

City of Guy, Arkansas

Financial and Compliance Report

December 31, 2017

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF GUY, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2017

Financial and Compliance Report

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

Arkansas

Sen. Jimmy Hickey, Jr.
Senate Chair
Sen. Lance Eads
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. Mary Bentley
House Vice Chair

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Guy, 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 Guy, Arkansas, as of and for the year ended December 31, 2017, and have issued our report thereon dated September 25, 2018. These procedures were not performed for the Water and Sewer Department. 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:

Mayor: Sam Hidgon
Recorder/Treasurer: Rita James
District Court Clerk: Wendy Grimes
Police Chief: Chris Humphrey (hired May 8, 2017)
Bobby Lockard (resigned April 19, 2017)

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

A handwritten signature in cursive script that reads "Roger A. Norman".

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

Little Rock, Arkansas
September 25, 2018
LOM222517

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2017	\$ 200,349	\$ 177,613
Receipts:		
State aid	11,229	53,760
Federal aid	3,500	
Property taxes	22,771	14,560
Franchise fees	32,374	
Sales taxes	45,567	22,333
Fines, forfeitures, and costs	99,745	1,827
Interest	224	138
Local permits and fees	1,486	
Other	8,469	4,270
Total Receipts	225,365	96,888
Disbursements:		
General government	147,542	
Law enforcement	53,682	99
Highways and streets		40,836
Recreation and culture		9,903
Debt service	16,914	
Total Disbursements	218,138	50,838
Cash Balance, December 31, 2017	\$ 207,576	\$ 223,663

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

Schedule 2

	Street	Park	Court Automation	Building Renovation	Library	Total
Cash Balance, January 1, 2017	\$ 149,446	\$ 21,303	\$ 3,903	\$ 2,951	\$ 10	\$ 177,613
Receipts:						
State aid	48,760			5,000		53,760
Property taxes	14,560					14,560
Sales taxes		22,333				22,333
Fines, forfeitures, and costs			1,827			1,827
Interest	118	15	2	3		138
Other		4,170			100	4,270
Total Receipts	<u>63,438</u>	<u>26,518</u>	<u>1,829</u>	<u>5,003</u>	<u>100</u>	<u>96,888</u>
Disbursements:						
Law enforcement			99			99
Highways and streets	40,836					40,836
Recreation and culture		9,903				9,903
Total Disbursements	<u>40,836</u>	<u>9,903</u>	<u>99</u>			<u>50,838</u>
Cash Balance, December 31, 2017	<u>\$ 172,048</u>	<u>\$ 37,918</u>	<u>\$ 5,633</u>	<u>\$ 7,954</u>	<u>\$ 110</u>	<u>\$ 223,663</u>

CITY OF GUY, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.
2. The General Fund column on the Financial Schedules includes the following bank accounts:
General, Capital Improvement, and Beautification
3. The cash balance at year-end in the agency fund is as follows:

	December 31, 2017
District Court Fund	\$ 18,482

This balance represents fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2017
Land	\$ 98,418
Buildings	259,860
Equipment	289,682
Total	\$ 647,960

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

	December 31, 2017
Notes payable	\$ 1,080