

Town of Datto, Arkansas

Financial and Compliance Report

December 31, 2021

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF DATTO, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2021

Financial and Compliance Report

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Arkansas

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Senate Chair
Sen. John Payton
Senate Vice Chair



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House Chair
Rep. Richard Womack
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Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Datto, 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 Town of Datto, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated March 23, 2023. These procedures were not performed for the Wastewater/Sewer Funds. Management of the Town 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 2021:

Mayor: Jeremy Edington
Recorder/Treasurer: Debra Edington

We evaluated the Town's compliance with certain state laws concerning general 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 Town 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 black ink that reads "Roger A. Norman".

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

Little Rock, Arkansas
March 23, 2023
LOM304721

TOWN OF DATTO, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2021	\$ 54,649	\$ 14,254
	<u> </u>	<u> </u>
Receipts:		
State aid	1,525	7,540
Federal aid		9,634
Property taxes	2,821	846
Franchise fees	2,967	
Sales taxes	13,655	
Sale of equipment	4,000	
Other	2,009	
Total Receipts	<u>26,977</u>	<u>18,020</u>
	<u> </u>	<u> </u>
Disbursements:		
General government	31,537	
Highways and streets		9,077
Contribution to sewer		9,609
Total Disbursements	<u>31,537</u>	<u>18,686</u>
	<u> </u>	<u> </u>
Cash Balance, December 31, 2021	<u>\$ 50,089</u>	<u>\$ 13,588</u>

TOWN OF DATTO, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (UNAUDITED)

Schedule 2

	<u>Street</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2021	<u>\$ 14,254</u>		<u>\$ 14,254</u>
Receipts:			
State aid	7,540		7,540
Federal aid		\$ 9,634	9,634
Property taxes	<u>846</u>		<u>846</u>
Total Receipts	<u>8,386</u>	<u>9,634</u>	<u>18,020</u>
Disbursements:			
Highways and streets	9,077		9,077
Contribution to sewer		9,609	9,609
Total Disbursements	<u>9,077</u>	<u>9,609</u>	<u>18,686</u>
Cash Balance, December 31, 2021	<u><u>\$ 13,563</u></u>	<u><u>\$ 25</u></u>	<u><u>\$ 13,588</u></u>

TOWN OF DATTO, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.

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

	<u>December 31,</u> <u>2021</u>
Land	\$ 2,778
Buildings	10,978
Equipment	<u>28,364</u>
Total	<u>\$ 42,120</u>

3. The Town received federal funding in the following amount related to COVID-19 relief:

	<u>December 31,</u> <u>2021</u>
American Rescue Plan Act (ARPA)	<u>\$ 9,634</u>