

**Town of Hector, Arkansas**

**Financial and Compliance Report**

**December 31, 2024**

LEGISLATIVE JOINT AUDITING COMMITTEE

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TOWN OF HECTOR, ARKANSAS  
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FOR THE YEAR ENDED DECEMBER 31, 2024

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# Arkansas

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**Sen. Jim Dotson**  
Senate Vice Chair



**Rep. Robin Lundstrum**  
House Chair  
**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

Town of Hector, 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 Hector, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated September 9, 2025. 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 2024:

Mayor: John Riley  
Recorder/Treasurer: Sandra Barton  
Police Chief: Phillip Hubbard

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 dark ink, appearing to read "Kevin White", with a stylized flourish at the end.

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
September 9, 2025  
LOM307824

TOWN OF HECTOR, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2024	\$ 136,076	\$ 45,840
Receipts:		
State aid	50,971	39,764
Federal aid	25,640	
Property taxes		4,888
Franchise fees	23,541	
Sales taxes	195,086	
Interest	2,134	693
Gas and oil company reimbursements	89	
School resource officer reimbursement	19,573	
Contribution from volunteer fire		18,592
Reimbursement from Arkansas Department of Transportation		11,112
Other	12,602	9
Transfers in	166	
Total Receipts	<u>329,802</u>	<u>75,058</u>
Disbursements:		
General government	142,132	26,948
Law enforcement	158,785	
Highways and streets		40,432
Public safety	11,786	
Recreation and culture	3,813	
Volunteer fire	4,911	
Transfers out		166
Total Disbursements	<u>321,427</u>	<u>67,546</u>
Cash Balance, December 31, 2024	<u>\$ 144,451</u>	<u>\$ 53,352</u>

TOWN OF HECTOR, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2024  
 (UNAUDITED)

Schedule 2

	Street	American Rescue Plan Act	Fire Training and Equipment (Act 833)	Total
Cash Balance, January 1, 2024	\$ 32,438	\$ 13,402		\$ 45,840
Receipts:				
State aid	33,797		\$ 5,967	39,764
Property taxes	4,888			4,888
Interest	427	166	100	693
Contribution from volunteer fire			18,592	18,592
Reimbursement from Arkansas Department of Transportation	11,112			11,112
Other			9	9
Total Receipts	<u>50,224</u>	<u>166</u>	<u>24,668</u>	<u>75,058</u>
Disbursements:				
General government		13,402	13,546	26,948
Highways and streets	40,432			40,432
Transfers out		166		166
Total Disbursements	<u>40,432</u>	<u>13,568</u>	<u>13,546</u>	<u>67,546</u>
Cash Balance, December 31, 2024	<u>\$ 42,230</u>	<u>\$ 0</u>	<u>\$ 11,122</u>	<u>\$ 53,352</u>

TOWN OF HECTOR, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts.
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General Fund and Local Police and Fire Retirement (LOPFI) Fund
3. The Municipality's capital assets records are summarized below:

	December 31, 2024
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Land	\$ 11,121
Buildings	177,031
Equipment	<hr/> 216,760
Total	<hr/> <hr/> \$ 404,912