

City of Parkin, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF PARKIN, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Financial and Compliance Report

	<u>Schedule</u>
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Combining Schedule of Financial Information – Capital Projects Funds (Unaudited)	3
Other Information (Unaudited)	4

Arkansas

Sen. Jim Petty
Senate Chair
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 Parkin, 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 Parkin, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated February 25, 2025. These procedures were not performed for the Water and Sewer Fund. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The finding contained in this section relates to the following officials who held office during 2023:

Mayor: Diane Patterson
Recorder/Treasurer: Prenita White
District Court Clerk: Doris Jones
Police Chief: Christopher Miller (appointed December 11, 2023)
Robert Thomas (appointed April 14, 2023, resigned December 11, 2023)
Evan Bunch (appointed April 11, 2023, resigned April 14, 2023)
Jeremy McNeill (appointed January 1, 2023, resigned April 9, 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.

Noncompliance with state law and accepted accounting practices was noted in the office of **District Court Clerk**.

District Court Clerk

Deposits were not made daily, as required by Ark. Code Ann. § 16-10-209.

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
February 25, 2025
LOM107423

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

Schedule 1

	General Fund	Special Revenue Funds	Capital Projects Funds
	<u>\$</u>	<u>\$</u>	<u>\$</u>
Cash Balance, January 1, 2023	39,288	194,107	20,030
Receipts:			
State aid	22,837	92,347	27,488
Property taxes	17,113	9,966	
Franchise fees	51,618		
Sales taxes	237,582		
Fines, forfeitures, and costs	112,189	29,895	
Interest	23		
Local permits and fees	3,085		
Sanitation fees	88,730		
Rental income	2,350		
Insurance proceeds	8,391		
Mosquito control fees	14,181		
Other	4,298		1
Total Receipts	<u>562,397</u>	<u>132,208</u>	<u>27,489</u>
Disbursements:			
General government	249,332	28,818	
Law enforcement	192,049	51,846	
Highways and streets		77,202	
Public safety	20,877	24,672	33,207
Sanitation	80,920		
Health	20,281		
Debt service		1,551	
Total Disbursements	<u>563,459</u>	<u>184,089</u>	<u>33,207</u>
Cash Balance, December 31, 2023	<u><u>\$ 38,226</u></u>	<u><u>\$ 142,226</u></u>	<u><u>\$ 14,312</u></u>

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

Schedule 2

	Street	Fire Equipment and Training	No Liability Insurance	Jail	Court Automation	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 8,681	\$ 3,766	\$ 3,174	\$ 128,669	\$ 997	\$ 48,820	\$ 194,107
Receipts:							
State aid	66,979	25,368					92,347
Property taxes	9,966						9,966
Fines, forfeitures, and costs			8,380	20,070	1,445		29,895
Total Receipts	<u>76,945</u>	<u>25,368</u>	<u>8,380</u>	<u>20,070</u>	<u>1,445</u>		<u>132,208</u>
Disbursements:							
General government						28,818	28,818
Law enforcement			5,066	25,640	1,150	19,990	51,846
Highways and streets	77,202						77,202
Public safety		24,672					24,672
Debt service	1,551						1,551
Total Disbursements	<u>78,753</u>	<u>24,672</u>	<u>5,066</u>	<u>25,640</u>	<u>1,150</u>	<u>48,808</u>	<u>184,089</u>
Cash Balance, December 31, 2023	<u>\$ 6,873</u>	<u>\$ 4,462</u>	<u>\$ 6,488</u>	<u>\$ 123,099</u>	<u>\$ 1,292</u>	<u>\$ 12</u>	<u>\$ 142,226</u>

CITY OF PARKIN, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 3

	Fire Department Project	Fire Station Grant	Total
Cash Balance, January 1, 2023	<u>\$ 20,030</u>		<u>\$ 20,030</u>
Receipts:			
State aid		\$ 27,488	27,488
Other		<u>1</u>	<u>1</u>
Total Receipts		<u>27,489</u>	<u>27,489</u>
Disbursements:			
Public safety	<u>5,719</u>	<u>27,488</u>	<u>33,207</u>
Cash Balance, December 31, 2023	<u><u>\$ 14,311</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 14,312</u></u>

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

Schedule 4

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, Police Equipment, and Mosquito Control

3. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2023
District Court	\$ 52,768

This balance represents fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2023
Land	\$ 203,239
Buildings	564,117
Equipment	1,129,454
Total	\$ 1,896,810

5. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2023
Financed purchases	\$ 18,929