

City of Marmaduke, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF MARMADUKE, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2022

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Senate Vice Chair



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House Chair
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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 Marmaduke, 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 Marmaduke, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated April 19, 2023. These procedures were not performed for the Water and Sewer Funds. 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 2022:

Mayor: Steve Dixon (resigned September, 30, 2022)
Betty Jackson (appointed October 5, 2022 – December 31, 2022)
Recorder/Treasurer: Betty Jackson
District Court Clerk: Veneta Hargrove
Police Chief: Scott Chambers

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
April 19, 2023
LOM212122

CITY OF MARMADUKE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2022	\$ 483,248	\$ 414,077
Receipts:		
State aid	312,872	111,755
Federal aid	42,210	129,591
Property taxes	45,256	9,838
Franchise fees	188,802	
Sales taxes	353,218	68,004
Fines, forfeitures, and costs	23,974	1,667
Interest	526	252
Local permits and fees	17,161	
Contributions from water and sewer department	48,000	
Fundraisers	3,870	
Rail spur usage fees		23,605
Donations	4,531	
Other	62,681	3,330
Total Receipts	<u>1,103,101</u>	<u>348,042</u>
Disbursements:		
General government	263,668	
Law enforcement	466,741	
Highways and streets	277,545	166,800
Public safety	118,112	6,334
Health		13,698
Recreation and culture	22,314	
Contributions to water and sewer departments	77,792	
Debt service	7,838	
Total Disbursements	<u>1,234,010</u>	<u>186,832</u>
Cash Balance, December 31, 2022	<u>\$ 352,339</u>	<u>\$ 575,287</u>

CITY OF MARMADUKE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022
 (UNAUDITED)

Schedule 2

	Street	American Rescue Plan Act	Fire Equipment and Training	Fine Enhancement	Drug Abuse Resistance Education	Rail Spur Improvement	Mosquito Spraying	Total
Cash Balance, January 1, 2022	\$ 102,318	\$ 129,620	\$ 6,582	\$ 3,614	\$ 227	\$ 146,927	\$ 24,789	\$ 414,077
Receipts:								
State aid	104,640		7,115					111,755
Federal aid		129,591						129,591
Property taxes	9,838							9,838
Sales taxes	50,004						18,000	68,004
Fines, forfeitures, and costs				1,667				1,667
Interest	91	161						252
Rail spur usage fees						23,605		23,605
Other	3,330							3,330
Total Receipts	167,903	129,752	7,115	1,667		23,605	18,000	348,042
Disbursements:								
Highways and streets	166,800							166,800
Public safety			6,334					6,334
Health							13,698	13,698
Total Disbursements	166,800		6,334				13,698	186,832
Cash Balance, December 31, 2022	\$ 103,421	\$ 259,372	\$ 7,363	\$ 5,281	\$ 227	\$ 170,532	\$ 29,091	\$ 575,287

CITY OF MARMADUKE, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(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, Youth Drug and Education, Police Department Auction, Fire Department Auction, Future Police Needs, Future Fire Needs, and Emergency
3. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2022
Police Bond and Fine	\$ 2,585

This balance represents 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, 2022
Land	\$ 13,000
Buildings	1,010,035
Equipment	1,695,494
Total	\$ 2,718,529

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

	December 31, 2022
Financed purchases	\$ 1,932

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 129,591