

City of White Hall, Arkansas

Regulatory Basis Financial Statements and Other Reports

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF WHITE HALL, ARKANSAS
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Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair



Rep. Robin Lundstrum
House Chair
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House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE

ARKANSAS LEGISLATIVE AUDIT

Independent Auditor's Report

City of White Hall, Arkansas Officials and Council Members
Legislative Joint Auditing Committee

Report on the Audit of the Financial Statements

Opinions

We have audited the regulatory basis financial statements of the City of White Hall, Arkansas (City), which are comprised of the Balance Sheet – Regulatory Basis for the general fund, street fund, and other funds in the aggregate as of December 31, 2023, the related Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis, and the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Street Funds – Regulatory Basis for the year then ended, and the related notes to the financial statements.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying regulatory basis financial statements referred to above present fairly, in all material respects, the regulatory basis financial position of the general fund, street fund, and other funds in the aggregate of the City of White Hall, Arkansas as of December 31, 2023; the regulatory basis revenues, expenditures, and changes in fund balance; and the budgetary comparisons for the general fund and street fund for the year then ended, in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412 described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying regulatory basis financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the general fund, street fund, and other funds in the aggregate of the City of White Hall, Arkansas, as of December 31, 2023, or the revenues, expenditures, and changes in fund balance and, where applicable, cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared by the City on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements permitted by the State of Arkansas.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412, as described in Note 1, to meet the requirements permitted by the State of Arkansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatements of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the regulatory basis financial statements as a whole. The accompanying supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information listed in the table of contents is fairly stated in all material respects, in relation to the regulatory basis financial statements as a whole on the basis of accounting described in Note 1.

Other Information

Management is responsible for the other information included in the report. The other information is comprised of the schedules listed in the table of contents but does not include the regulatory basis financial statements, supplemental information, and our auditor's reports thereon. Our opinions on the regulatory basis financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the regulatory basis financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of the testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Kevin White" with a stylized flourish at the end.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
June 30, 2025
LOM109523

Arkansas

Sen. Jim Petty
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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

City of White Hall, Arkansas Officials and Council Members
Legislative Joint Auditing Committee

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory basis financial statements of the general fund, street fund, and other funds in the aggregate of City of White Hall, Arkansas (City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's regulatory basis financial statements, and have issued our report thereon dated June 30, 2025. We issued an adverse opinion because the financial statements are prepared by the City on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, with respect to the regulatory basis of accounting described in Note 1, our opinions on the general fund, street fund, and other funds in the aggregate were unmodified.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance.

We also reported to management of the City in a separate letter dated June 30, 2025.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. 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 dark ink that reads "Joseph D. Archer". The signature is written in a cursive, flowing style.

Joseph D. Archer, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
June 30, 2025

Arkansas

Sen. Jim Petty
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

MANAGEMENT LETTER

City of White Hall, Arkansas Officials and Council Members
Legislative Joint Auditing Committee

The commentary contained in this letter relates to the following officials who held office during 2023:

Mayor: Noel Foster
Recorder/Treasurer: Ellen Welch
District Court Clerk: Kathryn Funderburg
Police Chief: Mickey Buffkin

No issues came to our attention that we considered necessary to report to management.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the City Council (or local governing body) and City 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 "Joseph D. Archer".

Joseph D. Archer, CPA
Deputy Legislative
Auditor

Little Rock, Arkansas
June 30, 2025

CITY OF WHITE HALL, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023

Exhibit A

	General	Street	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 2,416,894	\$ 38,351	\$ 226,464
Accounts receivable	238,581		90,130
Interfund receivables		10,610	
	<u>2,655,475</u>	<u>48,961</u>	<u>316,594</u>
TOTAL ASSETS	<u>\$ 2,655,475</u>	<u>\$ 48,961</u>	<u>\$ 316,594</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 113,644	\$ 21,472	\$ 8,463
Interfund payables	10,610		
Settlements pending			25,175
Total Liabilities	<u>124,254</u>	<u>21,472</u>	<u>33,638</u>
Fund Balances:			
Nonspendable	94,000		
Restricted	548,496	27,489	282,956
Assigned	4,813		
Unassigned	1,883,912		
Total Fund Balances	<u>2,531,221</u>	<u>27,489</u>	<u>282,956</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,655,475</u>	<u>\$ 48,961</u>	<u>\$ 316,594</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WHITE HALL, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit B

	General	Street	Other Funds in the Aggregate
REVENUES			
State aid	\$ 270,398	\$ 470,794	\$ 24,468
Federal aid	97,669		
Property taxes	490,924	147,345	
Franchise fees	258,598		
Sales taxes	2,250,005		
Fines, forfeitures, and costs	90,740		
Interest	15,778	5	4,338
Local permits and fees	94,116		
Sanitation fees	363,389		
Advertising and promotion taxes			907,055
Reimburse for resource officers	221,572		
Water park admissions and concession	407,360		
Other	215,286	934	
TOTAL REVENUES	4,775,835	619,078	935,861
EXPENDITURES			
Current:			
General government	1,474,253		172,020
Law enforcement	1,775,981		
Highways and streets		583,559	
Public safety	276,360		11,129
Sanitation	251,151		
Recreation and culture	608,175		720,478
Total Current	4,385,920	583,559	903,627
Debt Service:			
Bond principal			120,000
Bond interest and other charges			117,044
Financed purchase principal	173,021		
Financed purchase interest	30,113		
TOTAL EXPENDITURES	4,589,054	583,559	1,140,671

CITY OF WHITE HALL, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit B

	General	Street	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 186,781	\$ 35,519	\$ (204,810)
OTHER FINANCING SOURCES (USES)			
Transfers in			236,800
Transfers out			(236,800)
TOTAL OTHER FINANCING SOURCES (USES)			0
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	186,781	35,519	(204,810)
FUND BALANCES - JANUARY 1	2,344,440	(8,030)	487,766
FUND BALANCES - DECEMBER 31	\$ 2,531,221	\$ 27,489	\$ 282,956

The accompanying notes are an integral part of these financial statements.

CITY OF WHITE HALL, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND STREET FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit C

	General			Street		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 260,723	\$ 270,398	\$ 9,675	\$ 470,794	\$ 470,794	\$ 0
Federal aid	97,669	97,669	0			
Property taxes	493,997	490,924	(3,073)	143,683	147,345	3,662
Franchise fees	257,309	258,598	1,289			
Sales taxes	2,309,288	2,250,005	(59,283)			
Fines, forfeitures, and costs	97,120	90,740	(6,380)			
Interest	6,902	15,778	8,876	5	5	0
Local permits and fees	94,116	94,116	0			
Sanitation fees	382,961	363,389	(19,572)			
Reimburse for resource officers	221,572	221,572	0			
Water park admissions and concession	407,364	407,360	(4)			
Other	326,856	215,286	(111,570)	934	934	0
TOTAL REVENUES	4,955,877	4,775,835	(180,042)	615,416	619,078	3,662
EXPENDITURES						
Current:						
General government	2,240,033	1,474,253	765,780			
Law enforcement	1,801,784	1,775,981	25,803			
Highways and streets				592,144	583,559	8,585
Public safety	198,788	276,360	(77,572)			
Sanitation		251,151	(251,151)			
Recreation and culture	1,203,372	608,175	595,197			
Total Current	5,443,977	4,385,920	1,058,057	592,144	583,559	8,585
Debt Service:						
Financed purchase principal		173,021	(173,021)			
Financed purchase interest		30,113	(30,113)			
TOTAL EXPENDITURES	5,443,977	4,589,054	854,923	592,144	583,559	8,585

CITY OF WHITE HALL, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND STREET FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit C

	General			Street		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (488,100)	\$ 186,781	\$ 674,881	\$ 23,272	\$ 35,519	\$ 12,247
OTHER FINANCING SOURCES (USES) Transfers in	585,000		(585,000)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	96,900	186,781	89,881	23,272	35,519	12,247
FUND BALANCES - JANUARY 1		2,344,440	2,344,440		(8,030)	(8,030)
FUND BALANCES - DECEMBER 31	\$ 96,900	\$ 2,531,221	\$ 2,434,321	\$ 23,272	\$ 27,489	\$ 4,217

The accompanying notes are an integral part of these financial statements.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1: Summary of Significant Accounting Policies

A. Financial Reporting Entity

The City of White Hall was incorporated under the laws of the State of Arkansas and operates under an elected Mayor-Council form of government. The reporting entity includes all funds of the City.

B. Basis of Presentation – Regulatory

The financial statements are presented in accordance with the regulatory basis of presentation as prescribed or permitted by Ark. Code Ann. § 10-4-412. The law requires that the financial statements be presented on a fund basis with, as a minimum, the general fund and street fund presented separately with all other funds included in the financial statements presented in the aggregate. This law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to the actual expenditures for the general and street funds; notes to financial statements; and a supplemental schedule of capital assets.

The regulatory basis of presentation is not in accordance with generally accepted accounting principles (GAAP). GAAP require that basic financial statements present government-wide and fund financial statements. Additionally, GAAP require the following major concepts: Management's Discussion and Analysis, separate financial statements for fiduciary fund types and other requirements for fiduciary fund types, specific procedures for the identification of major governmental funds, and applicable note disclosures. The regulatory basis of presentation does not require government-wide financial statements or the previously identified concepts.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with related liabilities and residual balances, and changes therein, which are segregated for purposes of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds are recognized in the accompanying regulatory basis financial statements.

General Fund - The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

Street Fund - The Street Fund (Special Revenue Fund) is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Street Fund accounts for and reports the proceeds of state highway turnback and property taxes that are restricted or committed for maintaining and constructing highways and streets.

Other Funds in the Aggregate - Other Funds in the Aggregate consist of all funds included in the financial statements except for the General and Street Funds. The following types of funds are included in this column as follows:

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. See Schedules 1 and 2 for Special Revenue Funds as reported with other funds in the aggregate.

Debt Service Funds - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. See Schedules 1 and 2 for the Debt Service Fund reported with other funds in the aggregate.

Custodial Funds - Custodial Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). See Schedule 1 for the Custodial Fund reported with other funds in the aggregate.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting - Regulatory

The financial statements are prepared on the regulatory basis of accounting as prescribed or permitted by Ark. Code Ann. § 10-4-412. This regulatory basis differs from accounting principles generally accepted in the United States of America. Revenues generally are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current period. However, most state aid received from the State Treasury is by state law revenue of the year in which it was received by the government. Expenditures generally are recorded when a liability is incurred. Liabilities incurred by the government on or before the end of the current period that are paid within 60 days of the end of the current period, are considered to be expenditures of the current period. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. As a result of the use of this regulatory basis of accounting, capital assets and long-term debt are not recorded in these financial statements. Pension trust funds are reported in a separate column as a part of supplementary information in order to provide users a better understanding of the entity as a whole.

The regulatory basis of accounting is not in accordance with generally accepted accounting principles (GAAP). GAAP require the following major concepts: Accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate identification of special and extraordinary items, inclusion of capital assets and debt in the financial statements, inclusion of the net pension liability in the financial statements, and applicable note disclosures. The regulatory basis of accounting does not require the previously identified concepts.

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts, and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, and costs that have not been transferred to the appropriate entities.

Fund Balance Classifications

1. Nonspendable fund balance - amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
2. Restricted fund balance - amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
3. Assigned fund balance - amounts that are constrained by the City Council's intent to be used for specific purposes but are neither restricted nor committed.
4. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

E. Property Taxes

A lien attaches to the real property in January and on personal property in June of each year. Property taxes are collectible beginning the first business day of March of the subsequent year but are not considered delinquent until after October 15. Property taxes reflected as revenues on the financial statements include the property tax relief distribution made by the State of Arkansas. The purpose of this distribution is to reimburse the municipality for property tax credits in accordance with Arkansas Code.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

F. Budget Law

State law requires that these procedures be followed in establishing the budgetary data:

- a. Prior to December 1, the Mayor submits to the City Council a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- b. The proposed budget is discussed at a City Council meeting prior to adoption.
- c. Prior to February 1, the budget is legally enacted by ordinance or resolution of the City Council.
- d. Appropriations lapse at the end of each year.
- e. Under certain conditions, the budget may be amended subsequent to the year-end.

The budgeted revenues and expenditures represent the formal operating budget adopted by the City Council, as amended by the Council during the year.

Basis of Accounting

The City prepared an annual budget on the regulatory basis for the General Fund, Street Fund, and the other operating funds.

G. Fund Balance Classification Policies and Procedures

The Municipality's highest level of decision-making authority is its City Council. The establishment of amounts classified as committed fund balances and any subsequent modifications to such balances are the result of formal action taken by the City Council through passage of an ordinance. The City Council is authorized to assign amounts to a specific purpose, although a formal policy has not been established.

The Municipality does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The Municipality does not have a policy addressing which resources to use within the unrestricted fund balance when committed, assigned, or unassigned fund balances are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

There were no committed fund balances at year-end.

NOTE 2: Cash Deposits with Financial Institutions

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 1,258,570	\$ 1,263,967
Collateralized:		
Collateral held by the pledging financial institution's trust department or agent in the City's name	1,396,601	1,447,597
Uninsured and uncollateralized	25,138	25,138
Total Deposits	<u>\$ 2,680,309</u>	<u>\$ 2,736,702</u>

The above total deposits do not include cash on hand of \$1,400.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 2: Cash Deposits with Financial Institutions (Continued)

Custodial risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a formal deposit policy for custodial credit risk. As of December 31, 2023, \$25,138 of the City's bank balances of \$2,736,702 was exposed to credit risk. The balances exposed to custodial risk were deposited in money market accounts consisting of federated treasury obligations, which are not insured or collateralized.

NOTE 3: Legal or Contractual Provisions for Deposits and Investments

State law generally requires that municipal funds be deposited in federally insured banks located in the State of Arkansas. The municipal deposits may be in the form of checking accounts, savings accounts, and time deposits. Public funds may be invested in eligible investment securities having a maturity of not longer than 5 years from the date of acquisition unless, as documented at the time of acquisition, the investment is to fund or support a specific purpose and there are no expectations that the investment will be sold before maturity; an Arkansas bank certificate of deposit; an account established by a local government joint investment trust; or an Arkansas financial institution repurchase agreement for eligible investment securities in which the seller agrees to repurchase the investment at a price including interest earned during the holding period as determined by the repurchase agreement.

NOTE 4: Accounts Receivable

The accounts receivable balance at December 31, 2023, is composed of the following:

Description	General Fund	Other Funds in the Aggregate
Property taxes	\$ 30,446	
Franchise fees	1,646	
Sales taxes	196,020	
Fines, forfeitures, and costs	223	
Sanitation fees	7,321	
Advertising and promotion taxes		\$ 90,130
Other	2,925	
Totals	<u>\$ 238,581</u>	<u>\$ 90,130</u>

NOTE 5: Accounts Payable

The accounts payable balance at December 31, 2023, is composed of the following:

Description	General Fund	Street Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 113,644</u>	<u>\$ 21,472</u>	<u>\$ 8,463</u>

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 6: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

	December 31, 2023	
	Interfund Receivables	Interfund Payables
General Fund		\$ 10,610
Street Fund	\$ 10,610	
Totals	\$ 10,610	\$ 10,610

Interfund receivables and payables consist of errors in depositing restricted revenues and interfund loans. These balances were repaid in January 2024.

NOTE 7: Details of Fund Balance Classifications

Fund balance classifications at December 31, 2023, are composed of the following:

Description	General Fund	Street Fund	Other Funds in the Aggregate
Fund Balances:			
Nonspendable:			
Recreation and culture	\$ 94,000		
Restricted for:			
General government	526,215		\$ 369
Law enforcement	15,023		
Highways and streets		\$ 27,489	
Public safety			13,962
Sanitation			2,442
Recreation and culture	7,258		241,045
Debt service			25,138
Total Restricted	548,496	27,489	282,956
Assigned to:			
Recreation and culture	4,813		
Unassigned	1,883,912		
Totals	\$ 2,531,221	\$ 27,489	\$ 282,956

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 8: Legal Debt Limit

A. Property Tax Secured Bonded Debt

The City is subject to a constitutional limitation for bonded indebtedness equal to 20% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. At December 31, 2023, the legal debt limit for the bonded debt was \$20,280,419. There were no property tax secured bond issues.

B. Short-term Financing Obligations

The City is subject to a constitutional limitation for short-term financing obligations equal to 5% of the assessed value of taxable property within the City as determined by the last tax assessment. At December 31, 2023, the legal debt limit for short-term financing obligations was \$5,226,615. The amount of short-term financing obligations was \$597,748 leaving a legal debt margin of \$4,628,867.

NOTE 9: Commitments

Total commitments consist of the following at December 31, 2023:

	December 31, 2023
	<hr/>
Long-term liabilities	<u>\$ 3,916,266</u>

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 9: Commitments (Continued)

Long-term liabilities

Long-term liabilities at December 31, 2023, are comprised of the following:

	December 31, 2023
<u>Bonds</u>	
2017 Hotel and Restaurant Gross Receipts Tax Refunding Revenue Bonds, dated December 1, 2017, in the amount of \$3,975,000 due in annual installments of \$105,000 - \$225,000 plus interest through December 1, 2043; interest at 1.95% - 3.67%. Payments are to be made from the Debt Service Fund.	\$ 3,295,000
<u>Direct Borrowings</u>	
Financed purchase with FBT Bank & Mortgage to refinance loan for a Pierce Freightliner Pumper Fire Truck issued September 27, 2022, for \$215,392; monthly installments of \$3,846 for 60 months at 2.75% interest with the final installment due on August 27, 2027. Payments are to be made from the General Fund.	164,179
Financed purchase with FBT Bank & Mortgage to purchase a 2001 Aerial Cat Fire Truck issued October 28, 2021, for \$85,000; monthly installments of \$1,542 for 60 months at 3.5% interest with the final installment due on September 28, 2026. Payments are to be made from the General Fund.	20,863
Financed purchase with FBT Bank & Mortgage to purchase nine Ford Police SUVs for the Police Department issued May 10, 2022, for \$395,532; monthly installments of \$7,276 for 60 months at 3.95% interest with the final installment due on May 10, 2027. Payments are to be made from the General Fund.	278,534
Financed purchase with FBT Bank & Mortgage to purchase a Kubota Track Loader issued on January 3, 2023, for \$74,515; monthly installments of \$1,474 for 60 months at 6.95% interest with the final installment due on January 3, 2028. Payments are to be made from the General Fund.	61,600
Financed purchase with FBT Bank & Mortgage to purchase two Ford Explorers issued on April 27, 2023, for \$87,770; monthly installments of \$1,736 for 60 months at 6.95% interest with the final installment due on April 27, 2028. Payments are to be made from the General Fund.	72,572
Total Direct Borrowings	597,748
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	23,518
Total Long-term liabilities	\$ 3,916,266

Due to the City's regulatory basis of accounting, these liabilities are not recorded in the financial statements.

The City's outstanding bonds payable of \$3,295,000 contain a provision that in an event of default, the Trustee may, and upon written request of the owners of not less than 25% in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the City and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

The City's outstanding direct borrowings of \$597,748 contain a provision that in an event of default, outstanding amounts, at the Lender's sole option, may be declared immediately due and payable, and the Lender may exercise any rights and remedies, including the right to immediate possession of the collateral, available to it under applicable law.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 9: Commitments (Continued)

Long-Term Debt Issued and Outstanding

<u>Date of Issue</u>	<u>Date of Final Maturity</u>	<u>Rate of Interest</u>	<u>Amount Authorized and Issued</u>	<u>Debt Outstanding December 31, 2023</u>	<u>Maturities to December 31, 2023</u>
<u>Bonds</u>					
12/1/17	12/1/43	1.95-3.67%	\$ 3,975,000	\$ 3,295,000	\$ 680,000
<u>Direct Borrow ings</u>					
9/27/22	9/27/27	2.75%	215,392	164,179	51,213
10/28/21	9/28/26	3.50%	85,000	20,863	64,137
5/10/22	5/10/27	3.95%	395,532	278,534	116,998
1/3/23	1/3/28	6.95%	74,515	61,600	12,915
4/27/23	4/27/28	6.95%	87,770	72,572	15,198
Total Direct Borrow ings			858,209	597,748	260,461
Total Long-Term Debt			\$ 4,833,209	\$ 3,892,748	\$ 940,461

Changes in Long-Term Debt

	<u>Balance January 01, 2023</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance December 31, 2023</u>
Bonds payable	\$ 3,415,000	\$ 0	\$ 120,000	\$ 3,295,000
<u>Direct Borrow ings</u>				
Financed purchases	608,484	162,285	173,021	597,748
Total Long-Term Debt	\$ 4,023,484	\$ 162,285	\$ 293,021	\$ 3,892,748

Debt Service Requirements to Maturity

The City is obligated for the following amounts at December 31, 2023:

<u>Years Ending December 31,</u>	<u>Bonds</u>			<u>Direct Borrow ings</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 125,000	\$ 111,344	\$ 236,344	\$ 166,582	\$ 23,918	\$ 190,500
2025	120,000	108,219	228,219	159,791	16,810	176,601
2026	125,000	104,768	1,447,597	162,745	9,252	171,997
2027	130,000	101,175	231,175	108,630	2,823	111,453
2028	135,000	97,437	232,437			
2029 through 2033	745,000	419,981	1,164,981			
2034 through 2038	875,000	284,913	1,159,913			
2039 through 2043	1,040,000	115,819	1,155,819			
Totals	\$ 3,295,000	\$ 1,343,656	\$ 4,638,656	\$ 597,748	\$ 52,803	\$ 650,551

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 10: Interfund Transfers

Within the Other Funds in the Aggregate, the City transferred \$236,800 from the Advertising and Promotion Fund to the Hotel and Restaurant Gross Receipts Capital Improvement Bond Series 2017 Fund for debt service requirements.

NOTE 11: Pledged Revenues

The City pledged future 3% sales and use taxes on gross receipts of hotel accommodations and restaurants to repay \$3,975,000 in bonds that were issued in 2017 to refund the 2013 series hotel and restaurant gross receipt tax bonds. Total principal and interest remaining on the bonds are \$3,295,000 and \$1,343,656, respectively, payable through December 1, 2043. For 2023, principal and interest paid were \$120,000 and \$114,344, respectively.

Other Funds in the Aggregate (Advertising and Promotion Fund) received \$907,055 in sales taxes in 2023. Any hotel and restaurant tax collected in excess of debt service payments on these bonds is permitted to be used for Advertising and Promotion Commission Purposes.

NOTE 12: Related Party Transaction

The City maintained deposits of \$882,360 and loan balances of \$597,748 at December 31, 2023, with FBT Bank and Mortgage, where a council member is the Executive Director. White Hall Ordinance no. 533 (June 21, 2021) allows the City to conduct business with this related party.

NOTE 13: Joint Venture

Metropolitan Emergency Communications Association

City of White Hall belongs to the Metropolitan Emergency Communications Association, as set up by an amended interlocal cooperation agreement, dated May 13, 1996, which is composed of the Cities of Pine Bluff, White Hall, Redfield, Altheimer, Wabbaseka, Humphrey, Sherrill, and Jefferson County. The Association is governed by seven commissioners which include the City of Pine Bluff's Mayor, Police Chief and Fire Chief, Jefferson County's County Judge and County Sheriff, the Office of Emergency Services Coordinator and the Chairman of the 911 Administrative Board by virtue of their term in office or employment with the local government. Pursuant to the aforementioned amended agreement for 1996, the participants' percentage share of any deficit between 911 telephone fee revenue and operating expenses was as follows:

City of Pine Bluff	70.76%
City of White Hall	2.25%
City of Redfield	0.63%
City of Altheimer	0.57%
City of Wabbaseka	0.19%
City of Humphrey	0.21%
City of Sherrill	0.04%
Jefferson County	<u>25.35%</u>
Total	<u><u>100.00%</u></u>

The City paid Metropolitan Emergency Communications Association (MECA) \$18,686 in 2023. Financial information may be obtained at 101 East Barraque Street, Pine Bluff, Arkansas 71601.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 14: Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and participation in a public entity risk pool. The amount of settlements, if any, has not exceeded the insurance coverage for each of the past three years. There were no significant reductions in insurance coverage in the major categories of risk from coverage in the prior year.

The City participates in the Arkansas Municipal League Program (public entity risk pools) for coverage in the following areas:

Workers' Compensation - This program provides statutory benefits for losses incurred by municipal officials, employees, and volunteer fire fighters while performing work for the municipality. Rates for municipalities participating in this program are revised by class code on an annual basis by the Arkansas Workers' Compensation Commission.

Municipal Vehicle Program

- A. Liability - This program may pay all sums the municipality legally must pay as damages because of bodily injury, death or property damage to which this agreement applies involving a covered municipal vehicle and for which the municipality is liable. The limit of payment by the program is as follows: \$25,000 because of bodily injury to or death of one person in any one accident; \$50,000 because of bodily injury to or death of two or more persons in any one accident; and \$25,000 because of injury to or destruction of property of others in any one accident. The City shall pay into the program each year a charge established annually by the program administrator for covered municipal vehicles and self-propelled mobile equipment owned or leased by the City.
- B. Physical Damage - This program covers motor vehicles and permanently attached equipment which are the property of the participating municipality. Property is valued at the full cost to repair or replace the property after deduction for depreciation. Loss amounts payable will be reduced by the deductible amount of \$1,000 per occurrence. The City agrees to pay into the program each year a service charge established annually by the program administrator for covered property.

Municipal Property Program - This program covers insurable property and equipment, exclusive of motor vehicles and water vessels, which belong to or are in the care, custody, or control of a participating municipality. Property is valued at the full cost to repair or replace the property after deduction of depreciation or as agreed to by the participating municipality and program. Loss amounts payable will be reduced by the deductible amount of \$5,000, or in the case of flood or earthquake, \$100,000. The municipality agrees to pay into the program each year a service charge established annually by the program administrator for property for which the municipality desires coverage.

Municipal Legal Defense Program - The program shall, at the sole discretion of the program administrators, provide extraordinary legal defense and extraordinary expenses in suits against municipal officials and employees and civil rights suits against the municipal government of a participating municipality and pay extraordinary judgments (for actual damages – not punitive damages) imposed on municipal officials and employees and the municipal government. The program shall never be liable to reimburse the municipal government, municipal officials, and employees because of judgment in any one lawsuit for more than 25% of the program's available funds at time the lawsuit was filed, or the judgment becomes final, or \$1 million, whichever is less. The City agrees to pay into the program each year a charge established by the steering committee. Each city also agrees to pay the first \$3,000 of the aggregate cost for all expenses on each lawsuit. This cost deposit is not refundable.

The City also participates in the Self-Insured Fidelity Bond Program administered by the Governmental Bonding Board. This program covers actual losses sustained by the participating entity through any fraudulent or dishonest act or acts committed by any of the officials or employees, acting alone or in collusion with others, during the bond period to an amount not exceeding the lesser of \$300,000 or the amount of the bond. Premiums for coverage are determined by the State Risk Manager and approved by the Board. These premiums are paid by the State Treasurer from funds withheld from the Municipal Aid Fund. There is a \$2,500 deductible per occurrence.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

**NOTE 15: Local Police and Fire Retirement System (LOPFI)
(A Defined Benefit Pension Plan)**

Plan Description

The City contributes to the Local Police and Fire Retirement System (LOPFI), an agent multiple employer retirement system that acts as a common investment and administrative agent for cities and towns in Arkansas. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Local Police and Fire Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for LOPFI. That report may be obtained by writing to Arkansas Local Police and Fire Retirement System, 620 W. 3rd, Suite 200, Little Rock, Arkansas 72201, by calling 1-866-859-1745, or on their website www.lopfi-prb.com.

On November 16, 2016, administration of the City of White Hall Firemen's Pension and Relief Fund was transferred to LOPFI.

Funding Policy

The employee contribution rate depends on the type of service being rendered and whether or not the service is also covered by Social Security. The different employee contribution rates required by state law are:

- A. Paid service not covered by Social Security: 8.5% of gross pay
- B. Paid service also covered by Social Security: 2.5% of gross pay
- C. Volunteer fire service: no employee contribution

The City is required to contribute at an actuarially determined rate. The contribution requirements of plan members are established and may be amended by State law. The contribution requirements of the City are established and may be amended by the LOPFI Board of Trustees. The plan is also funded with state insurance tax. The City's contribution to the plan was \$215,888 and the amount of insurance tax paid by the state to the plan for the benefit of the City was \$95,216 for the year ended December 31, 2023.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the City's share of the collective net pension liability. The City's proportionate share of the collective net pension liability at December 31, 2023, (actuarial valuation date and measurement date) was \$1,961,138.

NOTE 16: Mayor's Retirement Benefits

Plan Description

Ark. Code Ann. § 24-12-123 establishes retirement benefits for mayors in cities of the first class and death benefits to their spouses at the option of the governing body of the City. Benefits and contribution provisions are established by State law and can be amended only by the Arkansas General Assembly. A retiree is entitled to receive an annual retirement benefit during the remainder of their natural life, payable at the rate of one-half (1/2) of the salary payable to the mayor at the completion of his or her last term as mayor. Retirement benefits are to be paid monthly from the City's General Fund. A mayor may retire: 1.) upon reaching the age of 60 with a minimum of ten years of service or 2.) upon serving 20 years, regardless of age. The City paid Martha Morgan, the spouse of former Mayor James Morgan, \$22,631, for the year ended December 31, 2023.

CITY OF WHITE HALL, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 17: Employee Retirement Program (A Defined Contribution Pension Plan)

Plan Description

The White Hall City Council has contracted with VOYA to provide a 457 (b) governmental plan and trust to every eligible employee. Eligible employees include all full-time employees with the exception of police officers and the District Court Judge. Employee contributions are limited to \$2,000 per year. Employer contributions are determined by a vote of the City Council or the City of White Hall Retirement Board. The current contribution rate is \$75 dollars per month for employees with years of service from 60 days to 5 years, \$100 per month for 5 years of service to 10 years and \$125 per month for 10 years of service and above from the City. Benefits are distributed upon attainment of retirement age (as designated by City, but not earlier than age 65) or death. Benefits are limited to contributions made for the employees and the earnings on those contributions. Employees are vested after 10 years of service. Therefore, the plan will have no unfunded liabilities. The City's contributions to the plan were \$45,225 for the year ended December 31, 2023.

CITY OF WHITE HALL ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2023

Schedule 1

	SPECIAL REVENUE FUNDS				DEBT SERVICE FUND	CUSTODIAL FUND	
	Advertising and Promotion	Recycling	Fire Equipment and Training (Act 833)	American Rescue Plan Act	Hotel and Restaurant Gross Receipts Capital Improvement Bond Series 2013	District Court	Totals
ASSETS							
Cash and cash equivalents	\$ 159,378	\$ 2,442	\$ 13,962	\$ 369	\$ 25,138	\$ 25,175	\$ 226,464
Accounts receivable	90,130						90,130
TOTAL ASSETS	<u>\$ 249,508</u>	<u>\$ 2,442</u>	<u>\$ 13,962</u>	<u>\$ 369</u>	<u>\$ 25,138</u>	<u>\$ 25,175</u>	<u>\$ 316,594</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 8,463						\$ 8,463
Settlements pending						\$ 25,175	25,175
Total Liabilities	<u>8,463</u>					<u>25,175</u>	<u>33,638</u>
Fund Balances:							
Restricted	241,045	\$ 2,442	\$ 13,962	\$ 369	\$ 25,138		282,956
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 249,508</u>	<u>\$ 2,442</u>	<u>\$ 13,962</u>	<u>\$ 369</u>	<u>\$ 25,138</u>	<u>\$ 25,175</u>	<u>\$ 316,594</u>

CITY OF WHITE HALL ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Schedule 2

	SPECIAL REVENUE FUNDS				DEBT SERVICE FUND	
	Advertising and Promotion	Recycling	Fire Equipment and Training (Act 833)	American Rescue Plan Act	Hotel and Restaurant Gross Receipts Capital Improvement Bond Series 2013	Totals
REVENUES						
State aid			\$ 24,468			\$ 24,468
Interest	\$ 21	\$ 1			\$ 4,316	4,338
Advertising and promotion taxes	907,055					907,055
TOTAL REVENUES	907,076	1	24,468		4,316	935,861
EXPENDITURES						
Current:						
General government				\$ 172,020		172,020
Public safety			11,129			11,129
Recreation and culture	720,478					720,478
Total Current	720,478		11,129	172,020		903,627
Debt Service:						
Bond principal					120,000	120,000
Bond interest and other charges					117,044	117,044
TOTAL EXPENDITURES	720,478		11,129	172,020	237,044	1,140,671
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	186,598	1	13,339	(172,020)	(232,728)	(204,810)
OTHER FINANCING SOURCES (USES)						
Transfers in					236,800	236,800
Transfers out	(236,800)					(236,800)
TOTAL OTHER FINANCING SOURCES (USES)	(236,800)				236,800	0
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(50,202)	1	13,339	(172,020)	4,072	(204,810)
FUND BALANCES - JANUARY 1	291,247	2,441	623	172,389	21,066	487,766
FUND BALANCES - DECEMBER 31	\$ 241,045	\$ 2,442	\$ 13,962	\$ 369	\$ 25,138	\$ 282,956

CITY OF WHITE HALL, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2023

The following funds and descriptions represent all funds reported as other funds in the aggregate.

<u>Fund Name</u>	<u>Fund Description</u>
Advertising and Promotion	Ark. Code Ann. § 26-75-606 established fund to account for the tax levied on gross receipts of hotels, restaurants, etc. The tax shall be used for the advertising and promoting of the city and its environs; construction, maintenance, and operation of a convention center, operation of tourist promotion facilities, and payment of principal and interest in connection with bonds issued.
Recycling	Established to account for grant funds from Southeast Arkansas Regional Solid Waste Management District to purchase equipment and pay other operating expenditures for recycling compost operation.
Fire Equipment and Training (Act 833)	Ark. Code Ann. §§ 14-284-403, 404 requires insurance premium tax funds to be distributed by the county to municipal fire departments for training, purchase and improvement of fire fighting equipment, initial capital construction or improvements of fire departments, insurance for buildings, and utilities costs.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.
Hotel and Restaurant Gross Receipts Capital Improvement Bond Series 2013	City of White Hall Ordinance No. 457 (September 26, 2013) established the debt service fund for the payment of bond principal and interest for the community and aquatic centers.
District Court	Ark. Code Ann. § 16-10-204 established account to receive fines, forfeitures, and costs collected by the district court.

CITY OF WHITE HALL, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2023
(Unaudited)

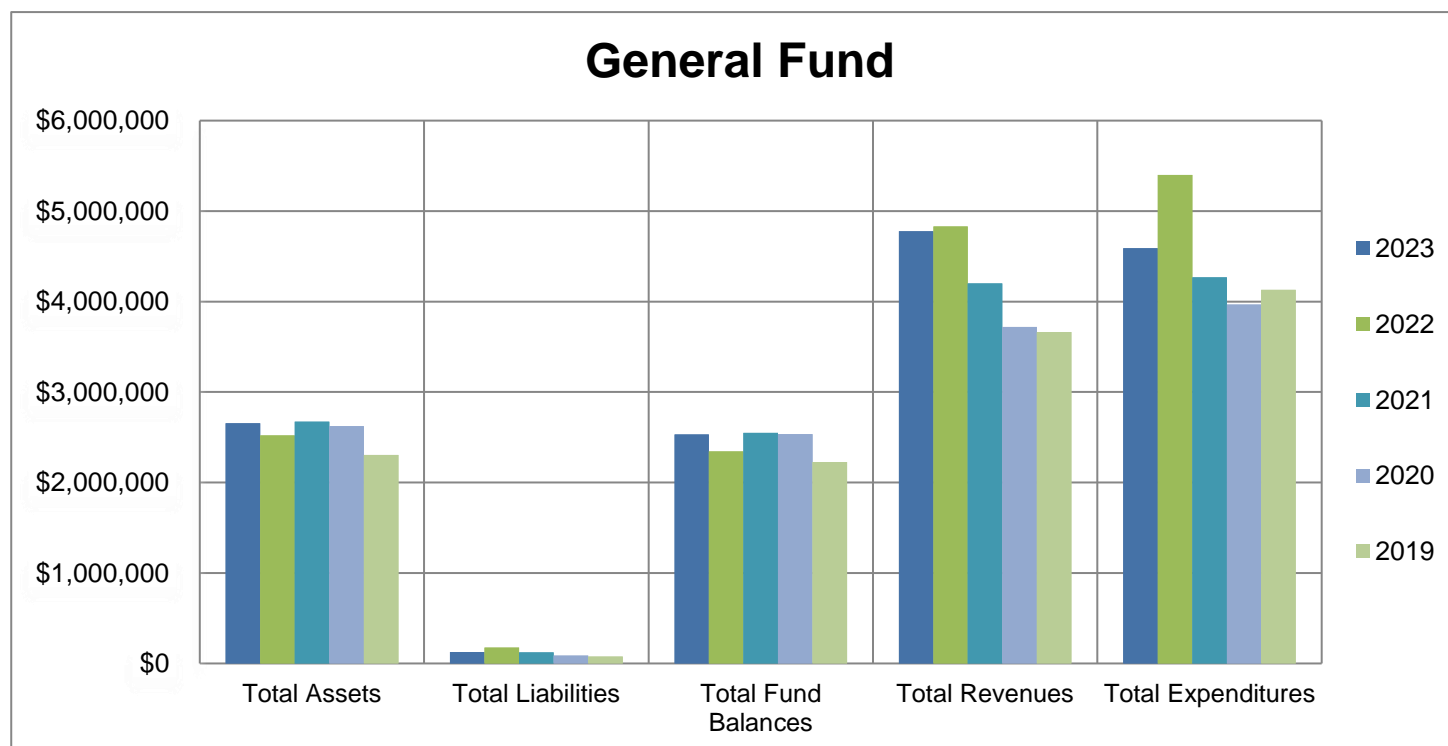
Schedule 3

	December 31, 2023
Land	\$ 915,746
Buildings	9,714,388
Equipment	<u>3,650,342</u>
Total	<u><u>\$ 14,280,476</u></u>

CITY OF WHITE HALL, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
DECEMBER 31, 2023
(Unaudited)

Schedule 4-1

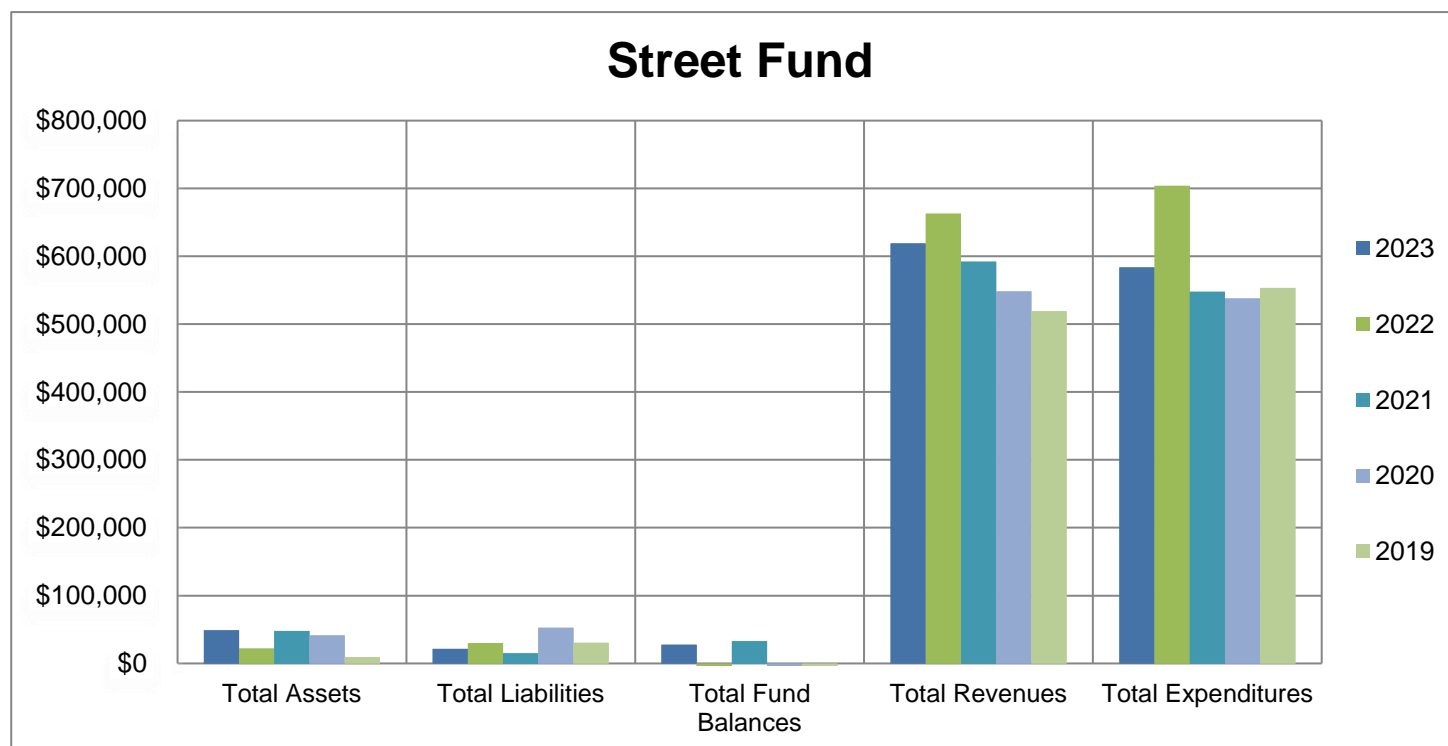
<u>General</u>	2023	2022	2021	2020	2019
Total Assets	\$ 2,655,475	\$ 2,520,533	\$ 2,672,949	\$ 2,622,351	\$ 2,305,284
Total Liabilities	124,254	176,093	122,897	87,650	77,691
Total Fund Balances	2,531,221	2,344,440	2,550,052	2,534,701	2,227,593
Total Revenues	4,775,835	4,829,391	4,199,535	3,720,723	3,662,350
Total Expenditures	4,589,054	5,399,956	4,269,184	3,966,446	4,131,160
Total Other Financing Sources/Uses		364,953	85,000	552,831	(26,000)



CITY OF WHITE HALL, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - STREET FUND - REGULATORY BASIS
DECEMBER 31, 2023
(Unaudited)

Schedule 4-2

<u>Street</u>	2023	2022	2021	2020	2019
Total Assets	\$ 48,961	\$ 21,895	\$ 47,843	\$ 41,116	\$ 9,085
Total Liabilities	21,472	29,925	15,109	52,527	30,588
Total Fund Balances	27,489	(8,030)	32,734	(11,411)	(21,503)
Total Revenues	619,078	662,951	591,983	548,058	518,978
Total Expenditures	583,559	703,715	547,838	537,966	553,496
Total Other Financing Sources/Uses					26,000



CITY OF WHITE HALL, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
DECEMBER 31, 2023
(Unaudited)

Schedule 4-3

<u>Other Funds in the Aggregate</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total Assets	\$ 316,594	\$ 540,426	\$ 491,283	\$ 308,727	\$ 344,003
Total Liabilities	33,638	52,660	25,012	14,670	20,205
Total Fund Balances	282,956	487,766	466,271	294,057	323,798
Total Revenues	935,861	1,392,333	1,332,315	696,113	670,926
Total Expenditures	1,140,671	1,365,417	1,160,101	725,854	665,064
Total Other Financing Sources/Uses		(5,421)			

