Town of Twin Groves, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE

TOWN OF TWIN GROVES, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2024

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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Twin Groves, 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 Twin Groves, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated October 27, 2025. 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 2024:

Mayor: Theodore Brown
Recorder/Treasurer: Mae Lyon

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 offices of **Mayor** and **Recorder/Treasurer**.

Mayor and Recorder/Treasurer

Schedule 1 shows a General Fund balance of $34,813, as of December 31, 2024. However, when the outstanding amount owed to the Street Fund for state aid totaling $46,529 is considered, the General Fund has a deficit balance of $11,716 for 2024. A similar finding was issued in the previous three reports.

Recorder/Treasurer

State aid for highway funds for previous years was not transferred from the General Fund to the Street Fund, as required by Ark. Code. Ann. §§ 14-59-104, 27-70-207. The Town made a payment of $6,000 in 2024, to reduce the balance owed to the Street Fund to $46,529 as of December 31, 2024, in accordance with the Legislative Joint Auditing Committee's repayment plan as approved on December 1, 2022. A similar finding was issued in the previous fourteen reports.

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

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
October 27, 2025
LOM319024

TOWN OF TWIN GROVES, 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	$ 30,224	$ 158,109
Receipts:		
State aid	4,714	64,868
Property taxes	14,200	4,526
Franchise fees	10,644	
Sales taxes	38,544	
Interest		17
Local permits and fees		8,038
Donations		50
Other	2,382	
Transfers in		6,000
Total Receipts	70,484	83,499
Disbursements:		
General government	59,741	30,835
Highways and streets		21,994
Public safety	154	21,870
Debt service		12,318
Transfers out	6,000	
Total Disbursements	65,895	87,017
Cash Balance, December 31, 2024	$ 34,813	$ 154,591

TOWN OF TWIN GROVES, ARKANSAS

Schedule 2

COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2024

(UNAUDITED)

	Street	Fire	Fire Equipment and Training (ACT 833)	USDA Rural Development Grant	American Rescue Plan Act	Total
Cash Balance, January 1, 2024	$ 89,467	$ 17,407	$ 7,368	$ 2,270	$ 41,597	$ 158,109
Receipts:						
State aid	26,067		8,573	30,228		64,868
Property taxes	4,526					4,526
Interest				17		17
Local permits and fees		8,038				8,038
Donations		50				50
Transfers in	6,000					6,000
Total Receipts	36,593	8,088	8,573	30,245		83,499
Disbursements:						
General government					30,835	30,835
Highways and streets	21,994					21,994
Public safety		13,247	8,623			21,870
Debt service				12,318		12,318
Total Disbursements	21,994	13,247	8,623	12,318	30,835	87,017
Cash Balance, December 31, 2024	$ 104,066	$ 12,248	$ 7,318	$ 20,197	$ 10,762	$ 154,591

TOWN OF TWIN GROVES, 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 Municipality's capital assets records are summarized below:

	December 31, 2024
Buildings	$ 1,021,399
Equipment	325,956
Total	$ 1,347,355

The Municipality's capital assets records did not contain cost amounts for land.

3. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2024
Financed purchase	$ 141,733

4. Deficit Balance in General Fund after amounts owed to Street Fund

Balances as of December 31, 2024	General	Street
Cash balances per Schedules	$ 34,813	$ 104,066
State aid for highway owed to Street	(46,529)	46,529
Restated balances as of December 31, 2024	$ (11,716)	$ 150,595