

**City of Gassville, Arkansas**

**Financial and Compliance Report**

**December 31, 2021**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



CITY OF GASSVILLE, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021

Financial and Compliance Report

	<u>Schedule</u>
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Combining Schedule of Financial Information – Pension Trust Funds (Unaudited)	3
Other Information (Unaudited)	4

# Arkansas

**Sen. Ronald Caldwell**  
Senate Chair  
**Sen. Gary Stubblefield**  
Senate Vice Chair



**Rep. Richard Womack**  
House Chair  
**Rep. Nelda Speaks**  
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 Gassville, 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 Gassville, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated September 28, 2022. 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 2021:

Mayor: Jeff Braim  
Recorder/Treasurer: Jeff Lewis  
District Court Clerk: Jessica Hall  
Police Chief/Marshal: Tim Mayfield

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 cursive script that reads "Roger A. Norman".

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

Little Rock, Arkansas  
September 28, 2022  
LOM206121

CITY OF GASSVILLE, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Pension Trust Funds
	<u>          </u>	<u>          </u>	<u>          </u>
Cash and Investments Balance, January 1, 2021	\$ 348,042	\$ 183,207	\$ 186,413
Receipts:			
State aid	49,916	173,155	2,522
Federal aid	2,550	223,549	
Property taxes	102,251	27,614	
Franchise fees	99,912		
Sales taxes	566,354	193,070	
Fines, forfeitures, and costs	37,927	5,482	
Interest and dividends	4,999	3,443	22,744
Local permits and fees	41,750		
Other	21,409	222	
Transfers in		48,901	18,360
Total Receipts	<u>927,068</u>	<u>675,436</u>	<u>43,626</u>
Disbursements:			
General government	197,690		
Law enforcement	317,380	25,241	
Highways and streets		301,651	
Public safety	129,613	7,271	23,003
Sanitation	689		
Recreation and culture	11,756	9,814	
Social services	1,416		
Debt service	19,711		
Transfers out	61,261	6,000	
Contribution to water and sewer		10,875	
Total Disbursements	<u>739,516</u>	<u>360,852</u>	<u>23,003</u>
Cash and Investments Balance, December 31, 2021	<u>\$ 535,594</u>	<u>\$ 497,791</u>	<u>\$ 207,036</u>

CITY OF GASSVILLE, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2021  
 (UNAUDITED)

Schedule 2

	Street	Street Capital Improvement Savings	Local Police and Fire Retirement (LOPFI)	Criminal Justice	Court Automation	Park	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	\$ 149,263	\$ 10,212	\$ 21	\$ 3,594	\$ 7,605	\$ 12,512		\$ 183,207
Receipts:								
State aid	173,155							173,155
Federal aid							\$ 223,549	223,549
Property taxes	27,614							27,614
Sales taxes	193,070							193,070
Fines, forfeitures, and costs				1,902	3,580			5,482
Interest	2,458	101				28	856	3,443
Other	222							222
Transfers in	12,532	6,000	30,269			100		48,901
Total Receipts	409,051	6,101	30,269	1,902	3,580	128	224,405	675,436
Disbursements:								
Law enforcement			22,998		2,243			25,241
Highways and streets	301,651							301,651
Public safety			7,271					7,271
Recreation and culture						9,814		9,814
Transfers out	6,000							6,000
Contribution to water and sewer							10,875	10,875
Total Disbursements	307,651		30,269		2,243	9,814	10,875	360,852
Cash Balance, December 31, 2021	\$ 250,663	\$ 16,313	\$ 21	\$ 5,496	\$ 8,942	\$ 2,826	\$ 213,530	\$ 497,791

CITY OF GASSVILLE, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - PENSION TRUST FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2021  
 (UNAUDITED)

Schedule 3

	Firemen's Pension and Relief	Denton Cemetery	Total
Cash and Investments Balance, January 1, 2021	\$ 184,329	\$ 2,084	\$ 186,413
Receipts:			
State aid	2,522		2,522
Interest and dividends	22,742	2	22,744
Transfers in	18,360		18,360
Total Receipts	<u>43,624</u>	<u>2</u>	<u>43,626</u>
Disbursements:			
Public safety	<u>23,003</u>		<u>23,003</u>
Cash and Investments Balance, December 31, 2021	<u><u>\$ 204,950</u></u>	<u><u>\$ 2,086</u></u>	<u><u>\$ 207,036</u></u>

CITY OF GASSVILLE, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Schedule 4

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.  
The cash and investments balance includes Firemen's Pension and Relief Fund investments in mutual funds of \$199,070 for the year ended December 31, 2021.

2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General, Cemetery, Police, Capital Improvement, and Fire Department

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

	December 31, 2021
District Court	\$ 18,692
Administration of Justice	10

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

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

	December 31, 2021
Land, Buildings, and Improvements	\$ 515,075
Equipment	1,104,414
Total	<u>\$ 1,619,489</u>

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

	December 31, 2021
Notes payable	<u>\$ 20,750</u>

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

	December 31, 2021
American Rescue Plan Act (ARPA)	<u>\$ 223,549</u>