

City of Diamondhead, Arkansas

Financial and Compliance Report

December 31, 2025 and 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF DIAMONDHEAD, ARKANSAS
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FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

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Arkansas

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Senate Vice Chair



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House Chair
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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Diamondhead, 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 Diamondhead, Arkansas, as of and for the years ended December 31, 2025 and 2024, and have issued our report thereon dated May 6, 2026. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relate to the following officials who held office during 2025 and 2024:

Mayor: Ralph Carruth
Recorder/Treasurer: John Barnhart

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 dark ink, appearing to read "Kevin White", with a stylized flourish at the end.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
May 6, 2026
LOM224025

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

Schedule 1

	General Fund	Special Revenue Fund - Street
Cash Balance, January 1, 2025	\$ 2,740	\$ 100
Receipts:		
State aid	9,189	53,672
Sales taxes	267,176	
Interest	1,409	321
Local permits and fees	5,230	
Other	2,566	
Total Receipts	<u>285,570</u>	<u>53,993</u>
Disbursements:		
General government	89,409	
Highways and streets		123
Total Disbursements	<u>89,409</u>	<u>123</u>
Cash Balance, December 31, 2025	<u>\$ 198,901</u>	<u>\$ 53,970</u>

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

Schedule 2

	General Fund	Special Revenue Fund - Street
	<u> </u>	<u> </u>
Receipts:		
Interest	\$ 2	
Donations	<u> 2,775</u>	\$ 100
Total Receipts	<u> 2,777</u>	<u> 100</u>
Disbursements:		
General government	<u> 37</u>	
Cash Balance, December 31, 2024	<u><u> 2,740</u></u>	<u><u> 100</u></u>

CITY OF DIAMONDHEAD, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.

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

	December 31, 2025
Land	\$ 14,324
Equipment	1,368
Total	\$ 15,692

The City did not purchase capital assets until 2025.