

**City of Glenwood, Arkansas**

**Financial and Compliance Report**

**December 31, 2023 and 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF GLENWOOD, ARKANSAS  
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# Arkansas

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**Sen. John Payton**  
Senate Vice Chair



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House Chair  
**Rep. Richard Womack**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Glenwood, 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 Glenwood, Arkansas, as of and for the years ended December 31, 2023 and 2022, and have issued our report thereon dated September 12, 2024. These procedures were not performed for the Water and Sewer Fund. 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 and 2022:

Mayor: Bridgett Moore (appointed August 29, 2022)  
Billy Smith (resigned August 22, 2022)  
Recorder/Treasurer: Ryan Brady (appointed January 23, 2023)  
Jack Gardener (appointed October 6, 2022, resigned December 31, 2022)  
Bridgett Moore (resigned August 22, 2022)  
District Court Clerk: Brenda Wilson  
Police Chief: Greg Harmon (appointed February 21, 2023)  
Michael Leshner (appointed August 25, 2022, resigned February 21, 2023)  
Clark Kinzler (retired August 24, 2022)

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  
September 12, 2024  
LOM206523

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

Schedule 1

	General Fund	Special Revenue Funds	Pension Trust Fund - Fireman's Pension
Cash and Investment Balance, January 1, 2023	\$ 471,377	\$ 3,129,710	\$ 169,101
Receipts:			
State aid	36,825	826,367	2,980
Federal aid	78,501		
Property taxes	166,557	25,200	
Franchise fees	133,433		
Sales taxes	903,786	829,191	
Fines, forfeitures, and costs	37,998	4,875	
Interest	4,855	30,541	20
Local permits and fees	42,680		
Sanitation fees		33,874	
Dividends			5,786
Contribution from water and sewer department	11,000		
Donations	24,750		
Net increase/(decrease) in fair value of investments			(2,240)
Other	14,802	5,386	
Transfers in	2,250		
Total Receipts	<u>1,457,437</u>	<u>1,755,434</u>	<u>6,546</u>
Disbursements:			
General government	165,935		
Law enforcement	246,402	19,436	
Highways and streets		1,892,104	
Public safety	29,396	23,051	22,795
Sanitation		370,486	
Recreation and culture	19,570		
Water and sewer		288,750	
Transfers out		2,250	
Contribution to water and sewer department for debt service	903,786		
Total Disbursements	<u>1,365,089</u>	<u>2,596,077</u>	<u>22,795</u>
Cash and Investment Balance, December 31, 2023	<u>\$ 563,725</u>	<u>\$ 2,289,067</u>	<u>\$ 152,852</u>

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

Schedule 2

	Street	Sanitation	Local Police and Fire Retirement (LOPFI)	Fire Protection - Act 833	Court Installment	American Rescue Plan Act	Total
Cash Balance, January 1, 2023	\$ 1,966,770	\$ 832,546	\$ 25,104	\$ 13,291	\$ 3,350	\$ 288,649	\$ 3,129,710
Receipts:							
State aid	790,692			35,675			826,367
Property taxes	25,200						25,200
Sales taxes	451,893	377,298					829,191
Fines, forfeitures, and costs					4,875		4,875
Interest	25,916	4,521	10		2	92	30,541
Sanitation fees		33,874					33,874
Other		2,476	2,910				5,386
Total Receipts	<u>1,293,701</u>	<u>418,169</u>	<u>2,920</u>	<u>35,675</u>	<u>4,877</u>	<u>92</u>	<u>1,755,434</u>
Disbursements:							
Law enforcement			14,120		5,316		19,436
Highways and streets	1,892,104						1,892,104
Public safety			1,943	21,108			23,051
Sanitation		370,486					370,486
Water and sewer						288,750	288,750
Transfers out		2,250					2,250
Total Disbursements	<u>1,892,104</u>	<u>372,736</u>	<u>16,063</u>	<u>21,108</u>	<u>5,316</u>	<u>288,750</u>	<u>2,596,077</u>
Cash Balance, December 31, 2023	<u>\$ 1,368,367</u>	<u>\$ 877,979</u>	<u>\$ 11,961</u>	<u>\$ 27,858</u>	<u>\$ 2,911</u>	<u>\$ (9)</u>	<u>\$ 2,289,067</u>

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

	General Fund	Special Revenue Funds	Pension Trust Fund - Fireman's Pension
	<u>\$</u>	<u>\$</u>	<u>\$</u>
Cash and Investment Balance, January 1, 2022	466,210	2,697,274	181,902
Receipts:			
State aid	109,729	209,111	2,908
Federal aid	129,661	220,439	
Property taxes	155,840	23,517	
Franchise fees	120,127		
Sales taxes	870,646	801,025	
Fines, forfeitures, and costs	49,856	5,963	
Interest	1,276	5,009	10
Local permits and fees	41,937		
Sanitation fees		33,545	
Dividends			10,285
Contribution from water and sewer department	11,000		
Donations	667		
Net increase/(decrease) in fair value of investments			(3,102)
Other	43,866	7,594	
Transfers in	2,250	45,000	350
Total Receipts	<u>1,536,855</u>	<u>1,351,203</u>	<u>10,451</u>
Disbursements:			
General government	155,310		
Law enforcement	371,211	30,940	
Highways and streets		289,219	
Public safety	62,301	57,863	23,252
Sanitation		389,436	
Recreation and culture	26,870		
Water and sewer		149,059	
Transfers out	45,350	2,250	
Contribution to water and sewer department for debt service	870,646		
Total Disbursements	<u>1,531,688</u>	<u>918,767</u>	<u>23,252</u>
Cash and Investment Balance, December 31, 2022	<u>\$ 471,377</u>	<u>\$ 3,129,710</u>	<u>\$ 169,101</u>

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

Schedule 4

	Street	Sanitation	Local Police and Fire Retirement (LOPFI)	Fire Protection - Act 833	Court Installment	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 1,613,815	\$ 821,469	\$ 4,594	\$ 39,378	\$ 892	\$ 217,126	\$ 2,697,274
Receipts:							
State aid	178,544			30,567			209,111
Federal aid						220,439	220,439
Property taxes	23,517						23,517
Sales taxes	435,323	365,702					801,025
Fines, forfeitures, and costs					5,963		5,963
Interest	1,790	3,066	9		1	143	5,009
Sanitation fees		33,545					33,545
Other	3,000	450	4,144				7,594
Transfers in			45,000				45,000
Total Receipts	<u>642,174</u>	<u>402,763</u>	<u>49,153</u>	<u>30,567</u>	<u>5,964</u>	<u>220,582</u>	<u>1,351,203</u>
Disbursements:							
Law enforcement			27,434		3,506		30,940
Highways and streets	289,219						289,219
Public safety			1,209	56,654			57,863
Sanitation		389,436					389,436
Water and sewer						149,059	149,059
Transfers out		2,250					2,250
Total Disbursements	<u>289,219</u>	<u>391,686</u>	<u>28,643</u>	<u>56,654</u>	<u>3,506</u>	<u>149,059</u>	<u>918,767</u>
Cash Balance, December 31, 2022	<u>\$ 1,966,770</u>	<u>\$ 832,546</u>	<u>\$ 25,104</u>	<u>\$ 13,291</u>	<u>\$ 3,350</u>	<u>\$ 288,649</u>	<u>\$ 3,129,710</u>

CITY OF GLENWOOD, ARKANSAS  
OTHER INFORMATION  
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022  
(UNAUDITED)

Schedule 5

1. Cash and investment balances on the Financial Schedules include demand and savings accounts, certificates of deposit, mutual funds, and equity funds.
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
General, Fire Truck, and USDA Police Vehicle
3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2023	December 31, 2022
Police Bond and Fine	\$ 13,403	\$ 12,940
City Court	(100)	
Payroll	(205)	8,323
Police Seized Fund	423	218

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	December 31, 2022
Land	\$ 170,498	\$ 170,498
Buildings	343,416	343,416
Equipment	1,380,718	1,409,406
Totals	\$ 1,894,632	\$ 1,923,320

5. Outstanding balances at year-end for long-term liabilities are as follows:

Bonds:

The Glenwood Water and Sewer Department had bond issues outstanding at December 31, 2022, totaling \$7,200,162. The bond proceeds were used for betterments and improvements to the water and sewer system. The bonds are secured by a pledge of sales and use tax revenues. This information was obtained from the "Glenwood Water and Sewer Department" audit report as prepared by TURNER, RODGERS, MANNING & PLYLER, PLLC Certified Public Accountants dated January 29, 2024. The 2023 audit report has not been completed.

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 220,439