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CERTIFIED PUBLIC ACCOUNTANTS

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Accountant's Compilation Report

City Officials and Council Members
City of Cabot, Arkansas

We have compiled the accompanying statement of revenues and expenses-budget and actual (regulatory basis) of the general fund and street fund of the City of Cabot, Arkansas for the one month ended January 31, 2013, which is a selected financial statement on two funds of the City. We have not audited or reviewed the accompanying financial statement and, accordingly, do not express an opinion or provide any assurance about whether the financial statement is in accordance with the regulatory basis of accounting.

The management of the City of Cabot, Arkansas is responsible for the preparation and fair presentation of the financial statement in accordance with the regulatory basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statement.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of a financial statement without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statement. During our compilation, we did become aware of a departure from the regulatory basis of accounting that is described in the following paragraph.

Under the regulatory basis of accounting as prescribed or permitted by Arkansas Code, revenues are recognized as soon as they are both measurable and available, rather than when received, and expenditures are recorded as incurred, rather than when paid. Management considers revenues to be available if they are collected within 60 days of the end of the current period. However, management has informed us that accrued revenues are not included in the financial statement. Revenues are reported when collected. The effect on the financial statement of this departure from the regulatory basis has not been determined.

Management has elected to omit substantially all of the disclosures ordinarily included in a financial statement prepared on the regulatory basis of accounting. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the results of operations of the City. Accordingly, this financial statement is not designed for those who are not informed about such matters.

The supplementary information contained in the schedule of cash and cash equivalents is presented for purposes of additional analysis and is not a required part of the basic financial statement. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

Ellis, Tucker & Aldridge, LLP

Cabot, Arkansas
February 13, 2013

CITY OF CABOT, ARKANSAS
GENERAL FUND and STREET FUND
Statement of Revenues, and Expenditures-Budget and Actual (Regulatory Basis)
One Month Ended January 31, 2013

	Annual Budget 2013	Prorated Budget Through 1/31/2013	Actual Through 1/31/2013	Variance Favorable (Unfavorable) 1/31/2013
Revenues				
General Fund				
General Government	\$ 8,229,708	\$ 685,809	\$ 872,573	\$ 186,764
Recycle Center	15,560	1,297	1,164	(133)
1 City Plaza	111,848	9,321	10,221	900
	<u>\$ 8,357,116</u>	<u>\$ 696,426</u>	<u>\$ 883,958</u>	<u>\$ 187,532</u>
Public Safety				
Fire Department	\$ 237,828	\$ 19,819	\$ -	\$ (19,819)
Public Works	94,375	7,865	16,616	8,751
	<u>\$ 332,203</u>	<u>\$ 27,684</u>	<u>\$ 16,616</u>	<u>\$ (11,068)</u>
Law Enforcement				
District Court	\$ 284,784	\$ 23,732	\$ 41,368	\$ 17,636
Police Department	308,660	25,722	7,266	(18,456)
Animal Control	50,362	4,197	9,379	5,182
	<u>\$ 643,806</u>	<u>\$ 53,651</u>	<u>\$ 58,012</u>	<u>\$ 4,362</u>
Sanitation Fees	1,653,960	137,830	136,068	(1,762)
Total General Fund	<u>\$ 10,987,085</u>	<u>\$ 915,590</u>	<u>\$ 1,094,655</u>	<u>\$ 179,064</u>
Street Fund	2,261,120	188,427	90,351	(98,075)
Total General & Street	<u>\$ 13,248,205</u>	<u>\$ 1,104,017</u>	<u>\$ 1,185,006</u>	<u>\$ 80,989</u>
Expenditures				
General Fund				
General Government				
City Council	\$ 92,578	\$ 7,715	\$ 7,161	\$ 554
Mayor's Office	532,008	44,334	40,952	3,382
City Attorney's Office	225,711	18,809	17,910	899
Other General	446,823	37,235	59,312	(22,077)
City Clerk-Treasurer	375,966	31,331	33,087	(1,757)
Planning Commission	58,041	4,837	42	4,795
Recycle Center	21,341	1,778	1,473	306
1 City Plaza	50,414	4,201	2,670	1,531
	<u>\$ 1,802,882</u>	<u>\$ 150,240</u>	<u>\$ 162,607</u>	<u>\$ (12,366)</u>
Public Safety				
Fire Department	\$ 3,036,874	\$ 253,073	\$ 263,446	\$ (10,373)
Public Works	464,127	38,677	44,192	(5,515)
	<u>\$ 3,501,001</u>	<u>\$ 291,750</u>	<u>\$ 307,638</u>	<u>\$ (15,888)</u>

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CITY OF CABOT, ARKANSAS
General Fund and Street Fund
Statement of Revenues, and Expenditures-Budget and Actual (Regulatory Basis)
One Month Ended January 31, 2013

	Annual Budget 2013	Prorated Budget Through 1/31/2013	Actual Through 1/31/2013	Variance Favorable (Unfavorable) 1/31/2013
Expenditures (cont'd)				
General Fund (cont'd)				
Law Enforcement				
District Court	\$ 288,936	\$ 24,078	\$ 23,279	\$ 799
Police Department	3,574,738	297,895	242,574	55,321
Animal Control	295,415	24,618	36,618	(12,000)
	<u>\$ 4,159,089</u>	<u>\$ 346,591</u>	<u>\$ 302,472</u>	<u>\$ 44,119</u>
Sanitation Contractor	1,653,960	137,830	137,830	-
Total General Fund	\$ 11,116,932	\$ 926,411	\$ 910,546	\$ 15,865
Street Fund	2,563,620	213,635	111,579	102,056
Total General & Street	<u>\$ 13,680,552</u>	<u>\$ 1,140,046</u>	<u>\$ 1,022,125</u>	<u>\$ 117,921</u>
Excess of Revenues Over (Under) Expenditures				
General Fund	\$ (129,847)	\$ (10,821)	\$ 184,109	\$ 194,929
Street Fund	(302,500)	(25,208)	(21,227)	3,981
Total Over (Under)	<u>\$ (432,347)</u>	<u>\$ (36,029)</u>	<u>\$ 162,881</u>	<u>\$ 198,910</u>
Other Financing Sources (Uses)				
General Fund				
Transfers Out				
District Court	\$ (3,468)	\$ (289)	\$ (4,280)	\$ (3,991)
Street Fund	-	-	-	-
Parks & Recreation	(600,000)	(50,000)	(7,000)	43,000
Other Transfers	-	-	-	-
Total General Fund	<u>\$ (603,468)</u>	<u>\$ (50,289)</u>	<u>\$ (11,280)</u>	<u>\$ 39,009</u>
Street Fund				
Transfers In				
General Fund	-	-	-	-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses				
General Fund	\$ (733,315)	\$ (61,110)	\$ 172,829	\$ 233,938
Street Fund	(302,500)	(25,208)	(21,227)	3,981
Total Sources and Uses	<u>\$ (1,035,815)</u>	<u>\$ (86,318)</u>	<u>\$ 151,601</u>	<u>\$ 237,919</u>

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CITY OF CABOT, ARKANSAS
**ALL FUNDS (Except Water & Wastewater, Parks & Recreation,
 Capital Projects Funds, and Debt Service Funds)**
 Schedule of Cash and Cash Equivalents
 As of January 31, 2013, and December 31, 2012

	January 31, 2013	December 31, 2012	YTD Increase (Decrease)	2013 Reserve for Fire Station
General Fund				
Unreserved Cash & Equivalents				
Operating Account	\$ 607,142	\$ 395,939	\$ 211,203	
Investment Account	47	123,044	(122,997)	
Payroll Account	78,147	14,637	63,510	
Credit Card Clearing Account	10,175	76,850	(66,676)	
Drug Buy Account	500	500	-	
Certificates of Deposit	1,045,285	1,051,723	(6,438)	
Total Unreserved	<u>\$ 1,741,295</u>	<u>\$ 1,662,692</u>	<u>\$ 78,602</u>	
Reserved Cash & Equivalents				
Vehicle/Equipment Reserve	\$ 62,825	\$ 62,814	\$ 11	
CD's - New Fire Station	349,749	343,312	6,438	\$ 6,438
	<u>\$ 412,574</u>	<u>\$ 406,126</u>	<u>\$ 6,448</u>	
Total General Fund	<u>\$ 2,153,869</u>	<u>\$ 2,068,818</u>	<u>\$ 85,050</u>	
Street Fund				
Unreserved Cash & Equivalents				
Operating Account	\$ 179,219	\$ 167,349	\$ 11,871	
Capital Reserve Account	214,698	214,680	18	
Certificates of Deposit	715,494	715,494	-	
Total Street Fund	<u>\$ 1,109,411</u>	<u>\$ 1,097,522</u>	<u>\$ 11,889</u>	
Special Revenue Funds				
Sr. Citizens/Health/Liibrary				
Checking	\$ 273,837	\$ 271,453	\$ 2,384	
Certificates of Deposit	157,016	157,016	-	
	<u>\$ 430,853</u>	<u>\$ 428,469</u>	<u>\$ 2,384</u>	
Public Safety & Equipment	40,461	40,303	158	
Municipal (District) Court Costs	520	2,204	(1,683)	
Court Automation Fund	67,317	67,495	(179)	
District Court Retirement Fund	13,996	13,996	-	
Drug Control Fund	8,237	8,236	1	
State Law Enforcemnt Drug Control	18,094	17,400	695	
Act 833 Fire Protection	40,048	39,089	959	
Half Street Improvements	53,509	53,504	5	
Street Bond Refund Account	12,393	12,392	1	
Road Impact Fees	41,547	41,544	4	
Fire Impact Fees	49,584	49,580	4	
Sidewalk Fund	171,086	168,663	2,422	
Parks & Recreation Payroll	643	575	67	
	<u>\$ 948,287</u>	<u>\$ 943,450</u>	<u>\$ 4,837</u>	

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CITY OF CABOT, ARKANSAS
ALL FUNDS (Except Water & Wastewater, Parks & Recreation,
Capital Projects Funds, and Debt Service Funds)
As of January 31, 2013, and December 31, 2012

	January 31, 2013	December 31, 2012	YTD Increase (Decrease)
Trust Funds			
Firemens Pension Fund	\$ 1,082,610	\$ 1,086,296	\$ (3,686)
Firemens Pension Fund CDs	41,163	41,163	-
	<u>\$ 1,123,773</u>	<u>\$ 1,127,459</u>	<u>\$ (3,686)</u>
Policemens Pension Fund	-	-	-
	<u>\$ 1,123,773</u>	<u>\$ 1,127,459</u>	<u>\$ (3,686)</u>
Agency Funds			
Administration of Justice	\$ 30	\$ 30	\$ -
Custodial			
Advertising & Promotion			
Checking	\$ 293,209	\$ 284,970	\$ 8,239
Investment Account	65,105	59,054	6,051
Certificates of Deposit	155,218	155,218	(0)
	<u>\$ 513,532</u>	<u>\$ 499,242</u>	<u>\$ 14,290</u>
 Grand Total	 <u>\$ 5,848,903</u>	 <u>\$ 5,736,522</u>	 <u>\$ 112,381</u>

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