

**Town of Horseshoe Lake, Arkansas**

**Financial and Compliance Report**

**December 31, 2023**

LEGISLATIVE JOINT AUDITING COMMITTEE

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TOWN OF HORSESHOE LAKE, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023

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

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**Sen. John Payton**  
Senate Vice Chair



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House Chair  
**Rep. Richard Womack**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

Town of Horseshoe Lake, 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 Horseshoe Lake, Arkansas, as of and for the year ended December 31, 2023, and have issued our report thereon dated July 10, 2024. These procedures were not performed for the Water and 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 2023:

Mayor: Garry Hahne  
Recorder/Treasurer: Carol Adams

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, appearing to read "Kevin White".

Kevin William White CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
July 10, 2024  
LOM308423

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

Schedule 1

|                                 | General<br>Fund   | Special<br>Revenue<br>Funds |
|---------------------------------|-------------------|-----------------------------|
|                                 | <u>          </u> | <u>          </u>           |
| Cash Balance, January 1, 2023   | \$ 33,012         | \$ 191,397                  |
| Receipts:                       |                   |                             |
| State aid                       | 4,074             | 42,169                      |
| Federal aid                     |                   | 27,864                      |
| Property taxes                  | 12,324            | 1,457                       |
| Franchise fees                  | 14,567            |                             |
| Sales taxes                     | 31,993            |                             |
| Interest                        | 99                | 202                         |
| Local permits and fees          | 3,842             | 17,094                      |
| Donations                       |                   | 4,275                       |
| Other                           | 478               |                             |
| Total Receipts                  | <u>67,377</u>     | <u>93,061</u>               |
| Disbursements:                  |                   |                             |
| General government              | 50,739            | 12,737                      |
| Highways and streets            |                   | 11,890                      |
| Public safety                   |                   | 48,433                      |
| Sanitation                      |                   | 19,060                      |
| Total Disbursements             | <u>50,739</u>     | <u>92,120</u>               |
| Cash Balance, December 31, 2023 | <u>\$ 49,650</u>  | <u>\$ 192,338</u>           |

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

Schedule 2

|                                 | Street            | Fire Equipment<br>and Training<br>(Act 833) | Fire Department  | Fire Rescue  | American Rescue<br>Plan Act | Total             |
|---------------------------------|-------------------|---|------------------|--------------|-----------------------------|-------------------|
| Cash Balance, January 1, 2023   | \$ 101,234        | \$ 45,919                                   | \$ 13,212        | \$ 4,113     | \$ 26,919                   | \$ 191,397        |
| Receipts:                       |                   |   |                  |              |                             |                   |
| State aid                       | 22,270            | 19,899                                      |                  |              |                             | 42,169            |
| Federal aid                     |                   |   |                  |              | 27,864                      | 27,864            |
| Property taxes                  | 1,457             |   |                  |              |                             | 1,457             |
| Interest                        | 164               |   | 38               |              |                             | 202               |
| Local permits and fees          |                   |   | 17,094           |              |                             | 17,094            |
| Donations                       |                   |   | 4,275            |              |                             | 4,275             |
| Total Receipts                  | <u>23,891</u>     | <u>19,899</u>                               | <u>21,407</u>    |              | <u>27,864</u>               | <u>93,061</u>     |
| Disbursements:                  |                   |   |                  |              |                             |                   |
| General government              |                   |   |                  |              | 12,737                      | 12,737            |
| Highways and streets            | 11,890            |   |                  |              |                             | 11,890            |
| Public safety                   |                   | 29,136                                      | 15,184           | 4,113        |                             | 48,433            |
| Sanitation                      |                   |   |                  |              | 19,060                      | 19,060            |
| Total Disbursements             | <u>11,890</u>     | <u>29,136</u>                               | <u>15,184</u>    | <u>4,113</u> | <u>31,797</u>               | <u>92,120</u>     |
| Cash Balance, December 31, 2023 | <u>\$ 113,235</u> | <u>\$ 36,682</u>                            | <u>\$ 19,435</u> | <u>\$ 0</u>  | <u>\$ 22,986</u>            | <u>\$ 192,338</u> |

TOWN OF HORSESHOE LAKE, ARKANSAS  
 OTHER INFORMATION  
 FOR THE YEAR ENDED DECEMBER 31, 2023  
 (UNAUDITED)

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

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

|           | December 31,<br>2023 |
|-----------|----------------------|
| Land      | \$ 97,000            |
| Buildings | 998,912              |
| Equipment | 931,963              |
| Total     | \$ 2,027,875         |

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

|  | December 31,<br>2023 |
|--|----------------------|
| American Rescue Plan Act (passed through from Crittenden County) | \$ 27,864            |