

City of Junction City, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



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

Financial and Compliance Report

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Arkansas

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Sen. Jim Dotson
Senate Vice Chair



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House Chair
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 Junction City, 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 Junction City, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated September 30, 2025. 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 commentary contained in this section relates to the following officials who held office during 2024:

Mayor: Sharon Williams
Recorder/Treasurer: Gail Sehon
Police Chief: Vacant

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

A handwritten signature in black ink, appearing to read "Kevin White", written over a light blue horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
September 30, 2025
LOM209724

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

Schedule 1

	General Fund	Special Revenue Funds	Pension Trust Fund Fireman's Pension
Cash Balance, January 1, 2024	\$ 1,421,537	\$ 377,175	\$ 17,495
Receipts:			
State aid	71,489	69,738	
Property taxes	23,466	7,661	2,040
Franchise fees	26,248		
Sales taxes	344,843		
Fines, forfeitures, and costs	2,697		
Interest	16,003	6,110	46
Other	15,515		
Total Receipts	<u>500,261</u>	<u>83,509</u>	<u>2,086</u>
Disbursements:			
General government	354,078		
Law enforcement	13,790		
Highways and streets		54,462	
Public safety	5,792	28,382	
Sanitation	40,426		
Recreation and culture	7,053		
Total Disbursements	<u>421,139</u>	<u>82,844</u>	
Cash Balance, December 31, 2024	<u>\$ 1,500,659</u>	<u>\$ 377,840</u>	<u>\$ 19,581</u>

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

Schedule 2

	Street	Fire Equipment and Training (ACT 833)	Local Police and Fire Retirement	Rural Community Grant Fun Park	American Rescue Plan Act	Total
Cash Balance, January 1, 2024	\$ 190,233	\$ 76,812	\$ 79,593	\$ 1,471	\$ 29,066	\$ 377,175
Receipts:						
State aid	41,362	28,376				69,738
Property taxes	7,661					7,661
Interest	510	2,560	3,037	3		6,110
Total Receipts	<u>49,533</u>	<u>30,936</u>	<u>3,037</u>	<u>3</u>		<u>83,509</u>
Disbursements:						
Highways and streets	25,396				29,066	54,462
Public safety		28,382				28,382
Total Disbursements	<u>25,396</u>	<u>28,382</u>			<u>29,066</u>	<u>82,844</u>
Cash Balance, December 31, 2024	<u>\$ 214,370</u>	<u>\$ 79,366</u>	<u>\$ 82,630</u>	<u>\$ 1,474</u>	<u>\$ 0</u>	<u>\$ 377,840</u>

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

Schedule 3

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.
2. The Municipality's capital assets records are summarized below:

	December 31, 2024
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Land	\$ 56,458
Buildings	87,831
Equipment	<hr/> 647,513
Total	<hr/> <hr/> \$ 791,802