

Sen. Bryan B. King
Senate Chair
Rep. Kim Hammer
House Chair
Sen. Linda Chesterfield
Senate Vice Chair
Rep. John W. Walker
House Vice Chair

Arkansas



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

LEGISLATIVE JOINT AUDITING COMMITTEE DIVISION OF LEGISLATIVE AUDIT

TO: Auditee

FROM: June M. Barron, CPA, CFE
Deputy Legislative Auditor

DATE: September 6, 2013

SUBJECT: Legislative Joint Auditing Committee Review Of:

Town of Fountain Lake
December 31, 2012

The above mentioned report will be presented to the Standing Committee on Counties and Municipalities of the Legislative Joint Auditing Committee for its review at **1:30 p.m.**, on **Thursday, September 12, 2013** in Conference Room 151, State Capitol Building, Little Rock, Arkansas.

If you should have any questions or comments regarding this matter, please feel free to contact us.

Town of Fountain Lake, Arkansas

Financial and Compliance Report

December 31, 2012

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF FOUNTAIN LAKE, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

Financial and Compliance Report

Schedule of Financial Information (Unaudited)

Other Information (Unaudited)

Schedule

1

2

Sen. Bryan B. King
Senate Chair
Rep. Kim Hammer
House Chair
Sen. Linda Chesterfield
Senate Vice Chair
Rep. John W. Walker
House Vice Chair

Arkansas



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

LEGISLATIVE JOINT AUDITING COMMITTEE DIVISION OF LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Fountain Lake, Arkansas Officials and Council Members
Legislative Joint Auditing Committee

A priority of the Division of 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 Fountain Lake, Arkansas, as of and for the year ended December 31, 2012, and have issued our report thereon dated August 6, 2013. 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 2012:

Mayor: Jack Fields
Recorder/Treasurer: Tracie Taylor
Marshal: John Turner (Marshal's office disbanded February 13, 2012)

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 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 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.

DIVISION OF LEGISLATIVE AUDIT

Handwritten signature of Roger A. Norman in cursive script.

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

Little Rock, Arkansas
August 6, 2013
LOM320012

TOWN OF FOUNTAIN LAKE, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2012
 (UNAUDITED)

Schedule 1

Cash Balance, January 1, 2012	<u>General Fund</u>		<u>Special Revenue Fund (Street)</u>
Receipts:	\$ 42,467		\$ 12,814
State aid			
Property taxes	8,148	23,005	
Sales taxes		2,326	
Fines, forfeitures, and costs	42,502		
Sale of equipment	47	493	
Transfers in		3,106	
<u>Total Receipts</u>	<u>50,697</u>	<u>21,705</u>	
Disbursements:			<u>50,635</u>
General government	18,559		
Law enforcement	2,021		
Highways and streets			53,992
Transfers out	21,705		
<u>Total Disbursements</u>	<u>42,285</u>		<u>53,992</u>
Cash Balance, December 31, 2012	<u>\$ 50,879</u>		<u>\$ 9,457</u>

TOWN OF FOUNTAIN LAKE, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2012
(UNAUDITED)

Schedule 2

1. Cash balances on the Financial Report include demand and savings accounts and certificates of deposit.
2. The General Fund column on the Financial Report includes the following bank accounts:
General and Marshall Safety