

City of Calion, Arkansas

Financial and Compliance Report

December 31, 2018

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF CALION, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

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. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair

Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Calion, 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 City of Calion, Arkansas, as of and for the year ended December 31, 2018, and have issued our report thereon dated June 5, 2019. These procedures were not performed for the Water and Sewer Systems. Management of the City 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 2018:

Mayor: Karen Evans
Recorder: Mary Martin
Treasurer: Frances Hicks

We evaluated the City'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 **Mayor**.

The City paid the Treasurer \$1,200 for janitorial services without an authorizing ordinance, as required by Ark. Code Ann. § 14-42-107.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local City 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.

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

Little Rock, Arkansas
June 5, 2019
LOM202118

CITY OF CALION, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2018
 (UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2018	\$ 292,432	\$ 172,214
Receipts:		
State aid	7,825	53,745
Property taxes	27,191	6,066
Franchise fees	122	14,626
Sales taxes	101,145	93,647
Fines, forfeitures, and costs	2,474	
Interest	466	194
Other	13,567	1,275
Total Receipts	<u>152,790</u>	<u>169,553</u>
Disbursements:		
General government	123,445	
Law enforcement	417	
Highways and streets		51,973
Public safety	957	16,220
Sanitation		114,897
Contributions to water and sewer	20,000	
Total Disbursements	<u>144,819</u>	<u>183,090</u>
Cash Balance, December 31, 2018	<u>\$ 300,403</u>	<u>\$ 158,677</u>

CITY OF CALION, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2018
 (UNAUDITED)

Schedule 2

	Street	Sanitation	Fire Equipment and Training (ACT 833)	Total
Cash Balance, January 1, 2018	\$ 33,789	\$ 135,970	\$ 2,455	\$ 172,214
Receipts:				
State aid	34,600		19,145	53,745
Property taxes	6,066			6,066
Franchise fees	14,626			14,626
Sales taxes		93,647		93,647
Interest	37	157		194
Other		1,275		1,275
Total Receipts	<u>55,329</u>	<u>95,079</u>	<u>19,145</u>	<u>169,553</u>
Disbursements:				
Highways and streets	51,973			51,973
Public safety			16,220	16,220
Sanitation		114,897		114,897
Total Disbursements	<u>51,973</u>	<u>114,897</u>	<u>16,220</u>	<u>183,090</u>
Cash Balance, December 31, 2018	<u>\$ 37,145</u>	<u>\$ 116,152</u>	<u>\$ 5,380</u>	<u>\$ 158,677</u>

CITY OF CALION, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2018
(UNAUDITED)

Schedule 3

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

2. The General Fund column on the Financial Schedules includes the following bank accounts:
General Fund, General Money Market, Police Money Market, and Fire Money Market

3. The Municipality's fixed asset records are summarized below:

	December 31, 2018
Land	\$ 55,165
Buildings	371,089
Equipment	900,781
	<hr/>
Total	\$ 1,327,035