

**Town of Amagon, Arkansas**

**Financial and Compliance Report**

**December 31, 2021**

LEGISLATIVE JOINT AUDITING COMMITTEE

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FOR THE YEAR ENDED DECEMBER 31, 2021

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# Arkansas

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**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

Town of Amagon, 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 Town of Amagon, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated September 26, 2022. These procedures were not performed for the Sewer Fund. Management of the Town is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relate to the following officials who held office during 2021:

Mayor: Daniel Riley  
Recorder: Genette Brumley  
Treasurer: Vacant

We evaluated the Town's compliance with certain state laws concerning general 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**

Invoices and supporting documentation were not provided for tested disbursements of \$796 (16%), in noncompliance with Ark. Code Ann. § 14-59-105.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local Town 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  
September 26, 2022  
LOM300621

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

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2021	\$ 9,869	\$ 8,253
Receipts:		
State aid	1,510	7,496
Federal aid		9,323
Property taxes	2,620	539
Franchise fees	4,074	
Sales taxes	12,694	
Interest	14	8
Local permits and fees	5,248	
Other	612	
Total Receipts	<u>26,772</u>	<u>17,366</u>
Disbursements:		
General government	27,089	
Highways and streets		4,967
Total Disbursements	<u>27,089</u>	<u>4,967</u>
Cash Balance, December 31, 2021	<u>\$ 9,552</u>	<u>\$ 20,652</u>

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

Schedule 2

	Street	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	\$ 8,253		\$ 8,253
Receipts:			
State aid	7,496		7,496
Federal aid		\$ 9,323	9,323
Property taxes	539		539
Interest	8		8
Total Receipts	8,043	9,323	17,366
Disbursements:			
Highways and streets	4,967		4,967
Cash Balance, December 31, 2021	\$ 11,329	\$ 9,323	\$ 20,652

TOWN OF AMAGON, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Schedule 3

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 and Payroll Liability
3. The Municipality's capital assets records are summarized below:

	December 31, 2021
	<u>                    </u>
Land and Building	\$ 247,100
Equipment	<u>49,158</u>
Total	<u><u>\$ 296,258</u></u>

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

	December 31, 2021
	<u>                    </u>
American Rescue Plan Act (ARPA)	<u><u>\$ 9,323</u></u>