

**Municipal Recreation Improvement District
Improvement District
Financial Statements
April 30, 2023**



BALLARD & COMPANY, LTD.

CERTIFIED PUBLIC ACCOUNTANTS

BUSINESS CONSULTANTS

Members of the American Institute of Certified Public Accountants
Member of the Arkansas Society of Certified Public Accountants

668 HIGHWAY 62 EAST
MOUNTAIN HOME, AR 72653
870-425-6256

416 N. E. MAIN STREET
MOUNTAIN VIEW, AR 72560
870-269-2390

980 ASH FLAT DRIVE
ASH FLAT, AR 72513
870-994-2812

352 HIGHWAY 62 EAST
SALEM, AR 72576
870-895-2661

To Management
Municipal Recreation Improvement District
3 Club Road
Horseshoe Bend, AR 72512

Management is responsible for the accompanying financial statements of Municipal Recreation Improvement District, which comprise the statement of net position as of April 30, 2023, and the related statement of revenues and expenses for the one month and 4 Months then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes of net assets, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in Schedule I is presented for purposes of additional analysis and is not a part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to Municipal Recreation Improvement District.

Ballard & Company, Ltd. CPA's
Certified Public Accountants
Mountain Home, AR
May 16, 2023

Municipal Recreation Improvement District
Improvement District
Statement of Net Position
April 30, 2023

ASSETS

CURRENT ASSETS

Petty Cash	\$ 100.00
Change Fund-Pro Shop	400.00
Cash in Bank-FNBC Main-4099	260,949.86
Cash in Bank-FNBC-Golf-4156	112,320.00
Assessment Receivable	<u>19,132.00</u>
Total Current Assets	<u><u>392,901.86</u></u>

CAPITAL ASSETS

Buildings and Improvements	867,730.66
Furniture and Fixtures	52,007.00
Auto and Trucks	579,103.55
Equipment	195,291.15
Golf Course Improvements	248,261.17
Irrigation System	531,971.02
Tableware & Linens	25,684.00
Accumulated Depreciation	(1,923,905.76)
Golf Course Leased Equipment	193,548.84
Golf Cart Lease Depreciation	<u>(61,828.10)</u>
Net Capital Assets	<u><u>707,863.53</u></u>

TOTAL ASSETS \$ 1,100,765.39

See accountant's compilation report
Ballard and Company, Ltd

Municipal Recreation Improvement District
Improvement District
Statement of Net Position
April 30, 2023

LIABILITIES AND NET POSITION

CURRENT LIABILITIES

Accounts Payable	\$ 7,714.03
Accrued Interest	760.56
Insurance Claims	6,163.64
State Income Tax W/H Payable	644.16
State Unemployment Tax Pay.	179.01
Sales Tax Payable	4,877.00
Current Portion Lease Obligation	21,868.22
Note Pay.-Current Maturities	<u>79,268.16</u>

Total Current Liabilities 121,474.78

LONG-TERM LIABILITIES

Note Pay.-Current Maturities	(79,268.16)
Note Payable-Ventrac 4500Z	19,745.64
Note Payable-FNBC 540681	80,628.66
Note Payable-Spartan Mower	4,425.94
Note Payable-PNC 1144202-2	10,551.20
Note Payable-Capital Lease	134,047.49
Note Payable-Lease Direct/Club cars	45,225.49
Note Payable-Lease Direct/30 carts	<u>165,296.93</u>

Total Long-Term Liabilities 380,653.19

Total Liabilities 502,127.97

NET POSITION

Unrestricted	619,523.72
Y-T-D Net Income	(20,886.30)

Total Net Position 598,637.42

TOTAL LIABILITIES AND NET POSITION \$ 1,100,765.39

Municipal Recreation Improvement District
Improvement District
Statements of Revenues and Expenses
For The One Month And Four Months Ended April 30, 2023

	1 Month Ended April 30, 2023	Percent	4 Months Ended April 30, 2023	Percent
REVENUE				
Assessments-Current	49,403.75	34.91	57,144.57	20.59
Assessments-Delinquent	35,933.23	25.39	123,090.86	44.36
Cart Path Fees	6,325.12	4.47	6,481.08	2.34
Green Fees	10,815.86	7.64	26,842.85	9.67
Membership Fees	32,804.63	23.18	48,769.77	17.58
Range Ball Fees	1,101.62	0.78	1,982.77	0.71
Boat Doc Fees	612.50	0.43	2,500.00	0.90
Rentals-Building & Rooms	600.00	0.42	1,950.00	0.70
Rentals-Cart Shed	0.00	0.00	440.37	0.16
Rentals-Golf Carts-Other	3,824.72	2.70	8,066.47	2.91
Cash Discounts Earned	99.84	0.07	163.21	0.06
Miscellaneous Income	0.00	0.00	38.99	0.01
Total Revenue	141,521.27	100.00	277,470.94	100.00
COST OF GOODS SOLD				
Purchases-Range	3,096.70	2.19	3,096.70	1.12
Total Cost of Goods Sold	3,096.70	2.19	3,096.70	1.12
Gross Profit(Loss)	138,424.57	97.81	274,374.24	98.88
EXPENSES				
Auto Expense-Fuel	0.00	0.00	3,670.12	1.32
Cash (Over) Short	(13.87)	(0.01)	4.05	0.00
Consulting Fees	300.00	0.21	4,800.00	1.73
Contract Services	0.00	0.00	1,850.00	0.67
Credit Card Fee	0.00	0.00	8.75	0.00
Depreciation	9,377.43	6.63	37,509.72	13.52
Dues and Subscriptions	0.00	0.00	20.00	0.01
Flowers and Gifts	0.00	0.00	84.66	0.03
Grounds-Chemicals	0.00	0.00	4,798.86	1.73
Grounds-Fertilizer	5,130.40	3.63	7,619.75	2.75
Grounds-Fungicides	0.00	0.00	9,586.10	3.45
Grounds-Herbicides	3,995.12	2.82	14,867.95	5.36
Insurance-General	0.00	0.00	4,129.24	1.49
Insurance-Group	(136.14)	(0.10)	6,320.56	2.28
Interest Expense	1,402.61	0.99	6,560.79	2.36
Internet Fees	0.00	0.00	1,016.14	0.37
Lease Expense	1,517.85	1.07	6,115.06	2.20
Legal and Accounting Services	2,953.00	2.09	11,113.00	4.01
Maintenance Contracts	0.00	0.00	125.00	0.05
Meals and Entertainment	0.00	0.00	459.73	0.17

See accountant's compilation report
Ballard and Company, Ltd

Municipal Recreation Improvement District
Improvement District
Statements of Revenues and Expenses
For The One Month And Four Months Ended April 30, 2023

	1 Month Ended April 30, 2023	Percent	4 Months Ended April 30, 2023	Percent
Pest Control	0.00	0.00	482.87	0.17
Postage and Freight	0.00	0.00	62.10	0.02
Rent-Equipment	708.50	0.50	1,888.52	0.68
Repairs-Building	0.00	0.00	1,405.64	0.51
Repairs-Equipment	3,037.81	2.15	9,869.33	3.56
Repairs-Golf Course	386.81	0.27	2,119.89	0.76
Repairs-Irrigation	2,337.87	1.65	23,347.61	8.41
Salaries-General	6,170.76	4.36	23,636.14	8.52
Salaries-Maintenance	13,195.68	9.32	50,876.45	18.34
Salaries-Member & Guest Services	4,339.50	3.07	14,812.15	5.34
Supplies-Office	596.59	0.42	2,528.20	0.91
Supplies-Shop	1,451.66	1.03	2,314.20	0.83
Supplies-Small Tools	799.50	0.56	4,162.90	1.50
Taxes-Payroll	1,838.80	1.30	7,012.34	2.53
Taxes-Property	0.00	0.00	7,171.31	2.58
Telephone	337.08	0.24	337.08	0.12
Trash Collections	352.91	0.25	1,411.64	0.51
Travel and Mileage	0.00	0.00	222.78	0.08
Utilities-Electric	3,583.55	2.53	14,266.89	5.14
Utilities-Water	226.51	0.16	977.49	0.35
Utilities-Propane	876.00	0.62	5,618.73	2.02
Total Expenses	<u>64,765.93</u>	<u>45.76</u>	<u>295,183.74</u>	<u>106.38</u>
Operating Income (Loss)	<u>73,658.64</u>	<u>52.05</u>	<u>(20,809.50)</u>	<u>(7.50)</u>
NON OPERATING INCOME (EXPENSES)				
Meals and Entertainment-50%	0.00	0.00	(76.80)	(0.03)
Total Non Operating Income (Expenses)	<u>0.00</u>	<u>0.00</u>	<u>(76.80)</u>	<u>(0.03)</u>
Change in Net Position	<u><u>73,658.64</u></u>	<u><u>52.05</u></u>	<u><u>(20,886.30)</u></u>	<u><u>(7.53)</u></u>

See accountant's compilation report
Ballard and Company, Ltd

Municipal Recreation Improvement District

Improvement District Schedule I

Comparative Statement of Revenues and Expenses For the One Month and Four Months ended April 30, 2023 and 2022

	1 Month Ended April 30, 2023	1 Month Ended April 30, 2022	Difference	4 Months Ended April 30, 2023	4 Months Ended April 30, 2022	Difference
REVENUE						
Assessments-Current	49,403.75	97,771.85	(48,368.10)	57,144.57	97,804.28	(40,659.71)
Assessments-Delinquent	35,933.23	32,813.99	3,119.24	123,090.86	79,188.58	43,902.28
Cart Path Fees	6,325.12	142.94	6,182.18	6,481.08	142.94	6,338.14
Green Fees	10,815.86	6,225.81	4,590.05	26,842.85	12,972.45	13,870.40
Membership Fees	32,804.63	21,567.17	11,237.46	48,769.77	48,491.56	278.21
Range Ball Fees	1,101.62	743.37	358.25	1,982.77	1,673.95	308.82
Boat Doc Fees	612.50	0.00	612.50	2,500.00	0.00	2,500.00
Rentals-Building & Rooms	600.00	200.00	400.00	1,950.00	600.00	1,350.00
Rentals-Cart Shed	0.00	5,307.34	(5,307.34)	440.37	6,469.35	(6,028.98)
Rentals-Golf Carts-Other	3,824.72	2,067.99	1,756.73	8,066.47	4,749.00	3,317.47
Cash Discounts Earned	99.84	65.06	34.78	163.21	132.36	30.85
Miscellaneous Income	0.00	0.00	0.00	38.99	0.00	38.99
Total Revenue	141,521.27	166,905.52	(25,384.25)	277,470.94	252,224.47	25,246.47
Cost of Goods Sold						
Tournament Expense	0.00	486.00	(486.00)	0.00	486.00	(486.00)
Purchases-Range	3,096.70	158.54	2,938.16	3,096.70	305.08	2,791.62
Total Cost of Goods Sold	3,096.70	644.54	2,452.16	3,096.70	791.08	2,305.62
Gross Profit	138,424.57	166,260.98	(27,836.41)	274,374.24	251,433.39	22,940.85
EXPENSES						
Advertising	0.00	0.00	0.00	0.00	223.20	(223.20)
Auto Expense-Fuel	0.00	3,367.61	(3,367.61)	3,670.12	13,201.77	(9,531.65)

See accountant's compilation report
Ballard and Company, Ltd

Municipal Recreation Improvement District

Improvement District Schedule I

Comparative Statement of Revenues and Expenses For the One Month and Four Months ended April 30, 2023 and 2022

	1 Month Ended April 30, 2023	1 Month Ended April 30, 2022	Difference	4 Months Ended April 30, 2023	4 Months Ended April 30, 2022	Difference
Auto Expense-Repairs	0.00	1,870.75	(1,870.75)	0.00	8,812.88	(8,812.88)
Bank Charges	0.00	5.00	(5.00)	0.00	35.00	(35.00)
Cash (Over) Short	(13.87)	189.00	(202.87)	4.05	102.45	(98.40)
Consulting Fees	300.00	1,600.00	(1,300.00)	4,800.00	6,100.00	(1,300.00)
Contract Services	0.00	1,915.00	(1,915.00)	1,850.00	2,606.58	(756.58)
Credit Card Fee	0.00	150.99	(150.99)	8.75	407.17	(398.42)
Depreciation	9,377.43	7,083.14	2,294.29	37,509.72	28,332.56	9,177.16
Dues and Subscriptions	0.00	0.00	0.00	20.00	50.00	(30.00)
Flowers and Gifts	0.00	0.00	0.00	84.66	0.00	84.66
Grounds-Chemicals	0.00	0.00	0.00	4,798.86	20,709.01	(15,910.15)
Grounds-Fertilizer	5,130.40	763.00	4,367.40	7,619.75	763.00	6,856.75
Grounds-Fungicides	0.00	0.00	0.00	9,586.10	5,838.04	3,748.06
Grounds-Herbicides	3,995.12	1,755.99	2,239.13	14,867.95	4,118.56	10,749.39
Insurance-General	0.00	0.00	0.00	4,129.24	3,854.80	274.44
Insurance-Group	(136.14)	(140.00)	3.86	6,320.56	9,781.80	(3,461.24)
Interest Expense	1,402.61	264.56	1,138.05	6,560.79	2,414.70	4,146.09
Internet Fees	0.00	0.00	0.00	1,016.14	0.00	1,016.14
Lawn Care	0.00	0.00	0.00	0.00	200.00	(200.00)
Lease Expense	1,517.85	4,610.18	(3,092.33)	6,115.06	18,894.71	(12,779.65)
Legal and Accounting Services	2,953.00	1,240.00	1,713.00	11,113.00	3,040.00	8,073.00
Maintenance Contracts	0.00	0.00	0.00	125.00	0.00	125.00
Meals and Entertainment	0.00	91.03	(91.03)	459.73	91.03	368.70
Pest Control	0.00	0.00	0.00	482.87	386.95	95.92
Postage and Freight	0.00	58.00	(58.00)	62.10	58.00	4.10
Rent-Equipment	708.50	0.00	708.50	1,888.52	0.00	1,888.52
Repairs-Building	0.00	796.36	(796.36)	1,405.64	7,939.65	(6,534.01)
Repairs-Equipment	3,037.81	584.61	2,453.20	9,869.33	1,720.29	8,149.04
Repairs-Golf Course	386.81	7,512.89	(7,126.08)	2,119.89	7,908.46	(5,788.57)
Repairs-Grounds	0.00	1,152.00	(1,152.00)	0.00	11,985.00	(11,985.00)

See accountant's compilation report
Ballard and Company, Ltd

Municipal Recreation Improvement District

Improvement District Schedule I

Comparative Statement of Revenues and Expenses For the One Month and Four Months ended April 30, 2023 and 2022

	1 Month Ended April 30, 2023	1 Month Ended April 30, 2022	Difference	4 Months Ended April 30, 2023	4 Months Ended April 30, 2022	Difference
Repairs-Irrigation	2,337.87	11,037.50	(8,699.63)	23,347.61	14,026.31	9,321.30
Salaries-General	6,170.76	10,392.50	(4,221.74)	23,636.14	31,798.50	(8,162.36)
Salaries-Maintenance	13,195.68	8,071.54	5,124.14	50,876.45	31,014.16	19,862.29
Salaries-Member & Guest	4,339.50	2,766.00	1,573.50	14,812.15	9,729.00	5,083.15
Services	596.59	1,704.07	(1,107.48)	2,528.20	1,929.63	598.57
Supplies-Office	0.00	65.87	(65.87)	0.00	5,473.32	(5,473.32)
Supplies-Other	1,451.66	677.37	774.29	2,314.20	1,196.95	1,117.25
Supplies-Shop	799.50	100.14	699.36	4,162.90	972.15	3,190.75
Supplies-Small Tools	0.00	0.00	0.00	0.00	1,600.68	(1,600.68)
Taxes-License and Permits	1,838.80	1,682.94	155.86	7,012.34	5,753.45	1,258.89
Taxes-Payroll	0.00	0.00	0.00	7,171.31	0.00	7,171.31
Taxes-Property	337.08	249.80	87.28	337.08	1,001.06	(663.98)
Telephone	352.91	352.91	0.00	1,411.64	1,411.64	0.00
Trash Collections	0.00	126.54	(126.54)	222.78	126.54	96.24
Travel and Mileage	3,583.55	3,576.41	7.14	14,266.89	15,447.24	(1,180.35)
Utilities-Electric	226.51	168.11	58.40	977.49	658.76	318.73
Utilities-Water	876.00	0.00	876.00	5,618.73	2,629.60	2,989.13
Utilities-Propane						
Total Operating Expenses	64,765.93	75,841.81	(11,075.88)	295,183.74	284,344.60	10,839.14
Operating Income (Loss)	73,658.64	90,419.17	(16,760.53)	(20,809.50)	(32,911.21)	12,101.71
Non Operating Income (Expenses)						
Meals and Entertainment-50%	0.00	0.00	0.00	(76.80)	0.00	(76.80)

See accountant's compilation report
Ballard and Company, Ltd

Municipal Recreation Improvement District
Improvement District
Schedule I

Comparative Statement of Revenues and Expenses
For the One Month and Four Months ended April 30, 2023 and 2022

	1 Month Ended April 30, 2023	1 Month Ended April 30, 2022	Difference	4 Months Ended April 30, 2023	4 Months Ended April 30, 2022	Difference
Total Non Operating Income (Expenses)	0.00	0.00	0.00	(76.80)	0.00	(76.80)
Change in Net Position	<u>\$ 73,658.64</u>	<u>\$ 90,419.17</u>	<u>\$ (16,760.53)</u>	<u>\$ (20,886.30)</u>	<u>\$ (32,911.21)</u>	<u>\$ 12,024.91</u>