

**Town of Datto, Arkansas**

**Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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# Arkansas

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**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

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, 2022, and have issued our report thereon dated August 21, 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 2022:

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

Handwritten signature of Roger A. Norman in cursive.

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

Little Rock, Arkansas  
August 21, 2023  
LOM304722

TOWN OF DATTO, ARKANSAS  
 SCHEDULE OF FINANCIAL INFORMATION  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2022	\$ 50,089	\$ 13,588
Receipts:		
State aid	970	5,612
Federal aid		9,634
Property taxes	2,739	822
Franchise fees	2,009	
Sales taxes	11,280	
Other	1,037	
Total Receipts	<u>18,035</u>	<u>16,068</u>
Disbursements:		
General government	27,821	
Highways and streets		8,960
Contribution to sewer		9,634
Total Disbursements	<u>27,821</u>	<u>18,594</u>
Cash Balance, December 31, 2022	<u>\$ 40,303</u>	<u>\$ 11,062</u>

TOWN OF DATTO, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 2

	<u>Street</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 13,563	\$ 25	\$ 13,588
Receipts:			
State aid	5,612		5,612
Federal aid		9,634	9,634
Property taxes	822		822
Total Receipts	<u>6,434</u>	<u>9,634</u>	<u>16,068</u>
Disbursements:			
Highways and streets	8,960		8,960
Contribution to sewer		9,634	9,634
Total Disbursements	<u>8,960</u>	<u>9,634</u>	<u>18,594</u>
Cash Balance, December 31, 2022	<u>\$ 11,037</u>	<u>\$ 25</u>	<u>\$ 11,062</u>

TOWN OF DATTO, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(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, 2022</u>
Land	\$ 2,778
Buildings	83,703
Equipment	<u>21,134</u>
Total	<u>\$ 107,615</u>

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

	<u>December 31, 2022</u>
American Rescue Plan Act (ARPA)	<u>\$ 9,634</u>