

Town of Midway, Arkansas

Financial and Compliance Report

December 31, 2022 and 2021

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF MIDWAY, ARKANSAS
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FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

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Arkansas

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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 Midway, 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 Midway, Arkansas, as of and for the years ended December 31, 2022 and 2021, and have issued our report thereon dated October 27, 2023. 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 and 2021:

Mayor: Jack Davis (resigned February 9, 2021)
Trent Lewis (appointed February 9, 2021)
Recorder/Treasurer: Elizabeth Lewis

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 cursive script that reads "Roger A. Norman".

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

Little Rock, Arkansas
October 27, 2023
LOM320122

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2022	\$ 66,859	\$ 156,032
Receipts:		
State aid	5,624	32,549
Federal aid		40,504
Sales taxes	54,656	
Solid waste authority refund	21,240	
Total Receipts	<u>81,520</u>	<u>73,053</u>
Disbursements:		
General government	7,288	
Highways and streets		51,502
Sales tax remitted to Hot Springs County	53,458	
Total Disbursements	<u>60,746</u>	<u>51,502</u>
Cash Balance, December 31, 2022	<u>\$ 87,633</u>	<u>\$ 177,583</u>

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

Schedule 2

	<u>Street</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	<u>\$ 115,528</u>	<u>\$ 40,504</u>	<u>\$ 156,032</u>
Receipts:			
State aid	32,549		32,549
Federal aid		<u>40,504</u>	<u>40,504</u>
Total Receipts	<u>32,549</u>	<u>40,504</u>	<u>73,053</u>
Disbursements:			
Highways and streets	<u>51,502</u>		<u>51,502</u>
Cash Balance, December 31, 2022	<u><u>\$ 96,575</u></u>	<u><u>\$ 81,008</u></u>	<u><u>\$ 177,583</u></u>

TOWN OF MIDWAY, 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	\$ 45,981	\$ 85,997
Receipts:		
State aid	6,293	31,824
Federal aid		40,504
Sales taxes	65,607	
Solid waste authority refund	20,000	
Other	50	
Total Receipts	<u>91,950</u>	<u>72,328</u>
Disbursements:		
General government	6,782	
Highways and streets		2,293
Sales tax remitted to Hot Spring County	64,290	
Total Disbursements	<u>71,072</u>	<u>2,293</u>
Cash Balance, December 31, 2021	<u>\$ 66,859</u>	<u>\$ 156,032</u>

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

Schedule 4

	<u>Street</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2021	<u>\$ 85,997</u>		<u>\$ 85,997</u>
Receipts:			
State aid	31,824		31,824
Federal aid	<u> </u>	<u>\$ 40,504</u>	<u>40,504</u>
Total Receipts	<u>31,824</u>	<u>40,504</u>	<u>72,328</u>
Disbursements:			
Highways and streets	<u>2,293</u>		<u>2,293</u>
Cash Balance, December 31, 2021	<u><u>\$ 115,528</u></u>	<u><u>\$ 40,504</u></u>	<u><u>\$ 156,032</u></u>

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

Schedule 5

1. Cash balances on the Financial Schedules include demand accounts.

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

	December 31, 2022	December 31, 2021
Land and Buildings	\$ 44,850	\$ 44,850
Equipment	6,500	
Totals	<u>\$ 51,350</u>	<u>\$ 44,850</u>

3. 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>\$ 40,504</u>	<u>\$ 40,504</u>