

Town of Edmondson, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF EDMONDSON, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Financial and Compliance Report

	<u>Schedule</u>
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Other Information (Unaudited)	3

Arkansas

Sen. David Wallace
Senate Chair
Sen. John Payton
Senate Vice Chair



Rep. Jimmy Gazaway
House Chair
Rep. Richard Womack
House Vice Chair

Kevin William White, CPA, JD
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, 2023, and have issued our report thereon dated October 7, 2024. 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 findings contained in this section relate to the following officials who held office during 2023:

Mayor: Sidney Prackett
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 **Recorder/Treasurer**.

Recorder/Treasurer

Bank accounts for General, Weaver Manor, and American Rescue Plan Act Funds were not properly reconciled, in noncompliance with Ark. Code Ann. § 14-59-108.

The cash receipts and disbursements journals for the General and American Rescue Plan Act Funds were not properly posted and classified, in noncompliance with Ark. Code. Ann §§ 14-59-110, 111.

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".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
October 7, 2024
LOM305223

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

Schedule 1

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash Balance, January 1, 2023	\$ 12,571	\$ 120,533
Receipts:		
State aid	3,750	20,499
Property taxes	7,318	935
Franchise fees	10,571	
Sales taxes	29,448	
Interest		1
Local permits and fees	70	240
Rental income	18,617	27,092
Southland breakage and gaming tax		347
Sanitation fees	5,306	
Other	1,215	1,197
Transfers in		8,000
Unclassified	211	
Total Receipts	<u>76,506</u>	<u>58,311</u>
Disbursements:		
General government	74,038	28,208
Highways and streets		34,801
Public safety	56	13,251
Sanitation	4,195	1,125
Debt service		8,000
Transfers out		8,000
Unclassified	1,344	
Total Disbursements	<u>79,633</u>	<u>93,385</u>
Cash Balance, December 31, 2023	<u>\$ 9,444</u>	<u>\$ 85,459</u>

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

Schedule 2

	Street	Fire	Weaver Manor	Act 833 Fire Equipment And Training	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 57,694	\$ 3,509	\$ 6,183	\$ 39,966	\$ 13,181	\$ 120,533
Receipts:						
State aid	20,499					20,499
Property taxes	935					935
Interest					1	1
Local permits and fees		240				240
Rental income			27,092			27,092
Southland breakage and gaming tax		347				347
Other	1,046	151				1,197
Transfers in			8,000			8,000
Total Receipts	<u>22,480</u>	<u>738</u>	<u>35,092</u>		<u>1</u>	<u>58,311</u>
Disbursements:						
General government			18,208		10,000	28,208
Highways and streets	34,801					34,801
Public safety		438		12,813		13,251
Sanitation	1,125					1,125
Debt service			8,000			8,000
Transfers out	8,000					8,000
Total Disbursements	<u>43,926</u>	<u>438</u>	<u>26,208</u>	<u>12,813</u>	<u>10,000</u>	<u>93,385</u>
Cash Balance, December 31, 2023	<u>\$ 36,248</u>	<u>\$ 3,809</u>	<u>\$ 15,067</u>	<u>\$ 27,153</u>	<u>\$ 3,182</u>	<u>\$ 85,459</u>

TOWN OF EDMONDSON, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023
(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:

	<u>December 31, 2023</u>
Land	\$ 19,634
Buildings	1,000,000
Equipment	<u>378,352</u>
Total	<u>\$ 1,397,986</u>

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

	<u>December 31, 2023</u>
Financed purchase	<u>\$ 223,600</u>