

Town of Mount Vernon, Arkansas

Financial and Compliance Report

December 31, 2021 and 2020

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF MOUNT VERNON, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

Financial and Compliance Report

	<u>Schedule</u>
2021	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2020	
Schedule of Financial Information (Unaudited)	3
2021 and 2020	
Other Information (Unaudited)	4

Arkansas

Sen. Ronald Caldwell
Senate Chair
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 Mount Vernon, 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 Mount Vernon, Arkansas, as of and for the years ended December 31, 2021 and 2020, and have issued our report thereon dated October 18, 2022. 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 2021 and 2020:

Mayor: Jonathon Hawkins
Recorder/Treasurer: Sherry Beeson

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

The Recorder/Treasurer did not submit to the council a monthly financial report, as required by Ark. Code Ann. § 14-59-115.

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
October 18, 2022
LOM311321

TOWN OF MOUNT VERNON, 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	\$ 26,712	\$ 45,032
Receipts:		
State aid	2,396	11,932
Federal aid		15,395
Property taxes	3,223	1,960
Franchise fees	8,468	
Sales taxes	15,199	
Interest	24	
Other		33
Total Receipts	<u>29,310</u>	<u>29,320</u>
Disbursements:		
General government	17,005	3,750
Highways and streets		6,480
Recreation and culture	5,272	5,187
Total Disbursements	<u>22,277</u>	<u>15,417</u>
Cash Balance, December 31, 2021	<u>\$ 33,745</u>	<u>\$ 58,935</u>

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

Schedule 2

	Street Fund	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	\$ 45,032		45,032
Receipts:			
State aid	11,932		11,932
Federal aid		\$ 15,395	15,395
Property taxes	1,960		1,960
Other	33		33
Total Receipts	13,925	15,395	29,320
Disbursements:			
General government		3,750	3,750
Highways and streets	6,480		6,480
Recreation and culture		5,187	5,187
Total Disbursements	6,480	8,937	15,417
Cash Balance, December 31, 2021	\$ 52,477	\$ 6,458	\$ 58,935

TOWN OF MOUNT VERNON, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2020
(UNAUDITED)

Schedule 3

	General Fund	Street Fund
Cash Balance, January 1, 2020	\$ 19,572	\$ 39,893
Receipts:		
State aid	2,151	10,946
Property taxes	2,508	1,491
Franchise fees	9,016	
Sales taxes	13,402	
Interest	25	44
Other	500	
Total Receipts	<u>27,602</u>	<u>12,481</u>
Disbursements:		
General government	14,344	
Highways and streets		7,342
Recreation and culture	6,118	
Total Disbursements	<u>20,462</u>	<u>7,342</u>
Cash Balance, December 31, 2020	<u>\$ 26,712</u>	<u>\$ 45,032</u>

TOWN OF MOUNT VERNON, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020
(UNAUDITED)

Schedule 4

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

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

	December 31, 2021	December 31, 2020
	<u> </u>	<u> </u>
Land	\$ 6,945	\$ 6,945
Buildings	25,885	25,885
Equipment	<u>21,118</u>	<u>21,118</u>
Totals	<u><u>\$ 53,948</u></u>	<u><u>\$ 53,948</u></u>

3. 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>\$ 15,395</u></u>