

Town of Keo, Arkansas

Financial and Compliance Report

December 31, 2024



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

Financial and Compliance Report

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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Keo, 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 Keo, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated March 25, 2026. These procedures were not performed for the Water and Sewer Department. Management of the Town 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 2024:

Mayor: Stephanie White
Recorder/Treasurer: Clara Hughes

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.

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 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
March 25, 2026
LOM309124

TOWN OF KEO, 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	\$ 156,925	\$ 466,017
Receipts:		
State aid	3,578	54,266
Property taxes	10,600	3,909
Franchise fees	18,131	
Sales taxes	60,556	
Interest	3,903	6,502
Sale of assets		1,100
Donations	1,800	1,050
Other	10,532	53
Transfers in	573	4,000
Total Receipts	<u>109,673</u>	<u>70,880</u>
Disbursements:		
General government	64,148	
Highways and streets		5,546
Public safety	11,895	35,974
Health	19,117	
Recreation and culture		3,963
Contribution to water	216	24,784
Wastewater		97,232
Debt service		4,998
Transfers out	4,000	573
Total Disbursements	<u>99,376</u>	<u>173,070</u>
Cash Balance, December 31, 2024	<u>\$ 167,222</u>	<u>\$ 363,827</u>

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

Schedule 2

	<u>Street</u>	<u>Fire Department</u>	<u>Veteran's Memorial</u>	<u>American Rescue Plan Act (ARPA)</u>	<u>Wastewater Rehab Project</u>	<u>Total</u>
Cash Balance, January 1, 2024	\$ 27,179	\$ 46,275	\$ 4,359	\$ 24,784	\$ 363,420	\$ 466,017
Receipts:						
State aid	17,022	37,244				54,266
Property taxes	3,909					3,909
Interest	513	825	55		5,109	6,502
Sale of assets		1,100				1,100
Donations		1,050				1,050
Other			53			53
Transfers in			4,000			4,000
Total Receipts	<u>21,444</u>	<u>40,219</u>	<u>4,108</u>		<u>5,109</u>	<u>70,880</u>
Disbursements:						
Highways and streets	5,546					5,546
Public safety		35,974				35,974
Recreation and culture			3,963			3,963
Contribution to water				24,784		24,784
Wastewater					97,232	97,232
Debt service		4,998				4,998
Transfers out	573					573
Total Disbursements	<u>6,119</u>	<u>40,972</u>	<u>3,963</u>	<u>24,784</u>	<u>97,232</u>	<u>173,070</u>
Cash Balance, December 31, 2024	<u>\$ 42,504</u>	<u>\$ 45,522</u>	<u>\$ 4,504</u>	<u>\$ 0</u>	<u>\$ 271,297</u>	<u>\$ 363,827</u>

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

Schedule 3

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposits.
2. The General Fund column on the Financial Schedules includes the following bank accounts:
General checking, General reserve, General certificate of deposit, and New Keo Reserve certificate of deposit.
3. The Municipality's capital assets records are summarized below:

	<u>December 31,</u> <u>2024</u>
Land	\$ 115,125
Buildings	137,700
Equipment	<u>318,911</u>
 Total	 <u>\$ 571,736</u>

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

	<u>December 31,</u> <u>2024</u>
Financed purchase	<u>\$ 7,503</u>