

FILED

JUN 29 2021

LESLI PENNY

COUNTY & PROBATE COURT CLERK

Resolution No. 2021-12

BE IT RESOLVED BY THE QUORUM COURT OF CRAIGHEAD COUNTY, ARKANSAS,
A RESOLUTION ENTITLED:

A Resolution requiring audit reports and accompanying comments and recommendations under A.C.A. 10-4-418, relating to a county shall be reviewed by the Quorum Court as required under A.C.A. 14-14-113.

Whereas, A.C.A 10-4-418 requires the audit report be reviewed by the governing body. This law also requires the governing body to take appropriate action relating to each finding and recommendation contained in the report, and

Whereas, Arkansas code requires that County management maintain an adequate accounting system to ensure proper safeguarding of assets, and

Whereas, The audit report and accompanying comments shall be reviewed at the first regularly scheduled meeting following the receipt of audit report, and the minutes of the Quorum Court shall document the acceptance of the audit report, and

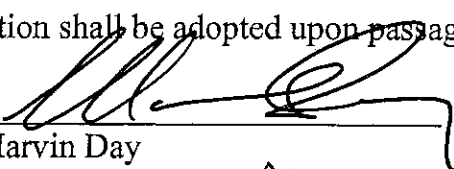
Whereas, After a deputy clerk was terminated, the county clerk obtained exclusive authority of the Payroll Clearing Account, creating a lack of segregation of duties. A financial institution contacted the County Judge concerning questionable account transfers. Total amount of embezzled funds was \$1,415,304.79 and

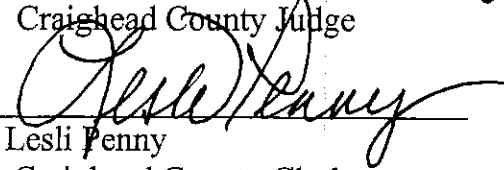
Whereas, Ordinance 2020-25 was adopted to established internal controls by enabling oversight between elected official's offices.

Now, Therefore, Be It Further Resolved:

1. That Craighead County Management and Quorum Court has reviewed the 2020 year audit report and has implemented changes by Ordinance and recommendations by management to restore segregation of duties and implemented legal action to get full restitution of embezzled taxpayer funds.

This Resolution shall be adopted upon passage this 20th day of June 2021.

Approved: 
Marvin Day
Craighead County Judge

Attest: 
Lesli Penny
Craighead County Clerk

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