

City of Wooster, Arkansas

Financial and Compliance Report

December 31, 2023 and 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CITY OF WOOSTER, ARKANSAS
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FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

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Arkansas

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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, 2023 and 2022, and have issued our report thereon dated September 26, 2024. 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 commentary contained in this section relates to the following officials who held office during 2023 and 2022:

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 black ink, appearing to read "Kevin White".

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
September 26, 2024
LOM223423

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

Schedule 1

	General Fund	Special Revenue Fund- Street
	<u> </u>	<u> </u>
Cash Balance, January 1, 2023	\$ 763,208	\$ 240,355
Receipts:		
State aid	15,843	87,900
Property taxes	57,890	27,186
Franchise fees	45,704	
Sales taxes	119,743	
Interest	19,292	7,646
Local permits and fees	3,723	
Donations	4,189	
Other	99,584	
Transfers in	25,000	
Unclassified	870	
Total Receipts	<u>391,838</u>	<u>122,732</u>
Disbursements:		
General government	517,880	
Highways and streets	12,930	4,882
Recreation and culture	8,234	
Debt service		7,273
Transfers out		25,000
Unclassified	1,530	
Total Disbursements	<u>540,574</u>	<u>37,155</u>
Cash Balance, December 31, 2023	<u>\$ 614,472</u>	<u>\$ 325,932</u>

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

Schedule 2

	General Fund	Special Revenue Fund
	<u> </u>	<u> </u>
Cash Balance, January 1, 2022	\$ 643,311	\$ 143,093
Receipts:		
State aid	15,545	89,963
Federal aid		115,295
Property taxes	55,391	25,846
Franchise fees	43,908	
Sales taxes	114,292	
Interest	4,644	1,228
Local permits and fees	1,938	
Donations	4,521	
Contributions from county	18,901	
Unclassified	30	
Total Receipts	<u>259,170</u>	<u>232,332</u>
Disbursements:		
General government	120,230	
Highways and streets	11,961	12,442
Recreation and culture	7,052	
Contribution to water department		115,295
Debt service		7,333
Unclassified	30	
Total Disbursements	<u>139,273</u>	<u>135,070</u>
Cash Balance, December 31, 2022	<u>\$ 763,208</u>	<u>\$ 240,355</u>

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

Schedule 3

	<u>Street</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 143,093		\$ 143,093
Receipts:			
State aid	89,963		89,963
Federal aid		\$ 115,295	115,295
Property taxes	25,846		25,846
Interest	1,228		1,228
Total Receipts	<u>117,037</u>	<u>115,295</u>	<u>232,332</u>
Disbursements:			
Highways and streets	12,442		12,442
Contribution to water department		115,295	115,295
Debt service	7,333		7,333
Total Disbursements	<u>19,775</u>	<u>115,295</u>	<u>135,070</u>
Cash Balance, December 31, 2022	<u>\$ 240,355</u>	<u>\$ 0</u>	<u>\$ 240,355</u>

CITY OF WOOSTER, ARKANSAS
 OTHER INFORMATION
 FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022
 (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, 2023	December 31, 2022
Land	\$ 376,238	\$ 90,400
Buildings	264,768	264,768
Equipment	223,633	223,633
Totals	\$ 864,639	\$ 578,801

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

	December 31, 2023	December 31, 2022
Financed purchase	\$ 16,517	\$ 30,100

The financed purchase is split equally between the City and the Water Department.
 The Water Department paid \$7,273 and \$7,333 in 2023 and 2022, respectively for debt service.

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

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 115,295