

City of Yellville, Arkansas

Financial and Compliance Report

December 31, 2023 and 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF YELLVILLE, ARKANSAS
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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Financial and Compliance Report

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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Yellville, 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 Yellville, Arkansas, as of and for the years ended December 31, 2023 and 2022, and have issued our report thereon dated November 25, 2024. These procedures were not performed for the Water and Sewer 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 2023 and 2022:

Mayor: Shawn Lane
Recorder/Treasurer: Melissa Dorsey
District Court Clerk: Jackie Story

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".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
November 25, 2024
LOM220423

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

Schedule 1

	General Fund	Special Revenue Funds	Pension Trust Funds
Cash and Investments Balance, January 1, 2023	\$ 455,656	\$ 452,341	\$ 726,191
Receipts:			
State aid	17,910	174,372	3,311
Property taxes	81,424	24,290	16,075
Franchise fees	90,420		
Sales taxes	456,352	483,659	
Fines, forfeitures, and costs	13,827	1,929	
Interest	2,310	1,403	30,255
Local permits and fees	22,067		
Donations		10,235	
Rental income		4,566	
Contribution from water department	2,400		
Gain on sale of investments			305
Other	9,919	26,168	114
Transfers in		50,900	
Total Receipts	<u>696,629</u>	<u>777,522</u>	<u>50,060</u>
Disbursements:			
General government	272,787		355
Law enforcement	142,825	1,475	
Highways and streets		577,979	
Public safety	36,826		57,343
Recreation and culture		135,494	
Cemetery		400	
Sales taxes collected and remitted to water	193,463		
Transfers out	20,000	30,900	
Loss on sale of investments			19,659
Total Disbursements	<u>665,901</u>	<u>746,248</u>	<u>77,357</u>
Cash and Investments Balance, December 31, 2023	<u>\$ 486,384</u>	<u>\$ 483,615</u>	<u>\$ 698,894</u>

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

Schedule 2

	<u>Street</u>	<u>Local Police & Fire Retirement (LOPFI)</u>	<u>Cemetery Perpetual Care</u>	<u>Park</u>	<u>Youth Sports</u>	<u>Park Donations</u>
Cash Balance, January 1, 2023	\$ 123,707	\$ 32,201	\$ 12,223	\$ 19,321	\$ 2,230	\$ 5,952
Receipts:						
State aid	174,372					
Property taxes	24,290					
Sales taxes	386,927			96,732		
Fines, forfeitures, and costs						
Interest	85	540	474	178	108	
Donations					10,200	35
Rental income				4,566		
Other	11,377		2,100	1,570	11,121	
Transfers in			2,500		10,000	13,600
Total Receipts	<u>597,051</u>	<u>540</u>	<u>5,074</u>	<u>103,046</u>	<u>31,429</u>	<u>13,635</u>
Disbursements:						
Law enforcement						
Highways and streets	577,979					
Recreation and culture				84,682	31,591	12,648
Cemetery			400			
Transfers out				25,900		5,000
Total Disbursements	<u>577,979</u>		<u>400</u>	<u>110,582</u>	<u>31,591</u>	<u>17,648</u>
Cash Balance, December 31, 2023	<u>\$ 142,779</u>	<u>\$ 32,741</u>	<u>\$ 16,897</u>	<u>\$ 11,785</u>	<u>\$ 2,068</u>	<u>\$ 1,939</u>

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

Schedule 2

	<u>Splash Pad</u>	<u>Old City Dump</u>	<u>Yellville Depot</u>	<u>Court Automation</u>	<u>American Rescue Plan Act (ARPA)</u>	<u>Total</u>
Cash Balance, January 1, 2023		\$ 3,979	\$ 5,567	\$ 7,660	\$ 239,501	\$ 452,341
Receipts:						
State aid						174,372
Property taxes						24,290
Sales taxes						483,659
Fines, forfeitures, and costs				1,929		1,929
Interest		4	14			1,403
Donations						10,235
Rental income						4,566
Other						26,168
Transfers in	\$ 11,800		13,000			50,900
Total Receipts	<u>11,800</u>	<u>4</u>	<u>13,014</u>	<u>1,929</u>		<u>777,522</u>
Disbursements:						
Law enforcement				1,475		1,475
Highways and streets						577,979
Recreation and culture	6,450		123			135,494
Cemetery						400
Transfers out						30,900
Total Disbursements	<u>6,450</u>		<u>123</u>	<u>1,475</u>		<u>746,248</u>
Cash Balance, December 31, 2023	<u>\$ 5,350</u>	<u>\$ 3,983</u>	<u>\$ 18,458</u>	<u>\$ 8,114</u>	<u>\$ 239,501</u>	<u>\$ 483,615</u>

CITY OF YELLVILLE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - PENSION TRUST FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 3

	<u>Fireman's Pension</u>	<u>Layton Cemetery Trust</u>	<u>Total</u>
Cash and Investments Balance, January 1, 2023	\$ 658,067	\$ 68,124	\$ 726,191
Receipts:			
State aid	3,311		3,311
Property taxes	16,075		16,075
Interest	26,562	3,693	30,255
Gain on sale of investments		305	305
Other	114		114
Total Receipts	<u>46,062</u>	<u>3,998</u>	<u>50,060</u>
Disbursements:			
General government		355	355
Public safety	57,343		57,343
Loss on sale of investments	19,659		19,659
Total Disbursements	<u>77,002</u>	<u>355</u>	<u>77,357</u>
Cash and Investments Balance, December 31, 2023	<u>\$ 627,127</u>	<u>\$ 71,767</u>	<u>\$ 698,894</u>

CITY OF YELLVILLE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

Schedule 4

	General Fund	Special Revenue Funds	Pension Trust Funds
Cash and Investments Balance, January 1, 2022	\$ 446,272	\$ 412,466	\$ 737,937
Receipts:			
State aid	17,574	101,705	3,231
Federal aid		119,750	
Property taxes	79,844	24,228	16,017
Franchise fees	84,904		
Sales taxes	437,117	456,260	
Fines, forfeitures, and costs	13,901	1,513	
Interest	234	205	39,928
Local permits and fees	28,844		
Donations		8,350	
Rental income		7,723	
Contribution from water department	2,400		
Other	13,485	19,167	802
Transfers in		18,900	
Total Receipts	<u>678,303</u>	<u>757,801</u>	<u>59,978</u>
Disbursements:			
General government	223,092		277
Law enforcement	150,456		
Highways and streets		572,820	
Public safety	107,000		57,940
Recreation and culture	5,867	124,506	
Cemetery		1,700	
Sales taxes collected and remitted to water	182,504		
Transfers out		18,900	
Loss on sale of investments			13,507
Total Disbursements	<u>668,919</u>	<u>717,926</u>	<u>71,724</u>
Cash and Investments Balance, December 31, 2022	<u>\$ 455,656</u>	<u>\$ 452,341</u>	<u>\$ 726,191</u>

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

Schedule 5

	<u>Street</u>	<u>Local Police & Fire Retirement (LOPFI)</u>	<u>Cemetery Perpetual Care</u>	<u>Park</u>	<u>Youth Sports</u>	<u>Park Donations</u>
Cash Balance, January 1, 2022	\$ 203,532	\$ 32,125	\$ 4,905	\$ 15,643	\$ 6,028	\$ 15,895
Receipts:						
State aid	101,705					
Federal aid						
Property taxes	24,228					
Sales taxes	365,008			91,252		
Fines, forfeitures, and costs						
Interest	87	76	18	13	4	
Donations					8,050	300
Rental income				4,723		
Other	1,967		9,000		8,200	
Transfers in						15,900
Total Receipts	<u>492,995</u>	<u>76</u>	<u>9,018</u>	<u>95,988</u>	<u>16,254</u>	<u>16,200</u>
Disbursements:						
Highways and streets	572,820					
Recreation and culture				73,410	20,052	26,143
Cemetery			1,700			
Transfers out				18,900		
Total Disbursements	<u>572,820</u>		<u>1,700</u>	<u>92,310</u>	<u>20,052</u>	<u>26,143</u>
Cash Balance, December 31, 2022	<u>\$ 123,707</u>	<u>\$ 32,201</u>	<u>\$ 12,223</u>	<u>\$ 19,321</u>	<u>\$ 2,230</u>	<u>\$ 5,952</u>

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

Schedule 5

	<u>Old City Dump</u>	<u>Yellville Depot</u>	<u>Court Automation</u>	<u>American Rescue Plan Act (ARPA)</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 3,975	\$ 4,465	\$ 6,147	\$ 119,751	\$ 412,466
Receipts:					
State aid					101,705
Federal aid				119,750	119,750
Property taxes					24,228
Sales taxes					456,260
Fines, forfeitures, and costs			1,513		1,513
Interest	4	3			205
Donations					8,350
Rental income		3,000			7,723
Other					19,167
Transfers in		3,000			18,900
Total Receipts	<u>4</u>	<u>6,003</u>	<u>1,513</u>	<u>119,750</u>	<u>757,801</u>
Disbursements:					
Highways and streets					572,820
Recreation and culture		4,901			124,506
Cemetery					1,700
Transfers out					18,900
Total Disbursements		<u>4,901</u>			<u>717,926</u>
Cash Balance, December 31, 2022	<u>\$ 3,979</u>	<u>\$ 5,567</u>	<u>\$ 7,660</u>	<u>\$ 239,501</u>	<u>\$ 452,341</u>

CITY OF YELLVILLE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - PENSION TRUST FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022
 (UNAUDITED)

Schedule 6

	Fireman's Pension	Layton Cemetery Trust	Total
Cash and Investments Balance, January 1, 2022	\$ 672,173	\$ 65,764	\$ 737,937
Receipts:			
State aid	3,231		3,231
Property taxes	16,017		16,017
Interest	37,291	2,637	39,928
Other	802		802
Total Receipts	<u>57,341</u>	<u>2,637</u>	<u>59,978</u>
Disbursements:			
General government		277	277
Public safety	57,940		57,940
Loss on sale of investments	13,507		13,507
Total Disbursements	<u>71,447</u>	<u>277</u>	<u>71,724</u>
Cash and Investments Balance, December 31, 2022	<u>\$ 658,067</u>	<u>\$ 68,124</u>	<u>\$ 726,191</u>

CITY OF YELLVILLE, ARKANSAS
 OTHER INFORMATION
 FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
 (UNAUDITED)

Schedule 7

1. Cash and investments balances on the Financial Schedules include demand and savings accounts and certificates of deposit, as well as investments in bond and equity funds held by an investment manager.
2. The General Fund column on the Financial Schedules includes the following bank accounts:
 General, Metro Vehicle, Fire Department, Animal Control, and Technology

3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2023	December 31, 2022
District Court	\$ 2,816	\$ 5,798
Payroll	4,445	4,420

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, 2023	December 31, 2022
Land	\$ 135,249	\$ 135,249
Buildings & Improvements	522,340	522,096
Vehicles & Equipment	2,165,447	2,246,440
Totals	\$ 2,823,036	\$ 2,903,785

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 119,750