

# **Calhoun County, Arkansas**

## **Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CALHOUN COUNTY, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Financial and Compliance Report

REGULATORY BASIS FINANCIAL STATEMENTS

	<u>Exhibit</u>
Balance Sheet – Regulatory Basis (Unaudited)	A
Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis (Unaudited)	B
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis (Unaudited)	C

SUPPLEMENTARY INFORMATION

	<u>Schedule</u>
Combining Balance Sheet – Other Funds in the Aggregate – Regulatory Basis (Unaudited)	1
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Funds in the Aggregate – Regulatory Basis (Unaudited)	2
Notes to Schedules 1 and 2	
Other General Information	
Schedule of Selected Information for the Last Five Years – General Fund - Regulatory Basis (Unaudited)	3-1
Schedule of Selected Information for the Last Five Years – Road Fund - Regulatory Basis (Unaudited)	3-2
Schedule of Selected Information for the Last Five Years – Other Funds in the Aggregate - Regulatory Basis (Unaudited)	3-3

# 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

Calhoun County, Arkansas Officials and Quorum Court Members  
Legislative Joint Auditing Committee

A priority of Arkansas Legislative Audit is to assist county government officials by promoting sound financial management and accountability of government resources. The Legislative Auditor reports on the fiscal affairs of county 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 regulatory basis financial information and compliance with certain state laws and accepted accounting practices for Calhoun County, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated April 30, 2022. Management of the County is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The finding contained in this section relates to the following officials who held office during 2022:

County Judge: Floyd Nutt  
Treasurer: Jennifer Beene  
Sheriff and Tax Collector: Vernon Morris  
County and Circuit Clerk: Jeanie Smith  
Assessor: Teresa Carter

We evaluated the County's compliance with certain state laws concerning general accounting, budgeting, purchasing, and investing and depositing of public funds.

Noncompliance with state law and accepted accounting practices was noted in the office of **County** and **Circuit Clerk**.

### County and Circuit Clerk

Our review of payroll accounts revealed that wages were understated by a total of \$258,459 in 2022 on 40 County employees whose Internal Revenue Service (IRS) W-2 forms were tested. The County may be liable for Social Security and Medicare matching on the underreported amounts. We recommend the County determine the full amount underreported and seek guidance from the IRS. A similar finding was noted in the previous two reports.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local County 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  
April 30, 2024  
LOCO00722

CALHOUN COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2022  
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,982,250	\$ 1,055,008	\$ 3,059,942
Accounts receivable	34,027		33,230
Interfund receivables			1,507
TOTAL ASSETS	<u>\$ 2,016,277</u>	<u>\$ 1,055,008</u>	<u>\$ 3,094,679</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 32,284	\$ 99,328	\$ 44,328
Interfund payables		1,507	
Settlements pending			87,378
Total Liabilities	<u>32,284</u>	<u>100,835</u>	<u>131,706</u>
Fund Balances:			
Restricted		954,173	2,702,811
Assigned	53,480		260,162
Unassigned	1,930,513		
Total Fund Balances	<u>1,983,993</u>	<u>954,173</u>	<u>2,962,973</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,016,277</u>	<u>\$ 1,055,008</u>	<u>\$ 3,094,679</u>

The accompanying notes are an integral part of these financial statements.

CALHOUN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 599,039	\$ 1,389,358	\$ 14,787
Federal aid	53,000	41,889	525,001
Property taxes	624,750	323,913	34,461
Sales taxes	657,894		1,036,560
Fines, forfeitures, and costs	223,125		58,070
Interest	2,227	1,308	2,164
Officers' fees	15,380		37,137
Sanitation fees			339,665
Jail fees			90,906
911 fees			125,889
Proceeds from rodeo	140,062		
Reimbursement for nutrition center	233,515		
Treasurer's commission	112,525		12,502
Collector's commission	151,838		22,697
Taxes apportioned - Assessor's salary and expense	213,997		
Other	163,018	5,057	66,959
TOTAL REVENUES	3,190,370	1,761,525	2,366,798
Less: Treasurer's commission	42,293	32,812	34,110
NET REVENUES	3,148,077	1,728,713	2,332,688
EXPENDITURES			
Current:			
General government	1,170,397		211,826
Law enforcement	932,512		477,896
Highways and streets		1,576,852	
Public safety	82,867		89,787
Sanitation			819,604
Health	12,919		144,000
Recreation and culture	163,901		107,092
Social services	349,732		8,030
Total Current	2,712,328	1,576,852	1,858,235
Debt Service:			
Financed purchase principal	9,014	44,124	76,570
Financed purchase interest		345	2,735
TOTAL EXPENDITURES	2,721,342	1,621,321	1,937,540

CALHOUN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 426,735</u>	<u>\$ 107,392</u>	<u>\$ 395,148</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			205,250
Transfers out	<u>(197,350)</u>	<u>(7,900)</u>	
TOTAL OTHER FINANCING SOURCES (USES)	<u>(197,350)</u>	<u>(7,900)</u>	<u>205,250</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	229,385	99,492	600,398
FUND BALANCES - JANUARY 1	<u>1,754,608</u>	<u>854,681</u>	<u>2,362,575</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 1,983,993</u></u>	<u><u>\$ 954,173</u></u>	<u><u>\$ 2,962,973</u></u>

The accompanying notes are an integral part of these financial statements.

CALHOUN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 456,099	\$ 599,039	\$ 142,940	\$ 1,256,296	\$ 1,389,358	\$ 133,062
Federal aid		53,000	53,000		41,889	41,889
Property taxes	520,068	624,750	104,682	278,941	323,913	44,972
Sales taxes	472,800	657,894	185,094			
Fines, forfeitures, and costs	201,435	223,125	21,690			
Interest	600	2,227	1,627	230	1,308	1,078
Officers' fees	13,550	15,380	1,830			
Proceeds from rodeo	112,400	140,062	27,662			
Reimbursement for nutrition center	188,000	233,515	45,515			
Treasurer's commission		112,525	112,525			
Collector's commission		151,838	151,838			
Taxes apportioned - Assessor's salary and expense		213,997	213,997			
Other	140,696	163,018	22,322	4,500	5,057	557
TOTAL REVENUES	2,105,648	3,190,370	1,084,722	1,539,967	1,761,525	221,558
Less: Treasurer's commission		42,293	(42,293)		32,812	(32,812)
NET REVENUES	2,105,648	3,148,077	1,042,429	1,539,967	1,728,713	188,746
EXPENDITURES						
Current:						
General government	1,259,228	1,170,397	88,831			
Law enforcement	1,021,160	932,512	88,648			
Highways and streets				1,905,230	1,576,852	328,378
Public safety	111,727	82,867	28,860			
Health	18,200	12,919	5,281			
Recreation and culture	226,115	163,901	62,214			
Social services	355,149	349,732	5,417			
Total Current	2,991,579	2,712,328	279,251	1,905,230	1,576,852	328,378
Debt Service:						
Financed purchase principal		9,014	(9,014)		44,124	(44,124)
Financed purchase interest					345	(345)
TOTAL EXPENDITURES	2,991,579	2,721,342	270,237	1,905,230	1,621,321	283,909

CALHOUN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (885,931)	\$ 426,735	\$ 1,312,666	\$ (365,263)	\$ 107,392	\$ 472,655
OTHER FINANCING SOURCES (USES)						
Transfers out	(93,000)	(197,350)	(104,350)		(7,900)	(7,900)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(978,931)	229,385	1,208,316	(365,263)	99,492	464,755
FUND BALANCES - JANUARY 1	1,348,870	1,754,608	405,738	496,250	854,681	358,431
FUND BALANCES - DECEMBER 31	\$ 369,939	\$ 1,983,993	\$ 1,614,054	\$ 130,987	\$ 954,173	\$ 823,186

The accompanying notes are an integral part of these financial statements.

CALHOUN COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no. 79	County Recorder's Cost	Sheriff's Automation	Solid Waste Management
ASSETS								
Cash and cash equivalents	\$ 25,726	\$ 105,539	\$ 6,468	\$ 12,443	\$ 9,703	\$ 75,425	\$ 4,586	\$ 1,052,957
Accounts receivable			60	260		2,602	40	20,951
Interfund receivables								
TOTAL ASSETS	<u>\$ 25,726</u>	<u>\$ 105,539</u>	<u>\$ 6,528</u>	<u>\$ 12,703</u>	<u>\$ 9,703</u>	<u>\$ 78,027</u>	<u>\$ 4,626</u>	<u>\$ 1,073,908</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable							\$ 1,824	\$ 32,568
Settlements pending								
Total Liabilities							<u>1,824</u>	<u>32,568</u>
Fund Balances:								
Restricted	\$ 25,726	\$ 105,539	\$ 6,528	\$ 12,703	\$ 9,703	\$ 78,027	\$ 4,626	1,041,340
Assigned							7,475	
Total Fund Balances	<u>25,726</u>	<u>105,539</u>	<u>6,528</u>	<u>12,703</u>	<u>9,703</u>	<u>78,027</u>	<u>4,626</u>	<u>1,041,340</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 25,726</u>	<u>\$ 105,539</u>	<u>\$ 6,528</u>	<u>\$ 12,703</u>	<u>\$ 9,703</u>	<u>\$ 78,027</u>	<u>\$ 9,299</u>	<u>\$ 1,073,908</u>

CALHOUN COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS

	County Clerk Operating	Child Support Cost	Drug Control	County Jail	Boating Safety and Enforcement	Emergency 911	Public Defender	Victim/Witness
ASSETS								
Cash and cash equivalents	\$ 392	\$ 2,201	\$ 7,830	\$ 453,829	\$ 6,170	\$ 248,339	\$ 24,049	\$ 73,737
Accounts receivable	2			5,062			268	693
Interfund receivables					1,507			
TOTAL ASSETS	<u>\$ 394</u>	<u>\$ 2,201</u>	<u>\$ 7,830</u>	<u>\$ 458,891</u>	<u>\$ 7,677</u>	<u>\$ 248,339</u>	<u>\$ 24,317</u>	<u>\$ 74,430</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable				\$ 9,622		\$ 30		
Settlements pending								
Total Liabilities				<u>9,622</u>		<u>30</u>		
Fund Balances:								
Restricted	\$ 394	\$ 2,201	\$ 7,830	196,582	\$ 7,677	248,309	\$ 24,317	\$ 74,430
Assigned				252,687				
Total Fund Balances	<u>394</u>	<u>2,201</u>	<u>7,830</u>	<u>449,269</u>	<u>7,677</u>	<u>248,309</u>	<u>24,317</u>	<u>74,430</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 394</u>	<u>\$ 2,201</u>	<u>\$ 7,830</u>	<u>\$ 458,891</u>	<u>\$ 7,677</u>	<u>\$ 248,339</u>	<u>\$ 24,317</u>	<u>\$ 74,430</u>

CALHOUN COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS

	Public Safety	Juvenile Probation Fees	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	County Library American Rescue Plan Act	Veteran's Memorial
ASSETS								
Cash and cash equivalents	\$ 2,139	\$ 4,800	\$ 394	\$ 985	\$ 600	\$ 772,562	\$ 7,114	\$ 8,445
Accounts receivable	13							
Interfund receivables								
<b>TOTAL ASSETS</b>	<b>\$ 2,152</b>	<b>\$ 4,800</b>	<b>\$ 394</b>	<b>\$ 985</b>	<b>\$ 600</b>	<b>\$ 772,562</b>	<b>\$ 7,114</b>	<b>\$ 8,445</b>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable						\$ 284		
Settlements pending								
Total Liabilities						<u>284</u>		
Fund Balances:								
Restricted	\$ 2,152	\$ 4,800	\$ 394	\$ 985	\$ 600	772,278	\$ 7,114	\$ 8,445
Assigned								
Total Fund Balances	<u>2,152</u>	<u>4,800</u>	<u>394</u>	<u>985</u>	<u>600</u>	<u>772,278</u>	<u>7,114</u>	<u>8,445</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,152</b>	<b>\$ 4,800</b>	<b>\$ 394</b>	<b>\$ 985</b>	<b>\$ 600</b>	<b>\$ 772,562</b>	<b>\$ 7,114</b>	<b>\$ 8,445</b>

CALHOUN COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS			CUSTODIAL FUNDS				
	Historic Preservation Grant	Automated Records System Grant	Communication Facility and Equipment	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County/Circuit Clerk's Accounts	Totals
ASSETS								
Cash and cash equivalents	\$ 7,500	\$ 14,411	\$ 34,921	\$ 2,413	\$ 27,664	\$ 23,863	\$ 33,438	\$ 3,059,942
Accounts receivable			3,279					33,230
Interfund receivables								1,507
TOTAL ASSETS	<u>\$ 7,500</u>	<u>\$ 14,411</u>	<u>\$ 38,200</u>	<u>\$ 2,413</u>	<u>\$ 27,664</u>	<u>\$ 23,863</u>	<u>\$ 33,438</u>	<u>\$ 3,094,679</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 44,328
Settlements pending				\$ 2,413	\$ 27,664	\$ 23,863	\$ 33,438	87,378
Total Liabilities				<u>2,413</u>	<u>27,664</u>	<u>23,863</u>	<u>33,438</u>	<u>131,706</u>
Fund Balances:								
Restricted	\$ 7,500	\$ 14,411	\$ 38,200					2,702,811
Assigned								260,162
Total Fund Balances	<u>7,500</u>	<u>14,411</u>	<u>38,200</u>					<u>2,962,973</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 7,500</u>	<u>\$ 14,411</u>	<u>\$ 38,200</u>	<u>\$ 2,413</u>	<u>\$ 27,664</u>	<u>\$ 23,863</u>	<u>\$ 33,438</u>	<u>\$ 3,094,679</u>

CALHOUN COUNTY, ARKANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no. 79	County Recorder's Cost	Sheriff's Automation	County Library	Solid Waste Management
REVENUES									
State aid					\$ 2,011			\$ 10,973	\$ 1,117
Federal aid								5,000	
Property taxes								34,381	
Sales taxes									604,995
Fines, forfeitures, and costs			\$ 175	\$ 3,515					
Interest	\$ 13	\$ 52	3	7	6	\$ 63	\$ 3	2	1,219
Officers' fees						32,511	600		
Sanitation fees									339,665
Jail fees									
911 fees									
Treasurer's commission	12,502								
Collector's commission		22,697							
Other								3,612	58,997
TOTAL REVENUES	12,515	22,749	178	3,522	2,017	32,574	603	53,968	1,005,993
Less: Treasurer's commission			2		40	664	12	745	20,534
NET REVENUES	12,515	22,749	176	3,522	1,977	31,910	591	53,223	985,459
EXPENDITURES									
Current:									
General government	7,464	9,845				33,456			
Law enforcement									
Public safety									
Sanitation									819,604
Health									
Recreation and culture								78,441	
Social services									
Total Current	7,464	9,845				33,456		78,441	819,604
Debt Service:									
Financed purchase principal									76,570
Financed purchase interest									2,735
TOTAL EXPENDITURES	7,464	9,845				33,456		78,441	898,909
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5,051	12,904	176	3,522	1,977	(1,546)	591	(25,218)	86,550
OTHER FINANCING SOURCES (USES)									
Transfers in								30,036	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	5,051	12,904	176	3,522	1,977	(1,546)	591	4,818	86,550
FUND BALANCES - JANUARY 1	20,675	92,635	6,352	9,181	7,726	79,573	4,035	2,657	954,790
FUND BALANCES - DECEMBER 31	\$ 25,726	\$ 105,539	\$ 6,528	\$ 12,703	\$ 9,703	\$ 78,027	\$ 4,626	\$ 7,475	\$ 1,041,340

CALHOUN COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	County Clerk Operating	Child Support Cost	Drug Control	County Jail	Boating Safety and Enforcement	Emergency 911	Ambulance	Public Defender	Victim/Witness
REVENUES									
State aid					\$ 686				
Federal aid									
Property taxes				\$ 431,565					
Sales taxes				38,884					
Fines, forfeitures, and costs			\$ 304					\$ 5,256	\$ 9,523
Interest		\$ 1	4	220	5	\$ 130		14	41
Officers' fees	\$ 56	180							
Sanitation fees									
Jail fees				76,383					
911 fees						125,889			
Treasurer's commission									
Collector's commission									
Other				3,730					
TOTAL REVENUES	56	181	308	550,782	691	126,019		5,270	9,564
Less: Treasurer's commission	2		6	11,031	14	800		69	180
NET REVENUES	54	181	302	539,751	677	125,219		5,201	9,384
EXPENDITURES									
Current:									
General government		3							
Law enforcement				457,953				7,320	5,850
Public safety						89,787			
Sanitation									
Health							\$ 144,000		
Recreation and culture									
Social services									
Total Current		3		457,953		89,787	144,000	7,320	5,850
Debt Service:									
Financed purchase principal									
Financed purchase interest									
TOTAL EXPENDITURES		3		457,953		89,787	144,000	7,320	5,850
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	54	178	302	81,798	677	35,432	(144,000)	(2,119)	3,534
OTHER FINANCING SOURCES (USES)									
Transfers in							144,000		
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	54	178	302	81,798	677	35,432		(2,119)	3,534
FUND BALANCES - JANUARY 1	340	2,023	7,528	367,471	7,000	212,877		26,436	70,896
FUND BALANCES - DECEMBER 31	\$ 394	\$ 2,201	\$ 7,830	\$ 449,269	\$ 7,677	\$ 248,309	\$ 0	\$ 24,317	\$ 74,430

CALHOUN COUNTY, ARKANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Public Safety	Juvenile Probation Fees	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	County Library American Rescue Plan Act	Veteran's Memorial	County Museum
REVENUES									
State aid									
Federal aid						\$ 515,001	\$ 5,000		
Property taxes					\$ 80				
Sales taxes									
Fines, forfeitures, and costs	\$ 413								
Interest	1	\$ 2		\$ 1		326		\$ 51	
Officers' fees				100					
Sanitation fees									
Jail fees									
911 fees									
Treasurer's commission									
Collector's commission									
Other						500			\$ 120
TOTAL REVENUES	414	2		101	80	515,827	5,000	51	120
Less: Treasurer's commission	9			2					
NET REVENUES	405	2		99	80	515,827	5,000	51	120
EXPENDITURES									
Current:									
General government						131,809			
Law enforcement									
Public safety									
Sanitation									
Health									
Recreation and culture							5,347		23,304
Social services									
Total Current						131,809	5,347		23,304
Debt Service:									
Financed purchase principal									
Financed purchase interest									
TOTAL EXPENDITURES						131,809	5,347		23,304
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	405	2		99	80	384,018	(347)	51	(23,184)
OTHER FINANCING SOURCES (USES)									
Transfers in									23,184
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	405	2		99	80	384,018	(347)	51	
FUND BALANCES - JANUARY 1	1,747	4,798	\$ 394	886	520	388,260	7,461	8,394	
FUND BALANCES - DECEMBER 31	\$ 2,152	\$ 4,800	\$ 394	\$ 985	\$ 600	\$ 772,278	\$ 7,114	\$ 8,445	\$ 0

CALHOUN COUNTY, ARKANSAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS			CAPITAL PROJECT FUND	
	Historic Preservation Grant	Automated Records System Grant	Communication Facility and Equipment	Senior Center Federal Grant	Totals
REVENUES					
State aid					\$ 14,787
Federal aid					525,001
Property taxes					34,461
Sales taxes					1,036,560
Fines, forfeitures, and costs					58,070
Interest					2,164
Officers' fees			\$ 3,690		37,137
Sanitation fees					339,665
Jail fees			14,523		90,906
911 fees					125,889
Treasurer's commission					12,502
Collector's commission					22,697
Other					66,959
<b>TOTAL REVENUES</b>			18,213		2,366,798
Less: Treasurer's commission					34,110
<b>NET REVENUES</b>			18,213		2,332,688
EXPENDITURES					
Current:					
General government		\$ 29,249			211,826
Law enforcement			6,773		477,896
Public safety					89,787
Sanitation					819,604
Health					144,000
Recreation and culture					107,092
Social services				\$ 8,030	8,030
Total Current		29,249	6,773	8,030	1,858,235
Debt Service:					
Financed purchase principal					76,570
Financed purchase interest					2,735
<b>TOTAL EXPENDITURES</b>		29,249	6,773	8,030	1,937,540
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(29,249)	11,440	(8,030)	395,148
OTHER FINANCING SOURCES (USES)					
Transfers in				8,030	205,250
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>		(29,249)	11,440		600,398
FUND BALANCES - JANUARY 1	\$ 7,500	43,660	26,760		2,362,575
FUND BALANCES - DECEMBER 31	\$ 7,500	\$ 14,411	\$ 38,200	\$ 0	\$ 2,962,973

CALHOUN COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

The following funds and descriptions represent all funds reported as other funds in the aggregate.

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commission to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
District Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive fees collected by circuit clerks to be used for automated record systems and any legitimate county purpose.
Sheriff's Automation	Ark. Code Ann. § 27-53-210 established fund to partially reimburse county law enforcement agency for cost of making copies of accident reports and traffic violations. Funds collected shall be retained for support of the law enforcement agency.
County Library	Ark. Code Ann. § 13-2-404 established fund to account for library property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
Solid Waste Management	Ark. Code Ann. § 8-6-212 authorizes counties to fund a solid waste management system for the county by assessing fees, charges, and licenses. Each fee, charge, and license shall be based on fee schedule contained in an ordinance. County Ordinance no. 89-45 (December 14, 1989) established fund to account for sales tax.
County Clerk Operating	Ark. Code Ann. § 16-20-407 established a \$2 marriage license fee to be used for county clerk's cost.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.

CALHOUN COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

The following funds and descriptions represent all funds reported as other funds in the aggregate.

<u>Fund Name</u>	<u>Fund Description</u>
County Jail	Ark. Code Ann. § 12-41-505 established fund to receive 90% of a \$40 booking and administration fee assessed on persons convicted of a felony or Class A misdemeanor to be used exclusively for the maintenance, operation, and capital expenditures of a county jail or regional detention facility or for certificate pay for law enforcement and jailer personnel. Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners, including construction and maintenance of the county jail. Calhoun County Ordinance no. 94-82 (August 8, 1994) for levying of a 1/2% sales and use tax for "jail facilities."
Boating Safety and Enforcement	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within the county or for emergency rescue services if the county has not established a patrol.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Ambulance	Calhoun County Ordinance no. 95-7 (February 27, 1995) established fund to account for revenues and disbursements of the County's ambulance service.
Public Defender	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund to be used for defense of indigents.
Victim/Witness	Ark. Code Ann. § 16-21-151 established fund to receive district court costs levied to be used by prosecuting attorney for operating victim/witness program.
Public Safety	Ark. Code Ann. § 27-34-108 established fund to receive 25% of the district court fines levied for violations of the Child Passenger Protection Code to be used for promotion of public safety.
Juvenile Probation Fees	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
Voting System Grant	Ark. Code Ann. § 19-5-1247 established fund to receive grants from the Secretary of State County Voting System Grant Fund to purchase voting system equipment, programming, and maintenance.
Circuit Clerk Commissioner's Fee	Ark. Code Ann. § 21-6-412 established fund to receive fee awarded, when appointed as commissioner, for a sale of real or personal property under judicial decree. The funds are to be used to offset administrative costs associated with the performance of the commissioner's duties and for general operations expense of the office of circuit clerk.

CALHOUN COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

The following funds and descriptions represent all funds reported as other funds in the aggregate.

<u>Fund Name</u>	<u>Fund Description</u>
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201 established fund to receive \$.50 fee on delinquent persons which shall be used by the county assessor to help pay for the expense of assessing property.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.
County Library American Rescue Plan Act	Established to receive and disburse funds received from the American Rescue Plan in Arkansas Public Libraries for information access, institutional capacity, and enhanced technology at the Calhoun County Library.
Veteran's Memorial	Established to receive donations for the Veteran's Memorial.
County Museum	Calhoun County Ordinance no. 2016-7 (March 26, 2016) established fund to account for grants and donations for the county museum.
Historic Preservation Grant	Established to account for a grant from the Arkansas Historic Preservation Program for drainage improvements around the County courthouse and for an unpaved road grant to improve roads that provide access to isolated areas.
Automated Records System Grant	Established to account for an Association of Arkansas Counties Automated Records Fund Grant, authorized by Ark. Code Ann. § 14-20-107, to purchase technology to improve the automation of Circuit Clerk's office and/or the services that office may provide.
Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected, phone commission funds, and profits earned from prisoner commissary services to be used to train operations staff; operate, equip, repair, or replace existing communication equipment; purchase additional communications equipment; otherwise improve a communications facility or system for the sheriff's department; or purchase vehicles, weapons, or other equipment for the sheriff's department.
Senior Center Federal Grant	Established to account for grant funds used for the renovation of the Calhoun County Senior Center.

Treasurer's accounts consist primarily of fines and costs not distributed to the appropriate agencies.

Collector's accounts consist primarily of delinquent taxes not yet distributed to the various taxing units.

Sheriff's accounts consist primarily of fees settlement, circuit bonds, and inmate trust money.

County/Circuit Clerk's accounts consist primarily of trust money and settlements due to the treasurer.

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**1. A. Basis of Presentation - Regulatory**

The financial statements are presented in accordance with the regulatory basis of presentation as prescribed or permitted by Ark. Code Ann. § 10-4-412. The law requires that the financial statements be presented on a fund basis with, as a minimum, the general fund and road fund presented separately with all other funds included in the financial statements presented in the aggregate. This law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to actual expenditures for the general and road funds; notes to financial statements; and a supplemental schedule of capital assets.

The regulatory basis of presentation is not in accordance with generally accepted accounting principles (GAAP). GAAP require that basic financial statements present government-wide and fund financial statements. Additionally, GAAP require the following major concepts: Management's Discussion and Analysis, separate financial statements for fiduciary fund types and other requirements for fiduciary fund types, specific procedures for the identification of major governmental funds, and applicable note disclosures. The regulatory basis of presentation does not require government-wide financial statements or the previously identified concepts.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with related liabilities and residual balances, and changes therein, which are segregated for purposes of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds are recognized in the accompanying regulatory basis financial statements.

**General Fund** - The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

**Road Fund** - The Road Fund (Special Revenue Fund) is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Road Fund accounts for and reports proceeds of state highway turnback, property taxes, and federal aid that are restricted or committed for maintaining and constructing roads.

**Other Funds in the Aggregate** - Other Funds in the Aggregate consist of all funds included in the financial statements except for the General and Road Funds. The following types of funds are included in this column as follows:

**Special Revenue Funds** - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Special Revenue Funds presented on Schedules 1 and 2 are reported with other funds in the aggregate.

**Capital Projects Fund** - Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlay, including the acquisition or construction of capital facilities and other capital assets. The Capital Projects Fund presented on Schedule 2 is reported with other funds in the aggregate.

**Custodial Funds** - Custodial Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). The Custodial Funds presented on Schedule 1 are reported with other funds in the aggregate.

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

1. (Continued)

**B. Basis of Accounting - Regulatory**

The financial statements are prepared on the regulatory basis of accounting as prescribed or permitted by Ark. Code Ann. § 10-4-412. This regulatory basis differs from accounting principles generally accepted in the United States of America. Revenues generally are recognized as soon as they are both measurable and available except for Treasurer's and Collector's commission and Taxes apportioned – Assessor's salary and expense which are recognized when earned. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current period. However, most state aid received from the State Treasury, as well as county sales taxes, is by state law revenue of the year in which it was received by the government. Expenditures generally are recorded when a liability is incurred. Liabilities incurred by the government on or before the end of the current period that are paid within 60 days of the end of the current period, are considered to be expenditures of the current period. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. As a result of the use of this regulatory basis of accounting, capital assets and long-term debt are not recorded in these financial statements. Pension trust funds are reported in a separate column as a part of supplementary information in order to provide users of the financial statements a better understanding of the entity as a whole.

The regulatory basis of accounting is not in accordance with generally accepted accounting principles (GAAP). GAAP require the following major concepts: Accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate identification of special and extraordinary items, inclusion of capital assets and debt in the financial statements, inclusion of the net pension liability in the financial statements, and applicable note disclosures. The regulatory basis of accounting does not require the previously identified concepts.

In 2022, the County implemented Governmental Accounting Standards Board Statement No. 87, Leases. The significant/material effect on the Regulatory Basis of Accounting in the current period is that certain items included in debt service in the previous period are included in the expenditure/function code of the applicable opinion unit.

**C. Assets, Liabilities, and Fund Balances**

Cash and Cash Equivalents

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, property taxes, and trust funds that have not been transferred to the appropriate entities.

Fund Balance Classifications

1. Restricted fund balance – amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
2. Assigned fund balance – amounts that are constrained by the Quorum Court's intent to be used for specific purposes but are neither restricted nor committed.
3. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

1. (Continued)

**D. Property Taxes**

A lien attaches to the real property in January and on personal property in June of each year. Property taxes are collectible beginning the first business day of March of the subsequent year, but are not considered delinquent until after October 15.

**E. Budget Law**

1. Legal Requirements

State law requires that the Quorum Court, before the end of each fiscal year, make appropriations, by ordinance, for the expenditures of County government for the following year. The Quorum Court may make appropriation amendments at any time during the current fiscal year. Appropriations lapse at the end of each year. Under certain conditions, the budget may be amended subsequent to the year-end.

2. Accounting

The County prepared an annual budget on the regulatory basis for the General Fund, Road Fund, and the other operating funds.

**F. Fund Balance Classification Policies and Procedures**

The County's highest level of decision-making authority is its Quorum Court. The establishment of amounts classified as committed fund balances and any subsequent modifications to such balances are the result of formal action taken by the Quorum Court through passage of an ordinance. The Quorum Court is authorized to assign amounts to a specific purpose, although a formal policy has not been established.

For classification of fund balance amounts, restricted resources are considered spent before unrestricted. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

There were no committed fund balances at year end.

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**2. Details of Fund Balance Classifications**

Fund balance classifications at December 31, 2022, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 1,010,258
Law enforcement			379,845
Highways and streets		\$ 954,173	
Public safety			248,309
Sanitation			1,041,340
Recreation and culture			23,059
Total Restricted		<u>954,173</u>	<u>2,702,811</u>
Assigned to:			
Law enforcement	\$ 7,105		252,687
Public safety	1,648		
Recreation and culture	30,434		7,475
Social services	14,293		
Total Assigned	<u>53,480</u>		<u>260,162</u>
Unassigned	<u>1,930,513</u>		
Totals	<u><u>\$ 1,983,993</u></u>	<u><u>\$ 954,173</u></u>	<u><u>\$ 2,962,973</u></u>

**3. Commitments**

Total commitments consist of the following at December 31, 2022:

	December 31, 2022
Long-term liabilities	\$ 185,792
Lease	45,000
Reappraisal contract	<u>251,172</u>
Total Commitments	<u><u>\$ 481,964</u></u>

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**3. Commitments (Continued)**

Long-term Liabilities

Long-term liabilities at December 31, 2022, are comprised of the following:

	December 31, 2022
<u>Direct Borrowings</u>	
Financed purchase dated August 30, 2021, with Generations Bank in the amount of \$100,337, with an interest rate of 2.25%, for the purchase of a 2021 Caterpillar 308 Track Hoe. Monthly payments of \$2,886 for 17 months with one final balloon payment due on the maturity date in the amount of \$53,911. Payments are to be made from the Solid Waste Fund.	\$ 53,944
Financed purchase dated August 30, 2021, with Generations Bank in the amount of \$65,757, with an interest rate of 2.35%, for the purchase of a garbage truck. Monthly payments of \$3,722 for 18 months are to be made from the Solid Waste Fund.	3,985
Financed purchase dated August 27, 2020, with Axon Enterprise, Inc. in the amount of \$21,878 for the purchase of 7 tasers. An initial payment of \$3,850 and annual payments of \$4,507 for four years are to be made from the General Fund.	9,014
Total Direct Borrowings	<u>66,943</u>
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	46,810
Landfill closure and postclosure care costs	<u>72,039</u>
Total Long-term liabilities	<u>\$ 185,792</u>

Due to the County's regulatory basis of accounting, these liabilities are not recorded in the financial statements.

The County's outstanding direct borrowings of \$66,943 contain a provision that in an event of default, outstanding amounts, at the Lender's sole option, may be declared immediately due and payable, and the Lender may exercise any rights and remedies, including the right to immediate possession of the collateral, available to it under applicable law.

Landfill Closure and Postclosure Care Costs

Calhoun County is the owner of permit # 0070-S to operate a Class IV solid waste landfill. State and federal regulations require a final cover to be placed on the landfill site when it stops accepting waste and the performance of certain maintenance and monitoring functions at the site for two years after the closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, a portion of these closure and postclosure care costs are being recognized as a commitment each year based on landfill capacity used as of the balance sheet date. The estimated commitment for landfill closure and postclosure care cost has a balance of \$72,039, as of December 31, 2022, and represents the cumulative amount reported to date based on 25% usage of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$212,218 as the remaining capacity is filled. At the present utilization rate, the landfill site is estimated to exhaust in 482 years from the balance sheet date.

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**3. Commitments (Continued)**

Landfill Closure and Postclosure Care Costs (Continued)

Estimated costs are based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2022. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

In accordance with Ark. Code Ann. § 8-6-1603, the County has provided financial assurance of \$216,409 in the form of a Contract of Obligation. This contract of Obligation authorized the State Treasurer to withhold from any funds being distributed from the State of Arkansas to Calhoun County the sum of \$216,409 upon receiving notice from the Director of the Arkansas Department of Environment Quality the County's failure to properly close the disposal operation.

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2022	Maturities to December 31, 2022
<u>Direct Borrowings</u>					
8/30/21	2/28/23	2.25%	\$ 100,337	\$ 53,944	\$ 46,393
8/30/21	2/28/23	2.35%	65,757	3,985	61,772
8/27/20	8/27/24	0.00%	21,878	9,014	12,864
Total Direct Borrowings			<u>\$ 187,972</u>	<u>\$ 66,943</u>	<u>\$ 121,029</u>

Changes in Long-Term Debt

	Balance January 01, 2022	Issued	Retired	Balance December 31, 2022
<u>Direct Borrowings</u>				
Total Financed purchases	<u>\$ 196,651</u>	<u>\$ 0</u>	<u>\$ 129,708</u>	<u>\$ 66,943</u>

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2022:

Years Ending December 31,	Direct Borrowings		
	Principal	Interest	Total
2023	\$ 62,436	\$ 178	\$ 62,614
2024	<u>4,507</u>		<u>4,507</u>
Totals	<u>\$ 66,943</u>	<u>\$ 178</u>	<u>\$ 67,121</u>

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**3. Commitments (Continued)**

Lease

The County entered into a lease agreement for 911 equipment and services on July 2, 2020. Terms of the lease are monthly rental payments of \$1,500 for 60 months. At the end of the lease term, the County may extend service for the same monthly payment. The County is obligated for the following amounts for the next three years:

Year	December 31, 2022
2023	\$ 18,000
2024	18,000
2025	9,000
Total	<u>\$ 45,000</u>

Lease expense for 2022, was \$18,000.

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions Corporation on November 3, 2020, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$6,977 for a total of \$334,896 beginning January 15, 2021. Contract expense for 2022 was \$84,724.

The County is obligated for the following amounts at December 31, 2022:

Year	December 31, 2022
2022	\$ 83,724
2023	83,724
2024	83,724
Total	<u>\$ 251,172</u>

**4. Interfund Transfers**

The General Fund transferred \$197,350 to Other Funds in the Aggregate (County Library \$30,036, Ambulance \$144,000, County Museum \$23,184, and Senior Center Federal Grant \$130) for operational purposes and reimbursement of prior expenditures. The Road Fund transferred \$7,900 to the Other Funds in the Aggregate Senior Center Federal Grant for reimbursement of prior year expenditures.

**5. Jointly Governed Organization**

The Prosecuting Attorney's Office of the Thirteenth Judicial District, the Sheriffs' Departments of Calhoun, Cleveland, Columbia, Dallas, and Ouachita, and the Police Departments of Camden, El Dorado, Fordyce, Hampton, Magnolia, Rison, and Smackover entered into an agreement to establish the Thirteenth Judicial District Drug Task Force. The agreement covers the period July 1, 2022 to June 30, 2023, and may be extended upon written mutual agreement. Funding was provided through a Drug Law Enforcement Program grant, applied for by the Prosecuting Attorney of the Thirteenth Judicial District. No contributions or payment for expenditures were made to the Thirteenth Judicial Drug Task Force by the County. The 2022 financial statements of the Thirteenth Judicial Drug Task Force have not been audited.

CALHOUN COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**6. Arkansas Public Employees Retirement System**

Plan Description

The County contributes to the Arkansas Public Employees Retirement System (APERS), a cost-sharing multiple-employer defined benefit pension plan. APERS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for APERS. That report may be obtained by writing to Arkansas Public Employees Retirement System, 124 W. Capitol, Suite 400, Little Rock, Arkansas 72201, by calling 1-800-682-7377, or on their website [www.apers.org](http://www.apers.org).

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.25% as of July 1, 2022. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2022, (date of APERS Employer Allocation Report) were \$316,230.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the County's share of the collective net pension liability. The County's proportionate share of the collective net pension liability at June 30, 2022, (actuarial valuation date and measurement date) was \$2,662,693.

**7. Capital Assets**

The County's capital assets records are summarized below :

	December 31, 2022
Land	\$ 135,505
Buildings	3,537,899
Equipment	4,476,064
Total	<u>\$ 8,149,468</u>

**8. Corona Virus (COVID-19)**

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). In 2021, the County was awarded \$1,007,902 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, all of this amount has been received. In 2022, the County was awarded \$100,000 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021. In 2022 and 2023, the County received funds in the amount of \$50,000 each year. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

**9. Subsequent Events**

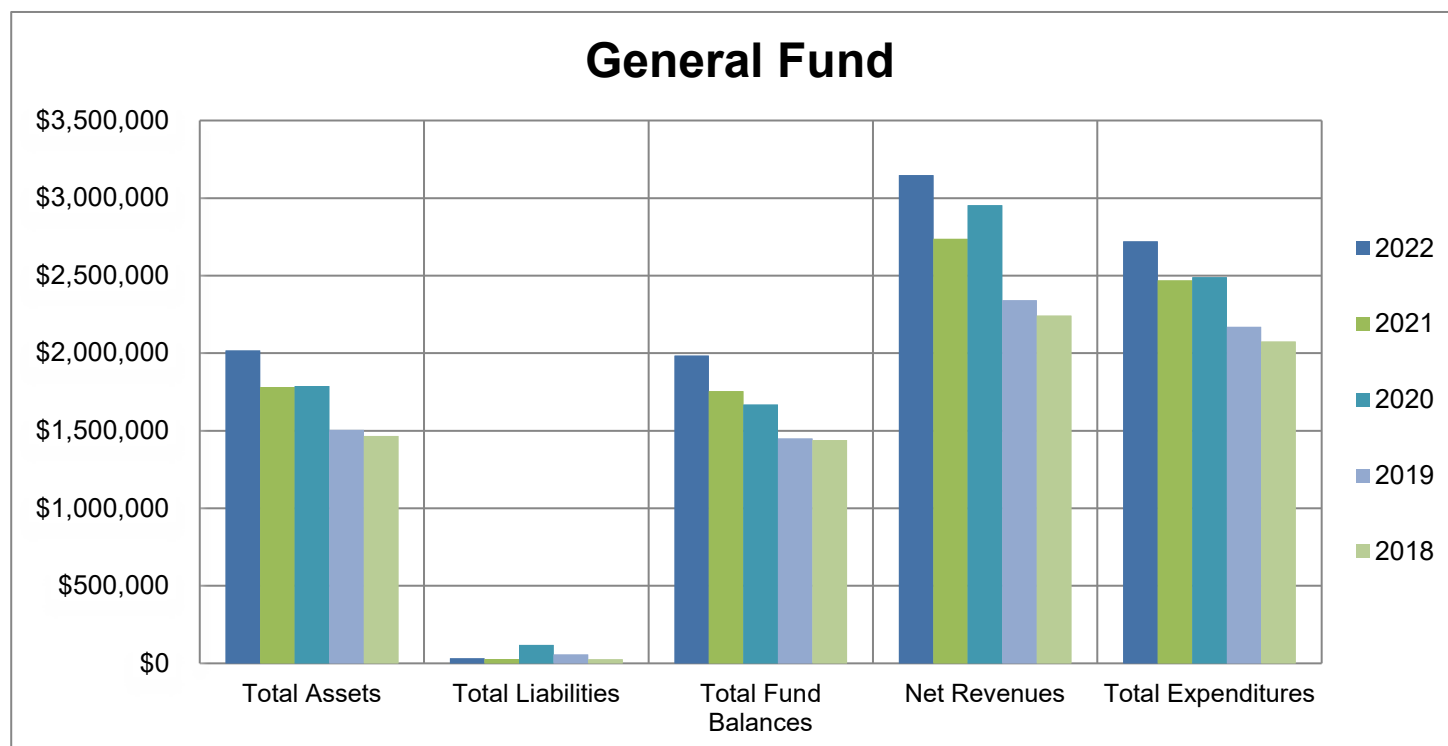
On June 19, 2023, the County received Hazard Mitigation Grant funds in the amount of \$300,000 for the Big Hill Road Project.

On March 5, 2024, the voters approved a .125% sales and use tax for park and recreational facilities.

CALHOUN COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
DECEMBER 31, 2022  
(UNAUDITED)

Schedule 3-1

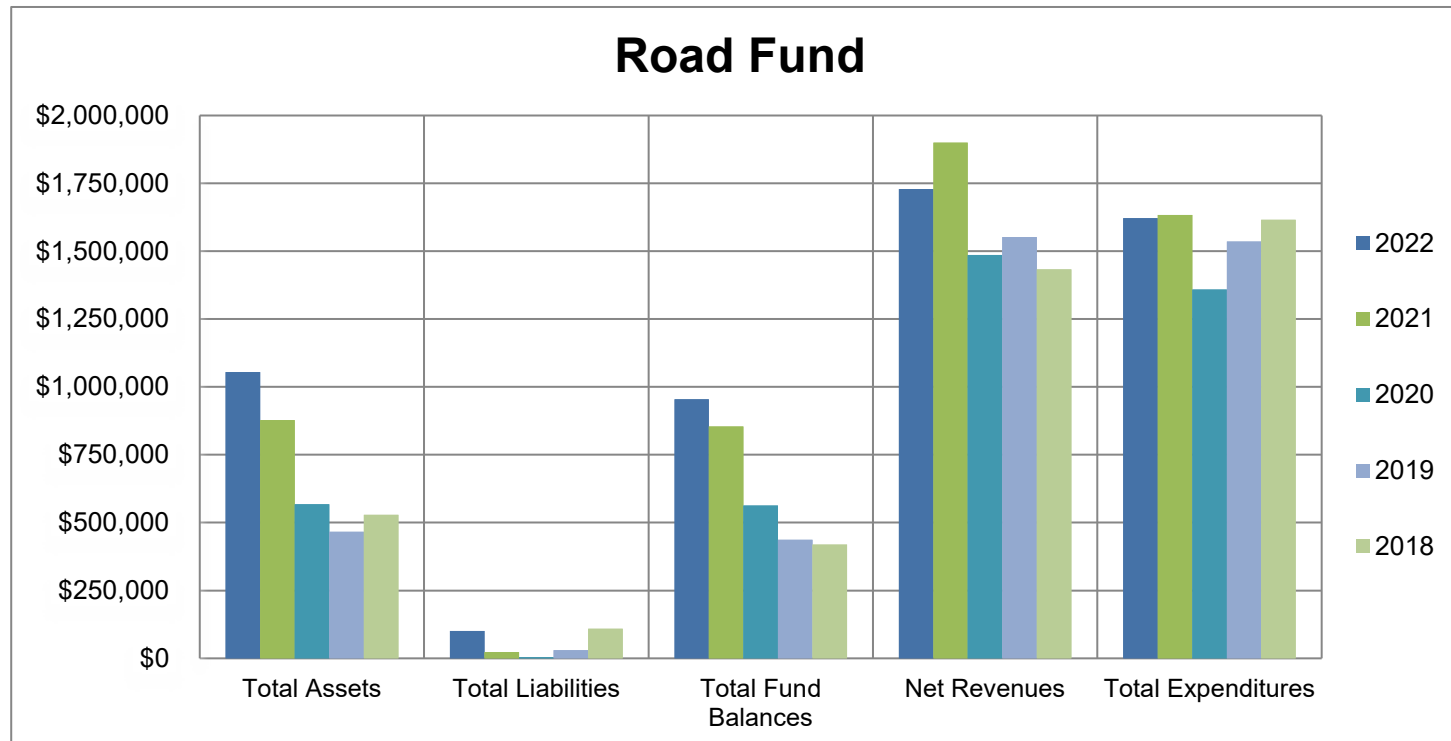
<u>General</u>	2022	2021	2020	2019	2018
Total Assets	\$ 2,016,277	\$ 1,782,126	\$ 1,788,218	\$ 1,505,033	\$ 1,464,996
Total Liabilities	32,284	27,518	119,147	55,906	25,842
Total Fund Balances	1,983,993	1,754,608	1,669,071	1,449,127	1,439,154
Net Revenues	3,148,077	2,737,747	2,954,442	2,340,638	2,241,083
Total Expenditures	2,721,342	2,467,719	2,490,181	2,168,789	2,075,608
Total Other Financing Sources/Uses	(197,350)	(184,491)	(244,317)	(161,876)	(182,210)



CALHOUN COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS  
DECEMBER 31, 2022  
(UNAUDITED)

Schedule 3-2

<b>Road</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Total Assets	\$ 1,055,008	\$ 878,114	\$ 567,422	\$ 466,460	\$ 528,703
Total Liabilities	100,835	23,433	4,019	29,955	109,247
Total Fund Balances	954,173	854,681	563,403	436,505	419,456
Net Revenues	1,728,713	1,900,336	1,485,922	1,552,508	1,433,558
Total Expenditures	1,621,321	1,633,058	1,359,024	1,535,459	1,615,441
Total Other Financing Sources/Uses	(7,900)	24,000			



CALHOUN COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
DECEMBER 31, 2022  
(UNAUDITED)

Schedule 3-3

<u>Other Funds in the Aggregate</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Assets	\$ 3,094,679	\$ 2,448,776	\$ 1,910,226	\$ 1,685,035	\$ 1,764,561
Total Liabilities	131,706	86,201	183,253	409,887	549,405
Total Fund Balances	2,962,973	2,362,575	1,726,973	1,275,148	1,215,156
Net Revenues	2,332,688	2,359,129	2,125,681	1,277,672	1,258,227
Total Expenditures	1,937,540	2,013,013	1,918,173	1,379,556	1,340,599
Total Other Financing Sources/Uses	205,250	289,486	244,317	161,876	182,210

