

City of Black Rock, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF BLACK ROCK, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2023

Financial and Compliance Report

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Arkansas

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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Black Rock, 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 Black Rock, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated October 17, 2024. These procedures were not performed for the Water and Sewer Department. 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: Zach Wilson
Recorder/Treasurer: Darlene Schmidt
Police Chief: Brian Archer

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", with a stylized flourish at the end.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
October 17, 2024
LOM201223

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2023	\$ 183,841	\$ 214,884
Receipts:		
State aid	8,971	66,088
Property taxes	7,856	5,611
Franchise fees	2,559	24,568
Sales taxes	186,969	
Fines, forfeitures, and costs	53,409	15,878
Interest	493	201
Local permits and fees	8,713	11,845
Donations and fundraisers	34,496	12,996
Rental income	1,420	33,530
Other	6,840	1,869
Transfers in	27,000	33,096
Total Receipts	338,726	205,682
Disbursements:		
General government	260,700	
Law enforcement	104,237	15,602
Highways and streets		75,616
Public safety		16,595
Recreation and culture	18,063	74,329
Contribution to sewer department		51,452
Transfers out	33,096	27,000
Total Disbursements	416,096	260,594
Cash Balance, December 31, 2023	\$ 106,471	\$ 159,972

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

Schedule 2

	<u>Street</u>	<u>Jail</u>	<u>Fire Department</u>	<u>School</u>	<u>American Rescue Plan Act</u>	<u>Police Seizure</u>	<u>Total</u>
Cash Balance, January 1, 2023	\$ 39,925	\$ 50,315	\$ 55,891	\$ 1,715	\$ 67,038		\$ 214,884
Receipts:							
State aid	49,770		16,318				66,088
Property taxes	5,611						5,611
Franchise fees	24,568						24,568
Fines, forfeitures, and costs		11,080				\$ 4,798	15,878
Interest			177	18		6	201
Local permits and fees			11,845				11,845
Donations and fundraisers			6,474	6,522			12,996
Rental income				33,530			33,530
Other	1,150		100	619			1,869
Transfers in				33,096			33,096
Total Receipts	<u>81,099</u>	<u>11,080</u>	<u>34,914</u>	<u>73,785</u>		<u>4,804</u>	<u>205,682</u>
Disbursements:							
Law enforcement		15,602					15,602
Highways and streets	75,616						75,616
Public safety			16,595				16,595
Recreation and culture				74,329			74,329
Contribution to sewer department					51,452		51,452
Transfers out		27,000					27,000
Total Disbursements	<u>75,616</u>	<u>42,602</u>	<u>16,595</u>	<u>74,329</u>	<u>51,452</u>		<u>260,594</u>
Cash Balance, December 31, 2023	<u>\$ 45,408</u>	<u>\$ 18,793</u>	<u>\$ 74,210</u>	<u>\$ 1,171</u>	<u>\$ 15,586</u>	<u>\$ 4,804</u>	<u>\$ 159,972</u>

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

Schedule 3

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

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

	December 31, 2023
Land	\$ 76,425
Buildings	166,666
Equipment	<u>665,270</u>
Total	<u>\$ 908,361</u>