City of Marvell, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE

CITY OF MARVELL, ARKANSAS
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LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Marvell, 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 Marvell, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated July 31, 2026. 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 2024:

Mayor: Lee Guest
Recorder/Treasurer: Christy Davidson
District Court Clerk: Jennifer Williams
Police Chief: Bennie Daniels

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.

Noncompliance with state law and accepted accounting practices was noted in the offices of **Mayor**, **Recorder/Treasurer**, and **District Court Clerk**.

Mayor

The City has not obtained an audit or agreed-upon procedures report for the City's Water and Sewer Department since 2023, as required by Ark. Code Ann. § 14-234-119.

District Court Clerk

Balances remaining in the bank account were not properly identified with receipt numbers for cases not yet adjudicated and the payments on all unpaid individual time accounts, as required by Ark. Code Ann. § 16-10-209. A similar finding was noted in the previous two reports.

District Court Clerk and Recorder/Treasurer

Restricted Bond and Fine monies totaling $14,500 were improperly loaned to the General Fund. As of report date, $10,000 was reimbursed.

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

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
July 31, 2026
LOM212324

CITY OF MARVELL, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2024	$ 34,556	$ 32,501
Receipts:		
State aid	12,715	111,763
Property taxes	47,867	14,147
Franchise fees	79,871	
Sales taxes	512,301	
Fines, forfeitures, and costs	66,011	1,692
Interest	72	12
Local permits and fees	4,760	
Employer contributions		32,073
Rent	22,680	
Sanitation fee's	62,520	
Other	31,560	
Transfers in	8,000	37,200
Total Receipts	848,357	196,887
Disbursements:		
General government	168,540	
Law enforcement	545,709	22,354
Highways and streets		109,631
Public safety	16,793	9,641
Sanitation	71,387	
Health	974	
Recreation and culture	4,305	
Debt service		32,681
Transfers out	37,200	8,000
Unclassified		7,237
Total Disbursements	844,908	189,544
Cash Balance, December 31, 2024	$ 38,005	$ 39,844

CITY OF MARVELL, ARKANSAS
COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 2

	Street	Criminal Justice	Local Police and Fire Retirement	Fire Equipment and Training Act 833	Total
Cash Balance, January 1, 2024	$ 9,801	$ 758	$ 1,350	$ 20,592	$ 32,501
Receipts:					
State aid	70,307			41,456	111,763
Property taxes	14,147				14,147
Fines, forfeitures, and costs		1,692			1,692
Interest	7	2	3		12
Employer contributions			32,073		32,073
Transfers in	37,200				37,200
Total Receipts	121,661	1,694	32,076	41,456	196,887
Disbursements:					
Law enforcement			22,354		22,354
Highways and streets	109,631				109,631
Public safety			5,707	3,934	9,641
Debt service				32,681	32,681
Transfers out	8,000				8,000
Unclassified	7,237				7,237
Total Disbursements	124,868		28,061	36,615	189,544
Cash Balance, December 31, 2024	$ 6,594	$ 2,452	$ 5,365	$ 25,433	$ 39,844

CITY OF MARVELL, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(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, Medical Clinic, Infrastructure, and Sanitation.

3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2024
Police Bond and Fine	$ 144
Administration of Justice	49

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, 2024
Land	$ 78,450
Buildings	401,096
Equipment	686,802
Total	$ 1,166,348

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

	December 31, 2024
Financed purchases	$ 14,821