

**Town of Bergman, Arkansas**

**Financial and Compliance Report**

**December 31, 2025 and 2024**

LEGISLATIVE JOINT AUDITING COMMITTEE

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# Arkansas

**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair



**Rep. Robin Lundstrum**  
House Chair  
**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

Town of Bergman, 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 Bergman, Arkansas, as of and for the years ended December 31, 2025 and 2024, and have issued our report thereon dated August 17, 2026. These procedures were not performed for the Water Department. Management of the Town 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 2025 and 2024:

Mayor: Danny Farmer  
Recorder/Treasurer: Donia Cook  
Police Chief: Mike Moore (hired August 18, 2025)  
Freddie Starnes (January 2024 through July 2025)

We evaluated the Town'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 was noted in the office of **Mayor**.

#### **Mayor**

The Town sold two police vehicles to employees of the Town for \$3,000 and \$500, without using a public or internet auction, as required by Ark. Code Ann. § 14-54-302.

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

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
August 17, 2026  
LOM301825

TOWN OF BERGMAN, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2025  
(UNAUDITED)

Schedule 1

|                                 | General<br>Fund   | Special<br>Revenue<br>Fund (Street) |
|---------------------------------|-------------------|-------------------------------------|
| Cash Balance, January 1, 2025   | \$ 394,039        | \$ 59,032                           |
| Receipts:                       |                   |                                     |
| State aid                       | 90,742            | 35,997                              |
| Property taxes                  | 11,352            | 2,759                               |
| Franchise fees                  | 16,904            |                                     |
| Sales taxes                     | 103,651           |                                     |
| Fines, forfeitures, and costs   | 4,857             |                                     |
| Interest                        | 4,750             | 85                                  |
| Local permits and fees          | 3,894             |                                     |
| Other                           | 500               |                                     |
| Total Receipts                  | <u>236,650</u>    | <u>38,841</u>                       |
| Disbursements:                  |                   |                                     |
| General government              | 433,868           |                                     |
| Law enforcement                 | 40,831            |                                     |
| Highways and streets            |                   | 43,157                              |
| Total Disbursements             | <u>474,699</u>    | <u>43,157</u>                       |
| Cash Balance, December 31, 2025 | <u>\$ 155,990</u> | <u>\$ 54,716</u>                    |

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

Schedule 2

|                                 | General<br>Fund   | Special<br>Revenue<br>Fund (Street) |
|---------------------------------|-------------------|-------------------------------------|
| Cash Balance, January 1, 2024   | \$ 332,535        | \$ 43,070                           |
| Receipts:                       |                   |                                     |
| State aid                       | 20,404            | 35,030                              |
| Property taxes                  | 10,385            | 2,766                               |
| Franchise fees                  | 14,933            |                                     |
| Sales taxes                     | 99,431            |                                     |
| Fines, forfeitures, and costs   | 2,037             |                                     |
| Interest                        | 6,976             | 82                                  |
| Local permits and fees          | 6,350             |                                     |
| Other                           | 5,155             | 9,658                               |
| Total Receipts                  | <u>165,671</u>    | <u>47,536</u>                       |
| Disbursements:                  |                   |                                     |
| General government              | 68,852            |                                     |
| Law enforcement                 | 35,315            |                                     |
| Highways and streets            |                   | 31,574                              |
| Total Disbursements             | <u>104,167</u>    | <u>31,574</u>                       |
| Cash Balance, December 31, 2024 | <u>\$ 394,039</u> | <u>\$ 59,032</u>                    |

TOWN OF BERGMAN, ARKANSAS  
OTHER INFORMATION  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.

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

|              | December 31,<br>2025 | December 31,<br>2024 |
|--------------|----------------------|----------------------|
| Land         | \$ 7,048             | \$ 7,048             |
| Buildings    | 399,044              | 61,661               |
| Improvements | 274,529              | 264,679              |
| Equipment    | 164,127              | 160,820              |
| Totals       | <u>\$ 844,748</u>    | <u>\$ 494,208</u>    |