

Town of Dell, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF DELL, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2022

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Arkansas



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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 Dell, 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 Dell, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated May 18, 2023. These procedures were not performed for the Water and Sewer and Sanitation Departments. 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: Danny Moody
Recorder/Treasurer: Rebecca Cooper
District Court Clerk: Gaye Moody
Police Chief: Charlie Byrd (resigned September 1, 2022)

We evaluated the Town'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 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 dark ink, appearing to read "Roger A. Norman".

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

Little Rock, Arkansas
May 18, 2023
LOM304922

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2022	\$ 1,408,034	\$ 96,539
Receipts:		
State aid	13,331	16,749
Federal aid		72,439
Property taxes	16,694	4,175
Franchise fees	10,753	
Sales taxes	49,070	
Fines, forfeitures, and costs	1,995	
Interest	4,663	37
Local permits and fees	140,018	
Payment in lieu of taxes	96,265	
Contribution from water department	79,840	
Other	291	
Total Receipts	<u>412,920</u>	<u>93,400</u>
Disbursements:		
General government	265,893	53,068
Law enforcement	14,521	
Highways and streets		7,548
Public safety	24,777	
Recreation and culture	85,809	
Total Disbursements	<u>391,000</u>	<u>60,616</u>
Cash Balance, December 31, 2022	<u>\$ 1,429,954</u>	<u>\$ 129,323</u>

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

Schedule 2

	Street	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 77,167	\$ 19,372	\$ 96,539
Receipts:			
State aid	16,749		16,749
Federal aid		72,439	72,439
Property taxes	4,175		4,175
Interest	37		37
Total Receipts	<u>20,961</u>	<u>72,439</u>	<u>93,400</u>
Disbursements:			
General government		53,068	53,068
Highways and streets	7,548		7,548
Total Disbursements	<u>7,548</u>	<u>53,068</u>	<u>60,616</u>
Cash Balance, December 31, 2022	<u>\$ 90,580</u>	<u>\$ 38,743</u>	<u>\$ 129,323</u>

TOWN OF DELL, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.
2. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2022
District Court	\$ 436

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

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

	December 31, 2022
Land	\$ 271,902
Buildings	1,524,277
Equipment	680,890
Total	<u>\$ 2,477,069</u>

4. The Town of Dell completed construction of a new water plant in 2017. The council agreed for the General Fund to loan \$1,362,525 (\$865,280 in 2016 and \$497,245 in 2017) to the Water Department for this construction. The payment schedule reflects monthly payments of \$6,505 being made from the Water Department to General Fund beginning June 1, 2017 through May 1, 2047 with an interest rate of 4%.

	December 31, 2022
Loan receivable from Water Department	<u>\$ 1,215,422</u>

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 19,371
American Rescue Plan Act (passed though from Mississippi County)	53,068
Total	<u>\$ 72,439</u>