

City of Quitman, Arkansas

Financial and Compliance Report

December 31, 2024



CITY OF QUITMAN, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2024

Financial and Compliance Report

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Arkansas



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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Quitman, 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 Quitman, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated May 19, 2025. These procedures were not performed for the Water and Sewer Department Funds. 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 2024:

Mayor: Todd Henry
Recorder: Pam Bennett
Treasurer: Sherry Davis
District Court Clerk: Alex Brantley
Police Chief/Marshal: Charles Shaw

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 black ink, appearing to read "Kevin White", written over a horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
May 19, 2025
LOM216024

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

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2024	\$ 698,358	\$ 735,706
Receipts:		
State aid	41,860	57,068
Property taxes	43,789	3,602
Franchise fees	61,557	
Sales taxes	424,411	139,934
Fines, forfeitures, and costs	77,804	10,640
Interest	47,561	42,037
Local permits and fees	20,020	240
Royalties	2,396	
Festival income		4,047
Repayment of economic development loans		29,291
Other	198,188	2,297
Transfers in	10,497	53,118
Total Receipts	<u>928,083</u>	<u>342,274</u>
Disbursements:		
General government	301,443	
Law enforcement	398,316	64,548
Highways and streets		59,302
Public safety	52,054	
Recreation and culture		144,773
Economic development		1,612
Contribution to sewer department	33,100	
Transfers out	53,118	10,497
Total Disbursements	<u>838,031</u>	<u>280,732</u>
Cash Balance, December 31, 2024	<u>\$ 788,410</u>	<u>\$ 797,248</u>

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

Schedule 2

	Street	Police	Court Automation	Parks and Festival	Economic Development	Total
Cash Balance, January 1, 2024	\$ 223,323	\$ 21,234	\$ 26,323	\$ 318,088	\$ 146,738	\$ 735,706
Receipts:						
State aid	57,068					57,068
Property taxes	3,602					3,602
Sales taxes				139,934		139,934
Fines, forfeitures, and costs		9,302	1,338			10,640
Interest	12,942	1,433	1,527	17,665	8,470	42,037
Local permits and fees		240				240
Festival income				4,047		4,047
Repayment of economic development loans					29,291	29,291
Other		1,036		1,261		2,297
Transfers in		53,000		118		53,118
Total Receipts	<u>73,612</u>	<u>65,011</u>	<u>2,865</u>	<u>163,025</u>	<u>37,761</u>	<u>342,274</u>
Disbursements:						
Law enforcement		64,548				64,548
Highways and streets	59,302					59,302
Recreation and culture				144,773		144,773
Economic development					1,612	1,612
Transfers out					10,497	10,497
Total Disbursements	<u>59,302</u>	<u>64,548</u>		<u>144,773</u>	<u>12,109</u>	<u>280,732</u>
Cash Balance, December 31, 2024	<u>\$ 237,633</u>	<u>\$ 21,697</u>	<u>\$ 29,188</u>	<u>\$ 336,340</u>	<u>\$ 172,390</u>	<u>\$ 797,248</u>

CITY OF QUITMAN, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2024
 (UNAUDITED)

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, Fire Department, Emergency, and Community Center
3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2024
District Court	\$ 20,880
Payroll	15,400

These balances represent fines, forfeitures, and costs and payroll taxes that have not been transferred to the appropriate entities.

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

	December 31, 2024
Land	\$ 188,790
Buildings	1,422,492
Equipment	659,724
Total	\$ 2,271,006

5. The City loaned economic development funds of \$120,000 in 2013, \$89,500 in 2020, \$10,000 in 2021, \$45,000 in 2022, and \$40,000 in 2023 to local area businesses. The outstanding balances of the loans at December 31, 2024, were \$106,236.