

# **City of Greenland, Arkansas**

## **Financial and Compliance Report**

**December 31, 2020**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF GREENLAND, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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 – Capital Projects Funds (Unaudited)	3
Other Information (Unaudited)	4

# Arkansas

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Senate Vice Chair



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**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 Greenland, 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 Greenland, Arkansas, as of and for the year ended December 31, 2020, and have issued our report thereon dated May 11, 2022. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relate to the following officials who held office during 2020:

Mayor: Bill Groom  
Recorder/Treasurer: Misty McCard  
District Court Clerk: Tammy Shaffer  
Police Chief: Gary Ricker

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  
May 11, 2022  
LOM207120

CITY OF GREENLAND, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Debt Service Fund 2017 Sales and Use Tax Bond Fund	Capital Projects Funds
Cash Balance, January 1, 2020	\$ 1,118,824	\$ 69,179	\$ 156,775	\$ 579,584
Receipts:				
State aid	19,199	97,685		
Federal aid	51,265			
Property taxes	41,793	7,769		
Franchise fees	39,436			
Sales taxes	588,590		145,745	
Fines, forfeitures, and costs	123,041	14,055		
Interest	6,821	334	150	566
Local permits and fees	11,455			
Wastewater fees				7,629
Other	60,083	99		
Transfers in		26,788		
Total Receipts	941,683	146,730	145,895	8,195
Disbursements:				
General government	294,579			
Law enforcement	339,494	37,737		
Highways and streets		123,980		
Public safety	45,000			
Sanitation	4,821			
Recreation and culture	32,347			
Social services	4,942			
Wastewater				121,804
Debt service			85,393	
Transfers out	26,788			
Total Disbursements	747,971	161,717	85,393	121,804
Cash Balance, December 31, 2020	\$ 1,312,536	\$ 54,192	\$ 217,277	\$ 465,975

CITY OF GREENLAND, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2020  
 (UNAUDITED)

Schedule 2

	Street	Local Police and Fire Retirement (LOPFI)	Court Automation	Total
Cash Balance, January 1, 2020	\$ 57,549	\$ 1,120	\$ 10,510	\$ 69,179
Receipts:				
State aid	97,685			97,685
Property taxes	7,769			7,769
Fines, forfeitures, and costs		8,105	5,950	14,055
Interest	276	19	39	334
Other	21	78		99
Transfers in		26,788		26,788
Total Receipts	<u>105,751</u>	<u>34,990</u>	<u>5,989</u>	<u>146,730</u>
Disbursements:				
Law enforcement		32,075	5,662	37,737
Highways and streets	123,980			123,980
Total Disbursements	<u>123,980</u>	<u>32,075</u>	<u>5,662</u>	<u>161,717</u>
Cash Balance, December 31, 2020	<u>\$ 39,320</u>	<u>\$ 4,035</u>	<u>\$ 10,837</u>	<u>\$ 54,192</u>

CITY OF GREENLAND, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2020  
 (UNAUDITED)

Schedule 3

	<u>Sewer</u>	<u>Sewer Impact</u>	<u>Sewer Expansion</u>	<u>Total</u>
Cash Balance, January 1, 2020	\$ 39,647	\$ 5	\$ 539,932	\$ 579,584
Receipts:				
Interest	137		429	566
Wastewater fees	<u>7,629</u>			<u>7,629</u>
Total Receipts	<u>7,766</u>		<u>429</u>	<u>8,195</u>
Disbursements:				
Wastewater	<u>5,410</u>		<u>116,394</u>	<u>121,804</u>
Cash Balance, December 31, 2020	<u>\$ 42,003</u>	<u>\$ 5</u>	<u>\$ 423,967</u>	<u>\$ 465,975</u>

CITY OF GREENLAND, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(UNAUDITED)

Schedule 4

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General, Drug Task Force, Local Law Enforcement Block Grant, Library Building, and General Fund Reserve
3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2020
District Court Fund	\$ 14,512
Administration of Justice Fund	16

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, 2020
Land	\$ 839,268
Buildings	751,313
Equipment	407,509
Total	<u>\$ 1,998,090</u>

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

	December 31, 2020
Bonds payable	<u>\$ 1,150,000</u>

CITY OF GREENLAND, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(UNAUDITED)

Schedule 4

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

	December 31, 2020
Sales and Use Tax Bonds, Series 2017, dated October 12, 2017, in the amount of \$1,290,000, annual installments of \$40,000 to \$485,000 due on December 1, beginning in 2018 through 2032; 2.95% interest rate; payable from the 2017 Sales and Use Tax Bond Fund.	<u>\$ 1,150,000</u>

The City is obligated for the following amounts at December 31, 2020:

Years Ending December 31,	Bonds
2021	\$ 83,925
2022	87,450
2023	85,828
2024	84,205
2025	87,582
2026 through 2030	430,920
2031 through 2032	585,680
Total Obligations	<u>1,445,590</u>
Less Interest	<u>295,590</u>
Total Principal	<u>\$ 1,150,000</u>

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

	December 31, 2020
Coronavirus Aid, Relief and Economic Security Act (CARES)	<u>\$ 51,265</u>