City of Ashdown, Arkansas

Financial and Compliance Report

December 31, 2025

LEGISLATIVE JOINT AUDITING COMMITTEE

CITY OF ASHDOWN, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2025

Financial and Compliance Report

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LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of Ashdown, 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 Ashdown, Arkansas, as of and for the year ended December 31, 2025, and have issued our report thereon dated July 9, 2026. These procedures were not performed for the Water and Sewer Funds. 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 2025:

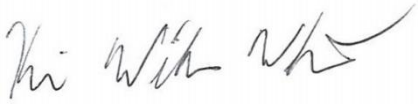
Mayor: Trey Cobb
Recorder/Treasurer: Kirk Mounts
District Court Clerk: Kristi Lewis
Police Chief: Boyd Kennemore
Park Director: Bradley Day

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



Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
July 9, 2026
LOM100325

CITY OF ASHDOWN, ARKANSAS
SCHEDULE OF FINANCIAL INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Fireman's Pension and Relief Trust Fund
Cash and Investment Balance, January 1, 2025	$ 1,743,635	$ 893,103	$ 687,673
Receipts:			
State aid	394,039	360,055	4,175
Federal aid	56,328	290,571	
Property taxes		85,359	
Franchise fees	235,559		
Sales taxes	1,783,071	1,115,595	
Fines, forfeitures, and costs	185,443	61,236	
Interest	47,534	23,574	54,418
Local permits and fees	6,447	56,645	
Sanitation fees		675,318	
Donations	146,600		
Contributions from water and sewer department	155,000		
Net increase/(decrease) in fair value of investments			32,108
Other	106,550	49,557	1,180
Transfers in	500	482,609	
Total Receipts	3,117,071	3,200,519	91,881
Disbursements:			
General government	516,060		
Law enforcement	1,429,721	241,855	
Highways and streets	715,289	879,638	
Public safety	188,490	39,346	70,163
Sanitation		705,197	
Recreation and culture	322,300		
Debt service		72,495	
Transfers out	110,000	373,109	
Contribution to water and sewer		742,986	
Total Disbursements	3,281,860	3,054,626	70,163
Cash and Investment Balance, December 31, 2025	$ 1,578,846	$ 1,038,996	$ 709,391

CITY OF ASHDOWN, ARKANSAS
COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 2

	Street	Ordinance no. 691 (September 7, 1999) Sales Tax Bond	Sales Tax Surplus	Sanitation	District Court Automation	District Court Cost
Cash Balance, January 1, 2025	$ 21,463	$ 181	$ 327,448	$ 355,507	$ 98,417	$ 5,321
Receipts:						
State aid	360,055					
Federal aid						
Property taxes	85,359					
Sales taxes		1,115,595				
Fines, forfeitures, and costs					15,345	1,867
Interest	749	254	9,285	8,382	2,601	154
Local permits and fees				56,645		
Sanitation fees				675,318		
Other	3,376			300		
Transfers in	110,000		372,609			
Total Receipts	559,539	1,115,849	381,894	740,645	17,946	2,021
Disbursements:						
Law enforcement			191,626		8,172	254
Highways and streets	558,115					
Public safety			39,346			
Sanitation				705,197		
Debt service			44,329	28,166		
Transfers out		372,609				
Contributions to water and sewer		742,986				
Total Disbursements	558,115	1,115,595	275,301	733,363	8,172	254
Cash Balance, December 31, 2025	$ 22,887	$ 435	$ 434,041	$ 362,789	$ 108,191	$ 7,088

CITY OF ASHDOWN, ARKANSAS
COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 2

	Prisoner Fee	Police Court Fines	Hagan Road Drainage Project	Total
Cash Balance, January 1, 2025	$ 65,830	$ 18,936		$ 893,103
Receipts:				
State aid				360,055
Federal aid			$ 290,571	290,571
Property taxes				85,359
Sales taxes				1,115,595
Fines, forfeitures, and costs	30,110	13,914		61,236
Interest	1,520	629		23,574
Local permits and fees				56,645
Sanitation fees				675,318
Other			45,881	49,557
Transfers in				482,609
Total Receipts	31,630	14,543	336,452	3,200,519
Disbursements:				
Law enforcement	36,616	5,187		241,855
Highways and streets			321,523	879,638
Public safety				39,346
Sanitation				705,197
Debt service				72,495
Transfers out			500	373,109
Contributions to water and sewer				742,986
Total Disbursements	36,616	5,187	322,023	3,054,626
Cash Balance, December 31, 2025	$ 60,844	$ 28,292	$ 14,429	$ 1,038,996

CITY OF ASHDOWN, ARKANSAS
OTHER INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025
(UNAUDITED)

Schedule 3

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

2. The General Fund column on the Financial Schedules includes the following bank accounts:
   General, Sales Tax, Street Maintenance, Library Building, and Equipment Savings

3. Cash balances at year-end in the custodial funds are as follows:

	December 31, 2025
District Court - City Division	$ 30,005
District Court - County Division	26,896
District Court - Foreman	6,990

These balances represent fines, forfeitures, and costs that have not been transferred to the appropriate entities.

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

	December 31, 2025
Land	$ 211,300
Buildings	1,207,247
Improvements	1,632,078
Equipment	4,347,608
Total	$ 7,398,233

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

	December 31, 2025
Financed purchases	$ 217,467