

City of Piggott, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF PIGGOTT, 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
Other Information (Unaudited)	3

Arkansas

Sen. David Wallace
Senate Chair
Sen. John Payton
Senate Vice Chair



Rep. Jimmy Gazaway
House Chair
Rep. Richard Womack
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Piggott, 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 Piggott, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated August 23, 2024. These procedures were not performed for the Municipal Light, Water, and Sewer and Piggott Health System. 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: Bradley Scheffler
City Clerk: Nikki Blue
Treasurer: Jamie Cluck
Police Chief: Sam Poole

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 light gray rectangular background.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
August 23, 2024
LOM107523

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

Schedule 1

	General Fund	Special Revenue Funds	Debt Service Fund (Community Center Reserve)
	<u> </u>	<u> </u>	<u> </u>
Cash Balance, January 1, 2023	\$ 1,945,781	\$ 1,021,733	\$ 11,332
Receipts:			
State aid	113,297	342,187	
Federal aid	4,000		
Property taxes	195,127	58,432	
Franchise fees	100,494		
Sales taxes	1,417,954	65,237	
Fines, forfeitures, and costs	42,079	6,045	
Interest	41,510	12,473	222
Local permits and fees	9,907		
Rental income	40,377	31,033	
Donations	1,162		
Recreation fees	11,066		
Airport fees		7,430	
Contributions from municipal light, water, and sewer	681,300		
Other	39,377	21,100	
Transfers in			2,000
Total Receipts	<u>2,697,650</u>	<u>543,937</u>	<u>2,222</u>
Disbursements:			
General government	470,335		
Law enforcement	535,562	3,600	
Highways and streets	247,183	392,930	
Public safety	43,565	24,557	
Recreation and culture	183,695		
Community development		3,818	
Airport		9,393	
Wastewater		183,711	
Debt service	18,864		
Transfers out	2,000		
Contribution to hospital fund	521,893		
Contribution to municipal light, water, and sewer	52,844		
Total Disbursements	<u>2,075,941</u>	<u>618,009</u>	
Cash Balance, December 31, 2023	<u>\$ 2,567,490</u>	<u>\$ 947,661</u>	<u>\$ 13,554</u>

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

Schedule 2

	Street	Airport	Fire Equipment	District Court Automation	American Rescue Plan Act (ARPA)	Job Stimulus	Total
Cash Balance, January 1, 2023	\$ 258,058	\$ 247,248	\$ 109,396	\$ 4,538	\$ 312,688	\$ 89,805	\$ 1,021,733
Receipts:							
State aid	305,539		36,648				342,187
Property taxes	58,432						58,432
Sales taxes		26,095	39,142				65,237
Fines, forfeitures, and costs				6,045			6,045
Interest	4,026	4,459	2,088	112		1,788	12,473
Rental income						31,033	31,033
Airport fees		7,430					7,430
Other	16,690		4,410				21,100
Total Receipts	<u>384,687</u>	<u>37,984</u>	<u>82,288</u>	<u>6,157</u>		<u>32,821</u>	<u>543,937</u>
Disbursements:							
Law enforcement				3,600			3,600
Highways and streets	392,930						392,930
Public safety			24,557				24,557
Community development						3,818	3,818
Airport		9,393					9,393
Wastewater					183,711		183,711
Total Disbursements	<u>392,930</u>	<u>9,393</u>	<u>24,557</u>	<u>3,600</u>	<u>183,711</u>	<u>3,818</u>	<u>618,009</u>
Cash Balance, December 31, 2023	<u>\$ 249,815</u>	<u>\$ 275,839</u>	<u>\$ 167,127</u>	<u>\$ 7,095</u>	<u>\$ 128,977</u>	<u>\$ 118,808</u>	<u>\$ 947,661</u>

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

Schedule 3

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

2. The General Fund column on the Financial Schedules includes the following bank accounts:
 General and Parks and Recreation

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

	December 31, 2023
Police Bond and Fine	\$ 10,010
Accounts Payable	1,467
Payroll	805

These balances represent fines, forfeitures, and costs that have not been transferred to the appropriate entities and excess transfers due back to other City funds.

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

	December 31, 2023
Land	\$ 694,262
Buildings	6,250,318
Equipment	1,932,703
Total	\$ 8,877,283

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

	December 31, 2023
USDA loan payable	\$ 208,052