

City of Murfreesboro, Arkansas

Financial and Compliance Report

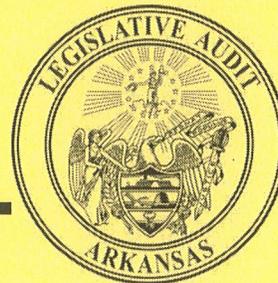
December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE

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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Murfreesboro, 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 Murfreesboro, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated December 16, 2025. These procedures were not performed for the Municipal Water and Sewer Funds. Management of the City 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: Jim O'Neal
Recorder/Treasurer: Penny Lamb
District Court Clerk: Tessa Jackson
Police Chief: Randy Lamb
Park Commission Chairperson: Robbie Crocker
Advertising and Promotion Chairperson: Jamie Terrell

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.

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 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 black ink, appearing to read "Kevin White", written over a horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
December 16, 2025
LOM213824

CITY OF MURFREESBORO, ARKANSAS
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CITY OF MURFREESBORO, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2024
 (UNAUDITED)

| | General Fund | Special Revenue Funds |
|---|-------------------|-----------------------------|
| Cash Balance, January 1, 2024 | \$ 598,887 | \$ 913,278 |
| Receipts: | | |
| State aid | 22,233 | 415,936 |
| Federal aid | 7,400 | 308,775 |
| Property taxes | 50,244 | 12,561 |
| Franchise fees | 104,100 | |
| Sales taxes | 520,980 | 232,380 |
| Fines, forfeitures, and costs | 38,858 | 14,290 |
| Interest | 24,708 | 28,561 |
| Local permits and fees | 25,733 | |
| Advertising and promotion taxes | | 125,129 |
| Sanitation fees | 39,768 | |
| Loan proceeds | | 9,999 |
| Other | 27,450 | 14,948 |
| Transfers in | | 1,090 |
| Total Receipts | <u>861,474</u> | <u>1,163,669</u> |
| Disbursements: | | |
| General government | 199,851 | |
| Law enforcement | 380,395 | 20,841 |
| Highways and streets | 19,498 | 851,136 |
| Public safety | 49,108 | 208,049 |
| Sanitation | 183,473 | |
| Recreation and culture | 16,654 | 157,880 |
| Community development | 1,651 | 111,467 |
| Water and sewer | 3,171 | |
| Industrial development | | 3,108 |
| Contributions to water and sewer department | | 27,218 |
| Debt service | 32,071 | 37,953 |
| Transfers out | 1,090 | |
| Total Disbursements | <u>886,962</u> | <u>1,417,652</u> |
| Cash Balance, December 31, 2024 | <u>\$ 573,399</u> | <u>\$ 659,295</u> |

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

| | Street | Criminal Justice | Fire Training and Equipment (Act 833) | District Court Cost | Economic Development | Court Automation | Police Special | Advertising and Promotion Commission |
|---|----------------|------------------|---------------------------------------|---------------------|----------------------|------------------|----------------|--------------------------------------|
| Cash Balance, January 1, 2024 | \$ 406,615 | \$ 7,192 | \$ 36,244 | \$ 3,078 | \$ 17,307 | \$ 46,984 | \$ 2,660 | \$ 104,879 |
| Receipts: | | | | | | | | |
| State aid | 363,644 | | 31,292 | | | | | |
| Federal aid | | | | | | | | |
| Property taxes | 12,561 | | | | | | | |
| Sales taxes | 126,465 | | | | 3,162 | | | |
| Fines, forfeitures, and costs | | 2,355 | | 396 | | 9,580 | | 2,652 |
| Interest | 16,690 | 293 | 1,635 | 112 | 572 | 1,640 | 92 | 125,129 |
| Advertising and promotion taxes | | | | | | | | |
| Loan proceeds | | | | | | | | |
| Other | 6,290 | | | | | | 150 | |
| Transfers in | | | | | | | | |
| Total Receipts | <u>525,650</u> | <u>2,648</u> | <u>32,927</u> | <u>508</u> | <u>3,734</u> | <u>11,220</u> | <u>242</u> | <u>127,781</u> |
| Disbursements: | | | | | | | | |
| Law enforcement | | | | 146 | | | | |
| Highways and streets | 542,361 | | | | | 11,798 | | |
| Public safety | | | 30,920 | | | | | |
| Recreation and culture | | | | | | | | |
| Community development | | | | | | | | 111,467 |
| Industrial development | | | | | 3,108 | | | |
| Contributions to water and sewer department | | | | | | | | |
| Debt service | 7,300 | | | | | | | |
| Total Disbursements | <u>549,661</u> | | <u>30,920</u> | <u>146</u> | <u>3,108</u> | <u>11,798</u> | | <u>26,231</u> |
| Cash Balance, December 31, 2024 | \$ 382,604 | \$ 9,840 | \$ 38,251 | \$ 3,440 | \$ 17,933 | \$ 46,406 | \$ 2,902 | \$ 94,962 |

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

| | Fire and Rescue | Lake Greeson Sub Station | Municipal Judge and Clerk Retirement | Park Commission | American Rescue Plan Act | City Service Building | ACEDP Grant | Total |
|---|-----------------|--------------------------|--------------------------------------|-----------------|--------------------------|-----------------------|-------------|------------|
| Cash Balance, January 1, 2024 | \$ 1,737 | \$ 16,263 | \$ 774 | \$ 43,717 | \$ 208,663 | \$ 17,267 | \$ (102) | \$ 913,278 |
| Receipts: | | | | | | | | |
| State aid | | | | 21,000 | | | | 415,936 |
| Federal aid | | | | | | | 308,775 | 308,775 |
| Property taxes | | | | 102,753 | | | | 12,561 |
| Sales taxes | | | 1,959 | | | | | 232,380 |
| Fines, forfeitures, and costs | 32 | 652 | 17 | 1,189 | 2,453 | 532 | | 14,290 |
| Interest | | | | | | | | 28,561 |
| Advertising and promotion taxes | | | | 9,999 | | | | 125,129 |
| Loan proceeds | 710 | | | 7,696 | | | 102 | 9,999 |
| Other | | | 1,090 | | | | | 14,948 |
| Transfers in | | | 3,066 | 142,637 | 2,453 | 532 | 308,877 | 1,163,669 |
| Total Receipts | 742 | 652 | 3,066 | 142,637 | 2,453 | 532 | 308,877 | 1,163,669 |
| Disbursements: | | | | | | | | |
| Law enforcement | | | 3,511 | | 5,386 | | | 20,841 |
| Highways and streets | | | | | | | 308,775 | 851,136 |
| Public safety | 2,342 | 2,860 | | | 171,927 | | | 208,049 |
| Recreation and culture | | | | 154,232 | | 3,648 | | 157,880 |
| Community development | | | | | | | | 111,467 |
| Industrial development | | | | | | | | 3,108 |
| Contributions to water and sewer department | | | | | 27,218 | | | 27,218 |
| Debt service | | | | | | | | 37,953 |
| Total Disbursements | 2,342 | 2,860 | 3,511 | 158,654 | 204,531 | 3,648 | 308,775 | 1,417,652 |
| Cash Balance, December 31, 2024 | \$ 137 | \$ 14,055 | \$ 329 | \$ 27,700 | \$ 6,585 | \$ 14,151 | \$ 0 | \$ 659,295 |

CITY OF MURFREESBORO, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2024
 (UNAUDITED)

1. Cash balances on the Financial Schedules include demand and savings accounts.

2. The General Fund column on the Financial Schedules includes the following bank accounts:
 General, New Fire Truck, New Police Vehicle, and Fireman's Fund.

3. Cash balances at year-end in the custodial funds are as follows:

| | December 31, 2024 |
|-------------------------------|----------------------|
| Police Bond and Fine | \$ 605 |
| District Court - City | 4,329 |
| District Court - County | 24,290 |
| District Court - Civil Claims | 1,070 |

These balances represent 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, 2024 |
|-----------|----------------------|
| Land | \$ 94,445 |
| Buildings | 614,313 |
| Equipment | 1,872,629 |
| Total | <u>\$ 2,581,387</u> |

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

| | December 31, 2024 |
|--------------------|----------------------|
| Financed purchases | <u>\$ 144,414</u> |