

Town of Blue Eye, Arkansas

Financial and Compliance Report

December 31, 2024 and 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF BLUE EYE, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

Financial and Compliance Report

	<u>Schedule</u>
2024	
Schedule of Financial Information (Unaudited)	1
2023	
Schedule of Financial Information (Unaudited)	2
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	3
2024 and 2023	
Other Information (Unaudited)	4

Arkansas

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Sen. Jim Dotson
Senate Vice Chair



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Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Blue Eye, 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 Town of Blue Eye, Arkansas, as of and for the years ended December 31, 2024 and 2023, and have issued our report thereon dated August 11, 2025. Management of the Town 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 official who held office during 2024 and 2023:

Mayor: Sondra Eby

We evaluated the Town'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 annual financial statements were not published or posted, as required by Ark. Code Ann. § 14-59-116. A similar finding was noted in the previous report.

Budgets were not adopted, as required by Ark. Code Ann. § 14-58-202. A similar finding was issued in the previous five reports dating back to 2011.

The governing body did not review the prior report and accompanying comments at the first regularly scheduled meeting following receipt of the report, as required by Ark. Code Ann. § 10-4-418. A similar finding was issued in the previous report.

Monthly financial reports were not submitted to the council, as required by Ark. Code Ann. § 14-59-115.

Adequate supporting documentation was not maintained for all disbursements, as required by Ark. Code Ann. § 14-59-105. A similar finding was issued in the previous report.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local Town 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", with a stylized flourish at the end.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
August 11, 2025
LOM302624

TOWN OF BLUE EYE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Fund (Street)	Capital Projects Funds (Mo-Ark Academy)
Cash Balance, January 1, 2024	\$ 17,326	\$ 1,382	\$ 588
Receipts:			
State aid	46	3,783	
Property taxes	1,848	454	
Franchise fees	240		
Sales taxes	5,053		
Interest	10	2	
Transfers in	588		
Unclassified	1,103		
Total Receipts	<u>8,888</u>	<u>4,239</u>	
Disbursements:			
General government	5,155		
Highways and streets		1,713	
Transfers out			588
Total Disbursements	<u>5,155</u>	<u>1,713</u>	<u>588</u>
Cash Balance, December 31, 2024	<u>\$ 21,059</u>	<u>\$ 3,908</u>	<u>\$ 0</u>

TOWN OF BLUE EYE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Schedule 2

	General Fund	Special Revenue Funds	Capital Projects Funds (Mo-Ark Academy)
Cash Balance, January 1, 2023	\$ 27,441	\$ 10,666	\$ 588
Receipts:			
State aid	46	3,880	
Property taxes	1,237	351	
Franchise fees	240		
Sales taxes	4,929		
Interest	14	3	
Unclassified	387		
Total Receipts	<u>6,853</u>	<u>4,234</u>	
Disbursements:			
General government	16,968		
Highways and streets		13,518	
Total Disbursements	<u>16,968</u>	<u>13,518</u>	
Cash Balance, December 31, 2023	<u>\$ 17,326</u>	<u>\$ 1,382</u>	<u>\$ 588</u>

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

Schedule 3

	Street	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 7,523	\$ 3,143	\$ 10,666
Receipts:			
State aid	3,880		3,880
Property taxes	351		351
Interest	3		3
Total Receipts	<u>4,234</u>		<u>4,234</u>
Disbursements:			
Highways and streets	<u>10,375</u>	<u>3,143</u>	<u>13,518</u>
Cash Balance, December 31, 2023	<u><u>\$ 1,382</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 1,382</u></u>

TOWN OF BLUE EYE, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(UNAUDITED)

Schedule 4

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

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

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Land	\$ 8,000	\$ 8,000
Buildings	25,000	25,000
Equipment	<u>112</u>	<u>112</u>
Totals	<u><u>\$ 33,112</u></u>	<u><u>\$ 33,112</u></u>