

City of Greenland, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF GREENLAND, 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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Sen. John Payton
Senate Vice Chair



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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, 2023, and have issued our report thereon dated November 20, 2024. 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 2023:

Mayor: Jim Renfrow
Recorder/Treasurer: Misty McCard
District Court Clerk: Mary Norman
Police Chief: Craig Stout

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
November 20, 2024
LOM207123

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

Schedule 1

	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
Cash Balance, January 1, 2023	\$ 1,544,022	\$ 107,841	\$ 450,875	\$ 165,728
Receipts:				
State aid	35,153	102,325		
Federal aid	3,000			
Property taxes	61,131	11,526		
Franchise fees	44,696			
Sales taxes	719,472		202,079	
Fines, forfeitures, and costs	106,601	11,392		
Interest	27,207	1,625	17,379	930
Local permits and fees	26,181			
Wastewater fees			76,279	16,716
Other	75,986	725	10	10
Transfers in		69,942	7,008	
Total Receipts	<u>1,099,427</u>	<u>197,535</u>	<u>302,755</u>	<u>17,656</u>
Disbursements:				
General government	517,264			
Law enforcement	411,648	85,008		
Highways and streets		126,785		
Public safety	55,000			
Sanitation	4,367			
Recreation and culture	76,757			
Wastewater			10	139,374
Debt service			83,372	
Transfers out	69,942			7,008
Total Disbursements	<u>1,134,978</u>	<u>211,793</u>	<u>83,382</u>	<u>146,382</u>
Cash Balance, December 31, 2023	<u>\$ 1,508,471</u>	<u>\$ 93,583</u>	<u>\$ 670,248</u>	<u>\$ 37,002</u>

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

Schedule 2

	Street	Local Police and Fire Retirement (LOPFI)	Court Automation	Total
Cash Balance, January 1, 2023	\$ 85,218	\$ 5,906	\$ 16,717	\$ 107,841
Receipts:				
State aid	102,325			102,325
Property taxes	11,526			11,526
Fines, forfeitures, and costs		7,430	3,962	11,392
Interest	1,381	83	161	1,625
Other	50	675		725
Transfers in		69,942		69,942
Total Receipts	<u>115,282</u>	<u>78,130</u>	<u>4,123</u>	<u>197,535</u>
Disbursements:				
Law enforcement		74,554	10,454	85,008
Highways and streets	126,785			126,785
Total Disbursements	<u>126,785</u>	<u>74,554</u>	<u>10,454</u>	<u>211,793</u>
Cash Balance, December 31, 2023	<u>\$ 73,715</u>	<u>\$ 9,482</u>	<u>\$ 10,386</u>	<u>\$ 93,583</u>

CITY OF GREENLAND, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 3

	2017 Sales and Use Tax Bond Fund	Sewer Rehabilitation	Total
Cash Balance, January 1, 2023	\$ 343,421	\$ 107,454	\$ 450,875
Receipts:			
Sales taxes	202,079		202,079
Interest	15,332	2,047	17,379
Wastewater fees		76,279	76,279
Other		10	10
Transfers in		7,008	7,008
Total Receipts	<u>217,411</u>	<u>85,344</u>	<u>302,755</u>
Disbursements:			
Wastewater		10	10
Debt service	83,372		83,372
Total Disbursements	<u>83,372</u>	<u>10</u>	<u>83,382</u>
Cash Balance, December 31, 2023	<u>\$ 477,460</u>	<u>\$ 192,788</u>	<u>\$ 670,248</u>

CITY OF GREENLAND, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 4

	Sewer	Sewer Impact	Sewer Expansion	Sewer Rehabilitation	Total
Cash Balance, January 1, 2023	\$ 14,371	\$ 5	\$ 29,249	\$ 122,103	\$ 165,728
Receipts:					
Interest	211		375	344	930
Wastewater fees	16,716				16,716
Other				10	10
Total Receipts	<u>16,927</u>		<u>375</u>	<u>354</u>	<u>17,656</u>
Disbursements:					
Wastewater	5,995		25,000	108,379	139,374
Transfers out	7,008				7,008
Total Disbursements	<u>13,003</u>		<u>25,000</u>	<u>108,379</u>	<u>146,382</u>
Cash Balance, December 31, 2023	<u>\$ 18,295</u>	<u>\$ 5</u>	<u>\$ 4,624</u>	<u>\$ 14,078</u>	<u>\$ 37,002</u>

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

Schedule 5

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, 2023
District Court	\$ 9,322
Administration of Justice	24

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, 2023
Land	\$ 861,448
Buildings	751,313
Equipment	476,694
Total	\$ 2,089,455

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

	December 31, 2023
Bonds payable	\$ 906,596

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

Schedule 5

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

	December 31, 2023
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.	\$ 906,596

6. The City is obligated for the following amounts at December 31, 2023:

Years Ending December 31,	Bonds
2024	\$ 81,745
2025	85,122
2026	83,352
2027	81,582
2028	84,812
2029 through 2032	666,226
Total Obligations	1,082,839
Less Interest	176,243
Total Principal	\$ 906,596