

Town of Ben Lomond, Arkansas

Financial and Compliance Report

December 31, 2017

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF BEN LOMOND, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2017

Financial and Compliance Report

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Arkansas

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Senate Vice Chair



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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

Town of Ben Lomond, 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 Ben Lomond, Arkansas, as of and for the year ended December 31, 2017, and have issued our report thereon dated August 27, 2018. These procedures were not performed for the Water 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 2017:

Mayor: Ronnie Smith
Recorder/Treasurer: Glenda Tinkes

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.

Our procedures indicated that the office of **Mayor** was in substantial compliance with Arkansas fiscal and financial laws. Noncompliance with state law and accepted accounting practices was noted in the office of **Recorder/Treasurer**.

Recorder/Treasurer

The Town did not prepare and file Internal Revenue Service (IRS) Forms W-2 and W-3 and the Arkansas Department of Finance and Administration's annual AR3 Report. Additionally, IRS Forms 941 were not provided for review.

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 cursive script that reads "Roger A. Norman".

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

Little Rock, Arkansas
August 27, 2018
LOM301717

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

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2017	\$ 66,104	\$ 87,800
Receipts:		
State aid	2,300	22,382
Property taxes		1,363
Sales taxes	15,797	
Interest	362	395
Rent	2,865	
Membership dues		125
Other	413	727
Total Receipts	<u>21,737</u>	<u>24,992</u>
Disbursements:		
General government	19,115	
Highways and streets		16,482
Public safety		6,733
Sanitation	275	
Total Disbursements	<u>19,390</u>	<u>23,215</u>
Cash Balance, December 31, 2017	<u>\$ 68,451</u>	<u>\$ 89,577</u>

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

Schedule 2

	<u>Street</u>	<u>Fire Department</u>	<u>Volunteer Fire Department</u>	<u>Total</u>
Cash Balance, January 1, 2017	\$ 56,675	\$ 5,506	\$ 25,619	\$ 87,800
Receipts:				
State aid	9,975		12,407	22,382
Property taxes	1,363			1,363
Interest	316	7	72	395
Membership dues		125		125
Other		727		727
Total Receipts	<u>11,654</u>	<u>859</u>	<u>12,479</u>	<u>24,992</u>
Disbursements:				
Highways and streets	16,482			16,482
Public safety		1,627	5,106	6,733
Total Disbursements	<u>16,482</u>	<u>1,627</u>	<u>5,106</u>	<u>23,215</u>
Cash Balance, December 31, 2017	<u>\$ 51,847</u>	<u>\$ 4,738</u>	<u>\$ 32,992</u>	<u>\$ 89,577</u>

TOWN OF BEN LOMOND, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.

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

	<u>December 31, 2017</u>
Land	\$ 15,000
Buildings	310,000
Equipment	<u>121,645</u>
Total	<u><u>\$ 446,645</u></u>