

Town of Donaldson, Arkansas

Financial and Compliance Report

December 31, 2020 and 2019

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF DONALDSON, ARKANSAS
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Arkansas



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Senate Chair
Sen. Gary Stubblefield
Senate Vice Chair

Rep. Richard Womack
House Chair
Rep. Nelda Speaks
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 Donaldson, 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 Donaldson, Arkansas, as of and for the years ended December 31, 2020 and 2019, and have issued our report thereon dated March 1, 2022. 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 finding contained in this section relates to the following officials who held office during 2020 and 2019:

Mayor: Mitchell Burnett
Recorder/Treasurer: Cheryl Whitley

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.

Noncompliance with state law and accepted accounting practices was noted in the offices of **Mayor**.

Mayor

An annual audit or agreed upon procedures report for the City's Water and Sewer System was not performed and submitted to Arkansas Legislative Audit, in noncompliance with Ark. Code Ann. § 14-234-119.

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 cursive script that reads "Roger A. Norman".

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
March 1, 2022
LOM318820

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

Schedule 1

	General Fund	Street Funds
Cash Balance, January 1, 2020	\$ 46,576	\$ 119,010
Receipts:		
State aid	4,466	22,723
Sales taxes	36,829	
Interest	55	221
Solid waste authority refund	30,000	
Other		525
Total Receipts	<u>71,350</u>	<u>23,469</u>
Disbursements:		
General government	3,146	
Law enforcement	542	
Highways and streets		46,606
Recreation and culture	4,031	
Sales tax remitted to solid waste authority	36,092	
Total Disbursements	<u>43,811</u>	<u>46,606</u>
Cash Balance, December 31, 2020	<u>\$ 74,115</u>	<u>\$ 95,873</u>

TOWN OF DONALDSON, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019
(UNAUDITED)

Schedule 2

	General Fund	Street Funds
Cash Balance, January 1, 2019	\$ 59,069	\$ 101,638
Receipts:		
State aid	4,760	21,582
Sales taxes	31,642	
Interest	56	556
Other	24	
Total Receipts	<u>36,482</u>	<u>22,138</u>
Disbursements:		
General government	32,916	
Law enforcement	2,450	
Highways and streets		4,766
Recreation and culture	13,236	
Sales tax remitted to solid waste authority	373	
Total Disbursements	<u>48,975</u>	<u>4,766</u>
Cash Balance, December 31, 2019	<u>\$ 46,576</u>	<u>\$ 119,010</u>

TOWN OF DONALDSON, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019
(UNAUDITED)

Schedule 3

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

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

	December 31, 2020	December 31, 2019
Land	\$ 13,990	\$ 11,990
Buildings	17,429	11,857
Equipment	92,611	92,611
Total	<u>\$ 124,030</u>	<u>\$ 116,458</u>