

**City of Pottsville, Arkansas**

**Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF POTTSVILLE, ARKANSAS  
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# Arkansas

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Pottsville, 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 Pottsville, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated March 21, 2024. 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: Randy Tankersley  
City Clerk/Treasurer: Holly Fowler  
District Court Clerk: Tabitha Vogt  
Police Chief: John Pritchard

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  
March 21, 2024  
LOM119122

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2022	\$ 175,262	\$ 829,999
Receipts:		
State aid	46,843	271,097
Federal aid		344,643
Property taxes		44,822
Franchise fees	129,378	
Sales taxes	1,055,825	202,525
Fines, forfeitures, and costs	258,852	61,769
Interest	16	234
Local permits and fees	12,867	18,245
Contributions from water	25,000	
Other	50,978	16,142
Transfers in	5,000	10,000
Total Receipts	<u>1,584,759</u>	<u>969,477</u>
Disbursements:		
General government	251,422	
Law enforcement	684,097	48,666
Highways and streets		317,908
Public safety	58,347	100,060
Recreation and culture	154,757	
Wastewater	358,880	219,541
Debt service	110,110	
Transfers out	10,000	5,000
Total Disbursements	<u>1,627,613</u>	<u>691,175</u>
Cash Balance, December 31, 2022	<u>\$ 132,408</u>	<u>\$ 1,108,301</u>

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

Schedule 2

	Street	Court Technology	Jail	Police Vehicle	Fire Department	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 93,693	\$ 11,467	\$ 120,631	\$ 65,149	\$ 317,994	\$ 221,065	\$ 829,999
Receipts:							
State aid	271,097						271,097
Federal aid						344,643	344,643
Property taxes	44,822						44,822
Sales taxes					202,525		202,525
Fines, forfeitures, and costs		7,531	39,824	14,414			61,769
Interest	14	1	12	7	200		234
Local permits and fees					18,245		18,245
Other	11,650			500	3,992		16,142
Transfers in	10,000						10,000
Total Receipts	<u>337,583</u>	<u>7,532</u>	<u>39,836</u>	<u>14,921</u>	<u>224,962</u>	<u>344,643</u>	<u>969,477</u>
Disbursements:							
Law enforcement		11,189	37,477				48,666
Highways and streets	317,908						317,908
Public safety					100,060		100,060
Wastewater						219,541	219,541
Transfers out					5,000		5,000
Total Disbursements	<u>317,908</u>	<u>11,189</u>	<u>37,477</u>		<u>105,060</u>	<u>219,541</u>	<u>691,175</u>
Cash Balance, December 31, 2022	<u>\$ 113,368</u>	<u>\$ 7,810</u>	<u>\$ 122,990</u>	<u>\$ 80,070</u>	<u>\$ 437,896</u>	<u>\$ 346,167</u>	<u>\$ 1,108,301</u>

CITY OF POTTSVILLE, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General Fund and Emergency Building Fund
3. Cash balance at year-end in the custodial fund is as follows:

	<u>December 31, 2022</u>
District Court	\$ 69,638

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:

	<u>December 31, 2022</u>
Land	\$ 380,168
Buildings	2,188,418
Equipment	<u>1,757,425</u>
Total	<u><u>\$ 4,326,011</u></u>

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

	<u>December 31, 2022</u>
Financed purchase	<u><u>\$ 195,663</u></u>

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

	<u>December 31, 2022</u>
American Rescue Plan Act (ARPA)	<u><u>\$ 344,643</u></u>