

Town of Jennette, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



TOWN OF JENNETTE, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2022

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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

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Town of Jennette, 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 Town of Jennette, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated November 2, 2023. These procedures were not performed for the Sewer fund. Management of the Town 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:

Mayor: James Henderson, Jr.
Recorder/Treasurer: Birdia Thompson

We evaluated the Town's compliance with certain state laws concerning general 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 Town 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 2, 2023
LOM318322

TOWN OF JENNETTE, 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	\$ 74,971	\$ 73,708
Receipts:		
State aid	1,760	28,280
Federal aid		12,016
Property taxes	3,879	969
Franchise fees	3,105	
Sales taxes	15,913	
Interest	107	
Local permits and fees		950
Other	450	1,555
Total Receipts	<u>25,214</u>	<u>43,770</u>
Disbursements:		
General government	19,477	
Highways and streets		5,938
Public safety		15,747
Contributions to wastewater		12,047
Debt service		6,442
Total Disbursements	<u>19,477</u>	<u>40,174</u>
Cash Balance, December 31, 2022	<u>\$ 80,708</u>	<u>\$ 77,304</u>

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

Schedule 2

	Street	Fire Equipment & Training	Rural Fire	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 14,579	\$ 54,520	\$ 4,578	\$ 31	\$ 73,708
Receipts:					
State aid	10,188	18,092			28,280
Federal aid				12,016	12,016
Property taxes	969				969
Local permits and fees			950		950
Other		1,555			1,555
Total Receipts	<u>11,157</u>	<u>19,647</u>	<u>950</u>	<u>12,016</u>	<u>43,770</u>
Disbursements:					
Highways and streets	5,938				5,938
Public safety		14,733	1,014		15,747
Contributions to sewer department				12,047	12,047
Debt service	6,442				6,442
Total Disbursements	<u>12,380</u>	<u>14,733</u>	<u>1,014</u>	<u>12,047</u>	<u>40,174</u>
Cash Balance, December 31, 2022	<u>\$ 13,356</u>	<u>\$ 59,434</u>	<u>\$ 4,514</u>	<u>\$ 0</u>	<u>\$ 77,304</u>

TOWN OF JENNETTE, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022
(UNAUDITED)

Schedule 3

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

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

	December 31, 2022
Land	\$ 6,600
Buildings	173,585
Equipment	95,414
	<u> </u>
Total	<u>\$ 275,599</u>

3. The outstanding balance at year-end for long-term liabilities is as follows:

	December 31, 2022
Financed purchase	<u>\$ 15,099</u>

4. The Town received federal funding of the following amount related to COVID-19 relief:

	December 31, 2022
American Rescue Plan Act (ARPA)	<u>\$ 12,016</u>