

**Town of Sulphur Rock, Arkansas**

**Financial and Compliance Report**

**December 31, 2023 and 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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TOWN OF SULPHUR ROCK, ARKANSAS  
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# Arkansas

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**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 Sulphur Rock, 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 Sulphur Rock, Arkansas, as of and for the years ended December 31, 2023 and 2022, and have issued our report thereon dated February 3, 2025. These procedures were not performed for the 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 and 2022:

Mayor: Paul Hoggard (January 1, 2023 – December 31, 2023)  
Paula Summers (January 1, 2022 – December 31, 2022)  
Recorder/Treasurer: Ann Heathwaite

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".

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
February 3, 2025  
LOM315723

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

Schedule 1

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash Balance, January 1, 2023	\$ 228,659	\$ 268,935
Receipts:		
State aid	9,259	51,373
Property taxes	20,015	12,805
Franchise fees	21,705	
Sales taxes	129,580	
Interest	126	129
Other	20,290	
Total Receipts	<u>200,975</u>	<u>64,307</u>
Disbursements:		
General government	121,394	
Law enforcement	4,727	
Highways and streets		10,841
Sanitation	6,340	
Recreation and culture	6,476	
Wastewater	14,947	9,557
Total Disbursements	<u>153,884</u>	<u>20,398</u>
Cash Balance, December 31, 2023	<u>\$ 275,750</u>	<u>\$ 312,844</u>

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

Schedule 2

	<u>Street</u>	<u>American Recovery Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2023	\$ 189,100	\$ 79,835	\$ 268,935
Receipts:			
State aid	51,373		51,373
Property taxes	12,805		12,805
Interest	107	22	129
Total Receipts	<u>64,285</u>	<u>22</u>	<u>64,307</u>
Disbursements:			
Highways and streets	10,841		10,841
Wastewater		9,557	9,557
Total Disbursements	<u>10,841</u>	<u>9,557</u>	<u>20,398</u>
Cash Balance, December 31, 2023	<u>\$ 242,544</u>	<u>\$ 70,300</u>	<u>\$ 312,844</u>

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

Schedule 3

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2022	\$ 182,819	\$ 183,311
Receipts:		
State aid	9,085	52,579
Federal aid		48,376
Property taxes	19,540	12,516
Franchise fees	23,295	
Sales taxes	123,033	
Interest	108	96
Other	26,401	
Total Receipts	201,462	113,567
Disbursements:		
General government	110,158	
Law enforcement	3,993	
Highways and streets		11,014
Public safety	2,400	
Sanitation	15,150	
Recreation and culture	5,319	
Wastewater	18,602	16,929
Total Disbursements	155,622	27,943
Cash Balance, December 31, 2022	\$ 228,659	\$ 268,935

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

Schedule 4

	<u>Street</u>	<u>American Recovery Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 134,939	\$ 48,372	\$ 183,311
Receipts:			
State aid	52,579		52,579
Federal aid		48,376	48,376
Property taxes	12,516		12,516
Interest	80	16	96
Total Receipts	<u>65,175</u>	<u>48,392</u>	<u>113,567</u>
Disbursements:			
Highways and streets	11,014		11,014
Wastewater		16,929	16,929
Total Disbursements	<u>11,014</u>	<u>16,929</u>	<u>27,943</u>
Cash Balance, December 31, 2022	<u>\$ 189,100</u>	<u>\$ 79,835</u>	<u>\$ 268,935</u>

TOWN OF SULPHUR ROCK, ARKANSAS  
 OTHER INFORMATION  
 FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022  
 (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
Land	\$ 45,627	\$ 45,627
Buildings & Improvements	287,449	287,449
Equipment	104,739	102,895
Totals	\$ 437,815	\$ 435,971

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 48,376