

**City of Flippin, Arkansas**

**Financial and Compliance Report**

**December 31, 2024**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF FLIPPIN, ARKANSAS  
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FOR THE YEAR ENDED DECEMBER 31, 2024

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# Arkansas

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**Sen. Jim Dotson**  
Senate Vice Chair



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**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Flippin, 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 Flippin, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated February 5, 2026. These procedures were not performed for the Water and Sewer Department. Management of the City 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:

Mayor: Heith Hogan  
Recorder: Elizabeth Johnson  
Deputy City Clerk: Suzie Inskeep  
District Court Clerk: Dustin Sanders  
Police Chief: John Spence

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.

Noncompliance with state law and accepted accounting practices was noted in the office of **Mayor**.

#### **Mayor**

The governing body did not review the prior report and accompanying comments at the first regularly scheduled meeting following receipt of the report, as required by Ark. Code Ann. § 10-4-418.

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

A handwritten signature in black ink, appearing to read "Kevin White".

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
February 5, 2026  
LOM205724

CITY OF FLIPPIN, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2024	\$ 790,712	\$ 595,873
Receipts:		
State aid	20,002	136,084
Federal aid	63,641	
Property taxes	41,374	25,180
Franchise fees	85,393	
Sales taxes	1,337,601	
Fines, forfeitures, and costs	49,172	195
Interest	1,486	4,405
Local permits and fees	15,141	
Donations	23,339	
Loan proceeds	82,750	
Insurance proceeds	27,829	
Other	100,561	3,360
Transfers in		173,986
Unclassified	3,296	3,040
Total Receipts	<u>1,851,585</u>	<u>346,250</u>
Disbursements:		
General government	338,413	
Law enforcement	760,860	97,373
Highways and streets		198,574
Public safety	510,967	56,026
Sanitation	899	
Recreation and culture	443,557	
Contributions to water	1,095	
Debt service	115,969	
Transfers out	173,986	
Unclassified	1,903	6
Total Disbursements	<u>2,347,649</u>	<u>351,979</u>
Cash Balance, December 31, 2024	<u>\$ 294,648</u>	<u>\$ 590,144</u>

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

Schedule 2

	Street	Local Police and Fire Retirement (LOPFI)	District Court Automation	Act 833	Total
Cash Balance, January 1, 2024	\$ 457,667	\$ 128,007	\$ 8,706	\$ 1,493	\$ 595,873
Receipts:					
State aid	110,600			25,484	136,084
Property taxes	25,180				25,180
Fines, forfeitures, and costs			195		195
Interest		4,405			4,405
Other	3,343			17	3,360
Transfers in	56,400	113,306		4,280	173,986
Unclassified	3,040				3,040
Total Receipts	<u>198,563</u>	<u>117,711</u>	<u>195</u>	<u>29,781</u>	<u>346,250</u>
Disbursements:					
Law enforcement		91,470	5,903		97,373
Highways and streets	198,574				198,574
Public safety		40,565		15,461	56,026
Unclassified		6			6
Total Disbursements	<u>198,574</u>	<u>132,041</u>	<u>5,903</u>	<u>15,461</u>	<u>351,979</u>
Cash Balance, December 31, 2024	<u>\$ 457,656</u>	<u>\$ 113,677</u>	<u>\$ 2,998</u>	<u>\$ 15,813</u>	<u>\$ 590,144</u>

CITY OF FLIPPIN, ARKANSAS  
 OTHER INFORMATION  
 FOR THE YEAR ENDED DECEMBER 31, 2024  
 (UNAUDITED)

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, Payroll, Police Operations, Police Depreciation, Police Registration Equipment, City Jail Fee, Police Community Relations  
 Police USDA Grant, Fire Department, Fire Truck, Fire Department Building and Emergency, Fire Auxiliary, Parks Department,  
 and Parks Construction.

3. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2024
District Court	\$ 9,365

This balance represents fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2024
Land	\$ 367,140
Buildings	2,427,500
Equipment	2,016,353
Total	\$ 4,810,993

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

	December 31, 2024
Financed purchases	\$ 978,435