

Town of Hunter, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



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

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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 Hunter, 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 Hunter, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated February 8, 2024. 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 relate to the following officials who held office during 2022:

Mayor: Dwain Melvin
Recorder/Treasurer: Jamie Byers

We evaluated the Town's compliance with certain state laws concerning general accounting, budgeting, purchasing, and investing and depositing of public funds.

Noncompliance with state law and accepted accounting practices was noted in the office of **Recorder/Treasurer**.

Recorder/Treasurer

Restricted Street Fund monies used in previous years to pay mosquito control expenses of \$9,302 were not transferred from the General Fund to the Street Fund, in noncompliance with Ark. Code Ann. § 27-70-207. The Town approved Resolution no. 02-2022 (August 1, 2022) authorizing repayment of 10% of General Fund revenues until paid in full. Repayment began in 2023.

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
February 8, 2024
LOM308622

TOWN OF HUNTER, 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	\$ 29,057	\$ 103,849
Receipts:		
State aid	1,537	15,009
Federal aid		9,634
Property taxes	8,215	1,637
Franchise fees	4,268	
Sales taxes	16,064	
Interest		32
Local permits and fees		6,020
Donations	4,050	22,524
Refunds		2,859
Other	100	5
Transfers in	2,634	
Total Receipts	<u>36,868</u>	<u>57,720</u>
Disbursements:		
General government	41,842	9,634
Highways and streets		5,492
Public safety		21,396
Transfers out		2,634
Total Disbursements	<u>41,842</u>	<u>39,156</u>
Cash Balance, December 31, 2022	<u>\$ 24,083</u>	<u>\$ 122,413</u>

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

Schedule 2

	Street	Fire Equipment and Training	Volunteer Fire Department	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 76,948	\$ 15,446	\$ 8,821	\$ 2,634	\$ 103,849
Receipts:					
State aid	8,893	6,116			15,009
Federal aid				9,634	9,634
Property taxes	1,637				1,637
Interest		22	10		32
Local permits and fees			6,020		6,020
Donations			22,524		22,524
Refunds			2,859		2,859
Other			5		5
Total Receipts	10,530	6,138	31,418	9,634	57,720
Disbursements:					
General government				9,634	9,634
Highways and streets	5,492				5,492
Public safety			21,396		21,396
Transfers out				2,634	2,634
Total Disbursements	5,492		21,396	12,268	39,156
Cash Balance, December 31, 2022	\$ 81,986	\$ 21,584	\$ 18,843	\$ 0	\$ 122,413

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

Schedule 3

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

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

	<u>December 31, 2022</u>
Land	\$ 10,200
Buildings	224,765
Equipment	<u>181,083</u>
Total	<u><u>\$ 416,048</u></u>

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

	<u>December 31, 2022</u>
American Rescue Plan Act (ARPA)	<u><u>\$ 9,634</u></u>