

City of Kingsland, Arkansas

Financial and Compliance Report

December 31, 2023



CITY OF KINGSLAND, 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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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Kingsland, 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 Kingsland, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated December 26, 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 finding contained in this section relates to the following officials who held office during 2023:

Mayor: Sharon Crosby
Recorder/Treasurer: Vacant
Financial Administrator: Wendy James

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 were noted in the office of **Mayor**:

Mayor

General Fund expenditures exceeded budgeted appropriations by \$40,239 (57%), in noncompliance with Ark. Code Ann. § 14-58-203.

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
December 26, 2024
LOM210123

CITY OF KINGSLAND, 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 | \$ 241,052 | \$ 155,255 |
| Receipts: | | |
| State aid | 5,276 | 39,222 |
| Property taxes | 10,610 | 3,165 |
| Franchise fees | 17,082 | |
| Sales taxes | 66,343 | |
| Fire dues | 144 | |
| Donations and fundraisers | 2,010 | |
| Other | 1,423 | |
| Total Receipts | <u>102,888</u> | <u>42,387</u> |
| Disbursements: | | |
| General government | 49,016 | |
| Law enforcement | 10,002 | |
| Highways and streets | | 28,836 |
| Public safety | 9,537 | |
| Recreation and culture | 2,500 | |
| Contribution to water and sewer department | 40,000 | 12,375 |
| Total Disbursements | <u>111,055</u> | <u>41,211</u> |
| Cash Balance, December 31, 2023 | <u>\$ 232,885</u> | <u>\$ 156,431</u> |

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

Schedule 2

| | <u>Street</u> | <u>Act 833</u> | <u>American Rescue Plan Act</u> | <u>Total</u> |
|--|-------------------------|-------------------------|---|--------------------------|
| Cash Balance, January 1, 2023 | <u>\$ 56,843</u> | <u>\$ 23,540</u> | <u>\$ 74,872</u> | <u>\$ 155,255</u> |
| Receipts: | | | | |
| State aid | 29,272 | 9,950 | | 39,222 |
| Property taxes | <u>3,165</u> | | | <u>3,165</u> |
| Total Receipts | <u>32,437</u> | <u>9,950</u> | | <u>42,387</u> |
| Disbursements: | | | | |
| Highways and streets | 28,836 | | | 28,836 |
| Contribution to water and sewer department | | | 12,375 | 12,375 |
| Total Disbursements | <u>28,836</u> | | <u>12,375</u> | <u>41,211</u> |
| Cash Balance, December 31, 2023 | <u><u>\$ 60,444</u></u> | <u><u>\$ 33,490</u></u> | <u><u>\$ 62,497</u></u> | <u><u>\$ 156,431</u></u> |

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

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.
2. The General Fund column on the Financial Schedules includes the following bank accounts:
General and Christmas
3. The Municipality's capital assets records are summarized below:

| | December 31, 2023 |
|-----------|----------------------|
| Land | \$ 6,563 |
| Buildings | 104,284 |
| Equipment | 328,275 |
| Total | <u>\$ 439,122</u> |