

**Town of Delight, Arkansas**

**Financial and Compliance Report**

**December 31, 2022**

**Including Financial Information  
For  
December 31, 2021 and 2020**

LEGISLATIVE JOINT AUDITING COMMITTEE

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TOWN OF DELIGHT, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022, 2021, AND 2020

Financial and Compliance Report

	<u>Schedule</u>
2022	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2021	
Schedule of Financial Information (Unaudited)	3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	4
2020	
Schedule of Financial Information (Unaudited)	5
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	6
2022, 2021, and 2020	
Other Information (Unaudited)	7

# 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 Delight, 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 Delight, Arkansas, as of and for the years ended December 31, 2022. 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, 2021, and 2020, and have issued our report thereon dated April 25, 2023. These procedures were not performed for the Water and Sewer Fund. Management of the Town is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relates to the following officials who held office during 2022, 2021, and 2020:

Mayor: Paul Lane  
Recorder/Treasurer: Brent Alexander

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 office of **Mayor**.

#### **Mayor**

The Town has not obtained a 2020 water and sewer systems audit or agreed-upon procedures and compilation report as required, by Ark. Code Ann. § 14-234-119.

The Town purchased land costing \$5,000 and transferred \$35,000 to the General Fund from the Sanitation Fund; however, the Sanitation Fund, which is financed by proceeds of 1% sales and use tax, is restricted for the collection and disposal of solid waste, maintenance of a solid waste landfill, and any other purposes generally related thereto.

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 dark ink, reading "Roger A. Norman".

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

Little Rock, Arkansas  
April 25, 2023  
LOM320422

CITY OF DELIGHT, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER, 2022  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2022	\$ 92,217	\$ 265,933
Receipts:		
State aid	4,296	24,865
Federal aid		28,073
Property taxes	11,745	1,762
Franchise fees	18,395	
Sales taxes	34,227	85,620
Interest	230	1,035
Rental income	14,050	
Other	3,342	
Transfers in	5,000	
Unclassified	2,928	3,396
Total Receipts	<u>94,213</u>	<u>144,751</u>
Disbursements:		
General government	88,600	
Law enforcement	3,465	
Highways and streets		19,269
Public safety	2,681	3,340
Sanitation		46,679
Recreation and culture	1,694	
Transfers out		5,000
Unclassified	4,761	
Total Disbursements	<u>101,201</u>	<u>74,288</u>
Cash Balance, December 31, 2022	<u>\$ 85,229</u>	<u>\$ 336,396</u>

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

Schedule 2

	Street	Sanitation	Fire Department	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 166,899	\$ 58,612	\$ 12,349	\$ 28,073	\$ 265,933
Receipts:					
State aid	24,865				24,865
Federal aid				28,073	28,073
Property taxes	1,762				1,762
Sales taxes	34,227	51,393			85,620
Interest	805	230			1,035
Unclassified	1,731	1,665			3,396
Total Receipts	<u>63,390</u>	<u>53,288</u>		<u>28,073</u>	<u>144,751</u>
Disbursements:					
Highways and streets	19,269				19,269
Public safety			3,340		3,340
Sanitation		46,679			46,679
Transfers out		5,000			5,000
Total Disbursements	<u>19,269</u>	<u>51,679</u>	<u>3,340</u>		<u>74,288</u>
Cash Balance, December 31, 2022	<u>\$ 211,020</u>	<u>\$ 60,221</u>	<u>\$ 9,009</u>	<u>\$ 56,146</u>	<u>\$ 336,396</u>

CITY OF DELIGHT, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER, 2021  
(UNAUDITED)

Schedule 3

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2021	\$ 103,979	\$ 237,495
Receipts:		
State aid	4,564	23,178
Federal aid		28,073
Property taxes	12,056	1,808
Franchise fees	13,465	
Sales taxes	34,280	75,467
Interest	427	533
Rental income	9,600	
Other	2,141	2,383
Transfers in	30,000	
Total Receipts	<u>106,533</u>	<u>131,442</u>
Disbursements:		
General government	108,034	
Law enforcement	3,465	
Highways and streets		32,858
Public safety	5,275	4,608
Sanitation		34,903
Recreation and culture	1,503	
Transfers out		30,000
Unclassified	18	635
Total Disbursements	<u>118,295</u>	<u>103,004</u>
Cash Balance, December 31, 2021	<u>\$ 92,217</u>	<u>\$ 265,933</u>

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

Schedule 4

	Street	Sanitation	Fire Department	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	\$ 140,823	\$ 79,715	\$ 16,957		\$ 237,495
Receipts:					
State aid	23,178				23,178
Federal aid				\$ 28,073	28,073
Property taxes	1,808				1,808
Sales taxes	34,276	41,191			75,467
Interest	287	246			533
Other		2,383			2,383
Total Receipts	59,549	43,820		28,073	131,442
Disbursements:					
Highways and streets	32,858				32,858
Public safety			4,608		4,608
Sanitation		34,903			34,903
Transfers out		30,000			30,000
Unclassified	615	20			635
Total Disbursements	33,473	64,923	4,608		103,004
Cash Balance, December 31, 2021	\$ 166,899	\$ 58,612	\$ 12,349	\$ 28,073	\$ 265,933

CITY OF DELIGHT, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER, 2020  
(UNAUDITED)

Schedule 5

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2020	\$ 87,618	\$ 191,453
Receipts:		
State aid	4,140	29,120
Property taxes	11,137	1,670
Franchise fees	14,515	
Sales taxes	31,818	66,754
Interest	584	725
Rental income	8,075	
Other		1,506
Unclassified	10,274	
Total Receipts	<u>80,543</u>	<u>99,775</u>
Disbursements:		
General government	52,803	
Law enforcement	3,465	
Highways and streets		14,788
Public safety	3,459	1,218
Sanitation		37,698
Recreation and culture	4,455	
Unclassified		29
Total Disbursements	<u>64,182</u>	<u>53,733</u>
Cash Balance, December 31, 2020	<u>\$ 103,979</u>	<u>\$ 237,495</u>



CITY OF DELIGHT, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER, 2020  
 (UNAUDITED)

Schedule 6

	Street	Sanitation	Fire	Total
Cash Balance, January 1, 2020	\$ 92,663	\$ 80,615	\$ 18,175	\$ 191,453
Receipts:				
State aid	29,120			29,120
Property taxes	1,670			1,670
Sales taxes	31,818	34,936		66,754
Interest	348	377		725
Other		1,506		1,506
Total Receipts	<u>62,956</u>	<u>36,819</u>		<u>99,775</u>
Disbursements:				
Highways and streets	14,788			14,788
Public safety			1,218	1,218
Sanitation		37,698		37,698
Unclassified	8	21		29
Total Disbursements	<u>14,796</u>	<u>37,719</u>	<u>1,218</u>	<u>53,733</u>
Cash Balance, December 31, 2020	<u>\$ 140,823</u>	<u>\$ 79,715</u>	<u>\$ 16,957</u>	<u>\$ 237,495</u>

CITY OF DELIGHT, ARKANSAS  
OTHER INFORMATION  
FOR YEARS ENDED DECEMBER 31, 2022, 2021, AND 2020  
(UNAUDITED)

Schedule 7

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, 2021	December 31, 2021	December 31, 2021
Land	\$ 24,010	\$ 24,010	\$ 19,010
Buildings	84,900	84,900	84,900
Equipment	243,700	230,149	162,462
Totals	<u>\$ 352,610</u>	<u>\$ 339,059</u>	<u>\$ 266,372</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>\$ 28,073</u>	<u>\$ 28,073</u>