

# **City of Bono, Arkansas**

## **Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



CITY OF BONO, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

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

**Roger A. Norman, JD, CPA, CFE, CFF**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Bono, 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 Bono, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated April 25, 2023. 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 2022:

Mayor: Danny Shaw  
Treasurer: Kasandra Parrish  
City Clerk: Jennifer Carreiro  
Police Chief: Michael Parrish

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 that reads "Roger A. Norman".

Roger A. Norman, JD, CPA, CFE, CFF  
Legislative Auditor

Little Rock, Arkansas  
April 25, 2023  
LOM110822

CITY OF BONO, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2022	\$ 230,576	\$ 976,577
Receipts:		
State aid	35,938	214,415
Federal aid		257,317
Property taxes	65,790	32,142
Franchise fees	83,558	
Sales taxes	612,383	298,845
Fines, forfeitures, and costs	39,595	58,216
Interest	412	2,527
Local permits and fees	53,450	
Arkansas Rural Community Grant	15,000	
Sanitation fees		1,231
Payroll contribution - employee		38,970
Other	80,648	9,805
Transfers in		34,000
Total Receipts	<u>986,774</u>	<u>947,468</u>
Disbursements:		
General government	538,989	3,936
Law enforcement	404,695	105,753
Highways and streets	215	177,731
Public safety	24,654	
Sanitation		3,459
Recreation and culture	10,556	
Social services	29,219	
Contribution to water and sewer	1,000	68,583
Transfers out	34,000	
Total Disbursements	<u>1,043,328</u>	<u>359,462</u>
Cash Balance, December 31, 2022	<u>\$ 174,022</u>	<u>\$ 1,564,583</u>

CITY OF BONO, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 2

	Street	Police Equipment	Police Education	Local Police and Fire Retirement	Recycling	One Cent Sales Tax	Jail Fines	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 116,885	\$ 58,329	\$ 8,495	\$ 64,379	\$ 16,806	\$ 448,488	\$ 6,548	\$ 256,647	\$ 976,577
Receipts:									
State aid	207,985				6,430				214,415
Federal aid								257,317	257,317
Property taxes	32,142								32,142
Sales taxes						298,845			298,845
Fines, forfeitures, and costs		42,228	4,306				11,682		58,216
Interest	358	103	6	221	31	1,111	4	693	2,527
Sanitation fees					1,231				1,231
Payroll contribution - employee				38,970					38,970
Other	9,805								9,805
Transfers in	34,000								34,000
Total Receipts	284,290	42,331	4,312	39,191	7,692	299,956	11,686	258,010	947,468
Disbursements:									
General government						3,740		196	3,936
Law enforcement		50,953	6,986	33,366			14,448		105,753
Highways and streets	153,469					24,262			177,731
Sanitation					3,459				3,459
Contribution to water and sewer						68,583			68,583
Total Disbursements	153,469	50,953	6,986	33,366	3,459	96,585	14,448	196	359,462
Cash Balance, December 31, 2022	\$ 247,706	\$ 49,707	\$ 5,821	\$ 70,204	\$ 21,039	\$ 651,859	\$ 3,786	\$ 514,461	\$ 1,564,583

CITY OF BONO, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(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, Parks and Recreation, and Senior Citizen

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

	December 31, 2022
Payroll	\$ 23,913

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

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

	December 31, 2022
Land	\$ 280,012
Buildings	397,873
Equipment	979,946
Total	<u>\$ 1,657,831</u>

5. The City received federal funding in the following amount related to COVID-19 relief:

	December 31, 2022
American Rescue Plan Act (ARPA)	<u>\$ 257,317</u>