

Town of Beedeville, Arkansas

Financial and Compliance Report

December 31, 2019, 2018, and 2017

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF BEEDEVILLE, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2019, 2018, AND 2017

Financial and Compliance Report

	<u>Schedule</u>
2019	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2018	
Schedule of Financial Information (Unaudited)	3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	4
2017	
Schedule of Financial Information (Unaudited)	5
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	6
2019, 2018, and 2017	
Other Information (Unaudited)	7

Arkansas



Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair

Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Beedeville, 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 Beedeville, Arkansas, as of and for the years ended December 31, 2019, 2018, and 2017, and have issued our report thereon dated October 20, 2020. These procedures were not performed for the Water and Sewer Funds. 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 2019, 2018, and 2017:

Mayor: Wyant Beede (January 1, 2017 – December 31, 2018)
David Burnette (Elected January 1, 2019; Resigned May 6, 2019)
Dale Gardner (Appointed June 3, 2019)
Recorder/Treasurer: Polly Adams

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** and **Recorder/Treasurer**.

Mayor

In 2017, total Street Fund disbursements exceeded budgeted appropriations by \$2,503 (31%), in noncompliance with Ark. Code Ann. § 14-58-203.

Recorder/Treasurer

The fixed asset listing was not properly maintained to include asset additions, deletions, and totals, as required by Ark. Code Ann. § 14-59-107. A similar finding was noted in the previous report.

Invoices and supporting documentation were not provided for tested disbursements in 2019 and 2017 of \$1,114 (13%) and \$3,280 (20%), respectively, in noncompliance with Ark. Code Ann. § 14-59-105.

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

Handwritten signature of Roger A. Norman in cursive.

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

Little Rock, Arkansas
October 20, 2020
LOM301519

TOWN OF BEEDEVILLE, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2019
 (UNAUDITED)

Schedule 1

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash Balance, January 1, 2019	<u>\$ 3,713</u>	<u>\$ 8,336</u>
Receipts:		
State aid	1,692	12,891
Property taxes	3,215	632
Franchise fees	4,348	
Sales taxes	13,781	
Sanitation Fees	5,936	
Other	2,110	1,560
Total Receipts	<u>31,082</u>	<u>15,083</u>
Disbursements:		
General government	15,342	
Highways and streets		5,405
Public safety	1,800	4,894
Sanitation	7,263	
Recreation and culture	2,007	
Debt service	2,796	6,313
Total Disbursements	<u>29,208</u>	<u>16,612</u>
Cash Balance, December 31, 2019	<u>\$ 5,587</u>	<u>\$ 6,807</u>

TOWN OF BEEDEVILLE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2019
 (UNAUDITED)

Schedule 2

	<u>Street</u>	<u>Fire Department</u>	<u>Park Maintenance</u>	<u>Disaster</u>	<u>Total</u>
Cash Balance, January 1, 2019	<u>\$ 3,560</u>	<u>\$ 3,880</u>	<u>\$ 895</u>	<u>\$ 1</u>	<u>\$ 8,336</u>
Receipts:					
State aid	7,672	5,219			12,891
Property taxes	632				632
Other		1,560			1,560
Total Receipts	<u>8,304</u>	<u>6,779</u>			<u>15,083</u>
Disbursements:					
Highways and streets	5,405				5,405
Public safety		4,894			4,894
Debt service	2,796	3,517			6,313
Total Disbursements	<u>8,201</u>	<u>8,411</u>			<u>16,612</u>
Cash Balance, December 31, 2019	<u><u>\$ 3,663</u></u>	<u><u>\$ 2,248</u></u>	<u><u>\$ 895</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 6,807</u></u>

TOWN OF BEEDEVILLE, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2018
 (UNAUDITED)

Schedule 3

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2018	\$ 6,029	\$ 11,530
Receipts:		
State aid	1,695	12,190
Federal aid		75,000
Property taxes	3,025	600
Franchise fees	4,964	
Sales taxes	15,049	
Sanitation Fees	5,268	
Loan proceeds		15,720
Other	1,798	2,204
Total Receipts	<u>31,799</u>	<u>105,714</u>
Disbursements:		
General government	20,823	
Highways and streets		5,048
Public safety	1,950	95,469
Sanitation	7,263	
Recreation and culture	1,283	
Debt service	2,796	8,391
Total Disbursements	<u>34,115</u>	<u>108,908</u>
Cash Balance, December 31, 2018	<u>\$ 3,713</u>	<u>\$ 8,336</u>

TOWN OF BEEDEVILLE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2018
 (UNAUDITED)

Schedule 4

	<u>Street</u>	<u>Fire Department</u>	<u>Park Maintenance</u>	<u>Disaster</u>	<u>Total</u>
Cash Balance, January 1, 2018	\$ 3,310	\$ 7,324	\$ 895	\$ 1	\$ 11,530
Receipts:					
State aid	7,494	4,696			12,190
Federal aid				75,000	75,000
Property taxes	600				600
Loan proceeds		15,720			15,720
Other		2,204			2,204
Total Receipts	<u>8,094</u>	<u>22,620</u>		<u>75,000</u>	<u>105,714</u>
Disbursements:					
Highways and streets	5,048				5,048
Public safety		20,469		75,000	95,469
Debt service	2,796	5,595			8,391
Total Disbursements	<u>7,844</u>	<u>26,064</u>		<u>75,000</u>	<u>108,908</u>
Cash Balance, December 31, 2018	<u>\$ 3,560</u>	<u>\$ 3,880</u>	<u>\$ 895</u>	<u>\$ 1</u>	<u>\$ 8,336</u>

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

Schedule 5

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2017	\$ 10,552	\$ 10,563
Receipts:		
State aid	1,697	18,234
Property taxes	3,249	649
Franchise fees	4,383	
Sales taxes	13,950	
Sanitation Fees	5,830	
Other	1,615	127
Total Receipts	<u>30,724</u>	<u>19,010</u>
Disbursements:		
General government	21,824	
Highways and streets		7,757
Public safety	1,500	7,490
Sanitation	7,263	
Recreation and culture	1,864	
Debt service	2,796	2,796
Total Disbursements	<u>35,247</u>	<u>18,043</u>
Cash Balance, December 31, 2017	<u>\$ 6,029</u>	<u>\$ 11,530</u>

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

Schedule 6

	<u>Street</u>	<u>Fire Department</u>	<u>Park Maintenance</u>	<u>Disaster</u>	<u>Total</u>
Cash Balance, January 1, 2017	<u>\$ 5,853</u>	<u>\$ 3,814</u>	<u>\$ 895</u>	<u>\$ 1</u>	<u>\$ 10,563</u>
Receipts:					
State aid	7,361	10,873			18,234
Property taxes	649				649
Other		127			127
Total Receipts	<u>8,010</u>	<u>11,000</u>			<u>19,010</u>
Disbursements:					
Highways and streets	7,757				7,757
Public safety		7,490			7,490
Debt service	2,796				2,796
Total Disbursements	<u>10,553</u>	<u>7,490</u>			<u>18,043</u>
Cash Balance, December 31, 2017	<u>\$ 3,310</u>	<u>\$ 7,324</u>	<u>\$ 895</u>	<u>\$ 1</u>	<u>\$ 11,530</u>

TOWN OF BEEDEVILLE, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2019, 2018, AND 2017
(UNAUDITED)

Schedule 7

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 Fund and Community Building Fund
3. The Municipality's capital assets records are summarized below:

	December 31, 2019	December 31, 2018	December 31, 2017
Land	\$ 1,804	\$ 1,804	\$ 1,804
Buildings	179,807	104,807	104,807
Equipment	77,867	77,867	77,867
Totals	\$ 259,478	\$ 184,478	\$ 184,478

4. Outstanding balances at year-end for long-term liabilities are as follows:

	December 31, 2019	December 31, 2018	December 31, 2017
Notes payable	\$ 10,560	\$ 23,719	\$ 13,605