

Town of Oak Grove, Arkansas

Financial and Compliance Report

December 31, 2022, 2021, and 2020

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF OAK GROVE, ARKANSAS
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Arkansas

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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 Oak Grove, 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 Oak Grove, Arkansas, as of and for the years ended December 31, 2022, 2021, and 2020, and have issued our report thereon dated June 15, 2023. These procedures were not performed for the Water 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, 2021, and 2020:

Mayor: Dwane Mallotte
Recorder/Treasurer: Stephanie Shepherd

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
June 15, 2023
LOM311722

TOWN OF OAK GROVE, 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	\$ 85,868	\$ 300,584
	<u> </u>	<u> </u>
Receipts:		
State aid	5,759	53,660
Federal aid		40,918
Property taxes	20,071	5,484
Sales taxes	16,529	
Interest	60	603
Local permits and fees	24,021	
Other	1,873	4,201
Total Receipts	<u>68,313</u>	<u>104,866</u>
	<u> </u>	<u> </u>
Disbursements:		
General government	23,312	
Highways and streets		34,940
Public safety	21,986	18,600
Total Disbursements	<u>45,298</u>	<u>53,540</u>
	<u> </u>	<u> </u>
Cash Balance, December 31, 2022	<u>\$ 108,883</u>	<u>\$ 351,910</u>

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

Schedule 2

	Street	Local Police and Fire Retirement (LOPFI)	Fire Equipment and Training (Act 833)	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 198,599	\$ 29,519	\$ 31,552	\$ 40,914	\$ 300,584
Receipts:					
State aid	33,326		20,334		53,660
Federal aid				40,918	40,918
Property taxes	5,484				5,484
Interest	531	57	15		603
Other	425	3,776			4,201
Total Receipts	39,766	3,833	20,349	40,918	104,866
Disbursements:					
Highways and streets	34,940				34,940
Public safety		4,973	13,627		18,600
Total Disbursements	34,940	4,973	13,627		53,540
Cash Balance, December 31, 2022	\$ 203,425	\$ 28,379	\$ 38,274	\$ 81,832	\$ 351,910

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

Schedule 3

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2021	\$ 62,914	\$ 248,944
Receipts:		
State aid	6,052	49,415
Federal aid		40,918
Property taxes	16,450	4,078
Franchise fees	40	
Sales taxes	16,867	
Interest	50	686
Local permits and fees	25,992	
Other	1,340	1,107
Total Receipts	<u>66,791</u>	<u>96,204</u>
Disbursements:		
General government	14,805	4
Highways and streets		32,899
Public safety	29,032	11,661
Total Disbursements	<u>43,837</u>	<u>44,564</u>
Cash Balance, December 31, 2021	<u>\$ 85,868</u>	<u>\$ 300,584</u>

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

Schedule 4

	Street	Local Police and Fire Retirement (LOPFI)	Fire Equipment and Training (Act 833)	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	\$ 194,964	\$ 29,861	\$ 24,119		\$ 248,944
Receipts:					
State aid	30,757		18,658		49,415
Federal aid				\$ 40,918	40,918
Property taxes	4,078				4,078
Interest	592	82	12		686
Other	1,107				1,107
Total Receipts	36,534	82	18,670	40,918	96,204
Disbursements:					
General government				4	4
Highways and streets	32,899				32,899
Public safety		424	11,237		11,661
Total Disbursements	32,899	424	11,237	4	44,564
Cash Balance, December 31, 2021	\$ 198,599	\$ 29,519	\$ 31,552	\$ 40,914	\$ 300,584

TOWN OF OAK GROVE, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2020
(UNAUDITED)

Schedule 5

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2020	\$ 58,553	\$ 258,091
	<u> </u>	<u> </u>
Receipts:		
State aid	5,475	45,571
Property taxes	14,755	7,761
Franchise fees	178	
Sales taxes	13,920	
Interest	70	1,484
Local permits and fees	21,810	
Other	3,217	766
Total Receipts	<u>59,425</u>	<u>55,582</u>
	<u> </u>	<u> </u>
Disbursements:		
General government	30,059	
Highways and streets		55,769
Public safety	25,005	8,960
Total Disbursements	<u>55,064</u>	<u>64,729</u>
	<u> </u>	<u> </u>
Cash Balance, December 31, 2020	<u>\$ 62,914</u>	<u>\$ 248,944</u>

TOWN OF OAK GROVE, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (UNAUDITED)

Schedule 6

	Street	Local Police and Fire Retirement (LOPFI)	Fire Equipment and Training (Act 833)	Total
Cash Balance, January 1, 2020	\$ 213,654	\$ 33,778	\$ 10,659	\$ 258,091
Receipts:				
State aid	27,856		17,715	45,571
Property taxes	7,761			7,761
Interest	1,262	208	14	1,484
Other	200	566		766
Total Receipts	37,079	774	17,729	55,582
Disbursements:				
Highways and streets	55,769			55,769
Public safety		4,691	4,269	8,960
Total Disbursements	55,769	4,691	4,269	64,729
Cash Balance, December 31, 2020	\$ 194,964	\$ 29,861	\$ 24,119	\$ 248,944

TOWN OF OAK GROVE, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2022, 2021, AND 2020
(UNAUDITED)

Schedule 7

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.

2. The General Fund column on the Financial Schedules includes the following bank accounts:
General and Fire Department

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

	December 31, 2022	December 31, 2021	December 31, 2020
Land	\$ 12,000	\$ 12,000	\$ 12,000
Buildings	357,410	357,410	357,410
Equipment	58,500	58,500	55,500
	<u>58,500</u>	<u>58,500</u>	<u>55,500</u>
Totals	<u>\$ 427,910</u>	<u>\$ 427,910</u>	<u>\$ 424,910</u>

4. 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)	<u>\$ 40,918</u>	<u>\$ 40,918</u>