

City of Nashville, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF NASHVILLE, 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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Sen. Jim Dotson
Senate Vice Chair



Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Nashville, 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 Nashville, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated October 1, 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: Larry Dunaway
City Clerk: Lauren Hoen
Finance Director: Kimberly Green
Park Director: Mehgan Floyd
District Court Clerk: Cynthia Grady
Police Chief: Amy Marion

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", written over a horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
October 1, 2025
LOM106724

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

Schedule 1

	General Fund	Special Revenue Funds	Debt Service Fund - 2020 Sales and Use Tax Refunding Bond Issue	Enterprise Fund - Sanitation	Pension Trust Fund - Firemen's Pension
Cash and Investment Balance, January 1, 2024	\$ 1,151,568	\$ 530,047	\$ 35,965	\$ 48,494	\$ 289,610
Receipts:					
State aid	173,839	341,504			3,394
Federal aid	7,400				
Property taxes	249,519	73,399			
Franchise fees	279,298				
Sales taxes	2,844,987				
Fines, forfeitures, and costs	66,093				
Interest	20,517	2,873	4,013	1,191	18,502
Local permits and fees	33,274				
Contributions from water and sewer		141,531			
Sanitation fees				369,344	
Solar investment tax credit	936,453				
Park activity and concessions		207,428			
Net increase/(decrease) in fair value of investments					21,438
Other	182,918	25,785			
Transfers in		116,550	136,225		
Total Receipts	4,794,298	909,070	140,238	370,535	43,334
Disbursements:					
General government	734,668				
Law enforcement	1,665,714	21,546			
Highways and streets		702,619			
Public safety	420,461				44,596
Sanitation				347,484	
Recreation and culture	604,293	164,975			
Contributions to water and sewer	1,000				
Contributions to animal control	12,550				
Water and sewer		372,558			
Debt service	230,211		136,225		
Transfers out	252,775				
Total Disbursements	3,921,672	1,261,698	136,225	347,484	44,596
Cash and Investment Balance, December 31, 2024	\$ 2,024,194	\$ 177,419	\$ 39,978	\$ 71,545	\$ 288,348

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

Schedule 2

	Street	Park Commission	American Rescue Plan Act	Total
Cash Balance, January 1, 2024	\$ 45,555	\$ 90,388	\$ 394,104	\$ 530,047
Receipts:				
State aid	341,504			341,504
Property taxes	73,399			73,399
Interest	662	2,211		2,873
Contributions from water and sewer	141,531			141,531
Park activity and concessions		207,428		207,428
Other	25,785			25,785
Transfers in	116,550			116,550
Total Receipts	<u>699,431</u>	<u>209,639</u>		<u>909,070</u>
Disbursements:				
Law enforcement			21,546	21,546
Highways and streets	702,619			702,619
Recreation and culture		164,975		164,975
Water and sewer			372,558	372,558
Total Disbursements	<u>702,619</u>	<u>164,975</u>	<u>394,104</u>	<u>1,261,698</u>
Cash Balance, December 31, 2024	<u>\$ 42,367</u>	<u>\$ 135,052</u>	<u>\$ 0</u>	<u>\$ 177,419</u>

CITY OF NASHVILLE, 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 and Franchise Fee
3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2024
District Court - Traffic and Criminal	\$ 22,662
District Court - Civil and Small Claims	(48)
Disbursement	55,076

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	\$ 87,260
Buildings and Improvements	6,793,155
Equipment and Vehicles	2,975,464
Total	<u>\$ 9,855,879</u>

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

	December 31, 2024
Financed purchases	\$ 2,539,860
Bonds payable	766,128
Total	<u>\$ 3,305,988</u>

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

Schedule 3

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

	<u>December 31, 2024</u>
Sales and Use Tax Refunding Bonds, Series 2020 dated August 25, 2020, in the amount of \$1,239,623, annual installments of \$12,008 - \$136,389 plus interest through November 1, 2030; interest of 1.85%, due May 1 and November 1 of each year. Payments are to be made from the 2020 Sales and Use Tax Refunding Bond Issue Debt Service Fund.	\$ 766,128
Financed purchase agreement dated November 5, 2021, in the amount of \$2,422,656 for the acquisition, installation, and construction of certain energy efficiency equipment, solar equipment, improvements, and renovations. Due in annual installments of \$62,037 - \$219,874 plus interest through July 1, 2041; interest at 2.929% due July 1 of each year beginning on July 1, 2023. Payments are to be made from the General Fund.	2,294,224
Financed purchase agreement dated January 25, 2023, in the amount of \$377,150 for the purchase of a Sutphen custom rescue pumper truck. 60 monthly installments of \$7,283 at 5.95% interest beginning February 25, 2023 through January 25, 2028. Payments are to be made from the General Fund.	<u>245,636</u>
Total	<u><u>\$ 3,305,988</u></u>

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

<u>Years Ending December 31,</u>	<u>Financed Purchases</u>	<u>Bonds</u>	<u>Total</u>
2025	\$ 227,091	\$ 137,264	\$ 364,355
2026	231,380	133,125	364,505
2027	235,799	133,813	369,612
2028	160,244	134,313	294,557
2029	157,651	139,312	296,963
2030 through 2034	813,724	138,912	952,636
2035 through 2039	1,004,168		1,004,168
2040 through 2041	445,923		445,923
Total Obligations	<u>3,275,980</u>	<u>816,739</u>	<u>4,092,719</u>
Less Interest	<u>736,120</u>	<u>50,611</u>	<u>786,731</u>
Total Principal	<u><u>\$ 2,539,860</u></u>	<u><u>\$ 766,128</u></u>	<u><u>\$ 3,305,988</u></u>