

City of Corning, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF CORNING, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2023

Financial and Compliance Report

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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, 2023, and have issued our report thereon dated October 24, 2024. 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 2023:

Mayor: Greg Ahrent
Clerk/Treasurer: J'Anna Couch
Police Chief: Blaine McClung (appointed July 1, 2023)
Jimmy Leach (retired June 30, 2023)

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 black ink, appearing to read "Kevin White".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
October 24, 2024
LOM102223

CITY OF CORNING, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds
	<u> </u>	<u> </u>
Cash Balance, January 1, 2023	\$ 2,877,329	\$ 1,459,458
Receipts:		
State aid	149,064	852,888
Federal aid	4,000	663,992
Property taxes	170,056	51,016
Franchise fees	378,664	
Sales taxes	1,462,399	2,122
Fines, forfeitures, and costs	102,129	5,700
Interest	28,715	11,398
Local permits and fees	165,088	
Sanitation fees	341,663	
Rent	101,200	152,313
Fuel sales		39,830
Other	190,024	25,291
Transfers in		190,092
Total Receipts	<u>3,093,002</u>	<u>1,994,642</u>
Disbursements:		
General government	432,102	
Law enforcement	989,488	2,504
Highways and streets		480,939
Public safety	70,187	44,008
Sanitation	433,657	
Health	44,049	
Recreation and culture	401,170	
Social services	31,112	
Airport		1,308,563
Transfer out	190,092	
Contribution to sewer department	110,089	
Contribution to water department	108,730	
Total Disbursements	<u>2,810,676</u>	<u>1,836,014</u>
Cash Balance, December 31, 2023	<u>\$ 3,159,655</u>	<u>\$ 1,618,086</u>

CITY OF CORNING, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (UNAUDITED)

Schedule 2

	Street	Drug Abuse Resistance Education	District Court Automation	Airport	Cemetery	Fire Equipment and Training (ACT 833)	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 755,716	\$ 219	\$ 17,891	\$ 35,873	\$ 306,424	\$ 63,937	\$ 279,398	\$ 1,459,458
Receipts:								
State aid	272,219			544,021		36,648		852,888
Federal aid				663,992				663,992
Property taxes	51,016							51,016
Sales taxes				2,122				2,122
Fines, forfeitures, and costs			5,700					5,700
Interest	5,895	1	197		4,783	76	446	11,398
Rent				152,313				152,313
Fuel sales				39,830				39,830
Other	24,966				325			25,291
Transfers in	190,092							190,092
Total Receipts	<u>544,188</u>	<u>1</u>	<u>5,897</u>	<u>1,402,278</u>	<u>5,108</u>	<u>36,724</u>	<u>446</u>	<u>1,994,642</u>
Disbursements:								
Law enforcement		177	2,327					2,504
Highways and streets	480,939							480,939
Public safety						44,008		44,008
Airport				1,308,563				1,308,563
Total Disbursements	<u>480,939</u>	<u>177</u>	<u>2,327</u>	<u>1,308,563</u>		<u>44,008</u>		<u>1,836,014</u>
Cash Balance, December 31, 2023	<u>\$ 818,965</u>	<u>\$ 43</u>	<u>\$ 21,461</u>	<u>\$ 129,588</u>	<u>\$ 311,532</u>	<u>\$ 56,653</u>	<u>\$ 279,844</u>	<u>\$ 1,618,086</u>

CITY OF CORNING, ARKANSAS
 OTHER INFORMATION
 FOR THE YEAR ENDED DECEMBER 31, 2023
 (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, Child Care Facility Repair and Replacement, Sanitation and Mosquito Control, Parks and Recreation, State Aid Clearing, Industrial Development.
3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2023
Police Confiscation	\$ 4,999
City Court Clerk	1,589
Payroll	54,006

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, 2023
Land	\$ 1,159,222
Buildings	6,885,077
Equipment	4,605,106
Total	\$ 12,649,405