

Town of Oak Grove, Arkansas

Financial and Compliance Report

December 31, 2024 and 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF OAK GROVE, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

Financial and Compliance Report

	<u>Schedule</u>
2024	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2023	
Schedule of Financial Information (Unaudited)	3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	4
2024 and 2023	
Other Information (Unaudited)	5

Arkansas

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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 Oak Grove, 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 Oak Grove, Arkansas, as of and for the years ended December 31, 2024 and 2023, and have issued our report thereon dated June 3, 2025. 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 2024 and 2023:

Mayor: Robert Fairweather
Recorder/Treasurer: Stephanie Shepherd

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 and accepted accounting practices was noted in the office of the **Mayor**.

Mayor

In 2024, General Fund disbursements exceeded the budgeted appropriations by \$11,790 (20%) and in 2023, Street Fund disbursements exceeded the budgeted appropriations by \$18,628 (52%), in noncompliance with Ark. Code Ann. § 14-58-203.

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 light blue horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
June 3, 2025
LOM311724

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

Schedule 1

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash Balance, January 1, 2024	\$ 110,697	\$ 246,707
Receipts:		
State aid	5,740	55,907
Property taxes	26,630	5,058
Sales taxes	16,812	
Interest	81	3,085
Local permits and fees	28,596	
Donations		5,072
Other	863	15,858
Total Receipts	<u>78,722</u>	<u>84,980</u>
Disbursements:		
General government	40,563	
Highways and streets		46,541
Public safety	28,765	52,037
Total Disbursements	<u>69,328</u>	<u>98,578</u>
Cash Balance, December 31, 2024	<u>\$ 120,091</u>	<u>\$ 233,109</u>

TOWN OF OAK GROVE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024
 (UNAUDITED)

Schedule 2

	<u>Street</u>	<u>Local Police and Fire Retirement (LOPFI)</u>	<u>Fire Equipment and Training (Act 833)</u>	<u>Total</u>
Cash Balance, January 1, 2024	\$ 187,065	\$ 27,112	\$ 32,530	\$ 246,707
Receipts:				
State aid	31,741		24,166	55,907
Property taxes	5,058			5,058
Interest	2,863	212	10	3,085
Donations	5,072			5,072
Other	15,858			15,858
Total Receipts	<u>60,592</u>	<u>212</u>	<u>24,176</u>	<u>84,980</u>
Disbursements:				
Highways and streets	46,541			46,541
Public safety		1,392	50,645	52,037
Total Disbursements	<u>46,541</u>	<u>1,392</u>	<u>50,645</u>	<u>98,578</u>
Cash Balance, December 31, 2024	<u>\$ 201,116</u>	<u>\$ 25,932</u>	<u>\$ 6,061</u>	<u>\$ 233,109</u>

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

Schedule 3

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2023	\$ 108,883	\$ 351,910
Receipts:		
State aid	5,869	22,365
Property taxes	15,075	4,092
Sales taxes	15,907	32,562
Interest	68	1,452
Local permits and fees	23,050	
Donations	2,078	125
Other	6,759	
Total Receipts	68,806	60,596
Disbursements:		
General government	48,536	81,832
Highways and streets		54,448
Public safety	18,456	29,519
Total Disbursements	66,992	165,799
Cash Balance, December 31, 2023	\$ 110,697	\$ 246,707

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

Schedule 4

	Street	Local Police and Fire Retirement (LOPFI)	Fire Equipment and Training (Act 833)	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 203,425	\$ 28,379	\$ 38,274	\$ 81,832	\$ 351,910
Receipts:					
State aid			22,365		22,365
Property taxes	4,092				4,092
Sales taxes	32,562				32,562
Interest	1,309	129	14		1,452
Donations	125				125
Total Receipts	<u>38,088</u>	<u>129</u>	<u>22,379</u>		<u>60,596</u>
Disbursements:					
General government				81,832	81,832
Highways and streets	54,448				54,448
Public safety		1,396	28,123		29,519
Total Disbursements	<u>54,448</u>	<u>1,396</u>	<u>28,123</u>	<u>81,832</u>	<u>165,799</u>
Cash Balance, December 31, 2023	<u>\$ 187,065</u>	<u>\$ 27,112</u>	<u>\$ 32,530</u>	<u>\$ 0</u>	<u>\$ 246,707</u>

TOWN OF OAK GROVE, ARKANSAS
 OTHER INFORMATION
 FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
 (UNAUDITED)

Schedule 5

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

2. The General Fund column on the Financial Schedules includes the following bank accounts:
 General and Fire Department

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

	December 31, 2024	December 31, 2023	December 31, 2022
Land	\$ 12,000	\$ 12,000	\$ 12,000
Buildings	357,410	357,410	357,410
Equipment	58,500	58,500	58,500
Totals	\$ 427,910	\$ 427,910	\$ 427,910