

Town of Edmondson, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF EDMONDSON, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2024

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Arkansas

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Rep. RJ Hawk
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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Edmondson, 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 Edmondson, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated June 23, 2025. These procedures were not performed for the Sewer Department. 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 officials who held office during 2024:

Mayor: Sidney Prackett
Recorder/Treasurer: Hayward Shaw, Jr.

We evaluated the Town's compliance with certain state laws concerning general accounting, budgeting, purchasing, and investing and depositing of public funds.

Noncompliance with state law and accepted accounting practices was noted in the office of **Recorder/Treasurer**.

Recorder/Treasurer

Bank reconciliations were not provided for the General, Street, Fire, Weaver Manor, Act 833, and American Rescue Plan Act Funds, in noncompliance with Ark. Code Ann. § 14-59-108. A similar finding was noted in the prior engagement.

The cash receipts journals for the General and Street Funds were not properly classified and posted, and the cash receipts and disbursements journals for the American Rescue Plan Act Fund were not properly posted, in noncompliance with Ark. Code Ann §§ 14-59-110, -111. A similar finding was noted in the prior engagement.

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".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
June 23, 2025
LOM305224

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

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2024	\$ 9,444	\$ 85,459
	<u> </u>	<u> </u>
Receipts:		
State aid	3,614	79,476
Property taxes	8,721	969
Franchise fees	9,871	
Sales taxes	30,399	
Local permits and fees	95	220
Sanitation fees	5,659	
Rental income	18,800	30,850
Southland breakage and gaming tax		229
Insurance proceeds	27,467	41,880
Other	968	66
Transfers in		9,125
Total Receipts	<u>105,594</u>	<u>162,815</u>
	<u> </u>	<u> </u>
Disbursements:		
General government	91,550	13,444
Highways and streets		8,098
Public safety		42,185
Sanitation	8,045	
Debt service		8,000
Transfers out	1,125	8,000
Total Disbursements	<u>100,720</u>	<u>79,727</u>
	<u> </u>	<u> </u>
Cash Balance, December 31, 2024	<u>\$ 14,318</u>	<u>\$ 168,547</u>

TOWN OF EDMONDSON, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024
 (UNAUDITED)

Schedule 2

	Street	Fire	Weaver Manor	Act 833 Fire Equipment and Training	American Rescue Plan Act	Total
Cash Balance, January 1, 2024	\$ 36,248	\$ 3,809	\$ 15,067	\$ 27,153	\$ 3,182	\$ 85,459
Receipts:						
State aid	19,982			59,494		79,476
Property taxes	969					969
Local permits and fees		220				220
Rental income			30,850			30,850
Southland breakage and gaming tax		229				229
Insurance proceeds		1,279	40,601			41,880
Other		10		56		66
Transfers in	9,125					9,125
Total Receipts	<u>30,076</u>	<u>1,738</u>	<u>71,451</u>	<u>59,550</u>		<u>162,815</u>
Disbursements:						
General government			10,262		3,182	13,444
Highways and streets	8,098					8,098
Public safety		2,897		39,288		42,185
Debt service			8,000			8,000
Transfers out			8,000			8,000
Total Disbursements	<u>8,098</u>	<u>2,897</u>	<u>26,262</u>	<u>39,288</u>	<u>3,182</u>	<u>79,727</u>
Cash Balance, December 31, 2024	<u>\$ 58,226</u>	<u>\$ 2,650</u>	<u>\$ 60,256</u>	<u>\$ 47,415</u>	<u>\$ 0</u>	<u>\$ 168,547</u>

TOWN OF EDMONDSON, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Schedule 3

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

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

	December 31, 2024
Land	\$ 19,634
Buildings	1,000,000
Equipment	383,587
Total	<u>\$ 1,403,221</u>

- 3. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2024
Financed purchase	<u>\$ 215,600</u>