City of Beebe, Arkansas

Financial and Compliance Report

December 31, 2025

LEGISLATIVE JOINT AUDITING COMMITTEE

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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Beebe, 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 Beebe, Arkansas, as of and for the year ended December 31, 2025, and have issued our report thereon dated August 7, 2026. 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 2025:

Mayor: Mike Robertson
Clerk/Treasurer: Carol Westergren
District Court Clerk: Rebecca Bennett (appointed November 4, 2025)
Jennifer Latture (terminated November 3, 2025)
Police Chief: Barron Dickson

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

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
August 7, 2026
LOM100825

CITY OF BEEBE, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2025
(UNAUDITED)

Exhibit A

	General	Street	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	$ 4,746,413	$ 82,547	$ 777,651
Accounts receivable	524,706	15,772	27,085
TOTAL ASSETS	$ 5,271,119	$ 98,319	$ 804,736
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 31,476	$ 16,664	$ 1,347
Settlements pending			223,680
Total Liabilities	31,476	16,664	225,027
Fund Balances:			
Restricted		81,655	579,709
Assigned	449,663		
Unassigned	4,789,980		
Total Fund Balances	5,239,643	81,655	579,709
TOTAL LIABILITIES AND FUND BALANCES	$ 5,271,119	$ 98,319	$ 804,736

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

CITY OF BEEBE, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Exhibit B

	General	Street	Other Funds in the Aggregate
REVENUES			
State aid	$ 217,499	$ 853,931	$ 72,832
Federal aid	42,349		
Property taxes	239,018	79,529	
Franchise fees	484,392		
Sales taxes	5,099,732		54,238
Fines, forfeitures, and costs	453,859		44,940
Interest	122,277	4,416	2,547
Local permits and fees	185,570		8,943
Sanitation fees	1,201,409		
Parks income	188,281		
Donations			12,690
Other	194,816	36,306	3,616
TOTAL REVENUES	8,429,202	974,182	199,806
EXPENDITURES			
Current:			
General government	1,151,470		
Law enforcement	3,185,548		88,003
Highways and streets		1,457,022	
Public safety	2,163,896		110,844
Sanitation	1,174,986		
Recreation and culture	1,046,890		45,474
Cemetery	50,082		
TOTAL EXPENDITURES	8,772,872	1,457,022	244,321
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(343,670)	(482,840)	(44,515)
OTHER FINANCING SOURCES (USES)			
Transfers in	552,443	300,000	
Transfers out	(300,000)		(552,443)
Contributions from county	143,019		267,647
TOTAL OTHER FINANCING SOURCES (USES)	395,462	300,000	(284,796)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	51,792	(182,840)	(329,311)
FUND BALANCES - JANUARY 1	5,187,851	264,495	909,020
FUND BALANCES - DECEMBER 31	$ 5,239,643	$ 81,655	$ 579,709

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

CITY OF BEEBE, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND STREET FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Exhibit C

	General			Street		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	$ 267,348	$ 217,499	$ (49,849)	$ 853,931	$ 853,931	$ 0
Federal aid		42,349	42,349			
Property taxes	191,708	239,018	47,310	63,757	79,529	15,772
Franchise fees	371,260	484,392	113,132			
Sales taxes	5,174,249	5,099,732	(74,517)			
Fines, forfeitures, and costs	459,448	453,859	(5,589)			
Interest	124,209	122,277	(1,932)	4,416	4,416	0
Local permits and fees	144,990	185,570	40,580			
Sanitation fees	1,201,409	1,201,409	0			
Parks income	188,281	188,281	0			
Other	1,022,177	194,816	(827,361)	52,079	36,306	(15,773)
TOTAL REVENUES	9,145,079	8,429,202	(715,877)	974,183	974,182	(1)
EXPENDITURES						
Current:						
General government	1,159,312	1,151,470	7,842			
Law enforcement	3,223,138	3,185,548	37,590			
Highways and streets				1,463,419	1,457,022	6,397
Public safety	2,248,365	2,163,896	84,469			
Sanitation	1,062,378	1,174,986	(112,608)			
Recreation and culture	1,053,536	1,046,890	6,646			
Cemetery	50,082	50,082	0			
TOTAL EXPENDITURES	8,796,811	8,772,872	23,939	1,463,419	1,457,022	6,397
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	348,268	(343,670)	(691,938)	(489,236)	(482,840)	6,396
OTHER FINANCING SOURCES (USES)						
Transfers in	32,443	552,443	520,000	300,000	300,000	0
Transfers out	(300,000)	(300,000)	0			
Contributions from county		143,019	143,019			
TOTAL OTHER FINANCING SOURCES (USES)	(267,557)	395,462	663,019	300,000	300,000	0
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	80,711	51,792	(28,919)	(189,236)	(182,840)	6,396
FUND BALANCES - JANUARY 1	4,078,296	5,187,851	1,109,555	259,681	264,495	4,814
FUND BALANCES - DECEMBER 31	$ 4,159,007	$ 5,239,643	$ 1,080,636	$ 70,445	$ 81,655	$ 11,210

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

CITY OF BEEBE, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2025
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS							
	Radio Equipment and Repair	Intoximeter	Fire Protection Plan	District Court Automation	Asset Forfeiture - Federal	Asset Forfeiture - State	County Fire Tax	Beebe Animal Control
ASSETS								
Cash and cash equivalents	$ 3,120	$ 3,142	$ 64,584	$ 40,865	$ 2,687	$ 7,498	$ 188,405	$ 36,895
Accounts receivable				2,322			24,763	
TOTAL ASSETS	$ 3,120	$ 3,142	$ 64,584	$ 43,187	$ 2,687	$ 7,498	$ 213,168	$ 36,895
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable				$ 22				
Settlements pending								
Total Liabilities				22				
Fund Balances:								
Restricted	$ 3,120	$ 3,142	$ 64,584	43,165	$ 2,687	$ 7,498	$ 213,168	$ 36,895
TOTAL LIABILITIES AND FUND BALANCES	$ 3,120	$ 3,142	$ 64,584	$ 43,187	$ 2,687	$ 7,498	$ 213,168	$ 36,895

CITY OF BEEBE, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2025
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS			CUSTODIAL FUND	
	Jail Fine	American Rescue Plan Act	City Fire Tax	District Court	Totals
ASSETS					
Cash and cash equivalents	$ 78,609	$ 73,928	$ 54,238	$ 223,680	$ 777,651
Accounts receivable					27,085
TOTAL ASSETS	$ 78,609	$ 73,928	$ 54,238	$ 223,680	$ 804,736
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 1,325				$ 1,347
Settlements pending				$ 223,680	223,680
Total Liabilities	1,325			223,680	225,027
Fund Balances:					
Restricted	77,284	$ 73,928	$ 54,238		579,709
TOTAL LIABILITIES AND FUND BALANCES	$ 78,609	$ 73,928	$ 54,238	$ 223,680	$ 804,736

CITY OF BEEBE, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS							
	Radio Equipment and Repair	Intoximeter	Fire Protection Plan	District Court Automation	Asset Forfeiture - Federal	Asset Forfeiture - State	County Fire Tax	Beebe Animal Control
REVENUES								
State aid			$ 72,832					
Sales taxes								
Fines, forfeitures, and costs	$ 250	$ 364		$ 29,012				
Interest			261					
Local permits and fees								$ 8,943
Donations								12,690
Other							$ 3,616	
TOTAL REVENUES	250	364	73,093	29,012			3,616	21,633
EXPENDITURES								
Current:								
Law enforcement	1,378	100		22,759				9,887
Public safety			28,204				82,640	
Recreation and culture								
TOTAL EXPENDITURES	1,378	100	28,204	22,759			82,640	9,887
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,128)	264	44,889	6,253			(79,024)	11,746
OTHER FINANCING SOURCES (USES)								
Transfers out							(550,000)	
Contributions from county							267,647	
TOTAL OTHER FINANCING SOURCES (USES)							(282,353)	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,128)	264	44,889	6,253			(361,377)	11,746
FUND BALANCES - JANUARY 1	4,248	2,878	19,695	36,912	$ 2,687	$ 7,498	574,545	25,149
FUND BALANCES - DECEMBER 31	$ 3,120	$ 3,142	$ 64,584	$ 43,165	$ 2,687	$ 7,498	$ 213,168	$ 36,895

CITY OF BEEBE, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS			
	Jail Fine	American Rescue Plan Act	City Fire Tax	Totals
REVENUES				
State aid				$ 72,832
Sales taxes			$ 54,238	54,238
Fines, forfeitures, and costs	$ 15,314			44,940
Interest		$ 2,286		2,547
Local permits and fees				8,943
Donations				12,690
Other				3,616
TOTAL REVENUES	15,314	2,286	54,238	199,806
EXPENDITURES				
Current:				
Law enforcement	53,879			88,003
Public safety				110,844
Recreation and culture		45,474		45,474
TOTAL EXPENDITURES	53,879	45,474		244,321
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(38,565)	(43,188)	54,238	(44,515)
OTHER FINANCING SOURCES (USES)				
Transfers out		(2,443)		(552,443)
Contributions from county				267,647
TOTAL OTHER FINANCING SOURCES (USES)		(2,443)		(284,796)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(38,565)	(45,631)	54,238	(329,311)
FUND BALANCES - JANUARY 1	115,849	119,559		909,020
FUND BALANCES - DECEMBER 31	$ 77,284	$ 73,928	$ 54,238	$ 579,709

The following funds and descriptions represent all funds reported as other funds in the aggregate.

Fund Name	Fund Description
Radio Equipment and Repair	Ark. Code Ann. § 14-52-202 and Beebe Ordinance no. 97-13 (September 11, 1997) established fund to receive 25% of fees for serving notices to vacate, warrants, and bail bonds to be used for law enforcement purposes.
Intoximeter	Ark. Code Ann. § 16-10-308 authorized a portion of district court costs to be used to purchase and maintain alcohol testing devices.
Fire Protection Plan	Ark. Code Ann. §§ 14-284-403, 404 requires insurance premium tax funds to be distributed by the county to municipal fire departments for training, purchase and improvement of fire fighting equipment, initial capital construction or improvements of fire departments, insurance for buildings, and utilities costs.
District Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees of 1/2 of $5 per month on each person to be used for court-related technology.
Asset Forfeiture - Federal	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency. The revenues shall only be used for law enforcement purposes.
Asset Forfeiture - State	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency. The revenues shall only be used for law enforcement purposes.
County Fire Tax	Established to receive the City's portion of the county sales and use taxes for fire protection services.
Beebe Animal Control	Established to account for donations received from the community to assist the City with expenses associated with the operation of the animal shelter.
Jail Fine	Ark. Code Ann. § 16-17-129 established fund to receive costs collected by the district court to defray the cost of incarcerating city prisoners.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLFR), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to the recovery from the COVID-19 public health emergency.
City Fire Tax	Established to receive the City's portion of the city sales and use taxes for fire protection services.
District Court	Ark. Code Ann. § 16-10-204 established account to receive fines, forfeitures, and cost collected by the district court.

CITY OF BEEBE, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2025
(UNAUDITED)

1. A. Basis of Presentation – Regulatory

The financial statements are presented in accordance with the regulatory basis of presentation as prescribed or permitted by Ark. Code Ann. § 10-4-412. The law requires that the financial statements be presented on a fund basis with, as a minimum, the general fund and street fund presented separately with all other funds included in the financial statements presented in the aggregate. This law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to the actual expenditures for the general and street funds; notes to financial statements; and a supplemental schedule of capital assets.

The regulatory basis of presentation is not in accordance with generally accepted accounting principles (GAAP). GAAP requires that basic financial statements present government-wide and fund financial statements. Additionally, GAAP requires the following major concepts: Management's Discussion and Analysis, separate financial statements for fiduciary fund types and other requirements for fiduciary fund types, specific procedures for the identification of major governmental funds, and applicable note disclosures. The regulatory basis of presentation does not require government-wide financial statements or the previously identified concepts.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with related liabilities and residual balances, and changes therein, which are segregated for purposes of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds are recognized in the accompanying regulatory basis financial statements.

General Fund - The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

Street Fund - The Street Fund (Special Revenue Fund) is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Street Fund accounts for and reports the proceeds of state highway turnback and property taxes that are restricted or committed for maintaining and constructing highways and streets.

Other Funds in the Aggregate - Other Funds in the Aggregate consist of all funds included in the financial statements except for the General and Street Funds. The following types of funds are included in this column as follows:

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Special Revenue Funds presented on Schedules 1 and 2 are reported with other funds in the aggregate.

Custodial Funds - Custodial Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). The Custodial Fund presented on Schedule 1 is reported with other funds in the aggregate.

B. Basis of Accounting - Regulatory

The financial statements are prepared on the regulatory basis of accounting as prescribed or permitted by Ark. Code Ann. § 10-4-412. This regulatory basis differs from accounting principles generally accepted in the United States of America. Revenues generally are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current period. However, most state aid received from the State Treasury is by state law revenue of the year in which it was received by the government. Expenditures generally are recorded when a liability is incurred. Liabilities incurred by the government on or before the end of the current period that are paid within 60 days of the end of the current period, are considered to be expenditures of the current period. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. As a result of the use of this regulatory basis of accounting, capital assets and long-term debt are not recorded in these financial statements. Pension trust funds are reported in a separate column as a part of supplementary information in order to provide users a better understanding of the entity as a whole.

1. (Continued)

B. Basis of Accounting – Regulatory (Continued)

The regulatory basis of accounting is not in accordance with generally accepted accounting principles (GAAP). GAAP require the following major concepts: Accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate identification of special and extraordinary items, inclusion of capital assets and debt in the financial statements, inclusion of the net pension liability in the financial statements, and applicable note disclosures. The regulatory basis of accounting does not require the previously identified concepts.

C. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

For the purpose of financial reporting, “cash and cash equivalents” includes all demand, savings, and money market accounts, and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, and costs that have not been transferred to the appropriate entities.

Fund Balance Classifications

1. Restricted fund balance - amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

2. Assigned fund balance - amounts that are constrained by the City Council’s intent to be used for specific purposes but are neither restricted nor committed.

3. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

D. Property Taxes

A lien attaches to the real property in January and on personal property in June of each year. Property taxes are collectible beginning the first business day of March of the subsequent year but are not considered delinquent until after October 15. Property taxes reflected as revenues on the financial statements include the property tax relief distribution made by the State of Arkansas. The purpose of this distribution is to reimburse the municipality for property tax credits in accordance with Arkansas Code.

E. Budget Law

State law requires that these procedures be followed in establishing the budgetary data:

a. Prior to December 1, the Mayor submits to the City Council a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

b. The proposed budget is discussed at a City Council meeting prior to adoption.

c. Prior to February 1, the budget is legally enacted by ordinance or resolution of the City Council.

d. Appropriations lapse at the end of each year.

e. Under certain conditions, the budget may be amended subsequent to the year-end.

1. (Continued)

E. Budget Law (Continued)

The budgeted revenues and expenditures represent the formal operating budget adopted by the City Council, as amended by the Council during the year.

Basis of Accounting

The City prepared an annual budget on the regulatory basis for the General Fund, Street Fund, and the other operating funds.

F. Fund Balance Classification Policies and Procedures

The Municipality's highest level of decision-making authority is its City Council. The establishment of amounts classified as committed fund balances and any subsequent modifications to such balances are the result of formal action taken by the City Council through passage of an ordinance. The City Council is authorized to assign amounts to a specific purpose, although a formal policy has not been established.

The Municipality does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The Municipality does not have a policy addressing which resources to use within the unrestricted fund balance when committed, assigned, or unassigned fund balances are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

There were no committed fund balances at year end.

2. Details of Fund Balance Classifications

Fund balance classifications at December 31, 2025, are composed of the following:

Description	General Fund	Street Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
Law enforcement			$ 173,791
Highways and streets		$ 81,655	
Public safety			331,990
Recreation and culture			73,928
Total Restricted		81,655	579,709
Assigned to:			
General government	$ 449,663		
Unassigned	4,789,980		
Totals	$ 5,239,643	$ 81,655	$ 579,709

3. Commitments

Total commitments consist of the following at December 31, 2025:

	December 31, 2025
Long-term liabilities	$ 151,651

Long-term liabilities

Long-term liabilities at December 31, 2025, are comprised of the following:

	December 31, 2025
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	$ 151,651

Due to the City's regulatory basis of accounting, these liabilities are not recorded in the financial statements.

Change in Compensated Absences

	December 31, 2025
Beginning balance compensated absences	$ 269,443
Ending balance compensated absences	151,651
Net increase (decrease)	$ (117,792)

Post Employment Benefits Other Than Pensions

The amount of any actuarially determined accrued liability for post employment benefits other than pensions was not determined.

4. Interfund Transfers

The General Fund transferred $300,000 to the Street Fund to supplement capital asset purchase expenses. The Other Funds in the Aggregate, County Fire Tax, transferred $550,000 to the General Fund to supplement capital asset purchase expenses. Additionally, the Other Funds in the Aggregate, American Rescue Plan Act, transferred interest totaling $2,443 to the General Fund.

5. Joint Venture: White County Regional Library System

White County and the Cities of Bald Knob, Bradford, Beebe, Pangburn, Searcy, Rose Bud, and Judsonia entered into an agreement in 1998, in accordance with Ark. Code Ann. § 13-2-401, to establish the White County Regional Library System. The agreement states that the Regional Library is to be financed from the revenue generated for real and personal property taxes from the County Public Library Fund, state aid, grant money, and any other funds which the County has or may acquire for the System. The City contributed $57,361 for the expenses of the White County Regional Library System for the year ended December 31, 2025. Separate financial statements of the White County Regional Library System are available at 1609 W Beebe Capps Expressway, Searcy, Arkansas 72143.

6. Interlocal Agreement: White County 911 Emergency Communications Center

In fiscal year 2025, White County and the Cities of Bald Knob, Searcy, and Beebe entered into an agreement for the purpose of establishing a combined 911 emergency and dispatch center for all police and fire departments within White County, Arkansas. White County shall be responsible for providing the aforementioned services and each participating city shall make an agreed upon cost-sharing payment annually or semiannually. This agreement established a White County 911 committee whose purpose is to provide input for improvements and modifications of the communication center and review and approve annual operating expenses. The White County 911 Emergency Communications Center (Center) will only be responsible for maintaining the equipment within its control and each City will be responsible for the equipment in their jurisdiction. The City contributed $122,591 for the expenses of the Center for the year ended December 31, 2025. The financial activity of the Center are included in White County financial statements, which are available at 300 North Spruce Street, Searcy, Arkansas 72143.

7. Local Police and Fire Retirement System (LOPFI)
(A Defined Benefit Pension Plan)

Plan Description

The City contributes to the Local Police and Fire Retirement System (LOPFI), an agent multiple employer retirement system that acts as a common investment and administrative agent for cities and towns in Arkansas. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Local Police and Fire Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for LOPFI. That report may be obtained by writing to Arkansas Local Police and Fire Retirement System, 620 W. 3rd, Suite 200, Little Rock, Arkansas 72201, by calling 1-866-859-1745, or on their website www.lopfi-prb.com.

On November 30, 2021, administration of the City of Firemen's Pension and Relief Fund and the City of Policemen's Pension and Relief Fund was transferred to LOPFI. The benefit structure of these plans was not changed.

Funding Policy

The employee contribution rate depends on the type of service being rendered and whether or not the service is also covered by Social Security. The different employee contribution rates required by state law are:

A. Paid service not covered by Social Security: 8.5% of gross pay

B. Paid service also covered by Social Security: 2.5% of gross pay

C. Volunteer fire service: no employee contribution

The City is required to contribute at an actuarially determined rate. The contribution requirements of plan members are established and may be amended by State law. The contribution requirements of the City are established and may be amended by the LOPFI Board of Trustees. The plan is also funded with state insurance tax. The City's contribution to the plan was $112,799 and the amount of insurance tax paid by the state to the plan for the benefit of the City was $43,486 for the year ended December 31, 2025.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the City's share of the collective net pension liability. The City's proportionate share of the collective net pension liability at December 31, 2025, (actuarial valuation date and measurement date) was $677,446.

8. Arkansas Public Employees Retirement System

Plan Description

The City contributes to the Arkansas Public Employees Retirement System (APERS), a cost-sharing multiple-employer defined benefit pension plan that covers municipal employees whose municipalities have elected coverage under this System. APERS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for APERS. That report may be obtained by writing to Arkansas Public Employees Retirement System, 124 W. Capitol, Suite 400, Little Rock, Arkansas 72201, by calling 1-800-682-7377, or on their website www.apers.org.

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 6.00% as of July 1, 2025. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system, based on the annual actuarial valuation. The City's contribution to the plan for the year ended June 30, 2025, (date of APERS Employer Allocation Report) was $375,208.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the City's share of the collective net pension liability. The City's proportionate share of the collective net pension liability at June 30, 2025, (actuarial valuation date and measurement date) was $2,147,222.

9. Mayor's Retirement Benefits

Plan Description

Ark. Code Ann. § 24-12-123 establishes retirement benefits for mayors in cities of the first class and death benefits to their spouses at the option of the governing body of the City. Benefits and contribution provisions are established by State law and can be amended only by the Arkansas General Assembly. A retiree is entitled to receive an annual retirement benefit during the remainder of their natural life, payable at the rate of one-half (1/2) of the salary payable to the mayor at the completion of his or her last term as mayor. Retirement benefits are to be paid monthly from the City's General Fund. A mayor may retire: 1.) upon reaching the age of 60 with a minimum of ten years of service or 2.) upon serving 20 years, regardless of age. The City paid former Mayor Donald Ward $16,237 for the year ended December 31, 2025.

10. Capital Assets

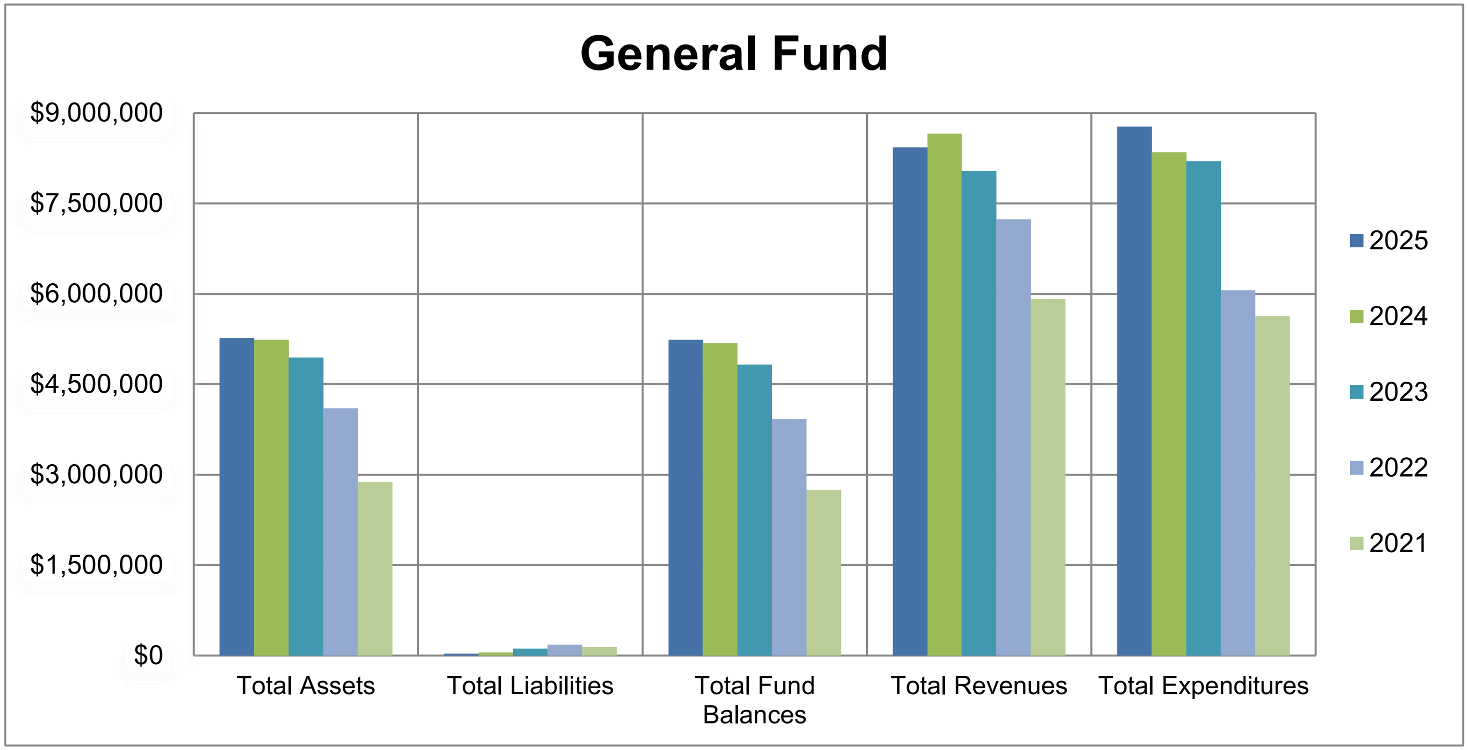
The Municipality's capital assets records are summarized below :

	December 31, 2025
Land	$ 1,584,733
Buildings	3,214,929
Equipment	6,767,060
Total	$ 11,566,722

CITY OF BEEBE, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
DECEMBER 31, 2025
(Unaudited)

Schedule 3-1

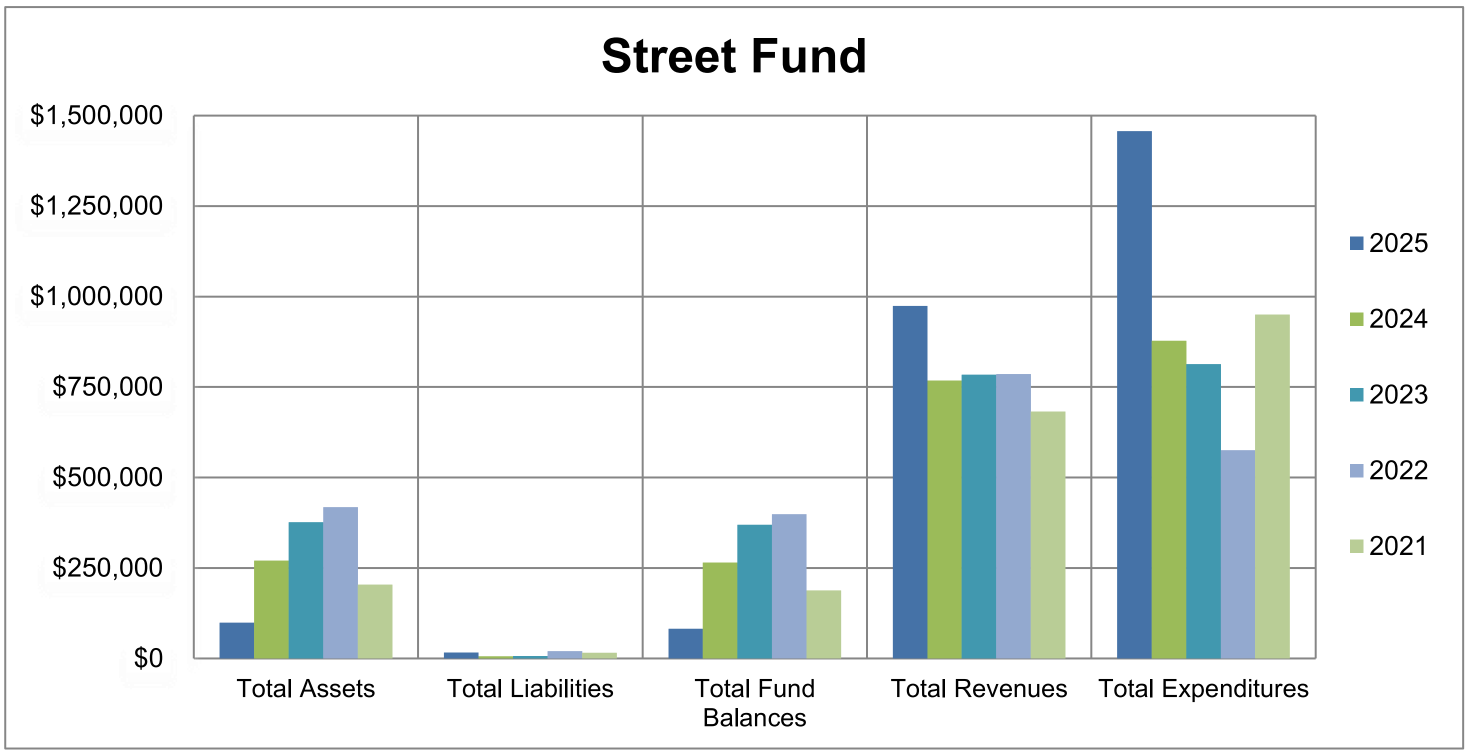
General	2025	2024	2023	2022	2021
Total Assets	$ 5,271,119	$ 5,237,503	$ 4,942,347	$ 4,097,353	$ 2,882,267
Total Liabilities	31,476	49,652	114,719	179,368	139,051
Total Fund Balances	5,239,643	5,187,851	4,827,628	3,917,985	2,743,216
Total Revenues	8,429,202	8,654,323	8,038,535	7,232,175	5,911,751
Total Expenditures	8,772,872	8,347,099	8,201,545	6,057,406	5,628,437
Total Other Financing Sources/Uses	395,462	5,801	1,072,653		279



CITY OF BEEBE, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - STREET FUND - REGULATORY BASIS
DECEMBER 31, 2025
(Unaudited)

Schedule 3-2

Street	2025	2024	2023	2022	2021
Total Assets	$ 98,319	$ 270,562	$ 376,419	$ 418,120	$ 203,927
Total Liabilities	16,664	6,067	7,005	19,754	15,767
Total Fund Balances	81,655	264,495	369,414	398,366	188,160
Total Revenues	974,182	767,915	783,940	785,552	682,362
Total Expenditures	1,457,022	877,616	812,892	575,346	949,803
Total Other Financing Sources/Uses	300,000				



CITY OF BEEBE, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
DECEMBER 31, 2025
(Unaudited)

Other Funds in the Aggregate	2025	2024	2023	2022	2021
Total Assets	$ 804,736	$ 1,176,092	$ 1,248,558	$ 1,512,843	$ 1,582,881
Total Liabilities	225,027	266,686	266,650	422,375	185,027
Total Fund Balances	579,709	909,406	981,908	1,090,468	1,397,854
Total Revenues	199,806	81,488	63,348	978,019	1,203,535
Total Expenditures	244,321	434,061	426,211	1,515,075	310,664
Total Other Financing Sources/Uses	(284,796)	280,071	254,303	229,670	(462,971)