

**Town of Bauxite, Arkansas**

**Financial and Compliance Report**

**December 31, 2018**

LEGISLATIVE JOINT AUDITING COMMITTEE

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TOWN OF BAUXITE, ARKANSAS  
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FOR THE YEAR ENDED DECEMBER 31, 2018

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# Arkansas



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**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

Town of Bauxite, 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 Bauxite, Arkansas, as of and for the year ended December 31, 2018, and have issued our report thereon dated July 10, 2019. These procedures were not performed for the Water and 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 2018:

Mayor: Bill Russell  
Recorder/Treasurer: Becky Mitchell  
District Court Clerk: Lindsey Dinwiddie  
Police Chief/Marshal: Jamie Barlow

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 **Recorder/Treasurer**.

#### **Recorder/Treasurer**

State aid for highway funds from previous years of \$14,362 was not transferred from the General Fund to the Street Fund, in noncompliance with Ark. Code Ann. § 14-59-104. The Town is currently paying \$100 per month until the amount is paid in full.

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.

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

Little Rock, Arkansas  
July 10, 2019  
LOM301318

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2018	\$ 29,842	\$ 221,297
Receipts:		
State aid	7,714	57,292
Federal aid	555	
Property taxes	38,038	13,403
Franchise fees	36,961	
Sales taxes	53,803	107,605
Fines, forfeitures, and costs	111,848	4,270
Interest	137	1,185
Local permits and fees	3,986	
Contributions from water department	6,000	
Contributions from county		640
Sale of equipment		2,500
Other	8,777	861
Transfers in	55	1,200
Total Receipts	267,874	188,956
Disbursements:		
General government	100,725	
Law enforcement	166,669	
Highways and streets		143,731
Public safety		56,750
Recreation and culture		285
Contributions to water department	7,000	
Debt service	1,446	22,341
Transfers out	1,200	55
Total Disbursements	277,040	223,162
Cash Balance, December 31, 2018	\$ 20,676	\$ 187,091

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

Schedule 2

	Street	Fire Protection Act 833	Fire Department	Public Safety	Court Automation	Parks	Total
Cash Balance, January 1, 2018	\$ 99,625	\$ 11,409	\$ 100,168	\$ 41	\$ 7,615	\$ 2,439	\$ 221,297
Receipts:							
State aid	34,109	23,183					57,292
Property taxes	13,403						13,403
Sales taxes	53,803		53,802				107,605
Fines, forfeitures, and costs					4,270		4,270
Interest	447	39	640		57	2	1,185
Contributions from county			640				640
Sale of equipment			2,500				2,500
Other	265		596				861
Transfers in	1,200						1,200
Total Receipts	<u>103,227</u>	<u>23,222</u>	<u>58,178</u>		<u>4,327</u>	<u>2</u>	<u>188,956</u>
Disbursements:							
Highways and streets	143,731						143,731
Public safety			56,750				56,750
Recreation and culture						285	285
Debt service		22,341					22,341
Transfers out					55		55
Total Disbursements	<u>143,731</u>	<u>22,341</u>	<u>56,750</u>		<u>55</u>	<u>285</u>	<u>223,162</u>
Cash Balance, December 31, 2018	<u>\$ 59,121</u>	<u>\$ 12,290</u>	<u>\$ 101,596</u>	<u>\$ 41</u>	<u>\$ 11,887</u>	<u>\$ 2,156</u>	<u>\$ 187,091</u>

TOWN OF BAUXITE, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2018  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General and Police General
3. Cash balances at year-end in the agency funds are as follows:

	December 31, 2018
District Court Fund	\$ 31,184
Payroll Fund	119

These balances represent fines, forfeitures, and costs and payroll taxes that have not been transferred to the appropriate entities.

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

	December 31, 2018
Land	\$ 89,000
Buildings	502,000
Equipment	745,780
Total	\$ 1,336,780

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

	December 31, 2018
Notes payable	\$ 96,354

6. On June 19, 2017, the Town of Bauxite passed a Resolution no. 2017-5, authorizing an agreement with the City of Bryant District Court to absorb the workload of the Bauxite District Court. The Town of Bauxite will pay \$1,200 a month to the City of Bryant as payment for this agreement. The Bryant District Court Clerk is listed in the report as Town of Bauxite District Court Clerk.