

City of Plumerville, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF PLUMERVILLE, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2023

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Arkansas

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Senate Chair
Sen. John Payton
Senate Vice Chair



Rep. Jimmy Gazaway
House Chair
Rep. Richard Womack
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Plumerville, 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 Plumerville, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated August 12, 2024. 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 2023:

Mayor: Patsy Johnson
Recorder/Treasurer: Lee Anne Edwards (appointed November 3, 2023)
Andrea Holland (resigned November 3, 2023)
District Court Clerk: Doris Neeley
Police Chief/Marshal: Thomas Nevels (hired March 28, 2023)
Vacant (February 22, 2023 – March 27, 2023)
Overtis Roberts (resigned February 21, 2023)

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 **Mayor**.

Mayor

An annual audit or agreed-upon procedures report has not been obtained and submitted to Arkansas Legislative Audit for the City's Water and Sewer Department for the years 2022, 2021, 2020, and 2019, as required by Ark. Code Ann. § 14-234-119.

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 black ink, appearing to read "Kevin White".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
August 12, 2024
LOM215523

CITY OF PLUMERVILLE, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 1

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash Balance, January 1, 2023	\$ 493,913	\$ 170,138
Receipts:		
State aid	11,160	61,918
Property taxes	19,206	22,229
Franchise fees	31,869	
Sales taxes	280,960	45,646
Fines, forfeitures, and costs	47,253	1,125
Interest	4,717	119
Sale of assets	4,550	
Insurance proceeds	7,975	
Other	8,542	805
Transfers in		36,075
Total Receipts	<u>416,232</u>	<u>167,917</u>
Disbursements:		
General government	122,927	
Law enforcement	170,886	3,000
Highways and streets		99,490
Public safety		35,874
Wastewater		7,098
Debt service		4,137
Transfers out	36,075	
Total Disbursements	<u>329,888</u>	<u>149,599</u>
Cash Balance, December 31, 2023	<u>\$ 580,257</u>	<u>\$ 188,456</u>

CITY OF PLUMERVILLE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 2

	Street	Fire Department	Jail	Police Special	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 57,885	\$ 86,628	\$ 18,145	\$ 382	\$ 7,098	\$ 170,138
Receipts:						
State aid	61,918					61,918
Property taxes	15,901	6,328				22,229
Sales taxes		45,646				45,646
Fines, forfeitures, and costs			1,125			1,125
Interest	111	8				119
Other	805					805
Transfers in	36,075					36,075
Total Receipts	<u>114,810</u>	<u>51,982</u>	<u>1,125</u>			<u>167,917</u>
Disbursements:						
Law enforcement			3,000			3,000
Highways and streets	99,490					99,490
Public safety		35,874				35,874
Wastewater					7,098	7,098
Debt service	4,137					4,137
Total Disbursements	<u>103,627</u>	<u>35,874</u>	<u>3,000</u>		<u>7,098</u>	<u>149,599</u>
Cash Balance, December 31, 2023	<u>\$ 69,068</u>	<u>\$ 102,736</u>	<u>\$ 16,270</u>	<u>\$ 382</u>	<u>\$ 0</u>	<u>\$ 188,456</u>

CITY OF PLUMERVILLE, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (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, Police, and Special Fees
3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2023
Police Bond and Fine	\$ 9,655
Administration of Justice	101

These balances represent fines, forfeitures, costs, and a change drawer that have not been transferred to the appropriate entities.

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

	December 31, 2023
Land	\$ 82,000
Buildings	246,583
Equipment	662,377
Total	\$ 990,960

5. Outstanding balances at year-end for long-term liabilities are as follows:

	December 31, 2023
Financed purchase	\$ 11,724