

**City of Scranton, Arkansas**

**Financial and Compliance Report**

**December 31, 2022 and 2021**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF SCRANTON, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

Financial and Compliance Report

	<u>Schedule</u>
2022	
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
2021	
Schedule of Financial Information (Unaudited)	3
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	4
2022 and 2021	
Other Information (Unaudited)	5

# Arkansas

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**Sen. John Payton**  
Senate Vice Chair



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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 Scranton, 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 Scranton, Arkansas, as of and for the years ended December 31, 2022 and 2021, and have issued our report thereon dated June 6, 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: David Corbitt  
Recorder/Treasurer: Carri Corbitt

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 6, 2023  
LOM216822

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

Schedule 1

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2022	\$ 148,225	\$ 54,412
	<u>          </u>	<u>          </u>
Receipts:		
State aid	3,655	21,152
Federal aid		20,229
Property taxes	3,473	3,474
Franchise fees	9,283	
Sales taxes	103,529	
Interest	316	25
Local permits and fees		1,114
Sale of fixed assets	21,501	
Transfers in		20,000
Total Receipts	<u>141,757</u>	<u>65,994</u>
	<u>          </u>	<u>          </u>
Disbursements:		
General government	53,523	42,889
Highways and streets		34,347
Recreation and culture	2,110	686
Transfers out	20,000	
Total Disbursements	<u>75,633</u>	<u>77,922</u>
	<u>          </u>	<u>          </u>
Cash Balance, December 31, 2022	<u>\$ 214,349</u>	<u>\$ 42,484</u>

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

Schedule 2

	Street	Park	Dublin Park	Grants	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 5,770	\$ 10,550	\$ 14,016	\$ 250	\$ 23,826	\$ 54,412
Receipts:						
State aid	21,152					21,152
Federal aid					20,229	20,229
Property taxes	3,474					3,474
Interest	25					25
Local permits and fees			1,114			1,114
Transfers in	20,000					20,000
Total Receipts	<u>44,651</u>		<u>1,114</u>		<u>20,229</u>	<u>65,994</u>
Disbursements:						
General government					42,889	42,889
Highways and streets	34,347					34,347
Recreation and culture			686			686
Total Disbursements	<u>34,347</u>		<u>686</u>		<u>42,889</u>	<u>77,922</u>
Cash Balance, December 31, 2022	<u>\$ 16,074</u>	<u>\$ 10,550</u>	<u>\$ 14,444</u>	<u>\$ 250</u>	<u>\$ 1,166</u>	<u>\$ 42,484</u>

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

Schedule 3

	General Fund	Special Revenue Funds
	<u>          </u>	<u>          </u>
Cash Balance, January 1, 2021	\$ 140,828	\$ 79,033
	<u>          </u>	<u>          </u>
Receipts:		
State aid	3,704	18,886
Federal aid		23,826
Property taxes	3,380	3,381
Franchise fees	8,142	
Sales taxes	104,021	
Interest	150	35
Local permits and fees		543
Transfers in		67,406
Total Receipts	<u>119,397</u>	<u>114,077</u>
	<u>          </u>	<u>          </u>
Disbursements:		
General government	35,923	
Highways and streets		137,101
Recreation and culture	8,671	1,597
Transfers out	67,406	
Total Disbursements	<u>112,000</u>	<u>138,698</u>
	<u>          </u>	<u>          </u>
Cash Balance, December 31, 2021	<u>\$ 148,225</u>	<u>\$ 54,412</u>

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

Schedule 4

	Street	Park	Dublin Park	Grants	American Rescue Plan Act	Total
Cash Balance, January 1, 2021	<u>\$ 53,413</u>	<u>\$ 11,079</u>	<u>\$ 14,541</u>			<u>\$ 79,033</u>
Receipts:						
State aid	18,886					18,886
Federal aid					\$ 23,826	23,826
Property taxes	3,381					3,381
Interest	35					35
Local permits and fees			543			543
Transfers in	67,156			\$ 250		67,406
Total Receipts	<u>89,458</u>		<u>543</u>	<u>250</u>	<u>23,826</u>	<u>114,077</u>
Disbursements:						
Highways and streets	137,101					137,101
Recreation and culture		529	1,068			1,597
Total Disbursements	<u>137,101</u>	<u>529</u>	<u>1,068</u>			<u>138,698</u>
Cash Balance, December 31, 2021	<u>\$ 5,770</u>	<u>\$ 10,550</u>	<u>\$ 14,016</u>	<u>\$ 250</u>	<u>\$ 23,826</u>	<u>\$ 54,412</u>

CITY OF SCRANTON, 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 Municipality's capital assets records are summarized below:

	December 31, 2022	December 31, 2021
Land	\$ 51,725	\$ 51,725
Buildings	107,101	107,101
Equipment	103,343	41,713
	<u>262,169</u>	<u>200,539</u>
Total	<u>\$ 262,169</u>	<u>\$ 200,539</u>

3. 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)	\$ 20,229	\$ 23,826
	<u>20,229</u>	<u>23,826</u>