

# **City of Norfolk, Arkansas**

## **Financial and Compliance Report**

**December 31, 2021**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF NORFORK, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021

Financial and Compliance Report

	<u>Schedule</u>
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Other Information (Unaudited)	3

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**Roger A. Norman, JD, CPA, CFE, CFF**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Norfolk, 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 Norfolk, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated September 27, 2022. 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 commentary contained in this section relates to the following officials who held office during 2021:

Mayor: Lisa Harrison  
Recorder/Treasurer: Christi Dobson  
District Court Clerk: Chrissy Cook  
Police Chief: Dempsy Thompson

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  
September 27, 2022  
LOM214021

CITY OF NORFORK, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2021	\$ 109,587	\$ 196,710
Receipts:		
State aid	8,179	41,198
Federal aid		55,525
Property taxes	57,204	35,234
Franchise fees	32,916	
Sales taxes	197,546	
Fines, forfeitures, and costs	13,260	
Interest		429
Local permits and fees	1,810	
Other	714	
Total Receipts	<u>311,629</u>	<u>132,386</u>
Disbursements:		
General government	186,740	
Law enforcement	23,737	
Highways and streets		52,251
Recreation and culture	12,389	
Debt service	3,281	1,685
Contribution to water	66,711	
Total Disbursements	<u>292,858</u>	<u>53,936</u>
Cash Balance, December 31, 2021	<u>\$ 128,358</u>	<u>\$ 275,160</u>

CITY OF NORFORK, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2021  
 (UNAUDITED)

Schedule 2

	Street	Horace Mann	American Rescue Plan Act (ARPA)	Total
Cash Balance, January 1, 2021	\$ 191,182	\$ 5,528		\$ 196,710
Receipts:				
State aid	41,198			41,198
Federal aid			\$ 55,525	55,525
Property taxes	35,234			35,234
Interest	429			429
Total Receipts	<u>76,861</u>		<u>55,525</u>	<u>132,386</u>
Disbursements:				
Highways and streets	52,251			52,251
Debt service	1,685			1,685
Total Disbursements	<u>53,936</u>			<u>53,936</u>
Cash Balance, December 31, 2021	<u>\$ 214,107</u>	<u>\$ 5,528</u>	<u>\$ 55,525</u>	<u>\$ 275,160</u>

CITY OF NORFORK, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.

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

	December 31, 2021
District Court	<u>\$ 6,496</u>

This balance represents fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2021
Land	\$ 1,853,000
Buildings	11,702
Equipment	<u>488,605</u>
Total	<u>\$ 2,353,307</u>

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

	December 31, 2021
American Rescue Plan Act (ARPA)	<u>\$ 55,525</u>