City of London, Arkansas

Financial and Compliance Report

December 31, 2025

LEGISLATIVE JOINT AUDITING COMMITTEE

CITY OF LONDON, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2025

Financial and Compliance Report

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LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of London, 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 London, Arkansas, as of and for the year ended December 31, 2025, and have issued our report thereon dated May 5, 2026. These procedures were not performed for the Water Department. 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: Edwin Prince
Recorder/Treasurer: Amy Cottingham
District Court Clerk: Tara Bruhn
Police Chief/Marshal: Joann Demmitt

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 5, 2026
LOM211325

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2025	$ 407,791	$ 199,181
Receipts:		
State aid	13,907	79,092
Property taxes		14,716
Franchise fees	39,654	
Sales taxes	334,197	
Fines, forfeitures, and costs	38,239	1,563
Interest	12,238	5,650
Local permits and fees	4,750	
Other	4,854	265
Total Receipts	447,839	101,286
Disbursements:		
General government	145,314	
Law enforcement	201,616	
Highways and streets	75,000	189,813
Public safety	20,064	
Recreation and culture	3,790	
Contribution to water and sewer	23,805	
Total Disbursements	469,589	189,813
Cash Balance, December 31, 2025	$ 386,041	$ 110,654

CITY OF LONDON, ARKANSAS

Schedule 2

COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

(UNAUDITED)

	Street	District Court Automation	Total
Cash Balance, January 1, 2025	$ 195,883	$ 3,298	$ 199,181
Receipts:			
State aid	79,092		79,092
Property taxes	14,716		14,716
Fines, forfeitures, and costs		1,563	1,563
Interest	5,530	120	5,650
Other	265		265
Total Receipts	99,603	1,683	101,286
Disbursements:			
Highways and streets	189,813		189,813
Cash Balance, December 31, 2025	$ 105,673	$ 4,981	$ 110,654

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

1. Cash balances on the Financial Schedules include demand accounts.

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

	December 31, 2025
Police Bond and Fine	$ 9,929
Administration of Justice	1,179

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

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

	December 31, 2025
Land	$ 42,160
Buildings	342,522
Equipment	424,957
Total	$ 809,639