

**Town of Hatfield, Arkansas**

**Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



TOWN OF HATFIELD, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

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

Town of Hatfield, 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 Hatfield, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated February 26, 2024. These procedures were not performed for the Water and Sewer Department. 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 relate to the following officials who held office during 2022:

Mayor: Linda Denton  
Recorder/Treasurer: Michael Callahan

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  
February 26, 2024  
LOM307622

TOWN OF HATFIELD, 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	\$ 147,599	\$ 56,822
Receipts:		
State aid	5,147	33,383
Federal aid		40,193
Property taxes	6,472	362
Franchise fees	6,427	
Sales taxes	202,054	
Interest	19	
Other	18,158	326
Transfers in	565	5,106
Total Receipts	<u>238,842</u>	<u>79,370</u>
Disbursements:		
General government	105,887	
Highways and streets		42,952
Public safety	518	42,690
Recreation and culture	20,979	
Sales taxes remitted to water department	78,422	
Transfers out	5,106	565
Unclassified	454	
Total Disbursements	<u>211,366</u>	<u>86,207</u>
Cash Balance, December 31, 2022	<u>\$ 175,075</u>	<u>\$ 49,985</u>

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

Schedule 2

	<u>Street</u>	<u>Fire Department</u>	<u>Grant Fund</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 12,702	\$ 3,362	\$ 565	\$ 40,193	\$ 56,822
Receipts:					
State aid	29,786	3,597			33,383
Federal aid				40,193	40,193
Property taxes	362				362
Other	326				326
Transfers in	5,000			106	5,106
Total Receipts	<u>35,474</u>	<u>3,597</u>		<u>40,299</u>	<u>79,370</u>
Disbursements:					
Highways and streets	42,952				42,952
Public safety		2,391		40,299	42,690
Transfers out			565		565
Total Disbursements	<u>42,952</u>	<u>2,391</u>	<u>565</u>	<u>40,299</u>	<u>86,207</u>
Cash Balance, December 31, 2022	<u>\$ 5,224</u>	<u>\$ 4,568</u>	<u>\$ 0</u>	<u>\$ 40,193</u>	<u>\$ 49,985</u>

TOWN OF HATFIELD, 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 General Fund column on the Financial Schedules includes the following bank accounts:  
     General, General Savings, Park.
3. The Municipality's capital assets records are summarized below:

	December 31, 2022
Land	\$ 36,959
Buildings	342,560
Equipment	285,335
Total	\$ 664,854

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 40,193