

**City of Greenway, Arkansas**

**Financial and Compliance Report**

**December 31, 2023**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF GREENWAY, ARKANSAS  
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FOR THE YEAR ENDED DECEMBER 31, 2023

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# Arkansas

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Sen. John Payton  
Senate Vice Chair



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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 Greenway, 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 Greenway, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated November 14, 2024. These procedures were not performed for the Water and Sewer Fund. 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: Steve Faris  
Recorder/Treasurer: Julie Hicks

We evaluated the City's compliance with certain state laws concerning general accounting, budgeting, purchasing, and investing and depositing of public funds.

Noncompliance with state law and accepted accounting practices was noted in the office of the **Mayor**.

#### Mayor

1. General Fund expenditures exceeded budgeted appropriations by \$17,020 (47%), in noncompliance with Ark. Code Ann. § 14-58-203.
2. The City sold a police vehicle to a council member for \$10,000 without using a public or internet auction, as required by Ark. Code Ann. § 14-54-302.

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 14, 2024  
LOM207223

CITY OF GREENWAY, 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	\$ 54,161	\$ 29,114
Receipts:		
State aid	2,645	14,678
Property taxes	5,303	1,591
Franchise fees	10,227	
Sales taxes	31,663	
Fines, forfeitures, and costs	375	
Interest	230	
Sale of assets		10,000
Other	2,214	
Transfers in	7,362	
Total Receipts	60,019	26,269
Disbursements:		
General government	25,206	
Law enforcement		6
Highways and streets		11,887
Public safety	3,527	2,838
Sanitation	311	
Contribution to water department	20,817	
Debt service	3,566	10,628
Transfers out		7,362
Total Disbursements	53,427	32,721
Cash Balance, December 31, 2023	\$ 60,753	\$ 22,662

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

Schedule 2

	Street	Fire Equipment and Training	City Marshall	Total
Cash Balance, January 1, 2023	\$ 12,233	\$ 11,168	\$ 5,713	\$ 29,114
Receipts:				
State aid	14,678			14,678
Property taxes	1,591			1,591
Sale of assets			10,000	10,000
Total Receipts	<u>16,269</u>		<u>10,000</u>	<u>26,269</u>
Disbursements:				
Law enforcement			6	6
Highways and streets	11,887			11,887
Public safety		2,838		2,838
Debt service	2,283		8,345	10,628
Transfers out			7,362	7,362
Total Disbursements	<u>14,170</u>	<u>2,838</u>	<u>15,713</u>	<u>32,721</u>
Cash Balance, December 31, 2023	<u>\$ 14,332</u>	<u>\$ 8,330</u>	<u>\$ 0</u>	<u>\$ 22,662</u>

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

Schedule 3

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 and Fire Department

3. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2023
Citations	\$ 84

This balance reflects start up funds to open the account.

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

	December 31, 2023
Land	\$ 9,239
Buildings	33,021
Equipment	129,890
Total	\$ 172,150

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

	December 31, 2023
Financed purchases	\$ 189
Lines of credit	26,991
Total	\$ 27,180