

City of Coal Hill, Arkansas

Financial and Compliance Report

December 31, 2023 and 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF COAL HILL, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Financial and Compliance Report	<u>Schedule</u>
2023	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2022	
Schedule of Financial Information (Unaudited)	3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	4
2023 and 2022	
Other Information (Unaudited)	5

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 Coal Hill, 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 Coal Hill, Arkansas, as of and for the years ended December 31, 2023 and 2022, and have issued our report thereon dated June 28, 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 and 2022:

Mayor: Ronnie Garner
Recorder/Treasurer: Kathy Bartlett
District Court Clerk: Laura Bryant
Police Chief: Bradley Kent

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
June 28, 2024
LOM203323

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

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2023	\$ 71,240	\$ 86,753
Receipts:		
State aid	26,709	69,173
Property taxes	32,179	9,720
Franchise fees	28,202	
Sales taxes	209,721	
Fines, forfeitures, and costs	26,840	
Interest	98	99
Local permits and fees	206	
Other	56,093	135
Transfers in		2,000
Total Receipts	<u>380,048</u>	<u>81,127</u>
Disbursements:		
General government	271,918	12,614
Law enforcement	65,098	
Highways and streets	15,000	114,617
Public safety	13,147	
Recreation and culture	7,640	
Debt service	24,785	9,671
Transfers out	2,000	
Total Disbursements	<u>399,588</u>	<u>136,902</u>
Cash Balance, December 31, 2023	<u>\$ 51,700</u>	<u>\$ 30,978</u>

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

Schedule 2

	<u>Street</u>	<u>American Rescue Plan Act (ARPA)</u>	<u>Total</u>
Cash Balance, January 1, 2023	\$ 17,396	\$ 69,357	\$ 86,753
Receipts:			
State aid	69,173		69,173
Property taxes	9,720		9,720
Interest	13	86	99
Other	135		135
Transfers in	2,000		2,000
Total Receipts	<u>81,041</u>	<u>86</u>	<u>81,127</u>
Disbursements:			
General government		12,614	12,614
Highways and streets	88,117	26,500	114,617
Debt service	9,671		9,671
Total Disbursements	<u>97,788</u>	<u>39,114</u>	<u>136,902</u>
Cash Balance, December 31, 2023	<u>\$ 649</u>	<u>\$ 30,329</u>	<u>\$ 30,978</u>

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

Schedule 3

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2022	\$ 54,771	\$ 81,778
Receipts:		
State aid	35,957	70,796
Federal aid		104,729
Property taxes	28,224	8,498
Franchise fees	27,428	
Sales taxes	207,153	
Fines, forfeitures, and costs	27,821	
Interest	66	71
Local permits and fees	313	
Other	12,519	58
Transfers in		10,000
Total Receipts	<u>339,481</u>	<u>194,152</u>
Disbursements:		
General government	249,743	50,320
Law enforcement	12,602	28,787
Highways and streets	11,198	90,070
Public safety	21,169	
Recreation and culture	1,350	
Debt service	16,950	20,000
Transfers out	10,000	
Total Disbursements	<u>323,012</u>	<u>189,177</u>
Cash Balance, December 31, 2022	<u>\$ 71,240</u>	<u>\$ 86,753</u>

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

Schedule 4

	<u>Street</u>	<u>American Rescue Plan Act (ARPA)</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 1,205	\$ 80,573	\$ 81,778
Receipts:			
State aid	70,796		70,796
Federal aid		104,729	104,729
Property taxes	8,498		8,498
Interest	15	56	71
Other	58		58
Transfers in	10,000		10,000
Total Receipts	<u>89,367</u>	<u>104,785</u>	<u>194,152</u>
Disbursements:			
General government		50,320	50,320
Law enforcement		28,787	28,787
Highways and streets	53,176	36,894	90,070
Debt service	20,000		20,000
Total Disbursements	<u>73,176</u>	<u>116,001</u>	<u>189,177</u>
Cash Balance, December 31, 2022	<u>\$ 17,396</u>	<u>\$ 69,357</u>	<u>\$ 86,753</u>

CITY OF COAL HILL, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
(UNAUDITED)

Schedule 5

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

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

	December 31, 2023	December 31, 2022
District Court	\$ 6,037	\$ 7,641

These balances represent fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2023	December 31, 2022
Land	\$ 39,114	\$ 39,114
Buildings	979,162	979,162
Equipment	564,238	485,260
Totals	\$ 1,582,514	\$ 1,503,536

4. Outstanding balances at year-end for long-term liabilities are as follows:

	December 31, 2023	December 31, 2022
Financed purchases	\$ 182,985	\$ 157,996

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 104,729