

City of Lakeview, Arkansas

Financial and Compliance Report

December 31, 2017 and 2016

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF LAKEVIEW , ARKANSAS
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FOR THE YEARS ENDED DECEMBER 31, 2017, AND 2016

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Arkansas



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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Lakeview , 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 Lakeview, Arkansas, as of and for the years ended December 31, 2017 and 2016, and have issued our report thereon dated October 2, 2018. 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 2017 and 2016:

Mayor: Dennis Behling
Recorder/Treasurer: Rebecca Barton
District Court Clerk: Rebecca Barton
Police Chief: David Hotchkiss

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.

Our procedures indicated that the above offices were in substantial compliance with Arkansas fiscal and financial laws.

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

Handwritten signature of Roger A. Norman in cursive script.

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
October 2, 2018
LOM210517

CITY OF LAKEVIEW, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (UNAUDITED)

Schedule 1

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash Balance, January 1, 2017	\$ 317,980	\$ 167,420
Receipts:		
State aid	11,752	50,974
Federal aid	3,500	
Property taxes	37,510	16,906
Franchise fees	5,167	
Sales taxes	160,973	
Fines, forfeitures, and costs		650
Interest	666	162
Local permits and fees	1,535	
Other	11,985	12,540
Transfers in		11,128
Total Receipts	<u>233,088</u>	<u>92,360</u>
Disbursements:		
General government	94,674	
Law enforcement	105,315	12,111
Highways and streets		52,306
Transfers out	11,128	
Total Disbursements	<u>211,117</u>	<u>64,417</u>
Cash Balance, December 31, 2017	<u>\$ 339,951</u>	<u>\$ 195,363</u>

CITY OF LAKEVIEW, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (UNAUDITED)

Schedule 2

	<u>Street</u>	<u>Criminal Justice</u>	<u>Local Police and Fire Retirement System</u>	<u>District Court Automation</u>	<u>Total</u>
Cash Balance, January 1, 2017	\$ 117,177	\$ 11,217	\$ 38,718	\$ 308	\$ 167,420
Receipts:					
State aid	50,974				50,974
Property taxes	16,906				16,906
Fines, forfeitures, and costs		306	102	242	650
Interest	58	6	98		162
Other	12,540				12,540
Transfers in			5,000	6,128	11,128
Total Receipts	<u>80,478</u>	<u>312</u>	<u>5,200</u>	<u>6,370</u>	<u>92,360</u>
Disbursements:					
Law enforcement		200	8,433	3,478	12,111
Highways and streets	52,306				52,306
Total Disbursements	<u>52,306</u>	<u>200</u>	<u>8,433</u>	<u>3,478</u>	<u>64,417</u>
Cash Balance, December 31, 2017	<u>\$ 145,349</u>	<u>\$ 11,329</u>	<u>\$ 35,485</u>	<u>\$ 3,200</u>	<u>\$ 195,363</u>

CITY OF LAKEVIEW, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2016
 (UNAUDITED)

Schedule 3

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2016	\$ 298,184	\$ 172,784
Receipts:		
State aid	11,835	48,949
Property taxes	33,382	15,021
Franchise fees	5,057	
Sales taxes	161,310	
Fines, forfeitures, and costs		850
Interest	554	288
Local permits and fees	800	
Other	18,357	323
Transfers in		2,822
Total Receipts	<u>231,295</u>	<u>68,253</u>
Disbursements:		
General government	96,941	
Law enforcement	105,702	11,089
Highways and streets		62,528
Recreation and culture	6,034	
Transfers out	2,822	
Total Disbursements	<u>211,499</u>	<u>73,617</u>
Cash Balance, December 31, 2016	<u>\$ 317,980</u>	<u>\$ 167,420</u>

CITY OF LAKEVIEW, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2016
 (UNAUDITED)

Schedule 4

	Street	Criminal Justice	Local Police and Fire Retirement System	District Court Automation	Total
Cash Balance, January 1, 2016	\$ 115,398	\$ 11,121	\$ 45,832	\$ 433	\$ 172,784
Receipts:					
State aid	48,949				48,949
Property taxes	15,021				15,021
Fines, forfeitures, and costs		445	97	308	850
Interest	14	1	273		288
Other	323				323
Transfers in				2,822	2,822
Total Receipts	<u>64,307</u>	<u>446</u>	<u>370</u>	<u>3,130</u>	<u>68,253</u>
Disbursements:					
Law enforcement		350	7,484	3,255	11,089
Highways and streets	62,528				62,528
Total Disbursements	<u>62,528</u>	<u>350</u>	<u>7,484</u>	<u>3,255</u>	<u>73,617</u>
Cash Balance, December 31, 2016	<u>\$ 117,177</u>	<u>\$ 11,217</u>	<u>\$ 38,718</u>	<u>\$ 308</u>	<u>\$ 167,420</u>

CITY OF LAKEVIEW, ARKANSAS
 OTHER INFORMATION
 FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016
 (UNAUDITED)

Schedule 5

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.
2. Cash balances at year-end in the agency fund is as follows:

	December 31, 2017	December 31, 2016
District Court Fund	\$ 2,568	\$ 1,897

These balances represent fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2017	December 31, 2016
Land	\$ 214,781	\$ 214,781
Buildings	334,106	334,106
Equipment	274,853	274,853
Total	\$ 823,740	\$ 823,740