

# **City of Corning, Arkansas**

## **Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



CITY OF CORNING, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Financial and Compliance Report

	<u>Schedule</u>
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Other Information (Unaudited)	3

# Arkansas

**Sen. David Wallace**  
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

City of Corning, 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 City of Corning, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated June 28, 2023. These procedures were not performed for the Water and Sewer Funds. Management of the City 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 2022:

Mayor: Greg Ahrent  
Clerk/Treasurer: J'Anna Couch  
Police Chief: Jimmy Leach

We evaluated the City'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 City 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  
June 28, 2023  
LOM102222

CITY OF CORNING, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2022	\$ 2,764,735	\$ 1,502,118
Receipts:		
State aid	48,141	311,928
Federal aid		405,178
Property taxes	158,430	47,530
Franchise fees	214,978	
Sales taxes	1,180,007	178,503
Fines, forfeitures, and costs	67,360	3,765
Interest	26,341	13,073
Local permits and fees	148,331	
Rent	82,600	11,798
Sanitation fees	323,346	
Fuel sales		49,983
Contribution from water department	14,400	
Other	155,820	9,234
Total Receipts	<u>2,419,754</u>	<u>1,030,992</u>
Disbursements:		
General government	424,835	354,442
Law enforcement	709,006	5,615
Highways and streets		523,385
Public safety	37,375	
Sanitation	416,451	
Health	35,844	
Recreation and culture	546,462	
Social services	28,202	
Airport	479	190,210
Contribution to water department	108,506	
Total Disbursements	<u>2,307,160</u>	<u>1,073,652</u>
Cash Balance, December 31, 2022	<u>\$ 2,877,329</u>	<u>\$ 1,459,458</u>

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

Schedule 2

	Street	Drug Abuse Resistance Education	District Court Automation	Airport	Cemetery	Cops Grant	Arkansas Economic Development Grant	Fire Equipment and Training (ACT 833)	American Rescue Plan Act	Totals
Cash Balance, January 1, 2022	\$ 761,200	\$ 217	\$ 16,040	\$ 76,514	\$ 300,178	\$ 530	\$ 200	\$ 30,565	\$ 316,674	\$ 1,502,118
Receipts:										
State aid	278,608							33,320		311,928
Federal aid				85,608		3,000			316,570	405,178
Property taxes	47,530									47,530
Sales taxes	176,323			2,180						178,503
Fines, forfeitures, and costs			3,765							3,765
Interest	7,756	2	171		4,696			52	396	13,073
Rent				11,798						11,798
Fuel sales				49,983						49,983
Other	7,684				1,550					9,234
Total Receipts	<u>517,901</u>	<u>2</u>	<u>3,936</u>	<u>149,569</u>	<u>6,246</u>	<u>3,000</u>		<u>33,372</u>	<u>316,966</u>	<u>1,030,992</u>
Disbursements:										
General government							200		354,242	354,442
Law enforcement			2,085			3,530				5,615
Highways and streets	523,385									523,385
Airport				190,210						190,210
Total Disbursements	<u>523,385</u>		<u>2,085</u>	<u>190,210</u>		<u>3,530</u>	<u>200</u>		<u>354,242</u>	<u>1,073,652</u>
Cash Balance, December 31, 2022	<u>\$ 755,716</u>	<u>\$ 219</u>	<u>\$ 17,891</u>	<u>\$ 35,873</u>	<u>\$ 306,424</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 63,937</u>	<u>\$ 279,398</u>	<u>\$ 1,459,458</u>

CITY OF CORNING, ARKANSAS  
OTHER INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Schedule 3

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.

2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General, Drug Enforcement, Land Sale Certificate of Deposit, Child Care Facility Repair and Replacement, Sanitation and Mosquito Control, Parks and Recreation, Sales Tax Certificate of Deposit, Medical Loan Certificate of Deposit, State Aid Clearing, Industrial Development, and Industrial Development Operation and Maintenance Certificate of Deposit.

3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2022
Police Confiscation	\$ 4,949
City Court Clerk	587
Payroll	29,512

These balances represent fines, forfeitures, and costs and payroll taxes that have not been transferred to the appropriate entities.

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

	December 31, 2022
Land	\$ 1,159,222
Buildings	6,727,883
Equipment	4,537,851
Total	<u>\$ 12,424,956</u>

5. The City received federal funding in the following amounts related to COVID-19 relief:

	December 31, 2022	
Coronavirus Response and Relief Supplemental Appropriations Act (CRRSA)	\$ 13,000	
American Rescue Plan Act (ARPA)	348,570	*Includes \$32,000 deposited in the Airport Fund.
Total	<u>\$ 361,570</u>	