

# **City of Mayflower, Arkansas**

## **Financial and Compliance Report**

**December 31, 2023**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



CITY OF MAYFLOWER, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Financial and Compliance Report

	<u>Schedule</u>
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Other Information (Unaudited)	3

# Arkansas

**Sen. David Wallace**  
Senate Chair  
**Sen. John Payton**  
Senate Vice Chair



**Rep. Jimmy Gazaway**  
House Chair  
**Rep. Richard Womack**  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Mayflower, Arkansas Officials and Council Members  
Legislative Joint Auditing Committee

A priority of Arkansas 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 City of Mayflower, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated March 19, 2024. These procedures were not performed for the Water and Sewer Department. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The commentary contained in this section relates to the following officials who held office during 2023:

Mayor: Danny Hester  
Recorder: Barbara Mathes  
Treasurer: Crystal Hatfield  
District Court Clerk: Danielle Rappold  
Police Chief: Douglas Hunter

We evaluated the City's compliance with certain state laws concerning general and district court accounting, budgeting, purchasing, and investing and depositing of public funds.

During our evaluation, nothing came to our attention that would warrant disclosure in this report.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local City 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.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in cursive script that reads "Roger A. Norman".

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

Little Rock, Arkansas  
March 19, 2024  
LOM212423

CITY OF MAYFLOWER, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2023  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Capital Projects Fund - Community Center and Police Building
Cash Balance, January 1, 2023	\$ 703,481	\$ 1,617,034	\$ 10,567
Receipts:			
State aid	112,855	194,408	
Federal aid		181,806	
Property taxes	130,692	45,840	
Franchise fees	109,661		
Sales taxes	908,506	664,450	
Fines, forfeitures, and costs	138,137	28,659	
Interest	35,926	102,655	606
Local permits and fees	22,402		
Insurance proceeds	20,730	29,825	
Contributions from water department	30,800		
Donations	9,753	5,581	
Loan proceeds	104,908		
Reimbursement law enforcement	15,396		
Fire dues		247,248	
Grant income		29,955	
Other	42,636	18,608	
Transfers in		31,500	
Total Receipts	<u>1,682,402</u>	<u>1,580,535</u>	<u>606</u>
Disbursements:			
General government	303,363		
Law enforcement	1,300,904	94,528	
Highways and streets	23,389	528,097	
Public safety	91,183	620,676	
Recreation and culture	14,034		
Debt service	109,514	62,848	
Transfers out		31,500	
Total Disbursements	<u>1,842,387</u>	<u>1,337,649</u>	
Cash Balance, December 31, 2023	<u>\$ 543,496</u>	<u>\$ 1,859,920</u>	<u>\$ 11,173</u>

CITY OF MAYFLOWER, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2023  
 (UNAUDITED)

Schedule 2

	Street	American Rescue Plan Act	Street 1% Sales Tax	Administration of Justice	Volunteer Fire Department	Police Vehicle and Maintenance	Total
Cash Balance, January 1, 2023	\$ 163,737	\$ 507,421	\$ 767,322	\$ 28,163	\$ 65,374	\$ 85,017	\$ 1,617,034
Receipts:							
State aid	167,363				27,045		194,408
Federal aid					181,806		181,806
Property taxes	45,840						45,840
Sales taxes			664,450				664,450
Fines, forfeitures, and costs				23,421		5,238	28,659
Interest	11,015	27,461	52,355	2,218	5,195	4,411	102,655
Insurance proceeds						29,825	29,825
Donations					5,581		5,581
Fire dues					247,248		247,248
Grant income					29,955		29,955
Other	7,534		5,120		5,954		18,608
Transfers in					31,500		31,500
Total Receipts	<u>231,752</u>	<u>27,461</u>	<u>721,925</u>	<u>25,639</u>	<u>534,284</u>	<u>39,474</u>	<u>1,580,535</u>
Disbursements:							
Law enforcement				6,894		87,634	94,528
Highways and streets	198,674		329,423				528,097
Public safety		150,000			470,676		620,676
Debt service			62,848				62,848
Transfers out						31,500	31,500
Total Disbursements	<u>198,674</u>	<u>150,000</u>	<u>392,271</u>	<u>6,894</u>	<u>470,676</u>	<u>119,134</u>	<u>1,337,649</u>
Cash Balance, December 31, 2023	<u>\$ 196,815</u>	<u>\$ 384,882</u>	<u>\$ 1,096,976</u>	<u>\$ 46,908</u>	<u>\$ 128,982</u>	<u>\$ 5,357</u>	<u>\$ 1,859,920</u>

CITY OF MAYFLOWER, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2023  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General Fund and Matching Grant Reserve
3. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2023
District Court	\$ 36,078

This balance represents fines, forfeitures, and costs that have not been transferred to the appropriate entities.

4. The Municipality's capital assets records are summarized below:

	December 31, 2023
Land	\$ 83,603
Buildings & improvements	2,431,401
Vehicles & equipment	2,370,687
Total	<u>\$ 4,885,691</u>

5. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2023
Financed purchases	<u>\$ 388,295</u>