

Town of Etowah, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF ETOWAH, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2022

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

LEGISLATIVE JOINT AUDITING COMMITTEE **ARKANSAS LEGISLATIVE AUDIT**

Financial and Compliance Report

Town of Etowah, 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 Etowah, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated April 23, 2024. These procedures were not performed for the Sewer Fund and Water and Waste Disposal System. 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 2022:

Mayor: Charles McCollum
Recorder/Treasurer: Kattie Riney
Police Chief: Joseph Riney

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.

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

Little Rock, Arkansas
April 23, 2024
LOM319322

TOWN OF ETOWAH, 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	\$ 23,593	\$ 129,019
Receipts:		
State aid	14,823	37,041
Federal aid		72,838
Property taxes	10,367	2,593
Franchise fees	10,162	
Sales taxes	73,815	
Interest	17	134
Local permits and fees	213	
Plot and grave fees		9,623
Donations	2,100	11,260
Coke box receipts		3,160
Loan proceeds		7,500
Private grant		2,000
Other	759	1,501
Total Receipts	<u>112,256</u>	<u>147,650</u>
Disbursements:		
General government	65,881	
Law enforcement	34,078	2,005
Highways and streets		27,115
Public safety		72,978
Cemetery		12,403
Wastewater		19,736
Debt service	3,693	3,286
Total Disbursements	<u>103,652</u>	<u>137,523</u>
Cash Balance, December 31, 2022	<u>\$ 32,197</u>	<u>\$ 139,146</u>

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

Schedule 2

	Street	Garden Point Cemetery	Police Department	Fire Department	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 14,290	\$ 88,726	\$ 589	\$ 14,200	\$ 11,214	\$ 129,019
Receipts:						
State aid	21,930			15,111		37,041
Federal aid				40,000	32,838	72,838
Property taxes	2,593					2,593
Interest	10	101	2	9	12	134
Plot and grave fees		9,623				9,623
Donations		8,090	250	2,920		11,260
Coke box receipts				3,160		3,160
Loan proceeds				7,500		7,500
Private grant			2,000			2,000
Other			22	1,301	178	1,501
Total Receipts	24,533	17,814	2,274	70,001	33,028	147,650
Disbursements:						
Law enforcement			2,005			2,005
Highways and streets	27,115					27,115
Public safety				72,978		72,978
Cemetery		12,403				12,403
Wastewater					19,736	19,736
Debt service		1,747		1,539		3,286
Total Disbursements	27,115	14,150	2,005	74,517	19,736	137,523
Cash Balance, December 31, 2022	\$ 11,708	\$ 92,390	\$ 858	\$ 9,684	\$ 24,506	\$ 139,146

TOWN OF ETOWAH, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

Schedule 3

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

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

	December 31, 2022
	<u> </u>
Land	\$ 127,000
Buildings	156,000
Equipment	<u>625,757</u>
Total	<u><u>\$ 908,757</u></u>

3. The Outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2022
	<u> </u>
Financed purchases	<u><u>\$ 12,897</u></u>

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

	December 31, 2022
	<u> </u>
American Rescue Plan Act (ARPA)	<u><u>\$ 32,838</u></u>