City of McCrory, Arkansas

Financial and Compliance Report

December 31, 2025

LEGISLATIVE JOINT AUDITING COMMITTEE

CITY OF MCCRORY, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Financial and Compliance Report

	Schedule
Schedule of Financial Information (Unaudited)	1
Combining Schedule of Financial Information – Special Revenue Funds (Unaudited)	2
Other Information (Unaudited)	3

Arkansas

Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair

Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE
ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

City of McCrory, 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 McCrory, Arkansas, as of and for the year ended December 31, 2025, and have issued our report thereon dated May 1, 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: James Jackson
Financial Director/Treasurer: Robert Trotter
City Clerk: Lori Kendrick
District Court Clerk: Karen Harrison
Police Chief: Brad Bevills

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
May 1, 2026
LOM106125

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

Schedule 1

	General Fund	Special Revenue Funds	Browning Youth Permanent Fund
Cash Balance, January 1, 2025	$ 74,564	$ 923,937	$ 75,000
Receipts:			
State aid	23,520	183,164	
Federal aid		6,044	
Property taxes	89,048	33,408	
Franchise fees	104,263		
Sales taxes	612,598		
Fines, forfeitures, and costs	83,228	13,690	
Interest	1,303	15,771	3,090
Local permits and fees	1,790		
Donations		2,000	
Rent	4,120		
Other	4,918	1,199	
Transfers in		82,719	
Total Receipts	924,788	337,995	3,090
Disbursements:			
General government	321,255		
Law enforcement	367,979	21,267	
Highways and streets		256,439	
Public safety	76,605	60,568	
Health	40,800		
Recreation and culture	17,505		
Debt service		4,501	
Transfers out	60,000	19,629	3,090
Total Disbursements	884,144	362,404	3,090
Cash Balance, December 31, 2025	$ 115,208	$ 899,528	$ 75,000

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

Schedule 2

	Street	Local Police and Fire Retirement (LOPFI)	District Court Automation	Fire Equipment and Training (Act 833)	Police Vehicle Maintenance	Intoximeter	Municipal Judge's and Clerk's Retirement	Drug Enforcement
Cash Balance, January 1, 2025	$ 682,867	$ 68,604	$ 8,320	$ 37,390	$ 3,707	$ 14,605	$ 4,105	$ 420
Receipts:								
State aid	133,764			34,400				
Federal aid								
Property taxes	26,286	7,122						
Fines, forfeitures, and costs			3,337		8,750	600	343	
Interest	15,259	512						
Donations								
Other	1,099							
Transfers in		48,000			14,834			
Total Receipts	176,408	55,634	3,337	34,400	23,584	600	343	
Disbursements:								
Law enforcement			5,044		2,277			
Highways and streets	256,439							
Public safety		37,343		12,109				
Debt service	4,501							
Transfers out					4,795			
Total Disbursements	260,940	37,343	5,044	12,109	7,072			
Cash Balance, December 31, 2025	$ 598,335	$ 86,895	$ 6,613	$ 59,681	$ 20,219	$ 15,205	$ 4,448	$ 420

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

Schedule 2

	Police Car Project	Parks Commission	Fire Truck and Equipment	City Project Account	Animal Control	Animal Shelter Project	Arcade	Total
Cash Balance, January 1, 2025		$ 8,682	$ 78,822	$ 475	$ 1,106		$ 14,834	$ 923,937
Receipts:								
State aid		15,000						183,164
Federal aid	$ 6,044							6,044
Property taxes								33,408
Fines, forfeitures, and costs					660			13,690
Interest								15,771
Donations						$ 2,000		2,000
Other		100						1,199
Transfers in	4,795	3,090	12,000					82,719
Total Receipts	10,839	18,190	12,000		660	2,000		337,995
Disbursements:								
Law enforcement	10,839				1,208	1,899		21,267
Highways and streets								256,439
Public safety			11,116					60,568
Debt service								4,501
Transfers out							14,834	19,629
Total Disbursements	10,839		11,116		1,208	1,899	14,834	362,404
Cash Balance, December 31, 2025	$ 0	$ 26,872	$ 79,706	$ 475	$ 558	$ 101	$ 0	$ 899,528

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

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

2. The cash balance at year-end in the custodial fund is as follows:

	December 31, 2025
District Court	$ 17,453

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

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

	December 31, 2025
Land	$ 76,985
Buildings	1,183,080
Equipment	1,087,362
Total	$ 2,347,427

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

	December 31, 2025
Financed purchase	$ 1,026