

**Town of Hatfield, Arkansas**

**Financial and Compliance Report**

**December 31, 2024 and 2023**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



TOWN OF HATFIELD, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

Financial and Compliance Report

	<u>Schedule</u>
2024	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2023	
Schedule of Financial Information (Unaudited)	3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	4
2024 and 2023	
Other Information (Unaudited)	5

# Arkansas



**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair

**Rep. Robin Lundstrum**  
House Chair  
**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
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 years ended December 31, 2024 and 2023, and have issued our report thereon dated July 25, 2025. 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 finding contained in this section relates to the following officials who held office during 2024 and 2023:

Mayor: Linda Denton  
Recorder/Treasurer: Michael Callahan

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, other matters came to our attention that would warrant disclosure in this report.

#### Other Matters

An unauthorized withdrawal of \$49,800 was made from the Town's bank account on May 21, 2024. Town personnel discovered the unauthorized withdrawal upon a review of the affected bank account, and the funds were recovered from the bank on May 23, 2024.

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, appearing to read "Kevin White", written over a horizontal line.

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
July 25, 2025  
LOM307624

TOWN OF HATFIELD, ARKANSAS  
 SCHEDULE OF FINANCIAL INFORMATION  
 FOR THE YEAR ENDED DECEMBER 31, 2024  
 (UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2024	\$ 114,073	\$ 42,065
Receipts:		
State aid	5,130	33,049
Federal aid		162,591
Property taxes	7,953	3
Franchise fees	6,985	
Sales taxes	216,565	
Interest	59	
Other	55,690	
Transfers in		20,000
Total Receipts	<u>292,382</u>	<u>215,643</u>
Disbursements:		
General government	64,152	
Highways and streets		214,883
Public safety	1,262	4,680
Recreation and culture	15,348	
Contribution to water department		35,053
Sales tax remitted to water department	85,709	
Transfers out	20,000	
Unclassified	900	
Total Disbursements	<u>187,371</u>	<u>254,616</u>
Cash Balance, December 31, 2024	<u>\$ 219,084</u>	<u>\$ 3,092</u>

TOWN OF HATFIELD, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2024  
 (UNAUDITED)

Schedule 2

	Street	Fire Department	Grant Fund	American Rescue Plan Act	Total
Cash Balance, January 1, 2024	\$ 5,838	\$ 1,174		\$ 35,053	\$ 42,065
Receipts:					
State aid	28,369	4,680			33,049
Federal aid			\$ 162,591		162,591
Property taxes	3				3
Transfers in	20,000				20,000
Total Receipts	<u>48,372</u>	<u>4,680</u>	<u>162,591</u>		<u>215,643</u>
Disbursements:					
Highways and streets	52,292		162,591		214,883
Public safety		4,680			4,680
Contribution to water department				35,053	35,053
Total Disbursements	<u>52,292</u>	<u>4,680</u>	<u>162,591</u>	<u>35,053</u>	<u>254,616</u>
Cash Balance, December 31, 2024	<u>\$ 1,918</u>	<u>\$ 1,174</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,092</u>

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

Schedule 3

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2023	\$ 175,075	\$ 49,985
Receipts:		
State aid	5,245	33,059
Federal aid		4,838
Property taxes	7,083	18
Franchise fees	7,833	
Sales taxes	213,004	
Interest	43	
Other	28,519	1,324
Transfers in		20,000
Total Receipts	<u>261,727</u>	<u>59,239</u>
Disbursements:		
General government	137,628	
Highways and streets		59,809
Public safety	66,330	7,350
Recreation and culture	12,760	
Sales tax remitted to water department	86,294	
Transfers out	20,000	
Unclassified	(283)	
Total Disbursements	<u>322,729</u>	<u>67,159</u>
Cash Balance, December 31, 2023	<u>\$ 114,073</u>	<u>\$ 42,065</u>

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

Schedule 4

	<u>Street</u>	<u>Fire Department</u>	<u>Grant Fund</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2023	\$ 5,224	\$ 4,568		\$ 40,193	\$ 49,985
Receipts:					
State aid	29,103	3,956			33,059
Federal aid			\$ 4,838		4,838
Property taxes	18				18
Other	1,324				1,324
Transfers in	20,000				20,000
Total Receipts	<u>50,445</u>	<u>3,956</u>	<u>4,838</u>		<u>59,239</u>
Disbursements:					
Highways and streets	49,831		4,838	5,140	59,809
Public safety		7,350			7,350
Total Disbursements	<u>49,831</u>	<u>7,350</u>	<u>4,838</u>	<u>5,140</u>	<u>67,159</u>
Cash Balance, December 31, 2023	<u>\$ 5,838</u>	<u>\$ 1,174</u>	<u>\$ 0</u>	<u>\$ 35,053</u>	<u>\$ 42,065</u>

TOWN OF HATFIELD, ARKANSAS  
 OTHER INFORMATION  
 FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023  
 (UNAUDITED)

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

	December 31, 2024	December 31, 2023
Land	\$ 36,959	\$ 36,959
Buildings	342,560	342,560
Equipment	266,307	265,267
Totals	\$ 645,826	\$ 644,786