

City of Bay, Arkansas

Financial and Compliance Report

December 31, 2024



CITY OF BAY, 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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Senate Vice Chair



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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Bay, 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 Bay, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated August 7, 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 commentary contained in this section relates to the following officials who held office during 2024:

Mayor: Paul Keith
Clerk/Treasurer: Paula Martin
Police Chief: Keith Milam

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".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
August 7, 2025
LOM119824

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

Schedule 1

	General Fund	Special Revenue Fund (Street)
	<u> </u>	<u> </u>
Cash Balance, January 1, 2024	\$ 223,868	\$ 97,901
Receipts:		
State aid	59,943	154,265
Federal aid	7,400	
Property taxes	71,323	19,779
Franchise fees	91,989	
Sales taxes	688,011	
Fines, forfeitures, and costs	21,255	
Interest	4,686	2,666
Local permits and fees	6,506	
Sale of equipment		22,282
Reimbursement from Bay School District	59,156	
Other	29,491	99
Transfers in		12,007
Total Receipts	<u>1,039,760</u>	<u>211,098</u>
Disbursements:		
General government	365,034	
Law enforcement	483,353	
Highways and streets		188,512
Public safety	57,127	
Recreation and culture	13,900	
Water	136,250	
Debt service	14,675	15,536
Transfers out	12,007	
Total Disbursements	<u>1,082,346</u>	<u>204,048</u>
Cash Balance, December 31, 2024	<u>\$ 181,282</u>	<u>\$ 104,951</u>

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

Schedule 2

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 and Fire Department

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

	December 31, 2024
Payroll	\$ 6,824

This balance represents 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 and buildings	\$ 1,024,121
Vehicles and equipment	<u>1,203,828</u>
Total	<u><u>\$ 2,227,949</u></u>

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

	December 31, 2024
Financed purchases	<u><u>\$ 165,245</u></u>