

City of Traskwood, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF TRASKWOOD, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2023

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Arkansas

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Sen. John Payton
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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Traskwood, 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 Traskwood, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated May 1, 2024. 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 2023:

Mayor: Kimberly Schane
Recorder/Treasurer: Dedra Wood
District Court Clerk: Debora Midgett
Police Chief: Kevin Cooper (hired May 31, 2023)
Gary Middleton (resigned May 30, 2023)

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 General and Street Fund expenditures exceeded budgeted appropriations by \$45,941 (100%) and \$62,570 (491%), respectively, in noncompliance with Ark. Code Ann. § 14-58-203.

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 1, 2024
LOM218523

CITY OF TRASKWOOD, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2023	\$ 35,633	\$ 381,875
Receipts:		
State aid	7,526	74,420
Property taxes	23,056	6,793
Sale of assets	8,500	
Unclassified	35,302	18,056
Total Receipts	74,384	99,269
Disbursements:		
General government	66,210	
Law enforcement	24,186	
Highways and streets		75,320
Public safety		23,525
Unclassified	1,485	
Total Disbursements	91,881	98,845
Cash Balance, December 31, 2023	\$ 18,136	\$ 382,299

CITY OF TRASKWOOD, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 2

	Street	Fire Department	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 201,628	\$ 105,202	\$ 75,045	\$ 381,875
Receipts:				
State aid	41,757	32,663		74,420
Property taxes	6,793			6,793
Unclassified		18,056		18,056
Total Receipts	<u>48,550</u>	<u>50,719</u>		<u>99,269</u>
Disbursements:				
Highways and streets	75,320			75,320
Public safety		23,525		23,525
Total Disbursements	<u>75,320</u>	<u>23,525</u>		<u>98,845</u>
Cash Balance, December 31, 2023	<u>\$ 174,858</u>	<u>\$ 132,396</u>	<u>\$ 75,045</u>	<u>\$ 382,299</u>

CITY OF TRASKWOOD, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Schedule 3

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

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

	<u>December 31,</u> <u>2023</u>
Land	\$ 55,000
Buildings	678,000
Equipment	<u>330,661</u>
Total	<u>\$ 1,063,661</u>