

City of Scranton, Arkansas

Financial and Compliance Report

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



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

Financial and Compliance Report

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Arkansas



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Senate Chair
Sen. John Payton
Senate Vice Chair

Rep. Jimmy Gazaway
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 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 year ended December 31, 2023, and have issued our report thereon dated December 12, 2024. 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 finding contained in this section relates to the following officials who held office during 2023:

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.

Noncompliance with state law and accepted accounting practices was noted in the office of **Mayor**.

Mayor

The budget was not adopted by ordinance or resolution, as required by Ark. Code Ann. § 14-58-202.

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
December 12, 2024
LOM216823

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2023	\$ 214,349	\$ 42,484
Receipts:		
State aid	3,725	58,796
Property taxes	3,960	3,966
Franchise fees	11,139	
Sales taxes	107,499	
Interest	772	85
Local permits and fees		1,174
Other	225	104
Transfers in		45,986
Total Receipts	127,320	110,111
Disbursements:		
General government	51,938	4
Highways and streets		25,295
Recreation and culture	2,000	46,927
Social services		20,479
Transfers out	45,986	
Total Disbursements	99,924	92,705
Cash Balance, December 31, 2023	\$ 241,745	\$ 59,890

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

Schedule 2

	Street	Park	Dublin Park	Grants	American Rescue Plan Act	Helping Our Kids Grant Fund	Total
Cash Balance, January 1, 2023	\$ 16,074	\$ 10,550	\$ 14,444	\$ 250	\$ 1,166		\$ 42,484
Receipts:							
State aid	38,321					\$ 20,475	58,796
Property taxes	3,966						3,966
Interest	85						85
Local permits and fees			1,174				1,174
Other			100			4	104
Transfers in				45,886		100	45,986
Total Receipts	<u>42,372</u>		<u>1,274</u>	<u>45,886</u>		<u>20,579</u>	<u>110,111</u>
Disbursements:							
General government				4			4
Highways and streets	25,295						25,295
Recreation and culture		263	778	45,886			46,927
Social services						20,479	20,479
Total Disbursements	<u>25,295</u>	<u>263</u>	<u>778</u>	<u>45,890</u>		<u>20,479</u>	<u>92,705</u>
Cash Balance, December 31, 2023	<u>\$ 33,151</u>	<u>\$ 10,287</u>	<u>\$ 14,940</u>	<u>\$ 246</u>	<u>\$ 1,166</u>	<u>\$ 100</u>	<u>\$ 59,890</u>

CITY OF SCRANTON, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Schedule 3

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

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

	December 31, 2023
Land	\$ 51,725
Buildings	107,101
Equipment	105,949
Construction in Progress	<u>45,886</u>
Total	<u><u>\$ 310,661</u></u>