2017	7/1/2024	5.00	350,000		350,000	-
	7/1/2025	5.00	350,000			350,000
	7/1/2026	5.00	350,000			350,000
	7/1/2027	5.00	350,000			350,000
	7/1/2028	5.00	350,000			350,000
	7/1/2029	5.00	350,000			350,000
	2030-2034	5.00	1,750,000			1,750,000
	2035-2038	5.00	1,400,000			1,400,000
Total			<u>5,250,000</u>	<u>-</u>	<u>350,000</u>	<u>4,900,000</u>

City of Starkville, Mississippi
Schedule of Bonded Indebtedness
September 30, 2024

Name and Date	Maturity Date	Interest Percent	Balance 9/30/2023	Transactions		Balance 9/30/2024
				Issued	Redeemed	
GO Refunding Bonds, Series 2018						
	6/1/2024	5.00	380,000		380,000	-
	6/1/2025	5.00	375,000			375,000
	6/1/2026	5.00	390,000			390,000
	6/1/2027	5.00	400,000			400,000
Total			<u>1,545,000</u>	<u>-</u>	<u>380,000</u>	<u>1,165,000</u>
MSDB Special Obligation Bond, Series 2018						
	5/1/2024	5.00	430,000		430,000	-
	5/1/2025	5.00	440,000			440,000
	5/1/2026	5.00	455,000			455,000
	5/1/2027	5.00	470,000			470,000
	5/1/2028	5.00	480,000			480,000
	5/1/2029	5.00	495,000			495,000
	5/1/2030	5.00	515,000			515,000
Total			<u>3,285,000</u>	<u>-</u>	<u>430,000</u>	<u>2,855,000</u>
2019 GO Bonds 3M Street						
	11/1/2023	2.32	178,000		178,000	-
	11/1/2024	2.32	183,000			183,000
	11/1/2025	2.32	188,000			188,000
	11/1/2026	2.32	193,000			193,000
	11/1/2027	2.32	199,000			199,000
	11/1/2028	2.32	204,000			204,000
	2029-2031	2.32	1,349,000			1,349,000
Total			<u>2,494,000</u>	<u>-</u>	<u>178,000</u>	<u>2,316,000</u>
MSDB Special Obligation Bond, Series 2020A						
	9/30/2024	1.75	55,000		55,000	-
	9/30/2025	3.00	60,000			60,000
	9/30/2026	3.00	60,000			60,000
	9/30/2027	3.00	60,000			60,000
	9/30/2028	5.00	495,000			495,000
	9/30/2029	5.00	520,000			520,000
	2030-2034	4.00-5.00	3,335,000			3,335,000
	2035-2039	4.00	4,165,000			4,165,000
	2040-2044	4.00	4,350,000			4,350,000
	9/30/2045	4.00	1,145,000			1,145,000
Total			<u>14,245,000</u>	<u>-</u>	<u>55,000</u>	<u>14,190,000</u>
MSDB Special Obligation Bond, Series 2020B						
	3/1/2024	3.00	30,000		30,000	-
	3/1/2025	3.00	30,000			30,000
	3/1/2026	3.00	30,000			30,000
	3/1/2027	3.00	35,000			35,000
	3/1/2028	3.00	35,000			35,000
	3/1/2029	3.00	35,000			35,000
	2030-2034	3.00-4.00	415,000			415,000
	2035-2039	4.00	570,000			570,000
	2040-2044	2.50-4.00	1,385,000			1,385,000
	2045-2049	2.50	5,625,000			5,625,000
	3/1/2050	2.50	1,460,000			1,460,000
Total			<u>9,650,000</u>	<u>-</u>	<u>30,000</u>	<u>9,620,000</u>
TIF Revenue Bonds - MSU/Cottonmill						
	3/1/2024	1.82	75,300		75,300	-
	3/1/2025	1.82	76,700			76,700
	3/1/2026	1.82	78,100			78,100
	3/1/2027	1.82	79,600			79,600
	3/1/2028	1.82	81,000			81,000
	3/1/2029	1.82	82,500			82,500
	3/1/2030	1.82	154,100			154,100
Total			<u>627,300</u>	<u>-</u>	<u>75,300</u>	<u>552,000</u>
2022 5M GO Bonds						
	8/1/2024	3.80	555,000		555,000	-
	8/1/2025	3.80	580,000			580,000
	8/1/2026	3.80	605,000			605,000
	8/1/2027	3.80	625,000			625,000
	8/1/2028	3.80	650,000			650,000
	8/1/2029	3.80	680,000			680,000
	8/1/2030	3.80	705,000			705,000
Total			<u>4,400,000</u>	<u>-</u>	<u>555,000</u>	<u>3,845,000</u>

City of Starkville, Mississippi
Schedule of Bonded Indebtedness
September 30, 2024

Name and Date	Maturity Date	Interest Percent	Balance 9/30/2023	Transactions		Balance 9/30/2024
				Issued	Redeemed	
TIF Revenue Bonds, Series 2022						
	9/30/2024	4.95	65,800		65,800	-
	9/30/2025	4.95	69,100			69,100
	9/30/2026	4.95	72,600			72,600
	9/30/2027	4.95	76,300			76,300
	9/30/2028	4.95	80,200			80,200
	9/30/2029	4.95	84,300			84,300
	2030-2034	4.95	489,800			489,800
	2035-2037	4.95	499,300			499,300
Total			1,437,400	-	65,800	1,371,600
5M GO Public Improvement Bonds, Series 2024						
	2/1/2025	5.00		355,000		355,000
	2/1/2026	5.00		420,000		420,000
	2/1/2027	5.00		440,000		440,000
	2/1/2028	5.00		465,000		465,000
	2/1/2029	5.00		485,000		485,000
	2030-2034	5.00		2,835,000		2,835,000
Total			-	5,000,000	-	5,000,000
13M GO Public Improvement Bonds, Series 2024						
	2/1/2025	5.00		375,000		375,000
	2/1/2026	5.00		395,000		395,000
	2/1/2027	5.00		415,000		415,000
	2/1/2028	5.00		440,000		440,000
	2/1/2029	5.00		460,000		460,000
	2030-2034	5.00		2,685,000		2,685,000
	2035-2039	5.00		3,450,000		3,450,000
	2040-2044	4.00-5.00		4,335,000		4,335,000
Total			-	12,555,000	-	12,555,000
Total Bond Liability, Governmental Activities			53,122,700	17,555,000	2,940,100	67,737,600
Business-type Activities:						
Utility Revenue Bonds, Series 2019						
	5/1/2024	4.00	395,000		395,000	-
	5/1/2025	4.00	410,000			410,000
	5/1/2026	4.00	425,000			425,000
	5/1/2027	4.00	440,000			440,000
	5/1/2028	4.00	460,000			460,000
	5/1/2029	3.00	480,000			480,000
	2030-2034	3.00	2,685,000			2,685,000
	2035-2039	3.00	3,275,000			3,275,000
Total			8,570,000	-	395,000	8,175,000
Electric System Revenue Bonds, Series 2020						
	3/1/2024	2.38	500,000		500,000	-
	3/1/2025	2.38	515,000			515,000
	3/1/2026	2.38	530,000			530,000
	3/1/2027	2.38	545,000			545,000
	3/1/2028	2.38	565,000			565,000
	3/1/2029	2.38	580,000			580,000
	2030-2034	2.38	3,165,000			3,165,000
	3/1/2035	2.38	690,000			690,000
Total			7,090,000	-	500,000	6,590,000
GO Utility Refunding Bond Series 2012						
	6/30/2024	2.12	188,390		188,390	-
	6/30/2025	2.12	192,083			192,083
	6/30/2026	2.12	196,195			196,195
	6/30/2027	2.12	191,638			191,638
			768,306		188,390	579,916
Total Bond Liability, Business-type Activities			16,428,306	-	1,083,390	15,344,916
Total Bond Liability			\$ 69,551,006	17,555,000	4,023,490	83,082,516

City of Starkville, Mississippi
Schedule of Long-Term Notes
September 30, 2024

Pavce Notes Payable	Maturity Date	Interest Percent	Balance 9/30/2023	Transactions		Balance 9/30/2024
				Issued	Redeemed	
Governmental Activities:						
2019 Street Excavator						
	FY24	3.43%	29,277		29,277	-
	FY25	3.43%	30,294			30,294
	FY26	3.43%	7,736			7,736
Total			67,307	-	29,277	38,030
2 Pumper Trucks						
	FY24	2.59%	76,174		76,174	-
	FY25	2.59%	78,752			78,752
	FY26	2.59%	81,420			81,420
	FY27	2.59%	84,177			84,177
	FY28	2.59%	87,028			87,028
	FY29	2.59%	89,975			89,975
	2030-2031	2.59%	189,194			189,194
Total			686,720	-	76,174	610,546
Fire Truck						
	FY 24	1.59%	104,039		104,039	-
	FY 25	1.59%	105,797			105,797
	FY 26	1.59%	107,585			107,585
	FY27	1.59%	109,403			109,403
	FY28	1.59%	111,252			111,252
Total			538,076	-	104,039	434,037
Asphalt Truck (2021 Kenworth T370)						
Total	FY 24	3.43%	16,788	-	16,788	-
2022 Dodge Durango						
	FY 24	2.94%	13,273		13,273	-
	FY 25	2.94%	10,214			10,214
Total			23,487	-	13,273	10,214
2020 Fire Truck-Bankfirst						
	FY 24	1.59%	146,258		146,258	-
	FY 25	1.59%	148,604			148,604
	FY 26	1.59%	150,987			150,987
	FY 27	1.59%	153,409			153,409
	FY28	1.59%	155,870			155,870
	FY29	1.59%	158,371			158,371
	2029-2031	1.59%	242,331			242,331
Total			1,155,830	-	146,258	1,009,572
Utility Associates-Body Camera						
	FY 24	0.00%	77,700		77,700	-
	FY 25	0.00%	77,700			77,700
Total			155,400	-	77,700	77,700
FUSUS Real Time Crime Center						
Total	FY 24	0.00%	65,000	-	65,000	-
Harley-Davidson Motorcycles						
Total	FY 24	0.00%	6,300	-	6,300	-

City of Starkville, Mississippi
Schedule of Long-Term Notes
September 30, 2024

<u>Pavee</u>	<u>Maturity</u> <u>Date</u>	<u>Interest</u> <u>Percent</u>	<u>Balance</u> <u>9/30/2023</u>	<u>Transactions</u>		<u>Balance</u> <u>9/30/2024</u>
				<u>Issued</u>	<u>Redeemed</u>	
Notes Payable						
Governmental Activities:						
Dell Server						
	FY24	5.81%	23,050		23,050	-
	FY25	5.81%	24,839			24,839
	FY26	5.81%	26,768			26,768
	FY27	5.81%	28,847			28,847
Total			103,504	-	23,050	80,454
Dell Server Storage Array						
	FY24	6.81%	2,358		2,358	-
	FY25	6.81%	4,713			4,713
	FY26	6.81%	5,056			5,056
	FY27	6.81%	5,425			5,425
	FY28	6.81%	7,707			7,707
Total			25,259	-	2,358	22,901
10 Multisensor Fixed Cameras						
	FY24	6.28%	9,003		9,003	-
Total			9,003	-	9,003	-
Total Notes Payable, Governmental Activities			2,852,674	-	569,220	2,283,454
Notes Payable						
Business-type Activities:						
Water Pollution Control Revolving Loan						
	FY24	1.75%	219,210		219,210	-
	FY25	1.75%	223,077			223,077
	FY26	1.75%	37,562			37,562
Total			479,849	-	219,210	260,639
Drinking Water Systems Improvements Revolving Loan						
	FY24	2.50%	56,567		56,567	-
	FY25	2.50%	57,998			57,998
	FY26	2.50%	54,452			54,452
Total			169,017	-	56,567	112,450
Water Pollution Control Revolving Loan						
	FY24	2.75%	15,865		15,865	-
	FY25	2.75%	16,307			16,307
	FY26	2.75%	16,761			16,761
	FY27	2.75%	17,228			17,228
	FY28	2.75%	17,708			17,708
	FY29	2.75%	6,012			6,012
Total			89,881	-	15,865	74,016
MDA Capital Improvements Loan Prom Note #06-347-CP-01						
	FY24	2.00%	44,691		44,691	-
	FY25	2.00%	53,066			53,066
	FY26	2.00%	54,137			54,137
	FY27	2.00%	55,229			55,229
	FY28	2.00%	56,344			56,344
	FY29	2.00%	53,271			53,271
	FY30	2.00%	41,902			41,902
Total			358,640	-	44,691	313,949

City of Starkville, Mississippi
Schedule of Long-Term Notes
September 30, 2024

Notes Payable				Transactions		
Business-type Activities:	Maturity	Interest	Balance	Issued	Redeemed	Balance
Payee	Date	Percent	9/30/2023			9/30/2024
Drinking Water Systems Improvements Revolving Loan						
	FY24	2.00%	22,479		22,479	-
	FY25	2.00%	26,278			26,278
	FY26	2.00%	26,808			26,808
	FY27	2.00%	27,350			27,350
	FY28	2.00%	27,902			27,902
	FY29	2.00%	26,380			26,380
	FY30	2.00%	25,264			25,264
Total			182,461	-	22,479	159,982
MDA Capital Improvements Loan Prom Note #07-347-CP-01						
	FY24	2.00%	39,304		39,304	-
	FY25	2.00%	38,629			38,629
	FY26	2.00%	33,774			33,774
	FY27	2.00%	13,562			13,562
Total			125,269	-	39,304	85,965
MDA Capital Improvements Loan Prom Note #12-347-CP-01						
	FY24	2.00%	61,973		61,973	-
	FY25	2.00%	62,843			62,843
	FY26	2.00%	64,112			64,112
	FY27	2.00%	65,406			65,406
	FY28	2.00%	66,726			66,726
	FY29	2.00%	68,073			68,073
	2030-2034	2.00%	361,536			361,536
	2035-2037	2.00%	157,683			157,683
Total			908,352	-	61,973	846,379
MDA Capital Improvements Loan Prom Note #17-347-CP-01						
	FY24	2.00%	33,787		33,787	-
	FY25	2.00%	33,387			33,387
	FY26	2.00%	34,061			34,061
	FY27	2.00%	34,748			34,748
	FY28	2.00%	35,450			35,450
	FY29	2.00%	36,165			36,165
	2029-2033	2.00%	192,076			192,076
	2033-2038	2.00%	194,664			194,664
Total			594,338	-	33,787	560,551
3 Refuse Trucks & Knuckle Boom						
	FY24	2.59%	122,435		122,435	-
	FY25	2.59%	125,606			125,606
Total			248,041	-	122,435	125,606
Garbage Truck/Front End Loader						
	FY24	7.00%	39,952		39,952	-
	FY25	7.00%	40,946			40,946
	FY26	7.00%	41,966			41,966
Total			122,864	-	39,952	82,912
MDA Capital Improvements Loan Prom Note #16-347-CP-01						
	FY24	2.00%	19,520		19,520	-
	FY25	2.00%	17,020			17,020
	FY26	2.00%	17,363			17,363
	FY27	2.00%	17,714			17,714
	FY28	2.00%	18,071			18,071
	FY29	2.00%	18,436			18,436
	2030-2034	2.00%	97,914			97,914
	2035-2038	2.00%	67,169			67,169
Total			273,207	-	19,520	253,687

City of Starkville, Mississippi
Schedule of Long-Term Notes
September 30, 2024

Payee	Maturity Date	Interest Percent	Balance 9/30/2023	Transactions		Balance 9/30/2024
				Issued	Redeemed	
Notes Payable						
Business-type Activities:						
MDA Capital Improvements Loan						
Prom Note #16-347-CP-02						
	FY24	2.00%	26,745		26,745	-
	FY25	2.00%	26,698			26,698
	FY26	2.00%	27,237			27,237
	FY27	2.00%	27,787			27,787
	FY28	2.00%	28,348			28,348
	FY29	2.00%	28,920			28,920
	2030-2034	2.00%	153,596			153,596
	2035-2037	2.00%	63,769			63,769
Total			<u>383,100</u>	<u>-</u>	<u>26,745</u>	<u>356,355</u>
MDA Capital Improvements Loan						
Prom Note #17-347-CP-02						
	FY24	2.00%	12,782		12,782	-
	FY25	2.00%	12,097			12,097
	FY26	2.00%	12,341			12,341
	FY27	2.00%	12,590			12,590
	FY28	2.00%	12,844			12,844
	FY29	2.00%	13,103			13,103
	2030-2034	2.00%	69,591			69,591
	2035-2039	2.00%	74,020			74,020
	FY40	2.00%	5,403			5,403
Total			<u>224,771</u>	<u>-</u>	<u>12,782</u>	<u>211,989</u>
2021 Tractor and Cutter						
	FY24	5.00%	13,926		13,926	-
Total			<u>13,926</u>	<u>-</u>	<u>13,926</u>	<u>-</u>
2021 Rear Loader Truck						
	FY24	1.35%	42,847		42,847	-
	FY25	1.35%	57,534			57,534
Total			<u>100,381</u>	<u>-</u>	<u>42,847</u>	<u>57,534</u>
2022 Kubota Tractor						
	FY24	2.94%	25,032		25,032	-
	FY25	2.94%	19,261			19,261
Total			<u>44,293</u>	<u>-</u>	<u>25,032</u>	<u>19,261</u>
2022 Knuckleboom Loader						
	FY24	2.50%	62,372		62,372	-
	FY25	2.50%	63,945			63,945
	FY26	2.50%	32,576			32,576
Total			<u>158,893</u>	<u>-</u>	<u>62,372</u>	<u>96,521</u>
2023 Freightliner M2						
	FY24	2.40%	47,922		47,922	-
	FY25	2.40%	49,082			49,082
	FY26	2.40%	50,271			50,271
	FY27	2.40%	51,488			51,488
	FY28	2.40%	13,065			13,065
Total			<u>211,828</u>	<u>-</u>	<u>47,922</u>	<u>163,906</u>
8 Yard Rear Loader						
	FY24	6.75%		18,266	18,266	-
	FY25	6.75%		38,284		38,284
	FY26	6.75%		40,972		40,972
	FY27	6.75%		43,849		43,849
	FY28	6.75%		23,064		23,064
Total			<u>-</u>	<u>164,435</u>	<u>18,266</u>	<u>146,169</u>
Total Notes Payable, Business-type Activities			<u>4,689,111</u>	<u>164,435</u>	<u>925,675</u>	<u>3,927,871</u>
Total Notes Payable			<u>\$ 7,541,785</u>	<u>\$ 164,435</u>	<u>\$ 1,494,895</u>	<u>\$ 6,211,325</u>

City of Starkville, Mississippi
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2024

<u>Federal Agency/ Pass-through Entity/ Program Title</u>	<u>Catalog of Federal Domestic Assistance Number</u>	<u>Pass-through Grantor's Number</u>	<u>Pass-through to Sub- Recipients</u>	<u>Federal Expenditures</u>
United States Department of Justice				
Passed through US Marshall's Service				
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-21-GG-03435-UHPX	\$ -	\$ 43,532
Total United States Department of Justice			-	43,532
United States Department of Homeland Security				
Passed-through Mississippi Emergency Management Agency				
Homeland Security Grant	97.067	22HS347	-	22,000
Homeland Security Grant	97.067	A22HS347	-	38,695
Homeland Security Grant	97.067	A23LE347	-	280,005
Assistance to Firefighters Grant	97.044	EMW-2021-FG-03372	-	140,909
Total United States Department of Homeland Security			-	481,609
United States Department of Transportation				
Safe Streets and Roads for All				
	20.939	693JJ32340308	-	192,000
Passed through Mississippi Department of Transportation:				
Airport Improvement Program	20.106	3-28-0068-026-2021	-	9,092
Airport Improvement Program	20.106	3-28-0068-027-2022	-	59,000
Airport Improvement Program	20.106	3-28-0068-028-2022	-	34,416
Airport Improvement Program	20.106	3-28-0068-029-2023	-	184,711
Airport Improvement Program	20.106	3-28-0068-030-2023	-	3,849
Airport Improvement Program	20.106	3-28-0068-032-2024	-	17,640
Total Airport Improvement Program			-	308,708
Highway Planning and Construction	20.205	FLBD-7113-00(004)LPA/108418-801000	-	542,128
Highway Planning and Construction	20.205	STP-0420-00(026)LPA/109194-701000	-	322,135
Total Highway Planning and Construction			-	864,263
Total United States Department of Transportation			-	1,364,971
United States Department of Public Safety				
Passed through Mississippi Department of Public Safety				
JAG Hot Spot Grant	16.738	15PBJA-22-GG-00637	-	55,795
State and Community Highway Safety	20.600	PT-2024-PT-23-11	-	7,383
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	154AL-2024-ST-23-11	-	90,148
Total United States Department of Public Safety			-	153,326
United States Department of Treasury				
Passed through Mississippi Development Authority:				
Appalachian Area Development	23.002	MS-19749	-	20,000
Total United States Department of Treasury			-	20,000
Total Expenditures of Federal Awards			\$ -	\$ 2,063,438

The accompanying notes to Schedule of Expenditures of Federal Awards is an integral part of this schedule.

City of Starkville, Mississippi
Notes to Schedule of Expenditures of Federal Awards
September 30, 2024

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City of Starkville under programs of the federal government for the year ended September 30, 2024. 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 Starkville, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City of Starkville.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Entire program costs, including the City's portion, are more than shown. Such expenditures are recognized following cost principles contained in Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursements.

Note 3: Indirect Cost

The City of Starkville has not elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

SPECIAL REPORTS

**INDEPENDENT AUDITORS' 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***



WATKINS, WARD and STAFFORD
Professional Limited Liability Company
Certified Public Accountants

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Robert E. Cordle, Jr., CPA
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**INDEPENDENT AUDITORS' 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 Starkville, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Starkville, Mississippi, as of and for the year ended September 30, 2024, and the related notes to financial statements, which collectively comprise the City of Starkville, Mississippi's basic financial statements and have issued our report thereon dated August 4, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Starkville, 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 Starkville, Mississippi's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Starkville, 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Starkville, Mississippi's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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.

Starkville, Mississippi
August 4, 2025

Watkins Ward and Stafford, P.C.

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



WATKINS, WARD and STAFFORD
Professional Limited Liability Company
Certified Public Accountants

James L. Stafford, CPA
Harry W. Stevens, CPA
S. Keith Winfield, CPA
William B. Stagers, CPA
Michael W. McCully, CPA
R. Steve Sinclair, CPA
Marsha L. McDonald, CPA
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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE**

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

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited City of Starkville, Mississippi's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the City of Starkville, Mississippi's major federal program for the year ended September 30, 2024. City of Starkville, Mississippi's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Starkville, 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, 2024.

Basis for Opinion on the Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Starkville, Mississippi and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of City of Starkville, Mississippi's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City of Starkville, Mississippi's federal program.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Starkville, Mississippi's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there

is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Starkville, Mississippi's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City of Starkville, Mississippi's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Starkville, Mississippi's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 City of Starkville, Mississippi's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Starkville, Mississippi

August 4, 2025

Watkins Ward and Stafford, P.C.

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



WATKINS, WARD and STAFFORD
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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
 WITH STATE LAWS AND REGULATIONS**

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

We have audited the financial statements of the City of Starkville, Mississippi, as of and for the year ended September 30, 2024, and have issued our report thereon dated August 4, 2025. 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.

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

The results of procedures performed to test compliance with certain other state laws and regulations and our audit of the financial statements disclosed the following instances of noncompliance with state laws and regulations. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items **2024-01**.

This report is intended for the information and use of the Board of Aldermen, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Starkville, Mississippi
 August 4, 2025

Watkins Ward and Stafford, P.C.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

City of Starkville, Mississippi
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2024

Section 1: Summary of Auditors' Results

Financial Statements:

Type of auditors' report issued on the financial statements:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to the financial statements noted?	Yes

Federal Awards:

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Type of auditors' report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of the major program:	
<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
20.205	Highway Planning & Construction

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as a low-risk auditee? No

Prior fiscal year audit findings and questioned costs relative to federal awards which would require the auditee to prepare a summary schedule of prior audit findings in accordance with 2 CFR 200.511(b) No

City of Starkville, Mississippi
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2024

Section 2: Financial Statement Findings

Material Non-Compliance

2024-01: Revenue Bond Ordinance Requirements Not Followed (Repeat Finding - Starkville Electric Department)

Statement of Condition

The Electric Department failed to adequately fund the accounts as required by the bond resolution of its Series 2020 Revenue Bond Issue.

Criteria

Miss. Code Section 21-33-303 states all municipalities shall adhere to contract obligations which are subject to annual appropriations incurred by any municipality which are payable exclusively from the revenues of any municipally owned utility, or to bonds issued by any municipality under the provisions of Sections 57-1-1 through 57-1-51, or to any special assessment improvement bonds issued by any municipality under the provisions of Sections 21-41-1 through 21-41-53, or to any indebtedness incurred under Section 55-23-8, or to any indebtedness incurred through a loan to a municipality under Section 57-75-11(tt) in connection with a project defined in Section 57-75-5(f)(xxvii).

Effect

The Electric Departments has violated the provisions of the Series 2020 Revenue Bond Issue's bond ordinances.

Cause

Adequate deposits as required by the Series 2020 Revenue Bond Issue bond ordinances were unintentionally overlooked.

Recommendation

All required bond-related accounts should be adequately funded.

Response

We will fund all accounts relating to the Series 2020 Revenue Bond Issue as prescribed by the bond ordinances.

Section 3: Federal Award Findings and Questioned Costs

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

City of Starkville, Mississippi
Summary Schedule of Prior Audit Findings
For the Year Ended September 30, 2024

2023-01: Revenue Bond Ordinance Requirements Not Followed (Starkville Electric Department)

Statement of Condition

The Electric Department failed to adequately fund the accounts as required by the bond resolution of its Series 2020 Revenue Bond Issue.

Recommendation

All required bond-related accounts should be adequately funded.

Status

The Electric Department still fails to follow revenue bond ordinance requirements. This is still a finding in the current year report. See Finding 2024-01.

Appendix D

Form of Bond Counsel Opinion

April 14, 2026

To Whom It May Concern:

We have acted as bond counsel in connection with the issuance by City of Starkville, Mississippi (the “Municipality”), of its \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, dated and issued April 14, 2026 (the “Bonds”). We have examined the law and such certified proceedings and other papers as we deem necessary to render this opinion, including Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended, the Infrastructure Modernization Act of 2018, House Bill 1, 2018 First Extraordinary Session, and any amendments thereto, codified as Sections 27-67-1 *et seq.*, Mississippi Code of 1972, as amended, and other applicable laws of the State (together, the “Act”), and resolutions adopted by the Mayor and Board of Aldermen of the Municipality (the “Governing Body”) on August 19, 2025, September 16, 2025, and December 2, 2025, authorizing and directing the issuance of the Bonds (together, the “Bond Resolution”).

As to questions of fact material to our opinion we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify the same by independent investigation, and we express no opinion relating to the accuracy, completeness or sufficiency of any offering material relating to the Bonds.

Based upon the foregoing, we are of the opinion, under existing law, as follows:

1. The Bonds shall be general obligations of the Municipality payable as to principal and interest out of and secured by an irrevocable pledge of the avails of a direct and continuing tax to be levied annually without limitation as to rate or amount upon all the taxable property within the geographical limits of the Municipality. To the extent other moneys are not available, the Municipality will levy annually a direct and continuing tax upon all taxable property within the geographical limits of the Municipality, which tax, together with any other moneys available for such purpose, will be adequate and sufficient to provide for the payment of the principal of and the interest on the Bonds as the same falls due; provided, however, that such tax levy for any year shall be abated *pro tanto* to the extent the Municipality on or prior to September 1 of that year has transferred money to the Bond Fund (as defined in the Bond Resolution), or has made other provisions for funds, to be applied toward the payment of the principal of and interest on the Bonds due during the ensuing fiscal year of the Municipality, in accordance with the provisions of the Bond Resolution. Provided, however, any other funds available to the Municipality which may be lawfully used for payment of the principal of, premium, if any, and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including, but not limited to, use taxes remitted from the State to the Municipality as a result of the Infrastructure Modernization Act. The Governing Body is authorized pursuant to the Infrastructure Modernization Act to utilize the use taxes for certain authorized purposes, including the payment of debt service on debt obligations issued for certain

authorized purposes. Should there be a failure in any year to comply with the requirements of Section 8 of the Bond Resolution, such failure will not impair the right of the Registered Owners of any of the Bonds in any subsequent year to have adequate taxes levied and collected to meet the obligations of the Bonds, both as to principal and interest.

2. Under existing law, regulations and court decisions, as presently interpreted and construed, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the “Code”), and interest on the Bonds is not treated as a specific item of tax preference under Section 57 of the Code in calculating the alternative minimum tax imposed by Section 55 of the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of applicable corporations (as defined in Section 59(k) of the Code) for the purpose of computing the alternative minimum tax imposed on corporations.

3. The Governing Body has covenanted in the Bond Resolution and in the Municipality’s federal tax certificate of even date herewith that the Municipality will not make any use of the gross proceeds of the Bonds or amount that may be treated as proceeds of the Bonds or do or take or omit to take any other action that would cause: (i) the Bonds to be “arbitrage bonds” as such term is defined in Section 148(a) of the Code and the regulations promulgated thereunder; (ii) the interest on the Bonds to be includable in the gross income of the Registered Owners for federal income taxation purposes; or (iii) the interest on the Bonds to be treated as an item of tax preference under Section 57(a)(5) of the Code. Failure of the Municipality to comply with such covenants could result in the interest on the Bonds being subject to federal income tax from the date of issue.

4. In rendering the foregoing opinion, Bond Counsel has assumed the continuing compliance by the Municipality with the tax covenants and representations in the Bond Resolution and the representations in the Municipality’s federal tax certificate. These requirements relate to, *inter alia*, the use and investment of the gross proceeds of the Bonds, the use of any facility, equipment, or improvement financed or refinanced directly or indirectly with the proceeds of the Bonds, and rebate to the United States Treasury of specified arbitrage earnings, if any. Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken) or events occurring (or not occurring) after the date of issuance of the Bonds have resulted in a failure of the Municipality to comply with its covenants. Failure of the Municipality to comply with such covenants could result in the interest on the Bonds becoming subject to federal income tax from the date of issue. Owners of the Bonds should consult their own tax advisors as to the applicability and effect on their federal income taxes and the effect of any other collateral federal income tax consequences.

5. The Bonds are **not** “qualified tax-exempt obligations” as such term is used in Section 265(b)(3) of the Code.

6. We express no opinion regarding other federal tax consequences arising with respect to the Bonds.

7. Under existing statutes, regulations, and court decisions as presently interpreted and construed, interest on the Bonds earned by the respective owners thereof is excludable from gross income for purposes of computing income taxes imposed by the State.

8. It is understood that the rights of the owners of the Bonds and the enforceability of the Bonds and the Bond Resolution may be subject to bankruptcy, insolvency, reorganization, moratorium, and other similar law affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable, and that the enforcement thereof may be subject to the exercise of judicial discretion in appropriate cases.

9. In this opinion letter issued in our capacity as Bond Counsel, we are opining only upon those matters set forth herein, and we are not passing upon the accuracy, adequacy or completeness of the Official Statement or any other statements made in connection with any offer or sale of the Bonds or upon any federal or state tax consequences arising from the receipt or accrual of interest on or the ownership or disposition of the Bonds, except those specifically addressed herein.

10. In rendering the foregoing opinions, we have assumed the accuracy and truthfulness of all public records and of all certificates, resolutions, documents and other proceedings examined by us that have been executed or certified by public officials acting within the scope of their official capacities and have not verified the accuracy or truthfulness thereof. We also have assumed the genuineness of the signatures appearing upon such public records, certifications, resolutions, documents and proceedings. This opinion letter is issued as of the date hereof and we assume no obligation to revise or supplement this opinion letter to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Respectfully submitted,

WATKINS & EAGER PLLC

Appendix E

Form of Continuing Disclosure Agreement

CONTINUING DISCLOSURE AGREEMENT OF THE CITY OF STARKVILLE, MISSISSIPPI

This Continuing Disclosure Agreement (the “Disclosure Certificate”) is executed and delivered by the City of Starkville, Mississippi (the “Municipality”), in connection with the issuance of its \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, dated and issued April 14, 2026 (the “Bonds”). The Bonds are being issued pursuant to Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended, and other applicable laws of the State (together, the “Act”), and resolutions adopted by the Mayor and Board of Aldermen (the “Governing Body”) on August 19, 2025, September 16, 2025, and December 2, 2025 (together, the “Bond Resolution”).

The Municipality covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Agreement is being executed and delivered by the Municipality for the benefit of the Bondholders and Beneficial Owners and in order to assist the Participating Underwriters in complying with S.E.C. Rule 15c2-12(b)(5) (as further defined herein).

SECTION 2. Definitions. In addition to the definitions set forth in the Bond Resolution which apply to any capitalized term used in this Disclosure Agreement unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Annual Report” means any Annual Report provided by the Municipality pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

“Beneficial Owner” means any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries) or (b) is treated as the owner of any Bonds for federal income tax purposes.

“Dissemination Agent” means a banking institution or other person or entity appointed by resolution of the Municipality as the Dissemination Agent hereunder, or any successor Dissemination Agent designated in writing by the Municipality and which has provided the Municipality a written acceptance of such designation.

“EMMA” means MSRB’s Electronic Municipal Market Access system on the MSRB Website.

“Financial Obligation” means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

“Listed Event” means any of the events listed in Section 5 of this Disclosure Certificate.

“MSRB” means the Municipal Securities Rulemaking Board established under the 1933 Securities Act, as amended, or any successor thereto.

“MSRB Website” means www.emma.msrb.org.

“National Repository” means (a) MSRB’s EMMA, and (b) in the future, any successor repository or repositories prescribed by the SEC for the purpose of serving as repository under the Rule.

“Official Statement” means the Official Statement dated April 14, 2026, pertaining to the Bonds.

“Participating Underwriter” means any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

“Repository” means each National Repository and the State Repository.

“Required Electronic Format” means the electronic format then prescribed by the SEC or the MSRB pursuant to the Rule.

“Rule” means Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“State” means the State of Mississippi.

“State Repository” means any public or private repository or entity designated by the State as a state repository for the purpose of the Rule and recognized as such by the Securities and Exchange Commission. As of the date of this Disclosure Certificate, there is no State Repository.

“Submission Date” means the date on which the Annual Report is submitted to the Repositories pursuant to Section 3 of this Disclosure Certificate, which shall be a date not later than 12 months after the end of the Municipality's fiscal year (presently September 30), commencing with the report for the 2025 fiscal year.

SECTION 3. Provision of Annual Reports.

(a) The Municipality shall, or shall cause the Dissemination Agent to, not later than the Submission Date, provide to each Repository an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the Municipality may be submitted separately from the balance of the Annual Report and later than the date required above for the filing of the Annual Report if they are not available by that date. If the Municipality's fiscal year changes, it shall give notice of such change in the same manner as for a Listed Event under Section 5.

(b) Not later than 15 Business Days prior to the Submission Date, the Municipality shall provide the Annual Report to the Dissemination Agent (if other than the Municipality). If the Municipality is unable to provide to the Repositories an Annual Report by the Submission Date, the Municipality shall send a notice to each Repository or the Municipal Securities Rulemaking Board and the State Repository, if any, in substantially the form attached as “Exhibit A.”

(c) The Dissemination Agent shall:

(1) determine each year prior to the Submission Date the name and address of each National Repository and the State Repository, if any; and

(2) if the Dissemination Agent is other than the Municipality, file a report with the Municipality certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided and listing all the Repositories to which it was provided.

SECTION 4. Content of Annual Reports. The Municipality's Annual Report shall contain or include by reference (a) financial information of the type included in the subsections of the Official Statement entitled “Assessed Valuation,” “Tax Levy Per \$1,000 Valuation,” “Ad Valorem Tax Collections,” and “Diversions from the State to the Municipality regarding Use Tax Collections,” and (b) the audited financial statements of the Municipality for the prior fiscal year, prepared in accordance with generally accepted accounting principles as promulgated to apply to governmental entities from time to time by the Governmental Accounting Standards Board. If the Municipality's audited financial statements are not available by the Submission Date, the audited financial statements shall be filed in the same manner as the Annual Report. Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues of the Municipality or related public entities, which have been submitted to each of the Repositories or the Securities and Exchange Commission. If the document included by reference is a final official statement, it must be available from the Municipal Securities Rulemaking Board. The Municipality shall clearly identify each such other document so included by reference.

SECTION 5. Reporting of Significant Events. The Municipality shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds, in a timely manner not in excess of 10 business days after the occurrence thereof:

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;

- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;
- (7) modifications to rights of security holders, if material;
- (8) bond calls, if material, and tender offers;
- (9) defeasances;
- (10) release, substitution, or sale of property securing repayment of the securities, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership, or similar event of the Municipality;
- (13) consummation of a merger, consolidation, or acquisition involving the Municipality, the sale of all or substantially all of the assets of the Municipality other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms; and
- (14) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (15) incurrence of a Financial Obligation (as defined herein and in the Rule) of the Municipality, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Municipality, any of which may affect security holders, if material; and
- (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Municipality, any of which reflect financial difficulties.

The events listed above are quoted from the Rule and some may not be applicable to the Municipality or the Bonds.

SECTION 6. Termination of Reporting Obligation. The Municipality's obligations under this Disclosure Agreement shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds. If such termination occurs prior to the final maturity of the Bonds, the Municipality shall give notice of such termination in the manner as for a Listed Event under Section 5.

SECTION 7. Dissemination Agent. The Municipality may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent. The Dissemination Agent shall not be responsible in any manner for the content of any notice or report prepared by the Municipality pursuant to this Disclosure Certificate. From the date hereof until such time (if any) that the Municipality appoints a Dissemination Agent, or if a Dissemination Agent appointed by the Municipality resigns or is discharged and the Municipality does not appoint a successor Dissemination Agent, the Municipality, acting through the City Clerk of the Municipality, shall carry out the duties of the Dissemination Agent under this Disclosure Certificate.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Certificate, the Municipality may amend this Disclosure Agreement and any provision of this Disclosure Agreement may be waived, only if (1) the amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in identity, nature, or status of the Municipality, (2) the agreement, as amended, would have complied with the Rule at the date of sale of the Bonds, taking into account any amendments or interpretations of the Rule as well as any change in circumstance, and (3) the Municipality receives an opinion of nationally recognized bond counsel to the effect that the amendment or waiver does not materially impair the interests of the holders and beneficial owners of the Bonds. A copy of any amendment will be filed in a timely manner with each Repository.

SECTION 9. Additional Information. Nothing in this Disclosure Agreement shall be deemed to prevent the Municipality from disseminating any other information, using the means of dissemination set forth in this Disclosure Agreement or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Municipality chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Municipality shall have no obligation under this Disclosure Agreement to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the Municipality to comply with any provision of this Disclosure Certificate, any Bondholder or Beneficial Owner may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Municipality to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Agreement shall not be deemed an Event of Default under the Bond Resolution, and the sole remedy under this Disclosure Agreement in the event of any failure of the Municipality to comply with this Disclosure Agreement shall be an action to compel performance.

SECTION 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the Municipality agrees to indemnify and save the Dissemination Agent, its officers, directors, employees, and agents, harmless against any loss, expense, and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties

hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Municipality under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Beneficiaries. This Disclosure Agreement shall inure solely to the benefit of the Municipality, the Dissemination Agent, the Participating Underwriters and the Bondholders and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

Date: April 14, 2026

City of Starkville, Mississippi

(seal)

City Clerk

EXHIBIT A

**NOTICE TO REPOSITORIES OF
FAILURE TO FILE ANNUAL REPORT**

Name of Municipality: City of Starkville, Mississippi

Name of Issue: \$15,000,000 General Obligation Public Improvement Bonds, Series
2026

Date of Issuance: April 14, 2026

NOTICE IS HEREBY GIVEN that the Municipality has not provided an Annual Report with respect to the above-referenced Bonds as required by the Bond Resolution. The Municipality anticipates that the Annual Report will be filed by _____, 20__.

Date: _____, 20__

Appendix F

Notice of Bond Sale

NOTICE OF BOND SALE

**\$15,000,000 GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS,
SERIES 2026
CITY OF STARKVILLE, MISSISSIPPI**

NOTICE IS HEREBY GIVEN that the Mayor and Board of Aldermen of the City of Starkville, Mississippi (the “Governing Body” of the “Municipality”) will receive bids, which may be in electronic form, for the purchase in its entirety, at not less than par and accrued interest to the date of delivery thereof, of an issue of \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, of the Municipality (the “Bonds”) on Tuesday, March 17, 2026, until the hour of 10:15 a.m.

The City Clerk of the Municipality (the “City Clerk”) will act on behalf of the Governing Body to receive bids at the aforesaid date, time, and place. Following 10:15 a.m., on Tuesday, March 17, 2026, the bids will be publicly opened and read, for consideration by the Governing Body at their regular meeting at 5:30 p.m. on Tuesday, March 17, 2026. All bids will remain firm for eight hours after the time specified for the opening of bids, and an award of the Bonds, or rejection of bids, will be made by the Governing Body within said period of time.

THE BONDS: The Bonds will be registered as to both principal and interest; will be dated and bear interest, calculated on the 30/360 basis, from the date of delivery thereof, April 14, 2026; will be delivered in definitive form as registered bonds; will be issued in the denomination of \$5,000 each, or integral multiples thereof up to the amount of a single maturity; will be numbered from 1 upward in the order of issuance; will be payable as to principal at a bank or trust company to be named by the Governing Body in the manner hereinafter provided; and will bear interest, calculated on the 30/360 basis, from the date thereof, payable on March 1, 2027, and semiannually thereafter on March 1 and September 1 of each year, at the rate or rates offered by the successful bidder in its bid in accordance with this Notice of Bond Sale (this “Notice”).

MATURITIES: The Bonds will mature serially, with option of prior payment, on March 1 in each of the years and amounts as follows:

<u>YEAR</u>	<u>AMOUNT</u>
2027	\$390,000
2028	\$700,000
2029	\$735,000
2030	\$300,000
2031	\$1,250,000
2032	\$1,350,000
2033	\$1,505,000
2034	\$1,580,000
2035	\$1,665,000
2036	\$1,750,000
2037	\$1,840,000
2038	\$1,935,000

REDEMPTION: Bonds maturing after March 1, 2036, are subject to redemption prior to their respective maturities at the election of the Municipality on and after March 1, 2036, either in whole or in part on any date, with the maturities and principal amounts thereof to be determined by the Municipality, at the principal amount thereof together with accrued interest to the date fixed for redemption. Notice of each such redemption shall be mailed, postage prepaid, not less than 30 days prior to the redemption date, to all Registered Owners of the Bonds to be redeemed at their addresses as they appear on the registration books of the Municipality kept by the Paying Agent (as defined herein).

REVISED MATURITY SCHEDULE AND/OR BID PARAMETERS: The aggregate principal amount of each series of the Bonds (the “Preliminary Aggregate Principal Amount”) and the annual principal amounts of each series of the Bonds (the “Preliminary Annual Principal Amounts”) and collectively, with reference to the Preliminary Aggregate Principal Amounts, the “Preliminary Amounts”) set forth in this Notice may be revised before the viewing of bids for the purchase of the Bonds, as may the bid parameters set forth herein. Any such revisions (in case of revised principal amounts, the “Revised Aggregate Principal Amount”, the “Revised Annual Principal Amounts” and the “Revised Amounts”) WILL BE GIVEN BY NOTIFICATION PUBLISHED ON www.I-dealProspectus.com NOT LATER THAN 4:00 P.M., C.D.T. ON THE DAY PRECEDING THE RECEIPT OF BIDS. In the event that no such revisions are made, the Preliminary Amounts will constitute the Revised Amounts and will remain as stated in this Notice, and the bid parameters shall remain as set for the herein. **BIDDERS SHALL SUBMIT BIDS BASED ON THE REVISED AMOUNTS AND BID PARAMETERS, IF ANY.** Prospective bidders may request notification of any revisions in the Preliminary Amounts and bid parameters by so advising and emailing Stephens Inc., Ridgeland, Mississippi, the Municipality’s “independent registered municipal advisor” (the “Municipal Advisor”), at max.neely@stephens.com by 12:00 p.m., C.D.T., at least one day prior to the date for receipt of the bids.

CHANGES TO MATURITY SCHEDULE: The Municipality reserves the right to change the Revised Aggregate Principal Amount of each series of Bonds and the Revised Annual Principal Amounts of each series of Bonds after determination of the winning bidder(s), by increasing or decreasing such Revised Aggregate Principal Amounts and such Revised Annual Principal Amounts by up to 30%. The maximum amount of the Bonds will not exceed \$15,000,000. No changes beyond those disclosed above will be made without the consent of the applicable Successful Bidder. Such changes, if any, will determine the final annual principal amount of each maturity of each series of Bonds (the “Final Annual Principal Amounts”) and the final aggregate principal amount of each series of Bonds (the “Final Aggregate Principal Amount”). The dollar amount bid by the successful bidder for each series of Bonds will be adjusted to reflect any adjustments in the Final Aggregate Principal Amount of such series of Bonds. The interest rates specified by the successful bidder for the various maturities at the initial reoffering prices will not change. **A SUCCESSFUL BIDDER MAY NOT WITHDRAW ITS BIDS OR CHANGE THE INTEREST RATES BID OR THE INITIAL REOFFERING PRICES AS A RESULT OF ANY CHANGES MADE TO THE PRINCIPAL AMOUNTS WITHIN THESE LIMITS.**

The Municipality anticipates that the Final Annual Principal Amounts of each series of Bonds and the Final Aggregate Principal Amount of each series of Bonds will be communicated to the successful bidder(s) prior to the award of such Bonds. **THE DOLLAR AMOUNT BID BY EACH SUCCESSFUL BIDDER FOR THE PURCHASE OF THE BONDS WILL BE**

ADJUSTED TO REFLECT ANY CHANGE IN THE ANNUAL PRINCIPAL AMOUNTS BASED UPON THE ASSUMPTION THAT THE COUPON RATES, REOFFERING PRICES, AND THE UNDERWRITER'S DISCOUNT (EXCLUDING ORIGINAL ISSUE DISCOUNT/PREMIUM) STATED AS A PERCENTAGE OF THE AGGREGATE PRINCIPAL AMOUNT, AS SPECIFIED BY SUCH SUCCESSFUL BIDDER, WILL NOT CHANGE.

BASIS OF AWARD: If an award is made, the Bonds will be awarded to the bidder whose bid results in the lowest true interest cost to the Municipality for such Bonds as determined by reference to the Revised Aggregate Principal Amounts, prior to post-sale adjustments, as discussed in the paragraph above. The lowest true interest cost will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on the Bonds (compounded semi-annually from the dated date of such Bonds) produces a value equal to the purchase price of such Bonds. Each bidder is required to specify its calculation of the true interest cost resulting from its bid, but such information shall not be treated as part of its proposal. In the event that two or more of the bidders offer to purchase the Bonds at the same lowest true interest cost, the Governing Body shall determine in their sole discretion (but in accordance with fact) which of the bidders shall be awarded such series of Bonds. The Governing Body reserves the right to waive any irregularity or informality in any bid, and to reject any or all bids, and notice of rejection of any bid will be made promptly. Unless all bids are rejected, award of the Bonds will be made by the Governing Body on the sale date.

AUTHORITY AND SECURITY: The Bonds will be issued pursuant to the provisions of Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended, and other applicable laws of the State of Mississippi (together, the "Act"), and the resolutions authorizing and directing the issuance of the Bonds adopted by the Governing Body on August 19, 2025, September 16, 2025, and December 2, 2025 (together, the "Bond Resolution"), and shall be general obligations of the Municipality payable as to principal and interest out of and secured by an irrevocable pledge of the avails of a direct and continuing tax to be levied annually without limitation as to rate or amount upon all the taxable property within the geographical limits of the Municipality. To the extent other moneys are not available, the Municipality will levy annually a direct and continuing tax upon all taxable property within the geographical limits of the Municipality, which tax, together with any other moneys available for such purpose, will be adequate and sufficient to provide for the payment of the principal of and the interest on the Bonds as the same falls due; provided, however, that such tax levy for any year shall be abated *pro tanto* to the extent the Municipality on or prior to September 1 of that year has transferred money to the Bond Fund (as defined in the Bond Resolution), or has made other provisions for funds, to be applied toward the payment of the principal of and interest on the Bonds due during the ensuing fiscal year of the Municipality, in accordance with the provisions of the Bond Resolution. Provided, however, any other funds available to the Municipality which may be lawfully used for payment of the principal of, premium, if any, and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including, but not limited to, use taxes remitted from the State of Mississippi to the Municipality as a result of the Infrastructure Modernization Act of 2018, House Bill 1, 2018 First Extraordinary Session, and any amendments thereto, codified as Sections 27-67-1 *et seq.*, Mississippi Code of 1972, as amended, adopted by the Legislature of the State of Mississippi. The Governing Body is authorized pursuant to the Infrastructure Modernization Act to utilize the use taxes for certain authorized purposes, including the payment of debt service on debt obligations issues for certain authorized purposes.

PURPOSE: The Bonds are being issued to provide funds for the purpose of constructing, improving, and paving streets, sidewalks, and parkways, and purchasing land therefor; constructing bridges and culverts; establishing, repairing, improving, and extending the sanitary, storm, drainage, and sewerage systems of the Municipality; protecting the Municipality, its streets, and sidewalks from overflow, caving banks, and other like dangers; purchasing machinery and heavy equipment which will have an expected useful life in excess of ten years, but specifically not including any motor vehicles weighing less than 12,000 pounds; purchasing fire-fighting equipment and apparatus, and providing housing for the same, and purchasing land therefor; altering or changing the channels of streams and water courses to control, deflect, and guide the current thereof; purchasing land for parks and public playgrounds, and improving, equipping, and adorning the same, including other recreational facilities; purchasing or constructing, repairing, improving, and equipping building for public libraries, and for purchasing land, equipment, and books therefor; erecting and purchasing waterworks, gas, electric, and other public utility plants or distribution systems or franchises, and repairing, improving, and extending the same; and, erecting municipal buildings, armories, auditoriums, community centers, gymnasiums, and athletic stadiums, preparing and equipping athletic fields, and purchasing buildings or land therefor, and for repairing, improving, adorning, and equipping the same, and for erecting, equipping, and furnishing of buildings to be used as a municipal or civic arts center (the “Authorized Purposes”).

FORM OF BIDS: Bids should be addressed to the Governing Body and should be plainly marked “Bid for \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, of the City of Starkville, Mississippi.” All bids should be submitted in substantially the form prepared by the Municipality as the Official Bid Form. A copy of the Official Bid Form may be obtained from the City Clerk at jmclaurin@cityofstarkville.org, from Stephens Inc., Ridgeland, Mississippi (the “Municipal Advisor”), at max.neely@stephens.com, or from Watkins & Eager PLLC, Jackson, Mississippi (“Bond Counsel”), at bdavis@watkinseager.com.

Electronic bids for the Bonds must be submitted to PARITY® via the BiDCOMP Competitive Bidding System. An electronic bid made through the facilities of BiDCOMP/PARITY® shall be deemed an offer to purchase in response to this Notice and shall be binding upon the bidder as if made by a signed sealed written bid made to the Municipality. To the extent any instructions or directions set forth in BiDCOMP/PARITY® conflict with the terms of this Notice, this Notice shall prevail. The Municipality shall not be responsible for any malfunction or mistake made by or as a result of the use of electronic bidding facilities. The use of such facilities is at the sole risk of the bidders. Subscription to I-Deal’s BiDCOMP/PARITY® Competitive Bidding System by a bidder is required in order to submit an electronic bid. The Municipality will not confirm any subscription or be responsible for the failure of any prospective bidder to subscribe. Both written bids and electronic bids must be unconditional and received by the Municipality and/or BiDCOMP/PARITY®, respectively, on or before 10:15 a.m., C.D.T., on Tuesday, March 17, 2026, as stated above. The Municipality is not liable for any costs incurred in the preparation, delivery, acceptance, or rejection of any bid.

All bids not in electronic form should be sealed and delivered to the City Clerk at her office in the City Hall located at 110 West Main Street in the Municipality.

INTEREST RATE AND BID RESTRICTIONS: The Bonds will not bear a greater overall maximum interest rate to maturity than 11% per annum, nor will the interest rate for any one

maturity exceed 11% per annum. No Bond will bear more than 1 rate of interest; each Bond will bear interest, calculated on the 30/360 basis, from its date to its stated maturity date at the interest rate specified in the bid; all Bonds of the same maturity will bear the same rate of interest from date to maturity; and the lowest interest rate specified will not be less than 70% of the highest interest rate specified. Each interest rate specified in any bid must be a multiple of 1/8th of 1% or 1/10th of 1% and a 0% rate of interest cannot be named.

GOOD FAITH DEPOSIT: Each bid must be accompanied by a wire transfer, cashier's check, certified check, or exchange, issued or certified by a bank, payable to the "Mayor and Board of Aldermen of the City of Starkville, Mississippi," in the amount of \$300,000 as a guaranty that the bidder will carry out its contract and purchase the Bonds if its bid be accepted. All wire transfers, cashier's checks, certified checks, or exchanges of unsuccessful bidders will be returned immediately after award of the Bonds. If the successful bidder fails to purchase the Bonds pursuant to its bid and contract, then the amount of such good faith deposit will be retained by the Municipality as liquidated damages for such failure. No interest will be allowed on the amount of the good faith deposit. For instructions regarding good faith deposits, please contact Bond Counsel at bdavis@watkinseager.com.

DTC BOOK-ENTRY: Unless specifically declined by the purchaser, the Bonds are being initially offered as registered in the name of Cede & Co., as Registered Owner and nominee for The Depository Trust Company, New York, New York ("DTC") under DTC's Book-entry system of registration. Purchasers of interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of bond certificates and ownership by the Beneficial Owners of the Bonds will be evidenced by book-entry. As long as Cede & Co. is the Registered Owner of the Bonds as nominee of DTC, payments of principal and interest will be made directly to such Registered Owner, which will in turn remit such payments to the DTC participants for subsequent disbursement to the Beneficial Owners.

AWARD OF BONDS: If an award of the Bonds is made, the Bonds will be awarded to the bidder whose bid results in the lowest true interest cost to the Municipality. The lowest true interest cost of the Bonds will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on the Bonds (compounded semi-annually from the dated date of the Bonds) produces a value equal to the purchase price of the Bonds. For the purpose of calculating the true interest cost, the principal amount of any term bonds scheduled for mandatory sinking fund redemption (if any) shall be treated as a serial maturity in each year. Each bidder is required to specify its calculation of the true interest cost resulting from its bid, but such information shall not be treated as part of its proposal. All bids will remain firm for eight hours after the time specified for the opening of bids, and an award of the Bonds, or rejection of bids, will be made by the Governing Body within said period of time, and the Governing Body will give a verbal notice to the winning bidder, if any, within approximately one hour of such decision..

RIGHT OF REJECTION, CANCELLATION: The Governing Body reserves the right to reject any or all bids submitted, as well as to waive any irregularity or informality in any bid. The successful bidder will have the right, at its option, to cancel its agreement to purchase the Bonds if the Bonds are not tendered for delivery within 60 days from the date of sale thereof, and in such event the Governing Body will return to said bidder its good faith deposit. The Governing Body will have the right, at its option, to cancel its agreement to sell the Bonds if within five days after

the tender of the Bonds for delivery the successful bidder will not have accepted delivery of and paid for the Bonds, and in such event the Governing Body will retain the successful bidder's good faith deposit as liquidated damages as hereinabove provided.

PAYING AGENT, TRANSFER AGENT, AND REGISTRAR: The initial payment agent for the Bonds will be U.S. Bank Trust Company, National Association (the "Paying Agent"). The Governing Body's approval of the Paying Agent shall be contingent on a determination as to the willingness and ability of the Paying Agent to perform the duties of registrar and transfer agent and on the satisfactory negotiation of service fees. The Paying Agent shall be subject to change by order of the Governing Body under the conditions and in the manner provided in the Bond Resolution under which the Bonds are issued. Both principal of and interest on the Bonds will be payable by wire or check or draft mailed to Registered Owners of the Bonds as of the fifteenth day of the month preceding the maturity date for such principal or interest payment at the addresses appearing in the registration records of the Municipality maintained by the Paying Agent. The Bonds will be transferable only upon the books of the Paying Agent.

DELIVERY: The successful bidder must designate within 30 days of the date of sale, or at such other later date as may be designated by the Governing Body, the names and addresses of the Registered Owners of the Bonds and the denominations in which the Bonds of each maturity are to be issued. If the successful bidder fails to submit such information within the required time, one Bond may be issued for each maturity in the full amount maturing on that date registered in the name of the successful bidder. The Bonds will be delivered at a place to be designated by the purchaser and without cost to the purchaser, and payment therefor will be made in immediately available funds.

CUSIP NUMBERS: Unless specifically declined by the purchaser, the Municipal Advisor will request that the CUSIP Service Bureau assign CUSIP identification numbers to the Bonds, which numbers will be printed on the Bonds. The successful bidder will be responsible for the costs of assigning CUSIP numbers to the Bonds. Neither the failure to print a CUSIP number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Bonds in accordance with this Notice.

LEGAL OPINION; CLOSING DOCUMENTS: The Bonds are offered subject to the unqualified approval of the legality thereof by Bond Counsel. In the opinion of Bond Counsel, interest on the Bonds is exempt from federal and Mississippi income taxes under existing laws, regulations, rulings, and judicial decisions with such exceptions as will be described in the Official Statement for the Bonds. A copy of the opinion of Bond Counsel, together with the usual closing papers, including a no-litigation certificate dated the date of delivery of the Bonds, evidencing that no litigation is pending in any way affecting the legality of the Bonds or the taxes to be levied for the payment of the principal thereof and interest thereon, and a transcript of the proceedings relating to the Bonds will be delivered to the successful bidder without charge. The Municipality will pay for all legal fees and will pay for the printing and validation of the Bonds.

BONDS AS "QUALIFIED TAX-EXEMPT OBLIGATIONS": The Municipality has not designated the Bonds as "qualified tax-exempt obligations" within the meaning and for purposes of Section 265(b)(3) of the Code.

FURTHER INFORMATION: The Municipality has prepared a Preliminary Official Statement which it deems, for purposes of S.E.C. Rule 15(c)2-12, to be final and complete as of its date except for the omission of the offering prices, interest rates, and any other terms of the Bonds depending on such matters, and the identity of the underwriters, subject to revision, amendment and completion in a final Official Statement. By submission of its bid, the successful bidder will be deemed to have certified that it has obtained and reviewed the Preliminary Official Statement. Upon the award of the Bonds, the Municipality will publish an Official Statement in substantially the same form as the Preliminary Official Statement, subject to minor additions, deletions, and revisions as required to complete the Preliminary Official Statement.

ISSUE PRICE: The successful bidder shall assist the Municipality in establishing the issue price of the Bonds and shall execute and deliver to the Municipality at the closing for the Bonds an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, in a form reasonably required by the Municipality and Bond Counsel. The Municipality intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining “competitive sale” for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the “competitive sale requirements”) because: (a) the Municipality shall disseminate this Notice to potential underwriters in a manner that is reasonably designed to reach potential underwriters; (b) all bidders shall have an equal opportunity to bid; (c) the Municipality may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and (d) the Municipality anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Notice. Any bid submitted pursuant to this Notice shall be considered a firm offer for the purchase of the Bonds, as specified in the bid. In the event that the competitive sale requirements are not satisfied, the Municipality shall advise the winning bidder. The Municipality shall treat the first price at which 10% of a maturity of the Bonds (the “10% test”) is sold to the public as the issue price on that maturity applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity). The winning bidder shall advise the Municipality if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The Municipality will not require bidders to comply with the “hold-the-offering-price rule” and therefore does not intend to use the initial offering price to the public as of the sale date of any maturity of the Bonds as the issue price of that maturity. Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied. Bidders should prepare their bids on the assumption that all of the maturities of the Bonds will be subject to the 10% test in order to establish the issue price of the Bonds. If the competitive sale requirements are not satisfied, then until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the Municipality the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the closing of the Bonds has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold. By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable,

to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires. Sales of any Bonds to any person that is a related party to an underwriter shall not constitute sales to the public for the purposes of this Notice. Further, for purposes of this Notice: (a) “public” means any person other than an underwriter or a related party, (b) “underwriter” means (A) any person that agrees pursuant to a written contract with the Municipality (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the public), (c) a purchaser of any of the Bonds is a “related party” to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or Interests by one entity of the other), and (d) “sale date” means the date that the Bonds are awarded by the Municipality to the winning bidder.

CONTINUING DISCLOSURE: In order to assist bidders in complying with S.E.C. Rule 15(c)2-12(b)(5), the Municipality will undertake, pursuant to the Bond Resolution and a Continuing Disclosure Agreement, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Preliminary Official Statement and will also be set forth in the Official Statement. Failure of the Municipality to deliver the Continuing Disclosure Agreement at the time of issuance and delivery of the Bonds will relieve the successful bidder from its obligation to purchase the Bonds.

MUNICIPAL BOND INSURANCE: The Municipality has provided information to prospective bond insurance companies in order to qualify the Bonds under their respective optional bidding programs. If the successful bidder or bidders for the Bonds desires to purchase a municipal bond insurance policy insuring payment of all or a portion of the debt service payable on the Bonds, the successful bidder or bidders does so at its own risk and its own expense. The obligation of the successful bidder to pay for the Bonds shall not be conditioned on the issuance of a municipal bond insurance policy. The Municipality will cooperate with the successful bidder in obtaining

such insurance, but the Municipality will not enter into any additional agreements with a bond insurer. Without limiting the generality of the foregoing, the successful bidder will be responsible for all costs, expenses, and charges associated with the issuance of such insurance, including but not limited to the premium for the bond insurance policy.

**By order of the Mayor and Board of Aldermen of the City of Starkville, Mississippi,
on December 2, 2025.**

City of Starkville, Mississippi

/s/ Joanna McLaurin, City Clerk

Publication Instructions:

Starkville Daily News

March 3, 2026, and March 10, 2026

Appendix G

Bond Resolution

RESOLUTION OF THE MAYOR AND BOARD OF ALDERMEN OF THE CITY OF STARKVILLE, MISSISSIPPI, AUTHORIZING AND DIRECTING THE ISSUANCE OF GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026, OF THE CITY OF STARKVILLE, MISSISSIPPI, IN THE MAXIMUM PRINCIPAL AMOUNT OF \$15,000,000, IN ONE OR MORE FEDERALLY TAXABLE OR TAX-EXEMPT SERIES, TO PROVIDE FUNDS FOR THE AUTHORIZED PURPOSES AS DESCRIBED HEREIN; PRESCRIBING THE FORM AND INCIDENTS OF THE BONDS; PROVIDING FOR THE LEVY OF TAXES FOR THE PAYMENT OF THE BONDS; PROVIDING FOR THE SALE OF THE BONDS; MAKING PROVISION FOR MAINTAINING THE TAX-EXEMPT STATUS OF THE BONDS; APPROVING AND AUTHORIZING THE DISTRIBUTION OF A PRELIMINARY OFFICIAL STATEMENT; AUTHORIZING THE EXECUTION AND DISTRIBUTION OF AN OFFICIAL STATEMENT PERTAINING TO THE SALE OF THE BONDS; AUTHORIZING THE EXECUTION OF A CONTINUING DISCLOSURE AGREEMENT PERTAINING TO THE BONDS; ACKNOWLEDGING AND AUTHORIZING THE EXECUTION OF POST ISSUANCE COMPLIANCE PROCEDURES; AND FOR RELATED PURPOSES.

WHEREAS, the Mayor and Board of Aldermen of the City of Starkville, Mississippi (the “Governing Body” of the “Municipality”), acting for and on behalf of the Municipality hereby finds, determines, adjudicates and declares as follows:

1. (a) Definitions. In addition to any words and terms elsewhere defined herein, the following words and terms will have the following meanings, unless some other meaning is plainly intended:

“Act” shall mean Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended, and other applicable laws of the State.

“Authorized Purposes” shall mean constructing, improving, and paving streets, sidewalks, and parkways, and purchasing land therefor; constructing bridges and culverts; establishing, repairing, improving, and extending the sanitary, storm, drainage, and sewerage systems of the Municipality; protecting the Municipality, its streets, and sidewalks from overflow, caving banks, and other like dangers; purchasing machinery and heavy equipment which will have an expected useful life in excess of ten years, but specifically not including any motor vehicles weighing less than 12,000 pounds; purchasing fire-fighting equipment and apparatus, and providing housing for the same, and purchasing land therefor; altering or changing the channels of streams and water courses to control, deflect, and guide the current thereof; purchasing land for parks and public playgrounds, and improving, equipping, and adorning the same, including other recreational facilities; purchasing or constructing, repairing, improving, and equipping building for public libraries, and for purchasing land, equipment, and books therefor; erecting and purchasing waterworks, gas, electric, and other public utility plants or distribution systems or franchises, and repairing, improving, and extending the same; and, erecting municipal buildings, armories, auditoriums, community centers, gymnasiums, and athletic stadiums, preparing and equipping athletic fields, and purchasing buildings or land therefor, and for repairing, improving, adorning,

and equipping the same, and for erecting, equipping, and furnishing of buildings to be used as a municipal or civic arts center.

“Bond” or “Bonds” shall mean the General Obligation Public Improvement Bonds, Series 2026, of the Municipality, in the maximum principal amount of \$15,000,000, in one or more federally taxable or tax-exempt series, authorized and directed to be issued in this Bond Resolution.

“Bond Counsel” shall mean Watkins & Eager PLLC, Jackson, Mississippi.

“Bond Insurance Policy” shall mean a municipal bond insurance policy, if any, issued by the Bond Insurer, if any, guaranteeing the scheduled payment of the principal of and interest on the Bonds when due.

“Bond Insurer” shall mean a municipal bond insurance company, if any, guaranteeing the guaranteeing the scheduled payment of the principal of and interest on the Bonds when due.

“Bond Resolution” shall mean the resolutions authorizing and directing the issuance of the Bonds, adopted by the Governing Body on August 19, 2025, September 16, 2025, and December 2, 2025.

“Bondholder” or “Holder” shall mean the Registered Owner or Owners of any Bond issued pursuant to this Bond Resolution.

“Business Day” shall mean a day of the year on which banks located in the city in which the principal office of the Paying Agent is located are not required or authorized to remain closed.

“City Clerk” shall mean the City Clerk of the Municipality.

“Code” shall mean the Internal Revenue Code of 1986, as amended, supplemented or superseded.

“Continuing Disclosure Agreement” shall mean the Continuing Disclosure Agreement to be executed by the Municipality and dated the date of issuance and delivery of the Bonds, as originally executed and as it may be amended from time to time in accordance with the terms thereof.

“DTC” shall mean The Depository Trust Company, New York, New York.

“Event of Default” shall mean an event of default as described in Section 17 of this Bond Resolution.

“Governing Body” shall mean the Mayor and Board of Aldermen of the Municipality.

“Improvement Fund” shall mean the Improvement Fund of the Municipality provided for in Section 13 hereof for the payment of the costs, fees, and expenses incurred by the Municipality in connection with the Authorized Purposes and with the authorization, issuance, sale, validation, and delivery of the Bonds.

“Infrastructure Modernization Act” shall mean the Infrastructure Modernization Act of 2018, House Bill 1, 2018 First Extraordinary Session, and any amendments thereto, codified as Sections 27-67-1 *et seq.*, Mississippi Code of 1972, as amended, adopted by the Legislature of the State.

“Mayor” shall mean the Mayor of the Municipality.

“Municipality” shall mean the City of Starkville, Mississippi.

“Notice” shall mean the Notice of Bond Sale set out in Section 22 hereof.

“Bond Fund” shall mean the fund of the Municipality provided for in Section 12 hereof for the payment of the principal of and interest on the Bonds, and the payment of fees in connection with the issuance of the Bonds.

“Paying Agent” shall mean any bank, trust company, or other institution designated, whether herein or hereafter, by the Governing Body to make payments of the principal of and interest on the Bonds, to serve as registrar and transfer agent for the registration of owners of the Bonds, and for the performance of other duties as may be herein or hereafter specified by the Governing Body.

“Person” shall mean an individual, partnership, corporation, trust, or unincorporated organization or government or any agency or political subdivision thereof.

“Procedures” shall mean the Post Issuance Compliance Procedures in substantially the form attached hereto as **Attachment A**.

“Purchaser” shall mean the successful bidder for the Bonds, to be hereafter designated by the Governing Body.

“Record Date” shall mean, as to interest payments, the 15th day of the month preceding the dates set for payment of interest on the Bonds and, as to payments of principal, the 15th day of the month preceding the date on which such principal will be due and payable, whether at maturity or upon redemption prior to maturity.

“Record Date Registered Owner” shall mean the Registered Owner as of the Record Date.

“Registered Owner” shall mean the Person whose name will appear in the registration records of the Municipality maintained by the Paying Agent.

“Representation Letter” shall mean the blanket representation letter to DTC pertaining to book-entry obligations of the Municipality.

“Series 2022 Bonds” shall mean the \$5,000,000 General Obligation Public Improvement Bonds, Series 2022, of the Municipality, dated and issued December 6, 2022.

“Series 2024 Bonds” shall mean the \$5,000,000 General Obligation Public Improvement Bonds, Series 2024, of the Municipality, dated and issued May 23, 2024.

“State” shall mean the State of Mississippi.

“Subsection 148(f)” shall mean Subsection 148(f) of the Code.

“Subsection 148(f) Regulations” shall mean any regulations promulgated from time to time pursuant to Subsection 148(f).

(b) Number and Gender; Interpretation. Words of the masculine gender will be deemed and construed to include correlative words of the feminine and neuter genders. Unless the context will otherwise indicate, words and terms herein defined will be equally applicable to the plural as well as the singular form of any of such words and terms.

2. On August 19, 2025, the Governing Body adopted a resolution entitled **“RESOLUTION OF THE MAYOR AND BOARD OF ALDERMEN OF THE CITY OF STARKVILLE, MISSISSIPPI, DECLARING THE INTENTION TO ISSUE GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS OF THE MUNICIPALITY, TO ISSUE A GENERAL OBLIGATION PUBLIC IMPROVEMENT BOND OF THE MUNICIPALITY FOR SALE TO THE MISSISSIPPI DEVELOPMENT BANK, OR TO ENTER INTO A LOAN AGREEMENT WITH THE MISSISSIPPI DEVELOPMENT BANK, IN THE MAXIMUM AGGREGATE PRINCIPAL AMOUNT OF \$15,000,000, IN ONE OR MORE FEDERALLY TAXABLE OR TAX-EXEMPT SERIES, TO PROVIDE FUNDS FOR THE AUTHORIZED PURPOSES DESCRIBED HEREIN; DIRECTING PUBLICATION OF NOTICE OF SUCH INTENTION; AND FOR RELATED PURPOSES”** (the “Resolution of Intent”), wherein the Governing Body found, determined, and adjudicated that it is necessary that the Bonds of the Municipality be issued in the amount and for the purpose aforesaid, declared its intention to issue the Bonds, and fixed 5:30 p.m. on September 16, 2025, as the date and hour on which it proposed to authorize the issuance of the Bonds, on or prior to which date and hour any protests to be made against the issuance of such Bonds were required to be filed.

3. As required by law and as directed by the Resolution of Intent, the Resolution of Intent was published once a week for at least three consecutive weeks in *The Starkville Daily News*, a newspaper published in and of general circulation in the Municipality, and qualified under the provisions of Section 13-3-31, Mississippi Code of 1972, as amended, the first publication having been made not less than 21 days prior to June 21, 2022, and the last publication having been made not more than seven days prior to September 16, 2025, said Resolution of Intent having been published in *The Starkville Daily News* on August 22, 2025, August 28, 2025, September 4, 2025, and September 11, 2025, as evidenced by the publisher's affidavit, attached hereto as **Attachment B**.

4. The Governing Body finds, determines, and adjudicates that on or prior to September 16, 2025, at 5:30 p.m., the aforesaid hour and date set for the receipt of protests, no written protest or other objection of any kind or character against the issuance of the Bonds described in the Resolution of Intent had been filed or presented by qualified electors of the Municipality.

5. Pursuant to the Act, the Municipality has previously issued the Series 2022 Bonds

and the Series 2024 Bonds. The Series 2022 Bonds and the Series 2024 Bonds are payable from the use taxes remitted from the State to the Municipality as a result of the Infrastructure Modernization Act. The Governing Body is authorized pursuant to the Infrastructure Modernization Act to utilize the use taxes for certain authorized purposes, including the payment of debt service on debt obligations issues for certain authorized purposes. All or a portion of the debt service on the Series 2026 Bonds may be payable from the use taxes remitted from the State to the Municipality pursuant to the Infrastructure Modernization Act.

6. The Governing Body is now authorized and empowered by the provisions of the Act to issue the Bonds without an election on the question of the issuance thereof and is authorized to issue bonds registered as to principal and interest in the form and manner hereinafter provided for by Sections 31-21-1 *et seq.*, Mississippi Code of 1972, as amended.

7. The assessed value of all property within the Municipality, according to the last completed assessment for taxation, is \$349,189,902; the Municipality has outstanding bonded indebtedness subject to the 15% debt limit prescribed by the Act in the amount of \$17,445,000, and outstanding bonded and floating indebtedness subject to the 20% debt limit prescribed by the Act (which amount includes the sum set forth above subject to the 15% debt limit), in the amount of \$25,743,800; the issuance of the Bonds hereinafter proposed to be issued, when added to the outstanding bonded indebtedness of the Municipality, will not result in bonded indebtedness, exclusive of indebtedness not subject to the aforesaid 15% debt limit, of more than 15% of the assessed value of taxable property within the Municipality, and will not result in indebtedness, both bonded and floating, exclusive of indebtedness not subject to the aforesaid 20% debt limit, in excess of 20% of the assessed value of taxable property within the Municipality and will not exceed any constitutional or statutory limitation upon indebtedness which may be incurred by the Municipality.

8. The machinery and equipment will not include any motor vehicle weighing less than 12,000 pounds, and the life of the Bonds will not exceed the expected useful life of machinery and equipment financed with the proceeds of the Bonds.

9. It is advisable and in the public interest to authorize the Mayor to arrange for a municipal bond rating for the Bonds in the event that said officer determines that any such municipal bond rating is in the best interests of the Municipality. The Governing Body should authorize the obtaining of such municipal bond rating and the distribution or execution of any legal or financial documents necessary or appropriate for such purpose pertaining to any municipal bond rating by the Mayor if such officer or officer determines any such municipal bond rating to be in the best interest of the Municipality.

10. It is advisable and in the public interest to authorize the Mayor to arrange for a Bond Insurance Policy in the event that said officer determines that any such Bond Insurance Policy is in the best interests of the Municipality. The Governing Body should authorize the obtaining of such Bond Insurance Policy and the distribution or execution of any legal or financial documents necessary or appropriate for such purpose pertaining to any such Bond Insurance Policy by the Mayor if such officer or officer determines any such Bond Insurance Policy to be in the best interest of the Municipality.

11. The Code provides that noncompliance with the provisions thereof may cause interest on obligations to become taxable retroactive to the initial date of issuance, and provides that the tax-exempt status of interest on obligations such as the Bonds is contingent on a number of future actions by the Municipality. It is necessary to make certain covenants pertaining to the exemption of the interest on the Bonds from federal income taxes since such exemption may depend, in part, upon continuing compliance by the Municipality with certain requirements of the Code.

12. The Bonds are not “private activity bonds” as such term is defined in Section 141 of the Code.

13. The Municipality is a governmental unit with general taxing powers; no obligation which is a part of the issue of the Bonds is a “private activity bond;” 95% or more of the net proceeds of the Bonds are to be used for local governmental activities of the Municipality.

14. The Municipality reasonably expects that not less than 85% of the spendable proceeds of the Bonds will be used to carry out the governmental purposes of the Bonds within a three-year period beginning on the date of issuance of the Bonds.

15. It is now necessary to direct the issuance of and offer for sale the Bonds, in the maximum principal amount of \$15,000,000, out of the authorized maximum principal amount of \$15,000,000.

16. It has now become necessary to make provision for the preparation, execution, issuance, and sale of the Bonds.

17. The Preliminary Official Statement pertaining to the sale of the Bonds should be approved by the Governing Body, and copies thereof distributed to prospective purchasers of the Bonds, substantially in the form attached hereto as **Attachment C**.

18. The execution and distribution of the Official Statement pertaining to the sale of the Bonds should be approved by the Governing Body, and it is necessary and appropriate for the Governing Body to authorize the execution and distribution thereof.

19. It is necessary and appropriate for this Governing Body to approve the Continuing Disclosure Agreement attached to the Preliminary Official Statement and to authorize the execution thereof.

20. The Governing Body desires to approve and adopt the Post Issuance Compliance Procedures, substantially in the form attached hereto as **Attachment A**.

21. The Governing Body desires to go forward with preparation for the issuance of the Bonds for the Project, and desires to affirm or approve the engagement of certain professionals to assist with the issuance of the Bonds.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND BOARD OF ALDERMEN, ACTING FOR AND ON BEHALF OF THE CITY OF STARKVILLE, MISSISSIPPI, AS FOLLOWS:

SECTION 1. Bond Resolution as Contract. In consideration of the purchase and acceptance of any and all of the Bonds by the Registered Owners thereof, this Bond Resolution will constitute a contract between the Municipality and the Registered Owners from time to time of the Bonds. The pledges made herein and the covenants and agreements herein set forth to be performed on behalf of the Municipality will be for the equal benefit, protection, and security of the Registered Owners of any and all of the Bonds, all of which, regardless of the time or times of their authentication, delivery, or maturity, will be of equal rank without preference, priority, or distinction.

SECTION 2. Amount; Purpose. The Bonds are hereby authorized and ordered to be prepared and issued in the maximum principal amount of \$15,000,000 to provide funds for the Authorized Purposes as authorized by the Act.

SECTION 3. (a) Payments. Payments of interest on the Bonds will be made to the Record Date Registered Owner, and payments of principal will be made without the necessity of presentation and surrender thereof at the principal office of the Paying Agent to the Record Date Registered Owner in lawful money of the United States of America. Interest will be paid on the principal amount of each Bond from the date of such Bond or from the most recent interest payment date to which interest has been paid at the rate of interest per annum set forth therein.

(b) Bond Details. The Bonds will be registered as to both principal and interest; will be dated the date of delivery thereof; will be issued in the denomination of \$5,000 each, or integral multiples thereof up to the amount of a single maturity; will be numbered from one upward in the order of issuance; will bear interest, calculated on the 30/360 basis, from the date thereof at the rate or rates specified by further order of the Governing Body, payable on such date as detailed in the Notice and specified by further order of the Governing Body, and semiannually thereafter on such dates as detailed in the Notice and specified by further order of the Governing Body; and will mature and become due and payable, with option of prior payment, in the years and in the principal amounts as detailed in the Notice and specified by further order of the Governing Body.

(c) Prior Redemption. The Bonds shall be subject to redemption prior to their respective maturities at the election of the Municipality as detailed in the Notice and specified by further order of the Governing Body, either in whole or in part on any date, with the maturities and principal amounts thereof to be determined by the Municipality, at the principal amount thereof together with accrued interest to the date fixed for redemption. Notice of each such redemption shall be mailed, postage prepaid, not less than 30 days prior to the redemption date, to all Registered Owners of the Bonds to be redeemed at their addresses as they appear on the registration books of the Municipality kept by the Paying Agent.

SECTION 4. (a) Bonds Registered as Obligations; Registration and Validation Certificate. When the Bonds will have been validated and executed as herein provided, they will be registered as an obligation of the Municipality in the office of the City Clerk in a book maintained for that purpose, and the City Clerk will cause to be imprinted upon or accompany each of the Bonds, over his manual or facsimile signature and manual or facsimile seal, the certificate in substantially the form set out in Section 6 hereof.

(b) Execution. The Bonds will be executed by the manual or facsimile signature of the Mayor and countersigned by the manual or facsimile signature of the City Clerk, with the seal of the Municipality imprinted or affixed thereto; provided, however, all signatures and seals appearing on the Bonds, other than the signature of an authorized signatory of the Paying Agent hereafter provided for, may be facsimile and will have the same force and effect as if manually signed or impressed. In case any official of the Municipality whose signature or a facsimile of whose signature will appear on the Bonds will cease to be such official before the delivery or reissuance thereof, such signature or such facsimile will nevertheless be valid and sufficient for all purposes, the same as if such official had remained in office until delivery or reissuance.

(c) Delivery; Bond Transcript; Legal Opinion. The Bonds will be delivered to the Purchaser upon payment of the purchase price therefor in accordance with the terms and conditions of their sale and award, together with a complete certified transcript of the proceedings had and done in the matter of the authorization, issuance, sale, and validation of the Bonds, and the final, unqualified approving opinion of Bond Counsel.

(d) Items Filed with Paying Agent. Prior to or simultaneously with the delivery by the Paying Agent of any of the Bonds, the Municipality will file with the Paying Agent:

(1) a copy, certified by the City Clerk, of the transcript of proceedings of the Governing Body in connection with the authorization, issuance, sale, and validation of the Bonds; and

(2) an authorization to the Paying Agent, signed by the Mayor and/or the City Clerk, to authenticate and deliver the Bonds to the Purchaser.

(e) Authentication. The Paying Agent acting through its officers, employees, or agents, will authenticate the Bonds and deliver them to the Purchaser thereof upon payment of the purchase price of the Bonds to the Municipality.

(f) Bond Certificates. Certificates, blank as to denomination, rate of interest, date of maturity, and CUSIP number (if any), and sufficient in quantity in the judgment of the Municipality to meet the reasonable transfer and reissuance needs for the Bonds, may be printed and delivered to the Paying Agent in generally-accepted format, and held by the Paying Agent until needed for transfer or reissuance, whereupon the Paying Agent will imprint the appropriate information as to denomination, rate of interest, date of maturity, and CUSIP number (if any) prior to the registration, authentication and delivery thereof to the transferee holder. The Paying Agent is hereby authorized upon the approval of the Governing Body to have printed from time to time as necessary additional certificates bearing the manual or facsimile seal of the Municipality and manual or facsimile signatures of the persons who were the officials of the Governing Body as of the date of original issue of the Bonds.

SECTION 5. (a) Designation of Paying Agent. A Paying Agent for the Bonds, which shall serve as paying agent, registrar, and transfer agent, shall be designated by further resolution of the Governing Body, authorizing the Mayor and/or the City Clerk to approve the engagement thereof.

(b) Paying Agent as Transfer Agent. So long as any of the Bonds remain outstanding, the Municipality will maintain with the Paying Agent records for the registration and transfer of the Bonds. The Paying Agent is hereby appointed registrar for the Bonds, in which capacity the Paying Agent will register in such records and permit to be transferred thereon, under such reasonable regulations as may be prescribed, any Bond entitled to registration or transfer.

(c) Fees and Expenses of Paying Agent. The Municipality will pay or reimburse the Paying Agent for reasonable fees for the performance of the services normally rendered and the incurring of normal expenses reasonably and necessarily paid as are customarily paid to paying agents, transfer agents and bond registrars, subject to agreement between the Municipality and the Paying Agent. Fees and reimbursements for extraordinary services and expenses, so long as not occasioned by the negligence, misconduct or willful default of the Paying Agent, will be made by the Municipality on a case-by-case basis, subject, where not prevented by emergency or other exigent circumstances, to the prior written approval of the Governing Body.

(d) Change of Paying Agent. (1) A Paying Agent may at any time resign and be discharged of its duties and obligations as Paying Agent by giving written notice to the Municipality at least 60 days in advance, and may be removed as Paying Agent at any time by resolution of the Governing Body delivered to the Paying Agent. The resolution will specify the date on which such removal will take effect and the name and address of the successor Paying Agent, and will be transmitted to the Paying Agent being removed within a reasonable time prior to the effective date thereof. Provided, however, that no resignation or removal of a Paying Agent will become effective until a successor Paying Agent has been appointed pursuant to this Bond Resolution.

(2) Upon receiving notice of the resignation of a Paying Agent, the Municipality will promptly appoint a successor Paying Agent by resolution of the Governing Body. Any appointment of a successor Paying Agent will become effective on the effective date of the resignation or removal of the predecessor Paying Agent upon acceptance of appointment by the successor Paying Agent. If no successor Paying Agent will have been so appointed and have accepted appointment within 30 days after the notice of resignation, the resigning Paying Agent may petition any court of competent jurisdiction for the appointment of a successor Paying Agent, which court may thereupon, after such notice as it may deem appropriate, appoint a successor Paying Agent.

(3) In the event of a change of Paying Agents, the predecessor Paying Agent will cease to be custodian of any funds held pursuant to this Bond Resolution in connection with its role as such Paying Agent, and the successor Paying Agent will become such custodian; provided, however, that before any such delivery is required to be made, all fees, advances, and expenses of the retiring or removed Paying Agent will be fully paid. Every predecessor Paying Agent will deliver to its successor Paying Agent all records of account, registration records, lists of Registered Owners and all other records, documents and instruments relating to its duties as such Paying Agent.

(4) Any successor Paying Agent appointed under the provisions hereof will be a bank, trust company or national banking association having Federal Deposit Insurance Corporation insurance of its accounts, duly authorized to exercise corporate trust powers and

subject to examination by and in good standing with the federal and/or state regulatory authorities under the jurisdiction of which it falls.

(5) Every successor Paying Agent appointed hereunder will execute, acknowledge and deliver to its predecessor Paying Agent and to the Municipality an instrument in writing accepting such appointment hereunder, and thereupon such successor Paying Agent, without any further act, will become fully vested with all the rights, immunities, and powers, and subject to all the duties and obligations, of its predecessor.

(6) Should any transfer, assignment, or instrument in writing be required by any successor Paying Agent from the Municipality to more fully and certainly vest in such successor Paying Agent the estates, rights, powers, and duties hereby vested or intended to be vested in the predecessor Paying Agent, any such transfer, assignment, and written instruments will, on request, be executed, acknowledged, and delivered by the Municipality.

(7) The Municipality will provide any successor Paying Agent with certified copies of all resolutions, orders, and other proceedings adopted by the Governing Body relating to the Bonds.

(8) All duties and obligations imposed hereby on a Paying Agent or successor Paying Agent will terminate upon the accomplishment of all duties, obligations, and responsibilities imposed by law or required to be performed by this Bond Resolution.

(e) Successor Corporation or Association as Paying Agent. Any corporation or association into which a Paying Agent may be converted or merged, or with which it may be consolidated, or to which it may sell or transfer its assets as a whole or substantially as a whole, or any corporation or association resulting from any such conversion, sale, merger, consolidation, or transfer to which it is a party, will be and become successor Paying Agent hereunder and vested with all the powers, discretions, immunities, privileges, and all other matters as was its predecessor, without the execution or filing of any instrument or any further act, deed, or conveyance on the part of either the Municipality or the successor Paying Agent, anything herein to the contrary notwithstanding, provided only that such successor Paying Agent will be satisfactory to the Municipality and eligible under the provisions of this Section.

SECTION 6. Bond Form. The Bonds will be in substantially the following form, with such appropriate variations, omissions, and insertions as are permitted or required by this Bond Resolution:

**UNITED STATES OF AMERICA
STATE OF MISSISSIPPI
CITY OF STARKVILLE, MISSISSIPPI
GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2026**

No. R- _____ \$ _____

Rate of Interest Maturity Dated Date CUSIP

_____ % _____, 20____, _____, 20____, _____

Registered Owner: Cede & Co.

Principal Amount: _____ Dollars

The Mayor and Board of Aldermen of the City of Starkville, Mississippi (the “Governing Body” of the “Municipality”), a body politic existing under the Constitution and laws of the State of Mississippi (the “State”), acknowledges itself to owe and for value received, promises to pay in lawful money of the United States of America to the Registered Owner identified above, on the maturity date stated above, without the necessity of presentation and surrender of this Bond, at the principal office of _____, _____, _____, or its successor, as paying agent (the “Paying Agent”) for the \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, of the Municipality (the “Bonds”), on the maturity date identified above, the principal amount identified above. Payment of the principal amount of this Bond will be made to the Registered Owner hereof whose name will appear in the registration records of the Municipality maintained by the Paying Agent, which will also serve as registrar and transfer agent for the Bonds, as of the 15th day of the calendar month preceding the maturity date hereof.

The Municipality further promises to pay interest, calculated on the 30/360 basis, on such principal amount from the date of this Bond or from the most recent interest payment date to which interest has been paid at the rate of interest per annum set forth above payable on _____, 20____, and semiannually thereafter on _____ 1 and _____ 1 of each year, until said principal sum is paid, to the Registered Owner hereof whose name will appear in the registration records of the Municipality maintained by the Paying Agent as of the 15th day of the calendar month preceding the applicable interest payment date.

All capitalized terms not otherwise defined herein will have the meaning set forth in the resolutions authorizing and directing the issuance of the Bonds adopted by the Governing Body on August 19, 2025, September 16, 2025, and December 2, 2025 (together, the “Bond Resolution”).

Payments of principal of and interest on this Bond will be made by check or draft delivered directly to or mailed on the date on which interest or principal and interest will be due and payable to such Registered Owner at his address as it appears on such registration records. The Registered Owner hereof may change such address by written notice to the Paying Agent by certified mail, return receipt requested, or such other method as may be subsequently prescribed by the Paying Agent, such notice to be received by the Paying Agent not later than the 15th day of the calendar month preceding the applicable principal or interest payment date.

Bonds maturing after _____, 20____, are subject to redemption prior to their respective maturities at the election of the Municipality on and after _____, 20____, either in whole or in part on any date, with the maturities and principal amounts thereof to be determined by the Municipality, at the principal amount thereof together with accrued interest to the date fixed for redemption. Notice of each such redemption shall be mailed, postage prepaid, not less than 30 days prior to the redemption date, to all Registered Owners of the Bonds to be redeemed at their addresses as they appear on the registration books of the Municipality kept by the Paying Agent.

This Bond is one of a series of Bonds of like date of original issue, tenor and effect, except as to denomination, number, rate of interest and date of maturity, issued in the aggregate authorized principal amount of \$15,000,000, out of an authorized amount of \$15,000,000, to provide funds for the purpose of constructing, improving, and paving streets, sidewalks, and parkways, and purchasing land therefor; constructing bridges and culverts; establishing, repairing, improving, and extending the sanitary, storm, drainage, and sewerage systems of the Municipality; protecting the Municipality, its streets, and sidewalks from overflow, caving banks, and other like dangers; purchasing machinery and heavy equipment which will have an expected useful life in excess of ten years, but specifically not including any motor vehicles weighing less than 12,000 pounds; purchasing fire-fighting equipment and apparatus, and providing housing for the same, and purchasing land therefor; altering or changing the channels of streams and water courses to control, deflect, and guide the current thereof; purchasing land for parks and public playgrounds, and improving, equipping, and adorning the same, including other recreational facilities; purchasing or constructing, repairing, improving, and equipping building for public libraries, and for purchasing land, equipment, and books therefor; erecting and purchasing waterworks, gas, electric, and other public utility plants or distribution systems or franchises, and repairing, improving, and extending the same; and, erecting municipal buildings, armories, auditoriums, community centers, gymnasiums, and athletic stadiums, preparing and equipping athletic fields, and purchasing buildings or land therefor, and for repairing, improving, adorning, and equipping the same, and for erecting, equipping, and furnishing of buildings to be used as a municipal or civic arts center (the "Authorized Purposes").

This Bond is issued under the authority of the Constitution and statutes of the State, including Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended (the "Act"), and by the further authority of proceedings duly had by the Governing Body, including the Bond Resolution.

The Bonds are registered as to both principal and interest and are to be issued or reissued in the denomination of \$5,000 each, or integral multiples thereof up to the amount of a single maturity.

This Bond may be transferred or exchanged by the Registered Owner hereof in person or by his attorney duly authorized in writing at the principal office of the Paying Agent, but only in the manner provided by and subject to the limitations in the Bond Resolution, and upon surrender and cancellation of this Bond. Upon such transfer or exchange, a new Bond or Bonds of like aggregate principal amount in authorized denominations of the same maturity will be issued.

The Municipality and the Paying Agent may deem and treat the Registered Owner hereof as the absolute owner for the purpose of receiving payment of or on account of principal hereof and interest due hereon and for all other purposes and neither the Municipality nor the Paying Agent will be affected by any notice to the contrary.

The Bonds shall be general obligations of the Municipality payable as to principal and interest out of and secured by an irrevocable pledge of the avails of a direct and continuing tax to be levied annually without limitation as to rate or amount upon all the taxable property within the geographical limits of the Municipality. To the extent other moneys are not available, the Municipality will levy annually a direct and continuing tax upon all taxable property within the

geographical limits of the Municipality, which tax, together with any other moneys available for such purpose, will be adequate and sufficient to provide for the payment of the principal of and the interest on the Bonds as the same falls due; provided, however, that such tax levy for any year shall be abated *pro tanto* to the extent the Municipality on or prior to September 1 of that year has transferred money to the Bond Fund, or has made other provisions for funds, to be applied toward the payment of the principal of and interest on the Bonds due during the ensuing fiscal year of the Municipality, in accordance with the provisions of the Bond Resolution.

Provided, however, any other funds available to the Municipality which may be lawfully used for payment of the principal of, premium, if any, and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including, but not limited to, use taxes remitted from the State to the Municipality as a result of the Infrastructure Modernization Act of 2018, House Bill 1, 2018 First Extraordinary Session, and any amendments thereto, codified as Sections 27-67-1 *et seq.*, Mississippi Code of 1972, as amended, adopted by the Legislature of the State.

This Bond will not be valid or become obligatory for any purpose or be entitled to any benefit or security under the Bond Resolution until the "Certificate of Registration and Authentication" hereon will have been signed by the Paying Agent, acting through its officers, employees, or agents.

IT IS HEREBY CERTIFIED, RECITED, AND REPRESENTED that all conditions, acts, and things required by law to exist, to have happened, and to have been performed precedent to and in the issuance of the Bonds, in order to make the same legal and binding general obligations of the Municipality, according to the terms thereof, do exist, have happened and have been performed in regular and due time, form, and manner as required by law. For the performance in apt time and manner of every official act herein required, and for the prompt payment of this Bond, both principal and interest, the full faith and credit of the Municipality are hereby irrevocably pledged.

IN WITNESS WHEREOF, the Municipality has caused this Bond to be executed in its name by the manual or facsimile signature of the Mayor of the Municipality, countersigned by the manual or facsimile signature of the City Clerk of the Municipality, under the manual or facsimile seal of the Municipality, which said facsimile signatures of said officials adopt as and for their own proper signatures, all as of _____, 20__.

City of Starkville, Mississippi

Mayor

Countersigned:

City Clerk

(seal)

REGISTRATION AND VALIDATION CERTIFICATE

I, the undersigned City Clerk of the City of Starkville, Mississippi, do hereby certify that the within Bond has been duly registered by me as an obligation of said Municipality pursuant to law in a book kept in my office for that purpose, and has been validated and confirmed by Validation Judgment of the Chancery Court of Oktibbeha County, Mississippi, rendered on _____, 20__.

City of Starkville, Mississippi

(seal)

City Clerk

CERTIFICATE OF REGISTRATION AND AUTHENTICATION

This Bond is one of the Bonds described in the within mentioned Bond Resolution and is one of the \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, of the City of Starkville, Mississippi.

_____, _____, _____,
as Paying Agent

Authorized Signatory

Date of Registration and Authentication: _____

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto _____

(Name and Address of Assignee)

the within Bond and does hereby irrevocably constitute and appoint _____ as Paying Agent to transfer the Bond on the records kept for registration thereof with full power of substitution in the premises.

Signature guaranteed:

(Bank, Trust Company or Paying Agent)

NOTICE: The signature to this Assignment must correspond with the Registered Owner as it appears upon the

(Authorized Signatory)

NOTICE: Signature(s) must be guaranteed by an institution that is a participant in a Securities Transfer Association recognized signature guarantee program.

face of the within Bond in every particular, without alteration or enlargement or any change whatsoever.

Date of Assignment: _____

Insert Social Security Number or Other Tax Identification Number of Assignee: _____

[END OF BOND FORM]

SECTION 7. Replacement of Bond Certificates. In case any Bond will become mutilated or be stolen, destroyed, or lost, the Municipality will, if not then prohibited by law, cause to be authenticated and delivered a new Bond of like date, number, maturity, and tenor in exchange and substitution for and upon cancellation of such mutilated Bond, or in lieu of and in substitution for such Bond stolen, destroyed, or lost, upon the Registered Owner's paying the reasonable expenses and charges of the Municipality in connection therewith, and in case of a Bond stolen, destroyed, or lost, his filing with the Municipality or Paying Agent evidence satisfactory to them that such Bond was stolen, destroyed, or lost, and of his ownership thereof, and furnishing the Municipality or Paying Agent with such security or indemnity as may be required by law or by them to save each of them harmless from all risks, however remote.

SECTION 8. Security for Payment. The Bonds shall be general obligations of the Municipality payable as to principal and interest out of and secured by an irrevocable pledge of the avails of a direct and continuing tax to be levied annually without limitation as to rate or amount upon all the taxable property within the geographical limits of the Municipality. To the extent other moneys are not available, the Municipality will levy annually a direct and continuing tax upon all taxable property within the geographical limits of the Municipality, which tax, together with any other moneys available for such purpose, will be adequate and sufficient to provide for the payment of the principal of and the interest on the Bonds as the same falls due; provided, however, that such tax levy for any year shall be abated *pro tanto* to the extent the Municipality on or prior to September 1 of that year has transferred money to the Bond Fund, or has made other provisions for funds, to be applied toward the payment of the principal of and interest on the Bonds due during the ensuing fiscal year of the Municipality, in accordance with the provisions of the Bond Resolution. Provided, however, any other funds available to the Municipality which may be lawfully used for payment of the principal of, premium, if any, and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including, but not limited to, the use taxes remitted from the State to the Municipality as a result of the Infrastructure Modernization Act. The Governing Body is authorized pursuant to the Infrastructure Modernization Act to utilize the use taxes for certain authorized purposes, including the payment of debt service on debt obligations issues for certain authorized purposes. Should there be a failure in any year to comply with the requirements of this Section, such failure will not impair the right of the Registered Owners of any of the Bonds in any subsequent year to have

adequate taxes levied and collected to meet the obligations of the Bonds, both as to principal and interest.

SECTION 9. Certificate of Registration and Authentication. Only such of the Bonds as will have endorsed thereon a "Certificate of Registration and Authentication" in substantially the form hereinabove set forth, duly executed by the Paying Agent, will be entitled to the rights, benefits, and security of this Bond Resolution. No Bond will be valid or obligatory for any purpose unless and until such "Certificate of Registration and Authentication" will have been duly executed by the Paying Agent, which executed certificate will be conclusive evidence of registration, authentication, and delivery under this Bond Resolution. The Paying Agent's "Certificate of Registration and Authentication" on any Bond will be deemed to have been duly executed if signed by an authorized signatory of the Paying Agent, but it will not be necessary that the same signatory sign said certificate on all of the Bonds that may be issued hereunder at any one time.

SECTION 10. (a) Initial Registration. In the event the Purchaser will fail to designate the names, addresses, and social security or tax identification numbers of the Registered Owners of the Bonds within 30 days of the date of sale, or at such other later date as may be designated by the Municipality, 1 Bond registered in the name of the Purchaser may be issued in the full amount for each maturity. Ownership of the Bonds will be in the Purchaser until the initial Registered Owner has made timely payment and, upon request of the Purchaser within a reasonable time of the initial delivery of the Bonds, the Paying Agent will re-register any such Bond upon its records in the name of the Registered Owner to be designated by the Purchaser in the event timely payment has not been made by the initial Registered Owner.

(b) Registered Owner as Owner. Except as hereinabove provided, the Person in whose name any Bond will be registered in the records of the Municipality maintained by the Paying Agent may be deemed the absolute owner thereof for all purposes, and payment of or on account of the principal of or interest on any Bond will be made only to or upon the order of the Registered Owner thereof, or his legal representative, but such registration may be changed as hereinafter provided. All such payments will be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

SECTION 11. (a) Transfers. Each Bond will be transferable only in the records of the Municipality, upon surrender thereof at the office of the Paying Agent, together with a written instrument of transfer satisfactory to the Paying Agent duly executed by the Registered Owner or his attorney duly authorized in writing. Upon the transfer of any Bond, the Municipality, acting through its Paying Agent, will issue in the name of the transferee a new Bond or Bonds of the same aggregate principal amount and maturity and rate of interest as the surrendered Bond or Bonds.

(b) Paying Agent to Transfer in Accordance with Bond Resolution. In all cases in which the privilege of transferring Bonds is exercised, the Paying Agent, acting through its officers, employees, or agents, will authenticate and deliver Bonds in accordance with the provisions of this Bond Resolution.

(c) Expenses of Transfer. The Municipality or the Paying Agent may require payment by the Registered Owner of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer of Bonds. All other expenses incurred

by the Municipality or the Paying Agent in connection with any transfer of Bonds will be paid by the Municipality.

SECTION 12. (a) Bond Fund. The Municipality will maintain with a qualified depository thereof the “Bond Fund,” in its name for the payment of the principal of and interest on the Bonds, and the payment of Paying Agents' fees in connection therewith. There will be deposited into the Bond Fund as and when received:

- (1) The accrued interest, if any, received upon delivery of the Bonds;
 - (2) The avails of any of the ad valorem taxes levied and collected pursuant to Section 8 hereof;
 - (3) Any income received from investment of moneys in the Bond Fund;
- and

(4) Any other funds available to the Municipality which may be lawfully used for payment of the principal of and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including the use taxes remitted from the State to the Municipality as a result of the Infrastructure Modernization Act.

(b) Payments by City Clerk. As long as any principal of and interest on the Bonds remains outstanding, the City Clerk is hereby irrevocably authorized and directed to withdraw from the Bond Fund sufficient moneys to make the payments herein provided for and to transfer same to the account of the Paying Agent in time to reach said Paying Agent prior to the date on which said interest or principal and interest shall become due, and in accordance with any statutory requirements.

(c) Bond Fund Options. Notwithstanding anything herein to the contrary, the Municipality at its option may maintain one “Bond Fund” for all general obligation bonds of the Municipality, or as many as it will deem to be appropriate.

SECTION 13. Improvement Fund. The principal proceeds, and premium, if any, received upon the sale of the Bonds will be deposited with a qualified depository of the Municipality in a special public improvement fund, the “Improvement Fund,” hereby created, in the name of the Municipality. From the Improvement Fund there will be first paid the costs, fees, and expenses incurred by the Municipality in connection with the authorization, issuance, sale, validation, and delivery of the Bonds. The balance thereof will be held and disbursed for the Authorized Purposes, as authorized by the Act. Any proceeds of the Bonds remaining in the Improvement Fund after the completion of the projects to be financed within the Authorized Purposes shall be transferred to the Bond Fund.

SECTION 14. (a) Payments of Principal. Payment of principal on the Bonds will be made, without the necessity of presentation and surrender of the Bonds at the principal office of the Paying Agent, to the Record Date Registered Owner thereof whose name will appear in the registration records of the Municipality maintained by the Paying Agent as of the Record Date.

(b) Payments of Interest. Payment of each installment of interest on the Bonds will be made to the Record Date Registered Owner thereof. Interest will be payable in the aforesaid manner irrespective of any transfer or exchange of such Bond subsequent to the Record Date and prior to the due date of the interest.

(c) Method of Payment; Change of Address. Principal of and interest on the Bonds will be paid by check or draft delivered directly to or mailed on the date on which interest or principal and interest will be due and payable, or such other method as may be mutually satisfactory to the Paying Agent and Bond Holders, to the Registered Owners at the addresses appearing in the registration records of the Paying Agent. Any such address may be changed by written notice from the Registered Owner to the Paying Agent by certified mail, return receipt requested, or such other method as may be subsequently prescribed by the Paying Agent, such notice to be received by the Paying Agent not later than the 15th day of the calendar month preceding the applicable principal or interest payment date to be effective as of such date.

SECTION 15. Validation. The Bonds herein directed to be issued shall be submitted to validation under the provisions of Sections 31-13-1 et seq., Mississippi Code of 1972, as amended, and, to that end, the City Clerk is hereby instructed to make up, certify, and transmit to the State Bond Attorney a transcript of proceedings and other documents relating to the authorization, issuance, and sale of the Bonds.

SECTION 16. Validation of Certain Amendments, Revisions, or Supplements. It is specifically provided, notwithstanding the dates set out in this Bond Resolution for the date of the Bonds and the payment dates for principal and interest, that in the event the delivery of the Bonds is delayed by a contest of the validation of the Bonds or otherwise, and the initial Purchaser will decline to take delivery of the Bonds, then the Bonds may be reoffered for sale. In such event, all principal maturities may be adjusted so that such maturities will fall due in the same amounts and intervals as herein provided, but beginning on the next principal payment date following the issuance of the Bonds as provided by the subsequent resolution directing the offer for sale thereof, and continuing through the final payment. The interest payments may also be adjusted accordingly, with interest payments due semiannually, commencing on the next principal payment date or interest payment date (whichever occurs first) following the date of the Bonds. After the validation of the Bonds, no amendment, revision or supplement contemplated by this Section will be cause for the re-submission of the proceedings for the issuance of the Bonds, as amended, revised or supplemented, to any further validation proceedings, it being the intent of this Bond Resolution that any such amendments, revisions or supplements be covered by the initial validation proceeding.

SECTION 17. Events of Default; Remedies. An “Event of Default” as used in this Resolution shall mean any of the following: (a) failure to pay the principal of, premium, if any, or interest on any of the Bonds when such payments will become due, (b) failure to comply with any other of the covenants of the Municipality set out in this Bond Resolution and the continuation thereof for 30 days after written notice specifying such failure will have been given to the Municipality by any Bondholder or (c) filing by the Municipality of a petition under federal bankruptcy laws or a petition seeking composition of indebtedness under any other applicable federal or state laws. Notwithstanding the foregoing, the Municipality's noncompliance with its

obligations under Section 20 hereof and the Continuing Disclosure Agreement will not constitute an Event of Default within the meaning of this Section.

The Holders of not less than 25% of the aggregate principal amount of the outstanding Bonds may, upon an Event of Default, by suit, action, mandamus or other proceedings at law or in equity take action to enforce and compel performance by the appropriate official or officials of the Municipality of any or all of the acts or duties to be performed by the Municipality under the provisions of the Act and this Bond Resolution. The Holders of not less than 51% in aggregate principal amount of the Bonds then outstanding may appoint a trustee for the Holders of all outstanding Bonds issued under this Bond Resolution with authority to represent such Bondholders in any legal proceedings for the enforcement and protection of the rights of such Bondholders under this Bond Resolution.

Nothing in this Bond Resolution will, however, affect or impair the right of any Bondholder to enforce the payment of the principal of and interest on any Bond at and after the maturity thereof, or the obligation of the Municipality to pay the principal of and interest on each of the Bonds issued hereunder to the respective Bondholders thereof at the time and place and in the manner in expressed in the Bonds.

SECTION 18. Preliminary Official Statement. The Governing Body hereby approves the Preliminary Official Statement pertaining to the sale of the Bonds, and the distribution of said Preliminary Official Statement is hereby authorized substantially in the form attached hereto as **Attachment C**.

SECTION 19. Official Statement.

(a) The Governing Body hereby approves and adopts the Official Statement pertaining to the sale of the Bonds in substantially the form of the Preliminary Official Statement with such completions, changes, insertions, and modifications as shall be approved by the officers of the Municipality executing and delivering the same, the execution thereof by such officers to be conclusive evidence of such approval.

(b) The Governing Body hereby approves the execution by the Mayor and the City Clerk of the Official Statement for and on behalf of this Governing Body, and the distribution of such Official Statement pertaining to the sale of the Bonds is hereby approved.

SECTION 20. Continuing Disclosure Agreement. The Governing Body hereby approves and adopts the Continuing Disclosure Agreement attached to the Preliminary Official Statement, and approves and authorizes the execution of said Continuing Disclosure Agreement by the City Clerk of the Municipality for and on behalf of the Municipality in substantially the form attached to the Preliminary Official Statement, with such completions, changes, insertions, and modifications as shall be approved by the officer of the Municipality executing and delivering the same, the execution thereof to be conclusive evidence of such approval.

SECTION 21. (a) Offer for Sale as Provided in Notice. The Bonds will be offered for sale on sealed bids at a meeting of the Governing Body to be held at the place, on the date, and at the hour specified and upon the terms and conditions set out in the Notice in Section 22 hereof. On or before said date and hour, such sealed bids must be filed with the City Clerk at the place

specified in the Notice. The Governing Body reserves the right to reject any and all bids submitted, and if all bids are rejected, to sell the Bonds at a private sale at any time within 60 days after the date advertised for the receipt of bids, at a price not less than the highest bid which will have been received at the advertised sale.

(b) Interest Rate Limit; Requirements of Act. In no event will the Bonds be issued at a rate of interest in excess of that allowed in the Notice, and the Bonds will in all other respects comply with the requirements of the Act.

SECTION 22. Notice of Bond Sale: Publication and Form. As required by Section 31-19-25, Mississippi Code of 1972, as amended, the City Clerk is hereby authorized and directed to give the Notice by publishing an advertisement at least two times in the *Starkville Daily News*, a newspaper published in and of general circulation in the Municipality, the first publication thereof to be made at least 10 days preceding the date fixed herein for the receipt of bids. The Notice will be in substantially the following form:

NOTICE OF BOND SALE

\$15,000,000 GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 202 CITY OF STARKVILLE, MISSISSIPPI

NOTICE IS HEREBY GIVEN that the Mayor and Board of Aldermen of the City of Starkville, Mississippi (the “Governing Body” of the “Municipality”) will receive bids, which may be in electronic form, for the purchase in its entirety, at not less than par and accrued interest to the date of delivery thereof, of an issue of \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, of the Municipality (the “Bonds”) on Tuesday, _____, 20__, until the hour of ____ [am/pm].

The City Clerk of the Municipality (the “City Clerk”) will act on behalf of the Governing Body to receive bids at the aforesaid date, time, and place. Immediately following ____ [am/pm]., on Tuesday, _____, 20__, the bids will be publicly opened and read, for consideration by the Governing Body at their regular meeting at 5:30 p.m. on Tuesday, _____, 20__. All bids will remain firm for eight hours after the time specified for the opening of bids, and an award of the Bonds, or rejection of bids, will be made by the Governing Body within said period of time.

THE BONDS: The Bonds will be registered as to both principal and interest; will be dated and bear interest, calculated on the 30/360 basis, from _____, 20__; will be issued on _____, 20__; will be delivered in definitive form as registered bonds; will be issued in the denomination of \$5,000 each, or integral multiples thereof up to the amount of a single maturity; will be numbered from 1 upward in the order of issuance; will be payable as to principal at a bank or trust company to be named by the Governing Body in the manner hereinafter provided; and will bear interest, calculated on the 30/360 basis, from the date thereof, payable on _____, 20__, and semiannually thereafter on _____ 1 and _____ 1 of each year, at the rate or rates offered by the successful bidder in its bid in accordance with this Notice of Bond Sale (this “Notice”).

MATURITIES: The Bonds will mature serially, with option of prior payment, on _____ 1 in each of the years and amounts as follows:

<u>YEAR</u>	<u>AMOUNT</u>
2025	\$
2026	\$
2027	\$
2028	\$
2029	\$
2030	\$
2031	\$
2032	\$
2033	\$
2034	\$

REDEMPTION: Bonds maturing after _____, 20__ , are subject to redemption prior to their respective maturities at the election of the Municipality on and after _____, 20__ , either in whole or in part on any date, with the maturities and principal amounts thereof to be determined by the Municipality, at the principal amount thereof together with accrued interest to the date fixed for redemption. Notice of each such redemption shall be mailed, postage prepaid, not less than 30 days prior to the redemption date, to all Registered Owners of the Bonds to be redeemed at their addresses as they appear on the registration books of the Municipality kept by the Paying Agent (as defined herein).

REVISED MATURITY SCHEDULE AND/OR BID PARAMETERS: The aggregate principal amount of each series of the Bonds (the “Preliminary Aggregate Principal Amount”) and the annual principal amounts of each series of the Bonds (the “Preliminary Annual Principal Amounts” and collectively, with reference to the Preliminary Aggregate Principal Amounts, the “Preliminary Amounts”) set forth in this Notice may be revised before the viewing of bids for the purchase of the Bonds, as may the bid parameters set forth herein. Any such revisions (in case of revised principal amounts, the “Revised Aggregate Principal Amount”, the “Revised Annual Principal Amounts” and the “Revised Amounts”) WILL BE GIVEN BY NOTIFICATION PUBLISHED ON www.I-dealProspectus.com NOT LATER THAN 4:00 P.M., C.D.T. ON THE DAY PRECEDING THE RECEIPT OF BIDS. In the event that no such revisions are made, the Preliminary Amounts will constitute the Revised Amounts and will remain as stated in this Notice, and the bid parameters shall remain as set for the herein. BIDDERS SHALL SUBMIT BIDS BASED ON THE REVISED AMOUNTS AND BID PARAMETERS, IF ANY. Prospective bidders may request notification of any revisions in the Preliminary Amounts and bid parameters by so advising and emailing Stephens Inc., Ridgeland, Mississippi, the Municipality’s “independent registered municipal advisor” (the “Municipal Advisor”), at max.neely@stephens.com by 12:00 p.m., C.D.T., at least one day prior to the date for receipt of the bids.

CHANGES TO MATURITY SCHEDULE: The Municipality intends, but is not obligated, to adjust the Revised Aggregate Principal Amount of each series of Bonds and the Revised Annual Principal Amount of each series of Bonds in such manner as to produce approximately level debt

service in years 20__ to 20__. The Municipality reserves the right to change the Revised Aggregate Principal Amount of each series of Bonds and the Revised Annual Principal Amounts of each series of Bonds after determination of the winning bidder(s), by increasing or decreasing such Revised Aggregate Principal Amounts and such Revised Annual Principal Amounts by up to 30%. The maximum amount of the Bonds will not exceed \$15,000,000. No changes beyond those disclosed above will be made without the consent of the applicable Successful Bidder. Such changes, if any, will determine the final annual principal amount of each maturity of each series of Bonds (the “Final Annual Principal Amounts”) and the final aggregate principal amount of each series of Bonds (the “Final Aggregate Principal Amount”). The dollar amount bid by the successful bidder for each series of Bonds will be adjusted to reflect any adjustments in the Final Aggregate Principal Amount of such series of Bonds. The interest rates specified by the successful bidder for the various maturities at the initial reoffering prices will not change. A SUCCESSFUL BIDDER MAY NOT WITHDRAW ITS BIDS OR CHANGE THE INTEREST RATES BID OR THE INITIAL REOFFERING PRICES AS A RESULT OF ANY CHANGES MADE TO THE PRINCIPAL AMOUNTS WITHIN THESE LIMITS.

The Municipality anticipates that the Final Annual Principal Amounts of each series of Bonds and the Final Aggregate Principal Amount of each series of Bonds will be communicated to the successful bidder(s) prior to the award of such Bonds. THE DOLLAR AMOUNT BID BY EACH SUCCESSFUL BIDDER FOR THE PURCHASE OF THE BONDS WILL BE ADJUSTED TO REFLECT ANY CHANGE IN THE ANNUAL PRINCIPAL AMOUNTS BASED UPON THE ASSUMPTION THAT THE COUPON RATES, REOFFERING PRICES, AND THE UNDERWRITER’S DISCOUNT (EXCLUDING ORIGINAL ISSUE DISCOUNT/PREMIUM) STATED AS A PERCENTAGE OF THE AGGREGATE PRINCIPAL AMOUNT, AS SPECIFIED BY SUCH SUCCESSFUL BIDDER, WILL NOT CHANGE.

BASIS OF AWARD: If an award is made, the Bonds will be awarded to the bidder whose bid results in the lowest true interest cost to the Municipality for such Bonds as determined by reference to the Revised Aggregate Principal Amounts, prior to post-sale adjustments, as discussed in the paragraph above. The lowest true interest cost will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on the Bonds (compounded semi-annually from the dated date of such Bonds) produces a value equal to the purchase price of such Bonds. Each bidder is required to specify its calculation of the true interest cost resulting from its bid, but such information shall not be treated as part of its proposal. In the event that two or more of the bidders offer to purchase the Bonds at the same lowest true interest cost, the Governing Body shall determine in their sole discretion (but in accordance with fact) which of the bidders shall be awarded such series of Bonds. The Governing Body reserves the right to waive any irregularity or informality in any bid, and to reject any or all bids, and notice of rejection of any bid will be made promptly. Unless all bids are rejected, award of the Bonds will be made by the Governing Body on the sale date.

AUTHORITY AND SECURITY: The Bonds will be issued pursuant to the provisions of Sections 21-33-301 *et seq.*, Mississippi Code of 1972, as amended, and other applicable laws of the State of Mississippi (together, the “Act”), and the resolutions authorizing and directing the issuance of the Bonds adopted by the Governing Body on August 19, 2025, September 16, 2025, and December 2, 2025 (together, the “Bond Resolution”), and shall be general obligations of the Municipality payable as to principal and interest out of and secured by an irrevocable pledge of the avails of a direct and continuing tax to be levied annually without limitation as to rate or amount

upon all the taxable property within the geographical limits of the Municipality. To the extent other moneys are not available, the Municipality will levy annually a direct and continuing tax upon all taxable property within the geographical limits of the Municipality, which tax, together with any other moneys available for such purpose, will be adequate and sufficient to provide for the payment of the principal of and the interest on the Bonds as the same falls due; provided, however, that such tax levy for any year shall be abated *pro tanto* to the extent the Municipality on or prior to September 1 of that year has transferred money to the Bond Fund (as defined in the Bond Resolution), or has made other provisions for funds, to be applied toward the payment of the principal of and interest on the Bonds due during the ensuing fiscal year of the Municipality, in accordance with the provisions of the Bond Resolution. Provided, however, any other funds available to the Municipality which may be lawfully used for payment of the principal of, premium, if any, and interest on the Bonds, and which the Governing Body, in its discretion, may direct to be deposited into the Bond Fund, including, but not limited to, use taxes remitted from the State of Mississippi to the Municipality as a result of the Infrastructure Modernization Act of 2018, House Bill 1, 2018 First Extraordinary Session, and any amendments thereto, codified as Sections 27-67-1 *et seq.*, Mississippi Code of 1972, as amended, adopted by the Legislature of the State of Mississippi. The Governing Body is authorized pursuant to the Infrastructure Modernization Act to utilize the use taxes for certain authorized purposes, including the payment of debt service on debt obligations issues for certain authorized purposes.

PURPOSE: The Bonds are being issued to provide funds for the purpose of constructing, improving, and paving streets, sidewalks, and parkways, and purchasing land therefor; constructing bridges and culverts; establishing, repairing, improving, and extending the sanitary, storm, drainage, and sewerage systems of the Municipality; protecting the Municipality, its streets, and sidewalks from overflow, caving banks, and other like dangers; purchasing machinery and heavy equipment which will have an expected useful life in excess of ten years, but specifically not including any motor vehicles weighing less than 12,000 pounds; purchasing fire-fighting equipment and apparatus, and providing housing for the same, and purchasing land therefor; altering or changing the channels of streams and water courses to control, deflect, and guide the current thereof; purchasing land for parks and public playgrounds, and improving, equipping, and adorning the same, including other recreational facilities; purchasing or constructing, repairing, improving, and equipping building for public libraries, and for purchasing land, equipment, and books therefor; erecting and purchasing waterworks, gas, electric, and other public utility plants or distribution systems or franchises, and repairing, improving, and extending the same; and, erecting municipal buildings, armories, auditoriums, community centers, gymnasiums, and athletic stadiums, preparing and equipping athletic fields, and purchasing buildings or land therefor, and for repairing, improving, adorning, and equipping the same, and for erecting, equipping, and furnishing of buildings to be used as a municipal or civic arts center (the “Authorized Purposes”).

FORM OF BIDS: Bids should be addressed to the Governing Body and should be plainly marked “Bid for \$15,000,000 General Obligation Public Improvement Bonds, Series 2026, of the City of Starkville, Mississippi.” All bids should be submitted in substantially the form prepared by the Municipality as the Official Bid Form. A copy of the Official Bid Form may be obtained from the City Clerk at jmclaurin@cityofstarkville.org, from Stephens Inc., Ridgeland, Mississippi (the “Municipal Advisor”), at max.neely@stephens.com, or from Watkins & Eager PLLC, Jackson, Mississippi (“Bond Counsel”) at bdavis@watkinseager.com. All bids submitted in

electronic form should be delivered via email to the Municipal Advisor at max.neely@stephens.com.

Electronic bids for the Bonds must be submitted to PARITY® via the BiDCOMP Competitive Bidding System. An electronic bid made through the facilities of BiDCOMP/PARITY® shall be deemed an offer to purchase in response to this Notice and shall be binding upon the bidder as if made by a signed sealed written bid made to the Municipality. To the extent any instructions or directions set forth in BiDCOMP/PARITY® conflict with the terms of this Notice, this Notice shall prevail. The Municipality shall not be responsible for any malfunction or mistake made by or as a result of the use of electronic bidding facilities. The use of such facilities is at the sole risk of the bidders. Subscription to I-Deal's BiDCOMP/PARITY® Competitive Bidding System by a bidder is required in order to submit an electronic bid. The Municipality will not confirm any subscription or be responsible for the failure of any prospective bidder to subscribe. Both written bids and electronic bids must be unconditional and received by the Municipality and/or BiDCOMP/PARITY®, respectively, on or before 11:00 a.m., C.D.T., on Tuesday, _____, 20__, as stated above. The Municipality is not liable for any costs incurred in the preparation, delivery, acceptance, or rejection of any bid.

All bids not in electronic form should be sealed and delivered to the City Clerk at her office in the City Hall located at 110 West Main Street in the Municipality.

INTEREST RATE AND BID RESTRICTIONS: The Bonds will not bear a greater overall maximum interest rate to maturity than 11% per annum, nor will the interest rate for any one maturity exceed 11% per annum. No Bond will bear more than 1 rate of interest; each Bond will bear interest, calculated on the 30/360 basis, from its date to its stated maturity date at the interest rate specified in the bid; all Bonds of the same maturity will bear the same rate of interest from date to maturity; and the lowest interest rate specified will not be less than 70% of the highest interest rate specified. Each interest rate specified in any bid must be a multiple of 1/8th of 1% or 1/10th of 1% and a 0% rate of interest cannot be named.

GOOD FAITH DEPOSIT: Each bid must be accompanied by a wire transfer, cashier's check, certified check, or exchange, issued or certified by a bank, payable to the "Mayor and Board of Aldermen of the City of Starkville, Mississippi," in the amount of \$_____ as a guaranty that the bidder will carry out its contract and purchase the Bonds if its bid be accepted. All wire transfers, cashier's checks, certified checks, or exchanges of unsuccessful bidders will be returned immediately after award of the Bonds. If the successful bidder fails to purchase the Bonds pursuant to its bid and contract, then the amount of such good faith deposit will be retained by the Municipality as liquidated damages for such failure. No interest will be allowed on the amount of the good faith deposit.

DTC BOOK-ENTRY: Unless specifically declined by the purchaser, the Bonds are being initially offered as registered in the name of Cede & Co., as Registered Owner and nominee for The Depository Trust Company, New York, New York ("DTC") under DTC's Book-entry system of registration. Purchasers of interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of bond certificates and ownership by the Beneficial Owners of the Bonds will be evidenced by book-entry. As long as Cede & Co. is the Registered Owner of the Bonds as nominee of DTC, payments of principal and interest will be made directly to such Registered

Owner which will in turn remit such payments to the DTC participants for subsequent disbursement to the Beneficial Owners.

AWARD OF BONDS: If an award of the Bonds is made, the Bonds will be awarded to the bidder whose bid results in the lowest true interest cost to the Municipality. The lowest true interest cost of the Bonds will be calculated as that rate which when used in computing the present worth of all payments of principal and interest on the Bonds (compounded semi-annually from the dated date of the Bonds) produces a value equal to the purchase price of the Bonds. For the purpose of calculating the true interest cost, the principal amount of any term bonds scheduled for mandatory sinking fund redemption (if any) shall be treated as a serial maturity in each year. Each bidder is required to specify its calculation of the true interest cost resulting from its bid, but such information shall not be treated as part of its proposal. All bids will remain firm for eight hours after the time specified for the opening of bids, and an award of the Bonds, or rejection of bids, will be made by the Governing Body within said period of time, and the Governing Body will give a verbal notice to the winning bidder, if any, within approximately one hour of such decision..

RIGHT OF REJECTION, CANCELLATION: The Governing Body reserves the right to reject any or all bids submitted, as well as to waive any irregularity or informality in any bid. The successful bidder will have the right, at its option, to cancel its agreement to purchase the Bonds if the Bonds are not tendered for delivery within 60 days from the date of sale thereof, and in such event the Governing Body will return to said bidder its good faith deposit. The Governing Body will have the right, at its option, to cancel its agreement to sell the Bonds if within 5 days after the tender of the Bonds for delivery the successful bidder will not have accepted delivery of and paid for the Bonds, and in such event the Governing Body will retain the successful bidder's good faith deposit as liquidated damages as hereinabove provided.

PAYING AGENT, TRANSFER AGENT, AND REGISTRAR: The initial payment agent for the Bonds will be _____, _____, _____ (the "Paying Agent"). The Governing Body's approval of the Paying Agent shall be contingent on a determination as to the willingness and ability of the Paying Agent to perform the duties of registrar and transfer agent and on the satisfactory negotiation of service fees. The Paying Agent shall be subject to change by order of the Governing Body under the conditions and in the manner provided in the Bond Resolution under which the Bonds are issued. Both principal of and interest on the Bonds will be payable by check or draft mailed to Registered Owners of the Bonds as of the fifteenth day of the month preceding the maturity date for such principal or interest payment at the addresses appearing in the registration records of the Municipality maintained by the Paying Agent. The Bonds will be transferable only upon the books of the Paying Agent.

DELIVERY: The successful bidder must designate within 30 days of the date of sale, or at such other later date as may be designated by the Governing Body, the names and addresses of the Registered Owners of the Bonds and the denominations in which the Bonds of each maturity are to be issued. If the successful bidder fails to submit such information within the required time, one Bond may be issued for each maturity in the full amount maturing on that date registered in the name of the successful bidder. The Bonds will be delivered at a place to be designated by the purchaser and without cost to the purchaser, and payment therefor will be made in immediately available funds.

CUSIP NUMBERS: Unless specifically declined by the purchaser, the Municipal Advisor will request that the CUSIP Service Bureau assign CUSIP identification numbers to the Bonds, which numbers will be printed on the Bonds. The successful bidder will be responsible for the costs of assigning CUSIP numbers to the Bonds. Neither the failure to print a CUSIP number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Bonds in accordance with this Notice.

LEGAL OPINION; CLOSING DOCUMENTS: The Bonds are offered subject to the unqualified approval of the legality thereof by Bond Counsel. In the opinion of Bond Counsel, interest on the Bonds is exempt from federal and Mississippi income taxes under existing laws, regulations, rulings, and judicial decisions with such exceptions as will be described in the Official Statement for the Bonds. A copy of the opinion of Bond Counsel, together with the usual closing papers, including a no-litigation certificate dated the date of delivery of the Bonds, evidencing that no litigation is pending in any way affecting the legality of the Bonds or the taxes to be levied for the payment of the principal thereof and interest thereon, and a transcript of the proceedings relating to the Bonds will be delivered to the successful bidder without charge. The Municipality will pay for all legal fees and will pay for the printing and validation of the Bonds.

BONDS AS “QUALIFIED TAX-EXEMPT OBLIGATIONS”: The Municipality has not designated the Bonds as “qualified tax-exempt obligations” within the meaning and for purposes of Section 265(b)(3) of the Code.

FURTHER INFORMATION: The Municipality has prepared a Preliminary Official Statement which it deems, for purposes of S.E.C. Rule 15(c)2-12, to be final and complete as of its date except for the omission of the offering prices, interest rates, and any other terms of the Bonds depending on such matters, and the identity of the underwriters, subject to revision, amendment and completion in a final Official Statement. By submission of its bid, the successful bidder will be deemed to have certified that it has obtained and reviewed the Preliminary Official Statement. Upon the award of the Bonds, the Municipality will publish an Official Statement in substantially the same form as the Preliminary Official Statement, subject to minor additions, deletions, and revisions as required to complete the Preliminary Official Statement.

ISSUE PRICE: The successful bidder shall assist the Municipality in establishing the issue price of the Bonds and shall execute and deliver to the Municipality at the closing for the Bonds an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, in a form reasonably required by the Municipality and Bond Counsel. The Municipality intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining “competitive sale” for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the “competitive sale requirements”) because: (a) the Municipality shall disseminate this Notice to potential underwriters in a manner that is reasonably designed to reach potential underwriters; (b) all bidders shall have an equal opportunity to bid; (c) the Municipality may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and (d) the Municipality anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Notice. Any bid submitted pursuant to this Notice shall be considered a firm offer for the purchase of the

Bonds, as specified in the bid. In the event that the competitive sale requirements are not satisfied, the Municipality shall advise the winning bidder. The Municipality shall treat the first price at which 10% of a maturity of the Bonds (the "10% test") is sold to the public as the issue price on that maturity applied on a maturity-by-maturity basis (and if different interest rates apply within a maturity, to each separate CUSIP number within that maturity). The winning bidder shall advise the Municipality if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The Municipality will not require bidders to comply with the "hold-the-offering-price rule" and therefore does not intend to use the initial offering price to the public as of the sale date of any maturity of the Bonds as the issue price of that maturity. Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied. Bidders should prepare their bids on the assumption that all of the maturities of the Bonds will be subject to the 10% test in order to establish the issue price of the Bonds. If the competitive sale requirements are not satisfied, then until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the Municipality the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the closing of the Bonds has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold. By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires. Sales of any Bonds to any person that is a related party to an underwriter shall not constitute sales to the public for the purposes of this Notice. Further, for purposes of this Notice: (a) "public" means any person other than an underwriter or a related party, (b) "underwriter" means (A) any person that agrees pursuant to a written contract with the Municipality (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the public), (c) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one

corporation of another), more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or Interests by one entity of the other), and (d) "sale date" means the date that the Bonds are awarded by the Municipality to the winning bidder.

CONTINUING DISCLOSURE: In order to assist bidders in complying with S.E.C. Rule 15(c)2-12(b)(5), the Municipality will undertake, pursuant to the Bond Resolution and a Continuing Disclosure Agreement, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Preliminary Official Statement and will also be set forth in the Official Statement. Failure of the Municipality to deliver the Continuing Disclosure Agreement at the time of issuance and delivery of the Bonds will relieve the successful bidder from its obligation to purchase the Bonds.

MUNICIPAL BOND INSURANCE: The Municipality has provided information to prospective bond insurance companies in order to qualify the Bonds under their respective optional bidding programs. If the successful bidder or bidders for the Bonds desires to purchase a municipal bond insurance policy insuring payment of all or a portion of the debt service payable on the Bonds, the successful bidder or bidders does so at its own risk and its own expense. The obligation of the successful bidder to pay for the Bonds shall not be conditioned on the issuance of a municipal bond insurance policy. The Municipality will cooperate with the successful bidder in obtaining such insurance, but the Municipality will not enter into any additional agreements with a bond insurer. Without limiting the generality of the foregoing, the successful bidder will be responsible for all costs, expenses, and charges associated with the issuance of such insurance, including but not limited to the premium for the bond insurance policy.

By order of the Mayor and Board of Aldermen of the City of Starkville, Mississippi, on December 2, 2025.

City of Starkville, Mississippi

/s/ Joanna McLaurin, City Clerk

Publication Instructions:

Starkville Daily News

_____, 20__, and _____, 20__

[END OF FORM OF NOTICE]

SECTION 23. Proof of Publication. The City Clerk will obtain from the publisher of the aforesaid newspaper the customary publisher's affidavit proving publication of the Notice for the times and in the manner required by law, and such proof of publication will be filed in the City Clerk's office and exhibited before the Governing Body at the hour and date aforesaid.

SECTION 24. Continuing Disclosure. The Municipality hereby covenants and agrees that it will comply with and carry out all of the provisions of the Continuing Disclosure Agreement. Notwithstanding any other provision of this Bond Resolution, failure of the Municipality to comply with the Continuing Disclosure Agreement will not be considered an Event of Default pursuant to Section 17 hereof; however, any Bondholder may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Municipality to comply with its obligations under this Section.

SECTION 25. Book-Entry Only System. Notwithstanding anything herein to the contrary and unless specifically declined by the Purchaser, the Bonds will be initially issued in the form of a separate, single and fully registered Bond for each of the maturities thereof. In such case, upon initial issuance, the ownership of each such Bond will be registered in the Bond Register in the name of Cede & Co., as nominee of DTC, and except as provided in Section 26 hereof, all of the outstanding Bonds will be registered in the Bond Register in the name of Cede & Co., as nominee of DTC.

With respect to Bonds registered in the Bond Register in the name of Cede & Co., as nominee of DTC, the Municipality and the Paying Agent will have no responsibility or obligation to any participant for whom DTC is a security depository nominee (“DTC participants”) or to any Person on behalf of whom such a DTC participant holds an interest in the Bonds. Without limiting the immediately preceding sentence, the Municipality and the Paying Agent will have no responsibility or obligation with respect to (a) the accuracy of the records of DTC, Cede & Co. or any DTC participant with respect to any ownership interest in the Bonds, (b) the delivery to any DTC participant or any other Person, other than a Registered Owner, as shown in the Bond Register, of any notice with respect to the Bonds, including any notice of redemption, or (c) the payment to any DTC participant or any other Person, other than a Registered Owner, as shown in the Bond Register, of any amount with respect to principal of, premium, if any, or interest on the Bonds. Notwithstanding any other provision of this Bond Resolution to the contrary, the Municipality and the Paying Agent will be entitled to treat and consider the Person in whose name each Bond is registered in the Bond Register as the absolute owner of such Bond for the purpose of payment of principal, premium, if any, and interest with respect to such Bond, for the purpose of giving notices of redemption and other matters with respect to such Bond, for the purpose of registering transfers with respect to such Bond, and for all other purposes whatsoever. The Paying Agent, will pay all principal of, premium, if any, and interest on the Bonds only to or upon the order of the respective Registered Owners, as shown in the Bond Register as provided in this Bond Resolution, or their respective attorneys duly authorized in writing, and all such payments will be valid and effective to fully satisfy and discharge the Municipality's obligations with respect to payment of principal of, premium, if any, and interest on the Bonds to the extent of the sum or sums so paid. No person other than a Registered Owner, as shown in the Bond Register, will receive a Bond certificate evidencing the obligation of the Municipality to make payments of principal, premium, if any, and interest pursuant to this Bond Resolution. Upon delivery by DTC to the Paying Agent of written notice to the effect that DTC has determined to substitute a new nominee in place of Cede & Co., and subject to the provisions in this Bond Resolution with respect to interest checks or drafts being mailed to the Registered Owner at the close of business on the Record Date, the words “Cede & Co.” in this Bond Resolution will refer to such new nominees of DTC.

SECTION 26. Successor Securities Depository; Transfers Outside Book-Entry Only System. In the event that the Municipality and the Paying Agent determine that DTC is incapable of discharging its responsibilities described herein and in the Representation Letter or that it is in the best interest of the beneficial owners of the Bonds that they be able to obtain certificated Bonds, the Municipality and the Paying Agent will (a) appoint a successor securities depository, qualified to act as such under Section 17(a) of the Securities and Exchange Act of 1934, as amended, notify DTC and DTC participants of the appointment of such successor securities depository and transfer one or more separate Bond certificates to such successor securities depository or (b) notify DTC and DTC participants of the availability through DTC of Bond certificates and transfer one or more separate Bond certificates to DTC participants having Bonds credited to their DTC accounts. In such event, the Bonds will no longer be restricted to being registered in the Bond Register in the name of Cede & Co., as nominee of DTC, but may be registered in the name of the successor securities depository, or its nominee, or in whatever name or names Registered Owners transferring or exchanging Bonds will designate, in accordance with the provisions of this Bond Resolution.

SECTION 27. Payments and Notices to Cede & Co. Notwithstanding any other provision of this Bond Resolution to the contrary, so long as any of the Bonds is registered in the name of Cede & Co., as nominee of DTC, all payments with respect to principal of, premium, if any, and interest on such Bond and all notices with respect to such Bond will be made and given, respectively, in the manner provided in the Representation Letter.

SECTION 28. Non-arbitrage Bond Covenants; Non-arbitrage and Federal Tax Certificate. (a) The Municipality covenants and certifies to and for the benefit of the owners of the Bonds that it will neither take any action nor omit to take any action nor make any investment or use of the proceeds from the issue and sale of the Bonds, including amounts treated as proceeds, if any, which will cause the Bonds to be classified as “arbitrage bonds” within the meaning of Section 148 of the Code, and any regulations thereunder as such may be applicable to the Bonds, at the time of such action, investment, or use.

(b) (1) The Governing Body has made the findings indicating that no rebate relating to the Bonds will be required to be made under the Code. However, in the event it is subsequently determined for any reason that rebates should be made on the Bonds, then the Municipality will take all actions necessary in order to comply with the requirements of paragraphs (2) and (3) of Subsection 148(f) in order that none of the Bonds will be treated as an “arbitrage bond” pursuant to paragraph (1) of Subsection 148(f), including payment of all amounts, if any, required to be paid to the United States of America in accordance with and within the time limits prescribed in Subsection 148(f) and the Subsection 148(f) Regulations, the making of any and all calculations, computations, and filings required pursuant to Subsection 148(f) and the Subsection 148(f) Regulations, and the maintenance of all such records as may be required pursuant to Subsection 148(f) and the Subsection 148(f) Regulations.

(2) In order to effectuate the foregoing covenants, the Municipality hereby covenants and certifies that: (A) prior to delivery of the Bonds, it will have received written instructions from “nationally-recognized bond counsel” with respect to specific actions which will, under Subsection 148(f) and such regulations as may have been promulgated prior to delivery of the Bonds, assure compliance with such covenants; and (B) the Municipality will comply with

such instructions until the Municipality will have received from “nationally-recognized bond counsel” written advice that continued compliance with such instructions is not necessary in order to avoid adversely affecting the tax-exempt status of the Bonds or alternative written instructions with respect to certain actions which will assure compliance with the covenants set forth above, in which event the Municipality will thereafter comply with all such alternative instructions.

(c) The Municipality will not intentionally use any portion of the proceeds (within the meaning of Subsection 148(a) of the Code and any regulations promulgated pursuant thereto) of the Bonds to acquire higher yielding investments (as defined in Subsection 148(a) of the Code and all regulations promulgated pursuant thereto) or to replace funds which were used directly or indirectly to acquire higher yielding investments, except to the extent specifically permitted pursuant to Section 148 of the Code and any regulations promulgated thereunder.

(d) The Municipality will not purchase or acquire any investment property with proceeds (within the meaning of Section 148 of the Code) of the Bonds in a manner or for a price which would cause any of the Bonds to be or become an “arbitrage bond” within the meaning of Section 148 of the Code and all regulations promulgated thereunder, including, without limitation, to the extent prescribed by applicable regulations, investments (regardless of yield) which do not comply with the provisions of any regulations intended to assure that obligations are acquired at their “market price” or “fair market value.”

(e) The Mayor and/or the City Clerk are hereby authorized to execute a “non-arbitrage and federal tax certificate” in connection with the sale and delivery of the Bonds, setting forth the reasonable expectations of the Municipality with respect to the investment and use of proceeds of the Bonds and also setting forth certain covenants, stipulations, and certifications with respect to the investment and expenditures of the proceeds of the Bonds, and the Municipality will comply with all certifications, stipulations, and covenants set forth in such certificate. In addition, such officials are authorized to make such elections on behalf of the Municipality as are necessary or appropriate under the Code or the Subsection 148(f) Regulations.

SECTION 29. Private Activity Bond Covenants; Tax Covenants. (a) The Municipality will take such actions as may be necessary in order to assure that the Bonds are not “private activity bonds” within the meaning of Section 141 of the Code.

(b) No more than 10% of the Bond proceeds will be used, directly or indirectly, in a trade or business carried on by any person other than a governmental unit.

(c) No more than 10% of any property with respect to which all or any part of the Bond proceeds will be used, directly or indirectly, in a trade or business carried on by any person other than a governmental unit.

(d) None of the Bond proceeds will be used for any private business use (within the meaning of Section 141 of the Code) which is not related to the governmental use (within the meaning of Section 141 of the Code) of such Bond proceeds.

(e) The amount of Bond proceeds used with respect to any private business use which is related to a governmental use of such Bond proceeds will not exceed the amount of Bond proceeds which are used for the governmental use to which such private business use relates.

(f) None of the proceeds of the Bonds will be used to make or finance loans for persons other than governmental units.

(g) In no event will the payment of the principal of or the interest on more than 10% of the proceeds of the Bonds be (under the terms of the Bond or any underlying arrangement) directly or indirectly secured (within the meaning of Section 141 of the Code) by any interest in property used or to be used in a private business use or payments in respect to such property or to be derived from payments (whether or not to the Municipality) in respect of property or borrowed money used or to be used for a private business use.

(h) The Municipality covenants and certifies that there are no other obligations heretofore issued or to be issued by or on behalf of any state, territory, or possession of the United States of America, or political subdivision of any of the foregoing, or of the District of Columbia, by or for the benefit of the Municipality, which (1) were or are to be sold at substantially the same time as the Bonds, (2) were or are to be sold pursuant to the same plan of financing as the financing plan for the Bonds and (3) are payable directly or indirectly by the Municipality or from the source from which the Bonds are payable. The Municipality covenants and certifies that there are no additional facts or circumstances which may further evidence that the Bonds are part of any other issue of obligations.

(i) The Municipality covenants and certifies that no payment of principal of or interest on the Bonds is or will be guaranteed (in whole or in part, directly or indirectly) by the United States of America, or any agency or instrumentality thereof or any entity with statutory authority to borrow from the United States of America. The Municipality represents, warrants, and covenants that none of the bond proceeds will be: (1) used to make loans, the payment of principal of or interest on which is or will be guaranteed (in whole or in part, directly or indirectly) by the United States of America or any agency or instrumentality thereof or any entity with statutory authority to borrow from the United States of America; or (2) invested (directly or indirectly) in any deposit or account which is insured under federal law by the Federal Deposit Insurance Corporation, the National Credit Union Administration or any similar federally chartered corporation other than: (A) the investment of the bond proceeds for an initial temporary period (within the meaning of subparagraph 3(B) of Subsection 149(b) of the Code) until such proceeds are needed for the purpose for which the Bonds are being issued; (B) investments of a bona fide debt service fund (within the meaning of Subparagraph 3(B) of Subsection 149(b) of the Code); (C) investments of a reserve which meets the requirements of Subsection 148(d) of the Code; (D) investments in bonds issued by the Treasury of the United States of America; or (E) other investments permitted under regulations promulgated by the Internal Revenue Service pursuant to Subsection 149(b) of the Code.

(j) The Municipality covenants and certifies that, notwithstanding any provision of this Bond Resolution or the rights of the Municipality hereunder, the Municipality will not take or permit to be taken on its behalf any action which would impair the exclusion of interest on the Bonds from gross income for purposes of federal income taxation, and it will take such reasonable action as may be necessary to continue such exclusion, including, without limitation, the preparation and filing of any statements required to be filed by it in order to maintain such exclusion.

SECTION 30. When Computations, Deposits, or Rebate Payments Are Not Required. In the event it is determined the Bonds do not meet the requirements of paragraph (4) of Subsection 148(f), but in the event the Municipality receives an opinion of “nationally-recognized bond counsel” to the effect that any of the computations, deposits, or payments referenced herein are not required to be made in order to maintain the tax-exempt status of interest on the Bonds, the Municipality need not make such computations, deposits, or payments.

SECTION 31. Covenant Regarding Hedge Bonds. The Municipality reasonably expects that not less than 85% of the spendable proceeds of the Bonds will be used to carry out the governmental purposes of the Bonds within a three-year period beginning on the date of issuance of the Bonds. No more than 50% of the proceeds of the Bonds will be invested in non-purpose investments (as defined in Section 148(f)(6)(A) of the Code) having a substantially guaranteed yield for four years or more.

SECTION 32. Modification or Amendment. (a) No material modification or amendment of this Bond Resolution or of any resolution amendatory hereof or supplemental hereto, may be made without the consent in writing of the Holders of 2/3^{rds} or more in principal amount of the Bonds then outstanding; provided, however, that no modification or amendment will permit a change in the maturity of the Bonds or a reduction in the rate of interest thereon, or affect the unconditional promise of the Municipality to levy taxes in an amount sufficient to pay the interest and principal on the Bonds, as the same mature and become due, or reduce such percentage of Holders of the Bonds required above for such modification or amendment without the consent of the Holders of all of the Bonds.

(b) The foregoing will not be construed to prohibit supplemental amendments of this Bond Resolution without the consent of Bondholders for the following purposes:

(1) to add to the covenants and agreements of the Municipality herein contained other covenants and agreements thereafter to be observed and performed by the Municipality, provided that such other covenants and agreements will not either expressly or implicitly limit or restrict any of the obligations of the Municipality contained in this Bond Resolution;

(2) to cure any ambiguity or to cure, correct or supplement any defect or inconsistent provision contained in this Bond Resolution or in any supplemental resolution or to make any provisions with respect to matters arising under this Bond Resolution or any supplemental resolution for any other purpose if such provisions are necessary or desirable and are not inconsistent with the provisions of this Bond Resolution or any supplemental resolution and do not adversely affect the interests of the Holders of the Bonds; or

(3) to subject to the pledge herein contained additional revenues or receipts.

(c) Notwithstanding any provision herein to the contrary, this Bond Resolution may be amended by resolution of the Municipality prior to the delivery of any of the Bonds with the consent of the Purchaser.

SECTION 33. Payments Due on Days Other Than Business Days. In any case where the date of maturity of interest on or principal of the Bonds or the date fixed for redemption of any

Bonds, or the date on which any funds are required to be deposited into a fund pursuant hereto, will be in the city in which the principal office of the Paying Agent is located a day other than a Business Day, then payment of interest or principal, and premium, if any, or deposit into the funds pursuant hereto, need not be made on such date but will be made on the next succeeding Business Day with the same force and effect as if made on the date of maturity or the date fixed for redemption, or the date fixed for deposit into a fund, and no interest will accrue for the period after such date.

SECTION 34. Severability; Ministerial Changes. (a) If any section, paragraph, clause, or provision of this Bond Resolution shall be held invalid, the invalidity of such section, paragraph, clause, or provision shall not affect any other provision hereof.

(b) In the event the Bonds are delivered in a year other than is shown as the year identifying the series of the Bonds, then the year identifying the series of the Bonds shall be changed to the year of delivery thereof.

SECTION 35. Post Issuance Compliance Procedures. The Municipality hereby approves and adopts the Post Issuance Compliance Procedures, substantially in the form set out in **Attachment A** hereto.

SECTION 36. Bond Insurance. The Mayor is hereby authorized within his discretion to arrange for an "Insurance Policy Commitment" from a Bond Insurer for a Bond Insurance Policy. The fees and expenses of said Insurance Policy Commitment and Bond Insurance Policy may be paid for by the Municipality and may be paid for by prospective bidders for the Bonds and the Purchaser of the Bonds. The Mayor is further authorized to execute and deliver the Insurance Policy Commitment for the provision of the Bond Insurance Policy and any additional documents and certificates which are required by the Bond Insurer to provide credit enhancement in connection with the issuance of the Bonds. Any reasonable changes, insertions, and omissions, as may be required by the Bond Insurer as conditions to the issuance of its Bond Insurance Policy, to any documents are to be approved by the Mayor, such approval being hereby authorized and the execution of the Insurance Policy Commitment for said Bond Insurance Policy being conclusive evidence of such approval. In anticipation of the issuance of the Insurance Policy Commitment by the Bond Insurer for its Bond Insurance Policy, the Municipality hereby approves (1) the engagement of the Bond Insurer and (2) the references to said Bond Insurer, the Bond Insurance Policy, and the documents related to the issuance of the Bonds in all documents associated therewith and the deletion of said references if the Bond Insurer should not provide the Insurance Policy Commitment for its Bond Insurance Policy.

SECTION 37. Municipal Bond Rating. The Mayor is hereby authorized within his discretion to arrange for a municipal bond rating. The fees and expenses of said municipal bond rating shall be paid for by the Municipality. The Mayor is further authorized to execute and deliver any required documents for the provision of the municipal bond rating and any additional documents and certificates which are required by the municipal bond rating agency or agencies. Any reasonable changes, insertions, and omissions, as may be required by the municipal bond rating agency or agencies as conditions to the issuance of its municipal bond rating, to any documents are to be approved by the Mayor, such approval being hereby authorized and the execution of the documents related to such municipal bond rating being conclusive evidence of

such approval. In anticipation of the municipal bond rating by the municipal bond rating agency or agencies, the Municipality hereby approves (1) the engagement of the municipal bond rating agency or agencies and (2) the references to said municipal bond rating agency or agencies and the documents related to the issuance of the Bonds in all documents associated therewith and the deletion of said references if the municipal bond rating agency or agencies should not provide the municipal bond rating.

SECTION 38. Repealer; Effective Date. All orders, resolutions, or proceedings of the Governing Body in conflict with any provision hereof will be, and the same are hereby repealed, rescinded, and set aside, but only to the extent of such conflict. For cause, this Bond Resolution will become effective upon the adoption hereof.

SECTION 39. ENGAGEMENT OF PROFESSIONALS. The Governing Body hereby affirms the engagement of the Municipal Advisor and authorizes and approves the engagement of Bond Counsel in connection with the issuance of the Bonds and authorizes the execution of the letters of engagement and disclosure attached hereto as **Attachment D**.

Following the reading of the foregoing resolution and discussion thereof, Alderman Moreland moved and Alderman Pochop seconded the motion to adopt the foregoing resolution, and the question being put to a roll call vote, the result was as follows:

Alderman Mike Brooks	voted: <u>Yea</u>
Alderwoman Kim Moreland	voted: <u>Yea</u>
Alderman Roy A'. Perkins	voted: <u>Yea</u>
Alderman William Pochop	voted: <u>Yea</u>
Alderwoman Sandra C. Sistrunk	voted: <u>Yea</u>
Alderman Kyle Skinner	voted: <u>Yea</u>
Alderman Henry N. Vaughn, Sr.	voted: <u>Yea</u>

The motion having received the affirmative vote of a majority of the members present, the Mayor declared the motion carried and the resolution adopted this day, December 2, 2025.

City of Starkville, Mississippi



Mayor

ATTEST:



City Clerk

