City of Nashville, Arkansas

Financial and Compliance Report

December 31, 2025

LEGISLATIVE JOINT AUDITING COMMITTEE

CITY OF NASHVILLE, ARKANSAS
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Financial and Compliance Report

City of Nashville, 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 Nashville, Arkansas, as of and for the year ended December 31, 2025, and have issued our report thereon dated May 12, 2026. These procedures were not performed for the Water and Sewer Funds. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The commentary contained in this section relates to the following officials who held office during 2025:

Mayor: Larry Dunaway
City Clerk: Lauren Hoen
Finance Director: Kimberly Green
Park Director: Mehgan Floyd
District Court Clerk: Cynthia Grady
Police Chief: Amy Marion

We evaluated the City's compliance with certain state laws concerning general and district court accounting, budgeting, purchasing, and investing and depositing of public funds.

During our evaluation, nothing came to our attention that would warrant disclosure in this report.

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

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
May 12, 2026
LOM106725

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CITY OF NASHVILLE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Debt Service Fund - 2020 Sales and Use Tax Refunding Bond Issue	Enterprise Fund - Sanitation	Pension Trust Fund - Firemen's Pension
Cash and Investment Balance, January 1, 2025	$ 2,024,194	$ 177,419	$ 39,978	$ 71,545	$ 288,348
Receipts:					
State aid	178,652	490,929			3,479
Federal aid		80,000			
Property taxes	262,605	73,399			
Franchise fees	297,162				
Sales taxes	2,791,396				
Fines, forfeitures, and costs	74,668				
Interest	33,453	4,049	3,475	1,807	5,943
Local permits and fees	37,074				
Contributions from water and sewer	67,000	95,337			
Sanitation fees				386,513	
Contributions from Howard County		134,539			
Park activity and concessions		167,775			
Net increase/(decrease) in fair value of investments					22,031
Other	147,132	31,864			
Transfers in		240,147	136,228		
Total Receipts	3,889,142	1,318,039	139,703	388,320	31,453
Disbursements:					
General government	685,158				
Law enforcement	1,906,350				
Highways and streets		1,009,856			
Public safety	494,239				41,630
Sanitation				353,580	
Recreation and culture	611,464	121,222			
Transfer to State of Arkansas Local Police and Fire Retirement System					278,171
Contributions to animal control	29,107				
Contributions to water and sewer	104,549				
Debt service	227,091		137,264		
Transfers out	376,375				
Total Disbursements	4,434,333	1,131,078	137,264	353,580	319,801
Cash Balance, December 31, 2025	$ 1,479,003	$ 364,380	$ 42,417	$ 106,285	$ 0

CITY OF NASHVILLE, ARKANSAS
COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 2

	Street	Park Commission	District Court Automation	Total
Cash Balance, January 1, 2025	$ 42,367	$ 135,052		$ 177,419
Receipts:				
State aid	490,929			490,929
Federal aid	80,000			80,000
Property taxes	73,399			73,399
Interest	757	3,196	$ 96	4,049
Contributions from water and sewer	95,337			95,337
Contributions from Howard County			134,539	134,539
Park activity and concessions		167,775		167,775
Other	31,864			31,864
Transfers in	240,147			240,147
Total Receipts	1,012,433	170,971	134,635	1,318,039
Disbursements:				
Highways and streets	1,009,856			1,009,856
Recreation and culture		121,222		121,222
Total Disbursements	1,009,856	121,222		1,131,078
Cash Balance, December 31, 2025	$ 44,944	$ 184,801	$ 134,635	$ 364,380

CITY OF NASHVILLE, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025
(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 and Franchise Fee

3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2025
District Court - Traffic and Criminal	$ 23,012
District Court - Civil and Small Claims	(48)
Disbursement	64,063

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

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

	December 31, 2025
Land	$ 87,260
Buildings and Improvements	6,809,358
Equipment and Vehicles	3,204,788
Total	$ 10,101,406

5. Outstanding balances at year-end for long-term liabilities are as follows:

	December 31, 2025
Financed purchases	$ 2,392,561
Bonds payable	643,037
Total	$ 3,035,598

CITY OF NASHVILLE, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

6. Outstanding balances at year-end for long-term liabilities are as follows:

		December 31, 2025
Sales and Use Tax Refunding Bonds, Series 2020 dated August 25, 2020, in the amount of $1,239,623, annual installments of $12,008 - $136,389 plus interest through November 1, 2030; interest of 1.85%, due May 1 and November 1 of each year. Payments are to be made from the 2020 Sales and Use Tax Refunding Bond Issue Debt Service Fund.	$	643,037
Financed purchase agreement dated November 5, 2021, in the amount of $2,422,656 for the acquisition, installation, and construction of certain energy efficiency equipment, solar equipment, improvements, and renovations. Due in annual installments of $62,037 - $219,874 plus interest through July 1, 2041; interest at 2.929% due July 1 of each year beginning on July 1, 2023. Payments are to be made from the General Fund.		2,221,721
Financed purchase agreement dated January 25, 2023, in the amount of $377,150 for the purchase of a Sutphen custom rescue pumper truck. 60 monthly installments of $7,283 at 5.95% interest beginning February 25, 2023 through January 25, 2028. Payments are to be made from the General Fund.		170,840
Total	$	3,035,598

7. The City is obligated for the following amounts at December 31, 2025:

Years Ending December 31,		Financed Purchases		Bonds		Total
2026	$	231,380	$	133,125	$	364,505
2027		235,799		133,813		369,612.00
2028		160,244		134,313		294,557.00
2029		157,651		139,312		296,963.00
2030		162,484		138,912		301,396.00
2031 through 2035		840,165				840,165.00
2036 through 2040		1,034,852				1,034,852.00
2041		226,314				226,314.00
Total Obligations		3,048,889		679,475		3,728,364
Less Interest		656,328		36,438		692,766
Total Principal	$	2,392,561	$	643,037	$	3,035,598