

FILED

FEB 28 2023

DRAINAGE DISTRICT #33 OF CRAIGHEAD COUNTY, ARKANSAS COUNTY PROBATE COURT CLERK

ANNUAL REPORT FOR FISCAL YEAR ENDING OCTOBER 31, 2022
FOR "TRANSPARENCY" LAW UNDER ACT 359 OF 2022

The Board of Commissioners of Drainage District #33 met in annual session on January 19, 2022, by telephone conference due to concerns about Covid.

Bruce West, on motion by Clines, seconded by Elmore, was reelected as President and Chairman, and Charles Frierson as Secretary for the then current year.

With work done in previous years, no major work was needed during this fiscal year.

Delinquent taxes were \$57.87 as of January 3, 2023.

Report prepared February 25, 2023.

I Charles Frierson, Secretary of the District affirm that the above is true and correct to the best of my information and belief.


Charles Frierson

Exhibit "A" is attached.

CRAIGHEAD COUNTY
Annual Taxpayer Transparency Improvement District Report*

COUNTY & PROBATE COURT CLERK

Name of recorded district DRAINAGE DISTRICT #33 OF CRAIGHEAD COUNTY

ARKANSAS

1. Formation Date December 8, 1939

2. Formation Statute POPE'S DIRECT SECTIONS 4455 TO 4506

3. Description of district's boundaries (Attachment: map of district)

NO MAP HAS EVER BEEN LOCATED. LANDS INCLUDED ARE

DESCRIBED IN COUNTY JUDGE ORDER OF 12-8-39

District's commissioners, directors, or officers (name, phone number, address, email, term of Office)

a. DAVID CLINES, TERM ENDS 12-31-2022, 5917 HARRISBURG ROAD,

TOWNSBORO, AR 72404; TELE- 931 8317; E-MAIL CLINESFARM@

SUDDENLINK.NET

d. BRUCE WEST, TERM ENDS 12-31-2026, 1169 CR 612, RAY, AR 72411

TELE- 930 4788; E-MAIL TBRUCEWEST1169@GMAIL.COM

f. TONY ELMORE, TERM ENDS 12-31-2029, 2907 WOODT HURGH,

TOWNSBORO, AR 72401; TELE: 931 2825; EMAIL- TONYDELMORE@
GMAIL.COM

Vacancies on the district board or commission

NONE

Annual Meeting

3RD WEDNESDAY JAN. 9:00 AM TO BE DETERMINED

7. General description of district's current and future maintenance and repairs

TO MAINTAIN THE FLOW OF WATER THROUGH THE DITCH

8. Contracts (identity of parties to contracts and district's obligations)

- a. None
- b. _____
- c. _____
- d. _____

Current Indebtedness or Bond Indebtedness (with reason for Indebtedness and payout or maturity date)

- a. None
- b. _____
- c. _____
- d. _____

Total existing delinquent assessments 38 PARCELS TOTAL \$ 8,308.78

Responsible Delinquent Collector CRAICHERN COUNTY TAX COLLECTOR, 870933 4560

District Assessor (name, phone number, address, email)

None

Payee for distribution from County Treasurer (name, phone number, email)

HARLES FRIERSON 8709326643 CDFRIERSON3@HEITMANIL.COM

13. Explanation of statutory penalties, interest, and cost

PENALTY OF 25% ADDED IF NOT PAID BY MATURITY DATE, W/ INTEREST AND COST OF COURT PROCEEDINGS; ACA 14-21-426

14. Method used to calculate assessments (flat fee; per acre; per structure; etc.)

CONTINUING Levy OF BENEFITS SET WHEN DISTRICT FORMED

15. Statement itemizing the income and expenditures of the district for the most recent fiscal year (Attachment: balance sheet/bank statement)

FISCAL YEAR ENDING 10/31/21, COPY OF ACCOUNTING AUDIT ATTACHED

Completed By:

HANLEY ERICSON
Print Name

870 932 6643
Phone Number

[Signature]
Signature

6-2-21
Date

*Required by Arkansas Code Act 359 of 2021

FILED

FEB 28 2023

COUNTY & PROBATE COURT CLERK

**DRAINAGE DISTRICT NO. 33
OF CRAIGHEAD COUNTY ARKANSAS**

**AUDITORS' REPORT AND
FINANCIAL STATEMENTS**

OCTOBER 31, 2022

**DRAINAGE DISTRICT NO. 33
OF CRAIGHEAD COUNTY ARKANSAS**

OCTOBER 31, 2022

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dls

despain luther short & company

901 Windover Road | Jonesboro, AR 72401 | 870-932-5401 | 870-972-1141

INDEPENDENT AUDITORS' REPORT

District Commissioners
Drainage District No. 33
of Craighead County Arkansas
Jonesboro, Arkansas

OPINION

We have audited the accompanying financial statements of the Drainage District No. 33 of Craighead County Arkansas, which comprise the statement of assets, liabilities, and net assets (modified cash basis) as of October 31, 2022, and the related statement of cash receipts, disbursements, and changes in net assets (modified cash basis) for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of the Drainage District No. 33 of Craighead County Arkansas, as of October 31, 2022, and its cash receipts, disbursements, and changes in net assets for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

BASIS FOR OPINION

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Drainage District No. 33 of Craighead County Arkansas, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

BASIS OF ACCOUNTING

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Drainage District No. 33 of Craighead County Arkansas's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Drainage District No. 33 of Craighead County Arkansas's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control matters that we identified during the audit.

*DeSpain, Rutledge, Stewart
& Company, CPAs, PA*

Jonesboro, Arkansas
December 16, 2022

DRAINAGE DISTRICT NO. 33
OF CRAIGHEAD COUNTY ARKANSAS

STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS
(MODIFIED CASH BASIS)

OCTOBER 31, 2022

ASSETS

CURRENT ASSETS

CASH

\$ 49,546

TOTAL CURRENT ASSETS

\$ 49,546

NET ASSETS

NET ASSETS

\$ 49,546

SEE NOTES TO FINANCIAL STATEMENTS

**DRAINAGE DISTRICT NO. 33
OF CRAIGHEAD COUNTY ARKANSAS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN NET ASSETS
(MODIFIED CASH BASIS)**

YEAR ENDED OCTOBER 31, 2022

CASH RECEIPTS	
TAX COLLECTIONS	\$ 5,920
FEE REFUND	0
INTEREST INCOME	44
	<u>5,964</u>
CASH DISBURSEMENTS	
LEGAL FEES	1,640
FILING FEES	60
LEVY MAINTENANCE	0
PUBLIC NOTICE	0
ACCOUNTING FEES	600
	<u>2,300</u>
EXCESS OF CASH RECEIPTS OVER CASH DISBURSEMENTS	3,664
NET ASSETS, BEGINNING OF YEAR	<u>45,882</u>
NET ASSETS, END OF YEAR	<u>\$ 49,546</u>

SEE NOTES TO FINANCIAL STATEMENTS

**DRAINAGE DISTRICT NO. 33
OF CRAIGHEAD COUNTY ARKANSAS**

**NOTES TO FINANCIAL STATEMENTS
(MODIFIED CASH BASIS)**

OCTOBER 31, 2022

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION

Drainage District No. 33 of Craighead County Arkansas (the District) is a governmental district formed to manage and supervise activities related to the drainage ditches within its district.

BASIS OF ACCOUNTING

The District's accounts are maintained on a modified cash basis, and the financial statements reflect only cash received and disbursed. On the modified cash basis, expenditures for certificates of deposit are not treated as expenses but shown as current assets on the statement of assets, liabilities, and net assets. The financial statements are not intended to present the financial position or results of operations in conformity with generally accepted accounting principles.

INCOME TAXES

The District is a non-taxable governmental entity.

NOTE 2: SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 16, 2022, the date which the financial statements were available to be issued.