

City of Huntington, Arkansas

Financial and Compliance Report

December 31, 2022 and 2021

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF HUNTINGTON, ARKANSAS
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FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

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Arkansas

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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 Huntington, 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 Huntington, Arkansas, as of and for the years ended December 31, 2022 and 2021, and have issued our report thereon dated November 7, 2023. These procedures were not performed for the Water and Sewer Department. 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 and 2021:

Mayor: Gary Lawrence
Recorder/Treasurer: Sharion Trantham
Police Chief: Stacy Wieberg (January 1 – August 2, 2021)
Jeffrey Turner (July 1, 2022 – December 31, 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 cursive script, reading "Roger A. Norman".

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
November 7, 2023
LOM209122

CITY OF HUNTINGTON, 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	\$ 123,531	\$ 86,967
Receipts:		
State aid	21,374	42,305
Federal aid	74,500	64,329
Property taxes	24,840	7,030
Franchise fees	21,823	
Sales taxes	156,898	32,695
Fines, forfeitures, and costs	8,159	
Interest	366	8
Local permits and fees	25,445	
Other	23,791	5,383
Total Receipts	<u>357,196</u>	<u>151,750</u>
Disbursements:		
General government	156,481	24,310
Law enforcement	42,773	
Highways and streets		92,680
Public safety	135,750	
Debt service	8,132	
Contributions to water and sewer		51,326
Total Disbursements	<u>343,136</u>	<u>168,316</u>
Cash Balance, December 31, 2022	<u>\$ 137,591</u>	<u>\$ 70,401</u>

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

Schedule 2

	Street	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 22,637	\$ 64,330	\$ 86,967
Receipts:			
State aid	42,305		42,305
Federal aid		64,329	64,329
Property taxes	7,030		7,030
Sales taxes	32,695		32,695
Interest	8		8
Other	5,383		5,383
Total Receipts	<u>87,421</u>	<u>64,329</u>	<u>151,750</u>
Disbursements:			
General government		24,310	24,310
Highways and streets	92,680		92,680
Contributions to water and sewer		51,326	51,326
Total Disbursements	<u>92,680</u>	<u>75,636</u>	<u>168,316</u>
Cash Balance, December 31, 2022	<u>\$ 17,378</u>	<u>\$ 53,023</u>	<u>\$ 70,401</u>

CITY OF HUNTINGTON, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)

Schedule 3

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2021	\$ 95,719	\$ 15,828
Receipts:		
State aid	21,527	49,431
Federal aid		64,330
Property taxes	24,072	6,813
Franchise fees	20,744	
Sales taxes	163,724	38,201
Fines, forfeitures, and costs	17,691	
Interest	63	9
Local permits and fees	14,500	
Other	16,470	12
Total Receipts	<u>278,791</u>	<u>158,796</u>
Disbursements:		
General government	140,908	
Law enforcement	58,224	
Highways and streets		87,657
Public safety	32,505	
Debt service	6,342	
Contributions to water department	13,000	
Total Disbursements	<u>250,979</u>	<u>87,657</u>
Cash Balance, December 31, 2021	<u>\$ 123,531</u>	<u>\$ 86,967</u>

CITY OF HUNTINGTON, ARKANSAS
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (UNAUDITED)

Schedule 4

	Street	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	<u>\$ 15,828</u>		<u>\$ 15,828</u>
Receipts:			
State aid	49,431		49,431
Federal aid		\$ 64,330	64,330
Property taxes	6,813		6,813
Sales taxes	38,201		38,201
Interest	9		9
Other	12		12
Total Receipts	<u>94,466</u>	<u>64,330</u>	<u>158,796</u>
Disbursements:			
Highways and streets	<u>87,657</u>		<u>87,657</u>
Cash Balance, December 31, 2021	<u><u>\$ 22,637</u></u>	<u><u>\$ 64,330</u></u>	<u><u>\$ 86,967</u></u>

CITY OF HUNTINGTON, ARKANSAS
OTHER INFORMATION
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021
(UNAUDITED)

Schedule 5

1. Cash balances on the Financial Schedules include demand and savings accounts.

2. The General Fund column on the Financial Schedules includes the following bank accounts:
General and Fire

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

	December 31, 2022	December 31, 2021
Land	\$ 58,105	\$ 58,105
Buildings and improvements	433,960	433,960
Equipment	832,050	767,741
Totals	<u>\$ 1,324,115</u>	<u>\$ 1,259,806</u>

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

	December 31, 2022	December 31, 2021
Notes payable	<u>\$ 11,022</u>	<u>\$ 18,439</u>

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

	December 31, 2022	December 31, 2021
American Rescue Plan Act (ARPA)	<u>\$ 64,329</u>	<u>\$ 64,303</u>