

# **City of Perryville, Arkansas**

## **Financial and Compliance Report**

**December 31, 2021**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF PERRYVILLE, ARKANSAS  
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FOR THE YEAR ENDED DECEMBER 31, 2021

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# Arkansas

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Senate Chair  
**Sen. Gary Stubblefield**  
Senate Vice Chair



**Rep. Richard Womack**  
House Chair  
**Rep. Nelda Speaks**  
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 Perryville, 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 Perryville, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated April 26, 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 finding contained in this section relates to the following officials who held office during 2021:

Mayor: John Roland  
Recorder/Treasurer: Wendy Smithpeters  
Police Chief: Rusty Quinn

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 office of the **Mayor**.

#### **Mayor**

The minutes of the governing body did not document the review of the prior report at the first regularly scheduled meeting following receipt of the report, as required by Ark. Code Ann. § 10-4-418.

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 26, 2022  
LOM215321

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

Schedule 1

	General Fund	Special Revenue Funds	Debt Service Funds
Cash Balance, January 1, 2021	\$ 80,589	\$ 260,846	\$ 25,139
Receipts:			
State aid	23,497	171,162	
Federal aid	153,586		
Property taxes	138,502	27,074	
Franchise fees			114,273
Sales taxes	396,338	40,586	
Fines, forfeitures, and costs	20,368		
Interest	468	993	287
Local permits and fees	2,885		
Rental income	40,060	1,325	
Reimbursement law enforcement	93,038		
Other	18,810	10,743	
Transfers in		38,100	31,283
Total Receipts	<u>887,552</u>	<u>289,983</u>	<u>145,843</u>
Disbursements:			
General government	172,181		20
Law enforcement	420,874	110	
Highways and streets		192,060	
Public safety		59,125	
Recreation and culture		67,866	
Sales taxes remitted to water department	162,346		
Debt service			27,031
Transfers out	40,100		29,283
Total Disbursements	<u>795,501</u>	<u>319,161</u>	<u>56,334</u>
Cash Balance, December 31, 2021	<u>\$ 172,640</u>	<u>\$ 231,668</u>	<u>\$ 114,648</u>

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

Schedule 2

	Street	Fire Department Equipment (Act 833)	Parks and Recreation	Civic Center	Prisoner Housing	Drug	Goat Festival	Total
Cash Balance, January 1, 2021	\$ 177,056	\$ 29,058	\$ 1,046	\$ 50,000	\$ 2,907	\$ 779		\$ 260,846
Receipts:								
State aid	118,599	7,798	44,765					171,162
Property taxes	27,074							27,074
Sales taxes		40,586						40,586
Interest	809	81	83		13	7		993
Rental income			1,325					1,325
Other	2,519	4,500	2,000				\$ 1,724	10,743
Transfers in			37,000			1,000	100	38,100
Total Receipts	149,001	52,965	85,173		13	1,007	1,824	289,983
Disbursements:								
Law enforcement						110		110
Highways and streets	192,060							192,060
Public safety		59,125						59,125
Recreation and culture			67,542				324	67,866
Total Disbursements	192,060	59,125	67,542			110	324	319,161
Cash Balance, December 31, 2021	\$ 133,997	\$ 22,898	\$ 18,677	\$ 50,000	\$ 2,920	\$ 1,676	\$ 1,500	\$ 231,668

CITY OF PERRYVILLE, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2021  
 (UNAUDITED)

Schedule 3

	Capital Improvement Revenue Bond	Franchise Fee	Total
Cash Balance, January 1, 2021	\$ 5	\$ 25,134	\$ 25,139
Receipts:			
Franchise fees		114,273	114,273
Interest	14	273	287
Transfers in	31,283		31,283
Total Receipts	<u>31,297</u>	<u>114,546</u>	<u>145,843</u>
Disbursements:			
General government	20		20
Debt service	27,031		27,031
Transfers out		29,283	29,283
Total Disbursements	<u>27,051</u>	<u>29,283</u>	<u>56,334</u>
Cash Balance, December 31, 2021	<u>\$ 4,251</u>	<u>\$ 110,397</u>	<u>\$ 114,648</u>

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

Schedule 4

1. Cash balances on the Financial Schedules include demand accounts.

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

	December 31, 2021
Land	\$ 160,098
Buildings	527,346
Equipment	637,061
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Total	\$ 1,324,505
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3. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2021
Bonds payable	\$ 149,859
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4. Outstanding balances at year-end for long-term liabilities are as follows:

Capital Improvement Revenue Bonds, dated April 24, 2018, in the amount of \$220,000, for the purpose of financing costs of acquiring, constructing and equipping new fire facilities, due in monthly installments of \$2,253, with interest rate of 4.2878%, from May 20, 2018 through April 20, 2028. Franchise fees are pledged for the repayment of the bonds. Payments are to be made from the Capital Improvement Revenue Bond Fund.

December 31, 2021
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\$ 149,859
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CITY OF PERRYVILLE, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Schedule 4

5. The City is obligated for the following amounts at December 31, 2021:

Years Ending December 31,	Bonds
2022	\$ 27,031
2023	27,031
2024	27,031
2025	27,031
2026	27,031
2027 through 2028	36,041
Total Obligations	171,196
Less Interest	21,337
Total Principal	<u>\$ 149,859</u>

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

	December 31, 2021
American Rescue Plan Act (ARPA)	<u>\$ 151,036</u>