

Town of Midland, Arkansas

Financial and Compliance Report

December 31, 2023

*Including Financial Information
For
December 31, 2022 and 2021*

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF MIDLAND, ARKANSAS
TABLE OF CONTENTS
FOR THE YEARS ENDED DECEMBER 31, 2023, 2022, AND 2021

Financial and Compliance Report		<u>Schedule</u>
	2023	
Schedule of Financial Information (Unaudited)		1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)		2
	2022	
Schedule of Financial Information (Unaudited)		3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)		4
	2021	
Schedule of Financial Information (Unaudited)		5
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)		6
	2023, 2022, and 2021	
Other Information (Unaudited)		7

Arkansas

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Senate Chair
Sen. John Payton
Senate Vice Chair



Rep. Jimmy Gazaway
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 Midland, 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 Midland, Arkansas, as of and for the year ended December 31, 2023. Additionally, we requested certain cash basis information and your acknowledgement of compliance with certain state laws and accepted accounting practices for the years ended December 31, 2022, and 2021, and have issued our report thereon dated September 6, 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 relates to the following officials who held office during 2023, 2022, and 2021:

Mayor: Michael Sweeten
Recorder/Treasurer: Judith (Judy) Thompson

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 black ink, appearing to read "Kevin White", with a stylized flourish at the end.

Kevin William White, CPA, JD,
Legislative Auditor

Little Rock, Arkansas
September 6, 2024
LOM310723

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

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2023	\$ 134,984	\$ 151,749
Receipts:		
State aid	3,451	19,149
Property taxes	8,054	2,529
Franchise fees	5,755	
Sales taxes	64,915	18,842
Interest	1,105	551
Other	590	
Total Receipts	<u>83,870</u>	<u>41,071</u>
Disbursements:		
General government	43,154	
Highways and streets		50,160
Public safety	5,000	
Wastewater		47,792
Total Disbursements	<u>48,154</u>	<u>97,952</u>
Cash Balance, December 31, 2023	<u>\$ 170,700</u>	<u>\$ 94,868</u>

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

Schedule 2

	Street	American Rescue Plan Act (ARPA)	Total
Cash Balance, January 1, 2023	\$ 98,743	\$ 53,006	\$ 151,749
Receipts:			
State aid	19,149		19,149
Property taxes	2,529		2,529
Sales taxes	18,842		18,842
Interest	551		551
Total Receipts	41,071		41,071
Disbursements:			
Highways and streets	50,160		50,160
Wastewater		47,792	47,792
Total Disbursements	50,160	47,792	97,952
Cash Balance, December 31, 2023	\$ 89,654	\$ 5,214	\$ 94,868

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

Schedule 3

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2022	\$ 151,322	\$ 93,031
Receipts:		
State aid	3,386	19,598
Federal aid		33,460
Property taxes	8,691	2,359
Franchise fees	5,607	
Sales taxes	43,183	17,855
Interest	542	
Other	800	12,785
Total Receipts	<u>62,209</u>	<u>86,057</u>
Disbursements:		
General government	58,373	
Highways and streets		13,425
Recreation and culture	20,174	
Wastewater		13,914
Total Disbursements	<u>78,547</u>	<u>27,339</u>
Cash Balance, December 31, 2022	<u>\$ 134,984</u>	<u>\$ 151,749</u>

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

Schedule 4

	Street	American Rescue Plan Act (ARPA)	Total
Cash Balance, January 1, 2022	\$ 59,571	\$ 33,460	\$ 93,031
Receipts:			
State aid	19,598		19,598
Federal aid		33,460	33,460
Property taxes	2,359		2,359
Sales taxes	17,855		17,855
Other	12,785		12,785
Total Receipts	<u>52,597</u>	<u>33,460</u>	<u>86,057</u>
Disbursements:			
Highways and streets	13,425		13,425
Wastewater		13,914	13,914
Total Disbursements	<u>13,425</u>	<u>13,914</u>	<u>27,339</u>
Cash Balance, December 31, 2022	<u>\$ 98,743</u>	<u>\$ 53,006</u>	<u>\$ 151,749</u>

TOWN OF MIDLAND, ARKANSAS
 SCHEDULE OF FINANCIAL INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (UNAUDITED)

Schedule 5

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2021	\$ 130,392	\$ 37,988
Receipts:		
State aid	5,003	24,822
Federal aid		33,460
Property taxes	7,834	2,583
Franchise fees	5,590	
Sales taxes	50,277	21,547
Interest	86	
Other	600	26
Total Receipts	<u>69,390</u>	<u>82,438</u>
Disbursements:		
General government	48,460	
Highways and streets		27,395
Total Disbursements	<u>48,460</u>	<u>27,395</u>
Cash Balance, December 31, 2021	<u>\$ 151,322</u>	<u>\$ 93,031</u>

TOWN OF MIDLAND, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (UNAUDITED)

Schedule 6

	<u>Street</u>	<u>American Rescue Plan Act (ARPA)</u>	<u>Total</u>
Cash Balance, January 1, 2021	\$ 37,988		\$ 37,988
Receipts:			
State aid	24,822		24,822
Federal aid		\$ 33,460	33,460
Property taxes	2,583		2,583
Sales taxes	21,547		21,547
Other	26		26
Total Receipts	<u>48,978</u>	<u>33,460</u>	<u>82,438</u>
Disbursements:			
Highways and streets	<u>27,395</u>		<u>27,395</u>
Cash Balance, December 31, 2021	<u>\$ 59,571</u>	<u>\$ 33,460</u>	<u>\$ 93,031</u>

TOWN OF MIDLAND, ARKANSAS
 OTHER INFORMATION
 FOR THE YEARS ENDED DECEMBER 31, 2023, 2022, AND 2021
 (UNAUDITED)

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

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

	December 31, 2023	December 31, 2022	December 31, 2021
Land	\$ 76,450	\$ 76,450	\$ 76,450
Buildings and improvements	271,603	272,103	272,103
Equipment	131,791	130,177	121,005
Totals	\$ 479,844	\$ 478,730	\$ 469,558

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

	December 31, 2022	December 31, 2021
American Rescue Plan Act (ARPA)	\$ 33,460	\$ 33,460