

# **City of Wooster, Arkansas**

## **Financial and Compliance Report**

**December 31, 2021 and 2020**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF WOOSTER, ARKANSAS  
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**Roger A. Norman, JD, CPA, CFE, CFF**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Wooster, 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 Wooster, Arkansas, as of and for the years ended December 31, 2021 and 2020, and have issued our report thereon dated October 7, 2022. These procedures were not performed for the Water Department. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relate to the following officials who held office during 2021 and 2020:

Mayor: Terry Robinson  
Finance Director: Donna Pruitt

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  
October 7, 2022  
LOM223421

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

Schedule 1

	General Fund	Special Revenue Funds
Cash Balance, January 1, 2021	\$ 530,427	\$ 98,357
Receipts:		
State aid	14,516	74,543
Federal aid		115,297
Property taxes	49,213	22,970
Franchise fees	40,015	
Sales taxes	94,960	
Interest	2,883	509
Local permits and fees	975	
Contributions from county		46,261
Donations	3,070	
Other	22,215	
Total Receipts	<u>227,847</u>	<u>259,580</u>
Disbursements:		
General government	98,589	
Highways and streets	11,130	92,274
Recreation and culture	5,244	
Debt service		7,273
American Rescue Plan Act funds remitted to water department		115,297
Total Disbursements	<u>114,963</u>	<u>214,844</u>
Cash Balance, December 31, 2021	<u>\$ 643,311</u>	<u>\$ 143,093</u>

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

Schedule 2

	<u>Street</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2021	<u>\$ 98,357</u>		<u>\$ 98,357</u>
Receipts:			
State aid	74,543		74,543
Federal aid		\$ 115,297	115,297
Property taxes	22,970		22,970
Interest	509		509
Contributions from county	46,261		46,261
Total Receipts	<u>144,283</u>	<u>115,297</u>	<u>259,580</u>
Disbursements:			
Highways and streets	92,274		92,274
Debt service	7,273		7,273
American Rescue Plan Act funds remitted to water department		115,297	115,297
Total Disbursements	<u>99,547</u>	<u>115,297</u>	<u>214,844</u>
Cash Balance, December 31, 2021	<u><u>\$ 143,093</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 143,093</u></u>

CITY OF WOOSTER, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(UNAUDITED)

Schedule 3

	General Fund	Special Revenue Fund - Street
Cash Balance, January 1, 2020	\$ 451,251	\$ 32,550
Receipts:		
State aid	12,760	64,922
Property taxes	46,642	21,706
Franchise fees	39,101	
Sales taxes	79,487	
Interest	3,836	502
Local permits and fees	725	
Contributions from county		381,147
Donations	1,647	
Other	11,076	
Total Receipts	<u>195,274</u>	<u>468,277</u>
Disbursements:		
General government	100,054	
Highways and streets	10,651	396,409
Recreation and culture	5,393	
Debt service		6,061
Total Disbursements	<u>116,098</u>	<u>402,470</u>
Cash Balance, December 31, 2020	<u>\$ 530,427</u>	<u>\$ 98,357</u>

CITY OF WOOSTER, ARKANSAS  
OTHER INFORMATION  
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020  
(UNAUDITED)

Schedule 4

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

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

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

	December 31, 2021	December 31, 2020
Land	\$ 90,400	\$ 90,400
Buildings	264,768	264,768
Equipment	211,634	213,527
Totals	<u>\$ 566,802</u>	<u>\$ 568,695</u>

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

	December 31, 2021	December 31, 2020
Leases payable	<u>\$ 43,171</u>	<u>\$ 55,749</u>

The lease payable is split equally between the City and the Water Department.  
The Water Department paid \$7,273 and \$6,061 in 2021 and 2020, respectively for debt service.

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

	December 31, 2021
American Rescue Plan Act (ARPA)	<u>\$ 115,297</u>