

City of Hoxie, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF HOXIE, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2023

Financial and Compliance Report

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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Hoxie, 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 Hoxie, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated August 22, 2024. These procedures were not performed for the Water, Sewer, and Utilities 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 2023:

Mayor: Dennis Coggins
Clerk: Verna Coats
Treasurer: Delinda Duckworth
Police Chief: Anthony Monroe (appointed October 10, 2023)
Eric Cheatham (resigned October 10, 2023)

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".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
August 22, 2024
LOM104723

CITY OF HOXIE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2023	\$ 230,824	\$ 871,905
Receipts:		
State aid	294,883	254,195
Federal aid	3,000	
Property taxes	36,339	23,977
Franchise fees	153,730	
Sales taxes	510,648	68,423
Fines, forfeitures, and costs	68,961	20,802
Interest	2,371	5,939
Local permits and fees	37,949	
Sanitation fees	132,001	
Fire protection fees	44,486	
Principal on notes receivable		19,925
Interest on notes receivable		6,517
Other	44,270	408
Total Receipts	<u>1,328,638</u>	<u>400,186</u>
Disbursements:		
General government	323,021	
Law enforcement	387,006	9,869
Highways and streets		384,839
Public safety	132,664	22,723
Sanitation	160,361	
Health	15,852	
Recreation and culture	85,966	
Contribution to sewer		240,179
Total Disbursements	<u>1,104,870</u>	<u>657,610</u>
Cash Balance, December 31, 2023	<u>\$ 454,592</u>	<u>\$ 614,481</u>

CITY OF HOXIE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 2

	Street	Fire Equipment and Training	Criminal Justice	Jail	Reuse Job Stimulus	Drug Control	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 253,473	\$ 5,832	\$ 8,349	\$ 14,042	\$ 295,976	\$ 299	\$ 293,934	\$ 871,905
Receipts:								
State aid	219,158	35,037						254,195
Property taxes	23,977							23,977
Sales taxes	68,423							68,423
Fines, forfeitures, and costs			5,752	15,050				20,802
Interest	910		38		4,991			5,939
Principal on notes receivable					19,925			19,925
Interest on notes receivable					6,517			6,517
Other		93		315				408
Total Receipts	<u>312,468</u>	<u>35,130</u>	<u>5,790</u>	<u>15,365</u>	<u>31,433</u>			<u>400,186</u>
Disbursements:								
Law enforcement			3,986	5,863		20		9,869
Highways and streets	384,839							384,839
Public safety		22,723						22,723
Contribution to sewer							240,179	240,179
Total Disbursements	<u>384,839</u>	<u>22,723</u>	<u>3,986</u>	<u>5,863</u>		<u>20</u>	<u>240,179</u>	<u>657,610</u>
Cash Balance, December 31, 2023	<u>\$ 181,102</u>	<u>\$ 18,239</u>	<u>\$ 10,153</u>	<u>\$ 23,544</u>	<u>\$ 327,409</u>	<u>\$ 279</u>	<u>\$ 53,755</u>	<u>\$ 614,481</u>

CITY OF HOXIE, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.
2. The General Fund column on the Financial Schedules includes the following bank accounts:
 General, Sanitation, Checking Certificate of Deposit, and Certificate of Deposit
3. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2023
Payroll	\$ 4,478

This balance represents payroll taxes that have not been transferred to the appropriate entities.

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

	December 31, 2023
Land	\$ 407,282
Buildings	627,818
Equipment	1,103,500
Total	\$ 2,138,600