

Town of Edmondson, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF EDMONDSON, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2022

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Arkansas

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Senate Vice Chair



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House Chair
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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 Edmondson, 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 Edmondson, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated October 9, 2023. These procedures were not performed for the Sewer 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 2022:

Mayor: Ira Ewing
Recorder/Treasurer: Hayward Shaw, Jr.

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

A budget was not adopted by ordinance or resolution, in noncompliance with Ark. Code Ann. § 14-58-202.

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

Handwritten signature of Roger A. Norman in cursive script.

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
October 9, 2023
LOM305222

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

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2022	\$ 24,767	\$ 144,717
Receipts:		
State aid	3,687	20,980
Federal aid		40,504
Property taxes	7,515	725
Franchise fees	8,689	
Sales taxes	27,199	
Interest		3
Local permits and fees		290
Sanitation fees	3,327	
Rental income	14,600	22,375
Southland breakage and gaming tax		379
Other	6,403	991
Transfers in		106
Total Receipts	<u>71,420</u>	<u>86,353</u>
Disbursements:		
General government	81,918	67,458
Highways and streets		12,996
Public safety	54	7,083
Sanitation	1,398	15,000
Debt service		8,000
Transfers out	106	
Contribution to water department	140	
Total Disbursements	<u>83,616</u>	<u>110,537</u>
Cash Balance, December 31, 2022	<u>\$ 12,571</u>	<u>\$ 120,533</u>

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

Schedule 2

	Street	Fire	Weaver Manor	Act 833 Fire Equipment and Training	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 48,959	\$ 2,536	\$ 10,598	\$ 46,553	\$ 36,071	\$ 144,717
Receipts:						
State aid	20,980					20,980
Federal aid					40,504	40,504
Property taxes	725					725
Interest					3	3
Local permits and fees		290				290
Rental income			22,375			22,375
Southland breakage and gaming tax		379				379
Other	26	800	165			991
Transfers in					106	106
Total Receipts	<u>21,731</u>	<u>1,469</u>	<u>22,540</u>		<u>40,613</u>	<u>86,353</u>
Disbursements:						
General government			18,955		48,503	67,458
Highways and streets	12,996					12,996
Public safety		496		6,587		7,083
Sanitation					15,000	15,000
Debt service			8,000			8,000
Total Disbursements	<u>12,996</u>	<u>496</u>	<u>26,955</u>	<u>6,587</u>	<u>63,503</u>	<u>110,537</u>
Cash Balance, December 31, 2022	<u>\$ 57,694</u>	<u>\$ 3,509</u>	<u>\$ 6,183</u>	<u>\$ 39,966</u>	<u>\$ 13,181</u>	<u>\$ 120,533</u>

TOWN OF EDMONDSON, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2022
 (UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.

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

	December 31, 2022
Land	\$ 19,634
Buildings	1,000,000
Equipment	371,503
Total	\$ 1,391,137

3. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2022
Financed purchase	\$ 231,600

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 40,504