

**ELLIS, TUCKER & ALDRIDGE, LLP**

**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 four months ended April 30, 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

May 15, 2013

**CITY OF CABOT, ARKANSAS**  
**GENERAL FUND and STREET FUND**  
**Statement of Revenues and Expenditures-Budget and Actual (Regulatory Basis)**  
**Four Months Ended April 30, 2013**

	Annual Budget 2013	Prorated Budget Through 4/30/2013	Actual Through 4/30/2013	Variance Favorable (Unfavorable) 4/30/2013
<b>Revenues</b>				
General Fund				
General Government	\$ 8,229,708	\$ 2,743,236	\$ 2,895,607	\$ 152,371
Recycle Center	15,560	5,187	2,056	(3,131)
1 City Plaza	111,848	37,283	38,455	1,172
	<u>\$ 8,357,116</u>	<u>\$ 2,785,705</u>	<u>\$ 2,936,118</u>	<u>\$ 150,413</u>
Public Safety				
Fire Department	\$ 237,828	\$ 79,276	\$ 71,079	\$ (8,197)
Public Works	94,375	31,458	45,554	14,096
	<u>\$ 332,203</u>	<u>\$ 110,734</u>	<u>\$ 116,633</u>	<u>\$ 5,899</u>
Law Enforcement				
District Court	\$ 284,784	\$ 94,928	\$ 114,729	\$ 19,801
Police Department	308,660	102,887	50,715	(52,172)
Animal Control	50,362	16,787	39,402	22,615
	<u>\$ 643,806</u>	<u>\$ 214,602</u>	<u>\$ 204,846</u>	<u>\$ (9,756)</u>
Sanitation Fees	1,653,960	551,320	557,214	5,894
Total General Fund	<u>\$ 10,987,085</u>	<u>\$ 3,662,362</u>	<u>\$ 3,814,811</u>	<u>\$ 152,449</u>
Street Fund	1,450,120	483,373	396,646	(86,727)
Total General & Street	<u>\$ 12,437,205</u>	<u>\$ 4,145,735</u>	<u>\$ 4,211,457</u>	<u>\$ 65,722</u>
<b>Expenditures</b>				
General Fund				
General Government				
City Council	\$ 92,578	\$ 30,859	\$ 30,083	\$ 776
Mayor's Office	532,008	177,336	160,726	16,610
City Attorney's Office	225,711	75,237	68,210	7,027
Other General	446,823	148,941	193,646	(44,705)
City Clerk-Treasurer	375,966	125,322	111,767	13,555
Planning Commission	58,041	19,347	11,540	7,807
Recycle Center	21,341	7,114	5,772	1,342
1 City Plaza	50,414	16,805	10,121	6,684
	<u>\$ 1,802,882</u>	<u>\$ 600,961</u>	<u>\$ 591,865</u>	<u>\$ 9,096</u>
Public Safety				
Fire Department	\$ 3,036,874	\$ 1,012,291	\$ 754,796	\$ 257,495
Public Works	464,127	154,709	137,721	16,988
	<u>\$ 3,501,001</u>	<u>\$ 1,167,000</u>	<u>\$ 892,517</u>	<u>\$ 274,483</u>

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**CITY OF CABOT, ARKANSAS**  
**General Fund and Street Fund**  
**Statement of Revenues and Expenditures-Budget and Actual (Regulatory Basis)**  
**Four Months Ended April 30, 2013**

	Annual Budget 2013	Prorated Budget Through 4/30/2013	Actual Through 4/30/2013	Variance Favorable (Unfavorable) 4/30/2013
<b>Expenditures (cont'd)</b>				
General Fund (cont'd)				
Law Enforcement				
District Court	\$ 288,936	\$ 96,312	\$ 91,799	\$ 4,513
Police Department	3,574,738	1,191,579	893,376	298,203
Animal Control	295,415	98,472	121,323	(22,851)
	<u>\$ 4,159,089</u>	<u>\$ 1,386,363</u>	<u>\$ 1,106,498</u>	<u>\$ 279,865</u>
Sanitation Contractor	<u>1,653,960</u>	<u>551,320</u>	<u>551,320</u>	<u>-</u>
Total General Fund	<u>\$ 11,116,932</u>	<u>\$ 3,705,644</u>	<u>\$ 3,142,200</u>	<u>\$ 563,444</u>
Street Fund	<u>2,563,620</u>	<u>854,540</u>	<u>351,323</u>	<u>503,217</u>
Total General & Street	<u>\$ 13,680,552</u>	<u>\$ 4,560,184</u>	<u>\$ 3,493,523</u>	<u>\$ 1,066,661</u>
<b>Excess of Revenues Over (Under) Expenditures</b>				
General Fund	\$ (129,847)	\$ (43,282)	\$ 672,611	\$ 715,893
Street Fund	<u>(1,113,500)</u>	<u>(371,167)</u>	<u>45,323</u>	<u>416,490</u>
Total Over (Under)	<u>\$ (1,243,347)</u>	<u>\$ (414,449)</u>	<u>\$ 717,934</u>	<u>\$ 1,132,383</u>
<b>Other Financing Sources (Uses)</b>				
General Fund				
Transfers Out				
District Court	\$ (3,468)	\$ (1,156)	\$ (4,280)	\$ (3,124)
Street Fund	-	-	-	-
Parks & Recreation	(600,000)	(200,000)	(71,000)	129,000
Other Transfers	-	-	-	-
Total General Fund	<u>\$ (603,468)</u>	<u>\$ (201,156)</u>	<u>\$ (75,280)</u>	<u>\$ 125,876</u>
Street Fund				
Transfers In				
General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses</b>				
General Fund	\$ (733,315)	\$ (244,438)	\$ 597,331	\$ 841,769
Street Fund	<u>(1,113,500)</u>	<u>(371,167)</u>	<u>45,323</u>	<u>416,490</u>
Total Sources and Uses	<u>\$ (1,846,815)</u>	<u>\$ (615,605)</u>	<u>\$ 642,654</u>	<u>\$ 1,258,259</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 April 30, 2013, and December 31, 2012**

	April 30, 2013	December 31, 2012	YTD Increase (Decrease)	2013 Reserve for Fire Station
<b>General Fund</b>				
Unreserved Cash & Equivalents				
Operating Account	\$ 745,056	\$ 395,939	\$ 349,117	
Investment Account	47	123,044	(122,997)	
Payroll Account	43,356	14,637	28,719	
Credit Card Clearing Account	13,507	76,850	(63,343)	
Drug Buy Account	500	500	-	
Certificates of Deposit	1,025,972	1,051,723	(25,750)	
Total Unreserved	<u>\$ 1,828,438</u>	<u>\$ 1,662,692</u>	<u>\$ 165,746</u>	
Reserved Cash & Equivalents				
Vehicle/Equipment Reserve	\$ 62,840	\$ 62,814	\$ 26	
Animal Control Donations	12,916			
CD's - New Fire Station	369,063	343,312	25,751	\$ 25,751
	<u>\$ 444,819</u>	<u>\$ 406,126</u>	<u>\$ 25,777</u>	
Total General Fund	<u>\$ 2,273,257</u>	<u>\$ 2,068,818</u>	<u>\$ 191,523</u>	
<b>Street Fund</b>				
Unreserved Cash & Equivalents				
Operating Account	\$ 191,398	\$ 167,349	\$ 24,049	
Capital Reserve Account	214,750	214,680	70	
Certificates of Deposit	715,494	715,494	-	
Total Street Fund	<u>\$ 1,121,642</u>	<u>\$ 1,097,522</u>	<u>\$ 24,120</u>	
<b>Special Revenue Funds</b>				
Sr. Citizens/Health/Library				
Checking	\$ 303,843	\$ 271,453	\$ 32,391	
Certificates of Deposit	157,016	157,016	0	
	<u>\$ 460,859</u>	<u>\$ 428,469</u>	<u>\$ 32,391</u>	
Public Safety & Equipment	25,973	40,303	(14,330)	
Municipal (District) Court Costs	1,909	2,204	(295)	
Court Automation Fund	67,363	67,495	(132)	
District Court Retirement Fund	14,839	13,996	843	
Drug Control Fund	8,238	8,236	2	
State Law Enforcemt Drug Control	18,098	17,400	698	
Act 833 Fire Protection	32,923	39,089	(6,166)	
Half Street Improvements	53,522	53,504	18	
Street Bond Refund Account	12,395	12,392	3	
Road Impact Fees	41,557	41,544	13	
Fire Impact Fees	49,596	49,580	16	
Sidewalk Fund	225,318	168,663	56,655	
Parks & Recreation Payroll	-	575	(575)	
	<u>\$ 1,012,590</u>	<u>\$ 943,450</u>	<u>\$ 69,140</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 April 30, 2013, and December 31, 2012

	April 30, 2013	December 31, 2012	YTD Increase (Decrease)
<b>Trust Funds</b>			
Firemens Pension Fund	\$ 77,740	\$ 1,086,296	\$ (1,008,556)
Firemens Pension Fund CDs	41,163	41,163	-
	<u>\$ 118,903</u>	<u>\$ 1,127,459</u>	<u>\$ (1,008,556)</u>
Policemens Pension Fund	-	-	-
	<u>\$ 118,903</u>	<u>\$ 1,127,459</u>	<u>\$ (1,008,556)</u>
<b>Agency Funds</b>			
Administration of Justice	\$ 30	\$ 30	\$ -
<b>Custodial</b>			
Advertising & Promotion			
Checking	\$ 357,213	\$ 284,970	\$ 72,243
Investment Account	65,531	59,054	6,477
Certificates of Deposit	155,218	155,218	(0)
	<u>\$ 577,962</u>	<u>\$ 499,242</u>	<u>\$ 78,720</u>
 Grand Total	 <u>\$ 5,104,385</u>	 <u>\$ 5,736,522</u>	 <u>\$ (645,053)</u>

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