City of Quitman, Arkansas

Financial and Compliance Report

December 31, 2025

LEGISLATIVE JOINT AUDITING COMMITTEE

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

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LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Quitman, 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 Quitman, Arkansas, as of and for the year ended December 31, 2025, and have issued our report thereon dated May 29, 2026. These procedures were not performed for the Water and Sewer Department 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: Todd Henry
Recorder: Pam Bennett
Treasurer: Sherry Davis
District Court Clerk: Alex Brantley
Police Chief: Charles Shaw

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 29, 2026
LOM216025

CITY OF QUITMAN, 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	$ 937,474	$ 797,248
Receipts:		
State aid	37,406	58,643
Property taxes	45,328	3,638
Franchise fees	67,904	
Sales taxes	433,834	142,015
Fines, forfeitures, and costs	69,421	10,021
Interest	37,843	34,155
Local permits and fees	18,541	215
Royalties	4,225	
Repayment of economic development loans		36,474
Other	67,394	25,579
Transfers in	8,469	50,000
Total Receipts	790,365	360,740
Disbursements:		
General government	538,107	
Law enforcement	14,512	86,950
Highways and streets		46,831
Public safety	137,176	
Recreation and culture	557	116,273
Social services	4,700	
Economic development		1,168
Transfers out	50,000	8,469
Contribution to sewer	40,000	
Unclassified		99
Total Disbursements	785,052	259,790
Cash Balance, December 31, 2025	$ 942,787	$ 898,198

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

Schedule 2

	Street	Police	Court Automation	Parks and Festival	Economic Development	Total
Cash Balance, January 1, 2025	$ 237,633	$ 21,697	$ 29,188	$ 336,340	$ 172,390	$ 797,248
Receipts:						
State aid	58,643					58,643
Property taxes	3,638					3,638
Sales taxes				142,015		142,015
Fines, forfeitures, and costs		8,918	1,103			10,021
Interest	10,254	1,070	1,050	14,352	7,429	34,155
Local permits and fees		215				215
Repayment of economic development loans					36,474	36,474
Other		8,773		16,806		25,579
Transfers in		50,000				50,000
Total Receipts	72,535	68,976	2,153	173,173	43,903	360,740
Disbursements:						
Law enforcement		73,243	13,707			86,950
Highways and streets	46,831					46,831
Recreation and culture				116,273		116,273
Economic development					1,168	1,168
Transfers out					8,469	8,469
Unclassified				99		99
Total Disbursements	46,831	73,243	13,707	116,372	9,637	259,790
Cash Balance, December 31, 2025	$ 263,337	$ 17,430	$ 17,634	$ 393,141	$ 206,656	$ 898,198

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

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

2. The General Fund column on the Financial Schedules includes the following bank accounts:
   General and Fire Department

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

	December 31, 2025
District Court	$ 18,922
Payroll	20,349

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	$ 188,790
Buildings	1,427,192
Equipment	725,817
Total	$ 2,341,799

5. The City loaned economic development funds of $120,000 in 2013, $89,500 in 2020, $10,000 in 2021, $45,000 in 2022, and $40,000 in 2023 to local area businesses. The outstanding balances of the loans at December 31, 2025, were $71,159.