

Town of Winthrop, Arkansas

Financial and Compliance Report

December 31, 2023

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

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF WINTHROP, 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 Winthrop, 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 Winthrop, 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 April 11, 2024. 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 relates to the following officials who held office during 2023, 2022, and 2021:

Mayor: Heather Long
Recorder/Treasurer: Emma Cook

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 that reads "Roger A. Norman".

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

Little Rock, Arkansas
April 11, 2024
LOM319523

TOWN OF WINTHROP, 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	\$ 63,683	\$ 114,867
Receipts:		
State aid	1,764	25,943
Property taxes	4,756	3,011
Franchise fees	3,273	
Sales taxes	19,354	
Interest	1,123	
Local permits and fees		3,025
Other		550
Transfers in		10,800
Total Receipts	<u>30,270</u>	<u>43,329</u>
Disbursements:		
General government	25,129	
Highways and streets		19,138
Public safety		7,166
Recreation and culture	300	
Debt service		3,094
Transfers out	10,800	
Total Disbursements	<u>36,229</u>	<u>29,398</u>
Cash Balance, December 31, 2023	<u>\$ 57,724</u>	<u>\$ 128,798</u>

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

Schedule 2

	Street	Fire Department	Fire Department Grant	Total
Cash Balance, January 1, 2023	\$ 65,596	\$ 49,021	\$ 250	\$ 114,867
Receipts:				
State aid	9,785	16,158		25,943
Property taxes	3,011			3,011
Local permits and fees		3,025		3,025
Other		550		550
Transfers in	8,400	2,400		10,800
Total Receipts	<u>21,196</u>	<u>22,133</u>		<u>43,329</u>
Disbursements:				
Highways and streets	19,138			19,138
Public safety		7,166		7,166
Debt service		3,094		3,094
Total Disbursements	<u>19,138</u>	<u>10,260</u>		<u>29,398</u>
Cash Balance, December 31, 2023	<u>\$ 67,654</u>	<u>\$ 60,894</u>	<u>\$ 250</u>	<u>\$ 128,798</u>

TOWN OF WINTHROP, 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	\$ 62,256	\$ 111,459
Receipts:		
State aid	1,731	21,260
Property taxes	1,712	1,084
Franchise fees	2,437	
Sales taxes	18,333	
Interest	438	
Local permits and fees		3,095
Other	40	350
Transfers in		11,000
Total Receipts	<u>24,691</u>	<u>36,789</u>
Disbursements:		
General government	11,964	
Highways and streets		19,691
Public safety		9,565
Recreation and culture	300	
Debt service		4,125
Transfers out	11,000	
Total Disbursements	<u>23,264</u>	<u>33,381</u>
Cash Balance, December 31, 2022	<u>\$ 63,683</u>	<u>\$ 114,867</u>

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

Schedule 4

	Street	Fire Department	Fire Department Grant	Total
Cash Balance, January 1, 2022	\$ 65,788	\$ 45,421	\$ 250	\$ 111,459
Receipts:				
State aid	10,015	11,245		21,260
Property taxes	1,084			1,084
Local permits and fees		3,095		3,095
Other		350		350
Transfers in	8,400	2,600		11,000
Total Receipts	<u>19,499</u>	<u>17,290</u>		<u>36,789</u>
Disbursements:				
Highways and streets	19,691			19,691
Public safety		9,565		9,565
Debt service		4,125		4,125
Total Disbursements	<u>19,691</u>	<u>13,690</u>		<u>33,381</u>
Cash Balance, December 31, 2022	<u>\$ 65,596</u>	<u>\$ 49,021</u>	<u>\$ 250</u>	<u>\$ 114,867</u>

TOWN OF WINTHROP, 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	\$ 64,820	\$ 87,846
Receipts:		
State aid	2,903	26,678
Property taxes	1,200	1,085
Franchise fees	2,287	
Sales taxes	22,738	
Interest	499	
Local permits and fees		3,155
Transfers in		18,100
Total Receipts	<u>29,627</u>	<u>49,018</u>
Disbursements:		
General government	12,700	
Highways and streets		17,568
Public safety		4,056
Recreation and culture	1,391	
Debt service		3,781
Transfers out	18,100	
Total Disbursements	<u>32,191</u>	<u>25,405</u>
Cash Balance, December 31, 2021	<u>\$ 62,256</u>	<u>\$ 111,459</u>

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

Schedule 6

	Street	Fire Department	Fire Department Grant	Total
Cash Balance, January 1, 2021	\$ 59,571	\$ 28,025	\$ 250	\$ 87,846
Receipts:				
State aid	14,300	12,378		26,678
Property taxes	1,085			1,085
Local permits and fees		3,155		3,155
Transfers in	8,400	9,700		18,100
Total Receipts	<u>23,785</u>	<u>25,233</u>		<u>49,018</u>
Disbursements:				
Highways and streets	17,568			17,568
Public safety		4,056		4,056
Debt service		3,781		3,781
Total Disbursements	<u>17,568</u>	<u>7,837</u>		<u>25,405</u>
Cash Balance, December 31, 2021	<u>\$ 65,788</u>	<u>\$ 45,421</u>	<u>\$ 250</u>	<u>\$ 111,459</u>

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

Schedule 7

1. Cash balances on the Financial Schedules include demand and savings accounts and certificates of deposit.
2. The General Fund column on the Financial Schedules includes the following bank accounts:
For 2021, the General Fund included the Marshall Fund
3. The Municipality's capital assets records are summarized below:

	December 31, 2023	December 31, 2022	December 31, 2021
Land	\$ 100	\$ 100	\$ 100
Buildings	331,124	331,124	331,124
Equipment	96,025	96,025	96,025
Totals	<u>\$ 427,249</u>	<u>\$ 427,249</u>	<u>\$ 427,249</u>

4. Outstanding balances at year-end for long-term liabilities are as follows:

	December 31, 2022	December 31, 2021
Financed purchase	<u>\$ 3,094</u>	<u>\$ 7,219</u>