

City of Patterson, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



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

Financial and Compliance Report

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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Patterson, 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 Patterson, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated October 19, 2023. These procedures were not performed for the Water and Sewer Department. 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: John Leonard
Recorder/Treasurer: Peggy King
Police Chief: Jay Atkins

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

Handwritten signature of Roger A. Norman in cursive.

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

Little Rock, Arkansas
October 19, 2023
LOM215022

CITY OF PATTERSON, 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	\$ 272,346	\$ 99,632
Receipts:		
State aid	20,126	26,764
Federal aid		51,955
Property taxes	10,843	2,167
Franchise fees	19,857	
Sales taxes	61,593	
Fines, forfeitures, and costs	65,482	
Interest	2,099	105
Local permits and fees	388	
Donations	750	
Contribution from water department	15,449	
Sanitation fees	38,497	
Other	8,700	
Total Receipts	<u>243,784</u>	<u>80,991</u>
Disbursements:		
General government	130,145	22,282
Law enforcement	21,414	11,551
Highways and streets		25,921
Public safety	38,452	
Sanitation	40,335	
Recreation and culture	920	
Debt service	725	
Total Disbursements	<u>231,991</u>	<u>59,754</u>
Cash Balance, December 31, 2022	<u>\$ 284,139</u>	<u>\$ 120,869</u>

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

Schedule 2

	<u>Street</u>	<u>Police Grant</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 59,028	\$ 100	\$ 40,504	\$ 99,632
Receipts:				
State aid	26,764			26,764
Federal aid		11,451	40,504	51,955
Property taxes	2,167			2,167
Interest	105			105
Total Receipts	<u>29,036</u>	<u>11,451</u>	<u>40,504</u>	<u>80,991</u>
Disbursements:				
General government			22,282	22,282
Law enforcement		11,551		11,551
Highways and streets	25,921			25,921
Total Disbursements	<u>25,921</u>	<u>11,551</u>	<u>22,282</u>	<u>59,754</u>
Cash Balance, December 31, 2022	<u>\$ 62,143</u>	<u>\$ 0</u>	<u>\$ 58,726</u>	<u>\$ 120,869</u>

CITY OF PATTERSON, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2022
 (UNAUDITED)

Schedule 3

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

	December 31, 2022
Land	\$ 34,294
Buildings	432,258
Equipment	549,013
Total	\$ 1,015,565

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 40,504