

City of Atkins, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF ATKINS, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2024

Financial and Compliance Report

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Arkansas

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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Atkins, Arkansas Officials and Council Members
Legislative Joint Auditing Committee

A priority of Arkansas Legislative Audit is to assist local government officials by promoting sound financial management and accountability of government resources. The Legislative Auditor reports on the fiscal affairs of local governments, as well as compliance with relevant state laws and observance of good business practices to provide accountability for tax dollars expended to support government operations.

We have performed certain limited procedures with respect to cash basis financial information and compliance with certain state laws and accepted accounting practices for the City of Atkins, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated September 22, 2025. These procedures were not performed for the Water and Sewer Funds. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The commentary contained in this section relates to the following officials who held office during 2024:

Mayor: Rowdy Sweet
Recorder/Treasurer: Angela Singleton
District Court Clerk: Crystal Watson
Police Chief: Stephen Pack

We evaluated the City's compliance with certain state laws concerning general and district court accounting, budgeting, purchasing, and investing and depositing of public funds.

During our evaluation, nothing came to our attention that would warrant disclosure in this report.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local City government, state executive and oversight management, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Kevin White", with a stylized flourish at the end.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
September 22, 2025
LOM100424

CITY OF ATKINS, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Sales and Use Tax Bonds Series 2019 Debt Service Fund	Sales and Use Tax Bonds Series 2019 Construction Fund	Permanent Fund Cemetery Perpetual Care
Cash and Investment Balance, January 1, 2024	\$ 1,914,542	\$ 515,787	\$ 338,606	\$ 1,277,605	\$ 40,530
Receipts:					
State aid	42,517	262,534			
Federal aid	7,400				
Property taxes		46,478			
Franchise fees	187,423				
Sales taxes	910,504	16,200	762,364		
Fines, forfeitures, and costs	50,429	7,649			
Interest	61,441	29,014	24,182	51,821	1,544
Local permits and fees	73,373				
Lot sales		2,200			
Donations		2,980			
Net increase/(decrease) in fair value of investments		3,607			
Other	41,820	14,094			
Total Receipts	1,374,907	384,756	786,546	51,821	1,544
Disbursements:					
General government	342,200				
Law enforcement	637,458	4,885			
Highways and streets		292,412			
Public safety	236,898	28,129			
Recreation and culture	93,905				
Cemetery		6,300			
Water and sewer	187,526			471,715	
Debt service			797,397		
Total Disbursements	1,497,987	331,726	797,397	471,715	
Cash and Investment Balance, December 31, 2024	\$ 1,791,462	\$ 568,817	\$ 327,755	\$ 857,711	\$ 42,074

CITY OF ATKINS, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024
 (UNAUDITED)

Schedule 2

	Street	District Court Automation	Criminal Justice	Fire Equipment and Training (Act 833)	Cemetery Operation and Maintenance	Total
Cash and Investment Balance, January 1, 2024	\$ 325,218	\$ 19,164	\$ 1,305	\$ 14,908	\$ 155,192	\$ 515,787
Receipts:						
State aid	235,098			27,436		262,534
Property taxes	46,478					46,478
Sales taxes	16,200					16,200
Fines, forfeitures, and costs		5,543	2,106			7,649
Interest	10,497	614	53	407	17,443	29,014
Lot sales					2,200	2,200
Donations					2,980	2,980
Net increase/(decrease) in fair value of investments					3,607	3,607
Other	14,094					14,094
Total Receipts	<u>322,367</u>	<u>6,157</u>	<u>2,159</u>	<u>27,843</u>	<u>26,230</u>	<u>384,756</u>
Disbursements:						
Law enforcement		3,909	976			4,885
Highways and streets	292,412					292,412
Public safety				28,129		28,129
Cemetery					6,300	6,300
Total Disbursements	<u>292,412</u>	<u>3,909</u>	<u>976</u>	<u>28,129</u>	<u>6,300</u>	<u>331,726</u>
Cash and Investment Balance, December 31, 2024	<u>\$ 355,173</u>	<u>\$ 21,412</u>	<u>\$ 2,488</u>	<u>\$ 14,622</u>	<u>\$ 175,122</u>	<u>\$ 568,817</u>

CITY OF ATKINS, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 3

1. Cash and investment balances on the Financial Schedules include demand and savings accounts, certificates of deposit, and mutual funds.

2. The General Fund column on the Financial Schedules includes the following bank accounts:
General, Rural Fire, Matthews Civic Center, LOPFI, Permit Fee, Sales Tax, and Fire Truck

3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2024
District Court	\$ 5,767
Payroll	7,799
Administration of Justice	16

These balances represent fines, forfeitures, and costs and payroll taxes that have not been transferred to the appropriate entities.

4. The Municipality's capital assets records are summarized below:

	December 31, 2024
Land	\$ 629,752
Buildings and Improvements	2,488,969
Equipment	2,044,749
Total	<u>\$ 5,163,470</u>

5. Outstanding balances at year-end for long-term liabilities are as follows:

	December 31, 2024
Refunding and Improvement Sales and Use Tax Bonds Series 2019, issued December 18, 2019, in the amount of \$8,160,000. Annual installments of \$180,000 to \$405,000; interest rates from 2.7% to 3.125%. Payments are to be made from the Sales and Use Tax Bonds, Series 2019 Debt Service Fund.	<u>\$ 5,670,000</u>

CITY OF ATKINS, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 3

6. The City is obligated for the following amounts at December 31, 2024:

Years Ending December 31,	Bonds
2025	\$ 368,210
2026	367,210
2027	366,060
2028	364,760
2029	374,385
2030 through 2034	1,845,150
2035 through 2039	1,839,394
2040 through 2044	1,846,662
2045	338,910
Total Obligations	7,710,741
Less Interest	2,040,741
Total Principal	\$ 5,670,000

7. Pledged Revenues

The City pledged future 1.5% sales and use taxes to provide funding for all or a portion of the costs of extensions, betterments, and improvements to the City's water and sewer systems in addition to park facilities and improvements and parking, furnishings, equipment, drainage, lighting and utility improvements to the City's park facilities, funding a debt reserve and paying expenses of issuing the Bonds. Total principal and interest remaining on the bonds, at December 31, 2024 were \$5,670,000 and \$2,040,741, respectively, payable through December 1, 2045. For 2024, principal and interest paid were \$610,000 and \$182,295, respectively.

The Debt Service Fund received \$762,364 in sales taxes in 2024. Any sales taxes collected in excess of debt service payments on these bonds are required to be used for mandatory bond redemption.