

TOWN OF OAK GROVE, ARKANSAS
TOWN COUNCIL
ORDINANCE NO. 105-2021

AN ORDINANCE ALLOWING THE TOWN OF OAK GROVE,
ARKANSAS TO PAY EXPENSES BY BANK DRAFT

WHEREAS, the Town has monthly expenses which it desires to pay by electronic bank draft; and

WHEREAS, the Arkansas Code requires municipalities opting for an electronic funds transfer system to establish an electronic payment method that provides internal accounting controls and documentation for audit and accounting purposes; and

WHEREAS, the Town opts for an electronic funds transfer system to establish an electronic payment method that provides internal accounting controls and documentation for audit and accounting purposes, such as:

1. Documented approval of the monthly payment must be received prior to the draft date;
2. The reconciled monthly bank statement must agree with the monthly draft payment; and
3. The disbursement of municipal funds shall have adequate supporting documentation on file for auditing and accounting purposes.

NOW THEREFORE, BE IT ORDAINED by the Town Council of the Town of Oak Grove, Arkansas this Ordinance establishes an electronic funds payment system directly from the corresponding financial institution for the Town of Oak Grove, Arkansas, to the corresponding entity for the respective monthly payment.

PASSED AND APPROVED BY THE TOWN COUNCIL OF THE TOWN OF OAK GROVE,
ARKANSAS ON April 6th OF 2021.

APPROVED: ATTEST:


Dwane Malotte, Mayor