

**Clark County, Arkansas**

**Financial and Compliance Report**

**December 31, 2021**

LEGISLATIVE JOINT AUDITING COMMITTEE

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Financial and Compliance Report

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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

Clark 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 Clark County, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated February 6, 2023. Management of the County 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 2021:

County Judge: Troy Tucker  
Treasurer: Karen Arnold  
Sheriff/Collector: Jason Watson  
County Clerk: Mona Vance  
Circuit Clerk: Brian Daniel  
Assessor: Tosha Horton (Appointed March 15, 2021)  
              Lanna Clark (Resigned March 15, 2021)  
County Librarian: Betsy Fisher  
District Court Clerk: Penny Ross (Appointed October 30, 2021)  
                              Staci Huber (Resigned October 29, 2021)

We evaluated the County'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 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  
February 6, 2023  
LOCO01021

CLARK COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 4,725,950	\$ 2,565,894	\$ 16,955,398
Accounts receivable	549,539	42,081	129,935
TOTAL ASSETS	<u>\$ 5,275,489</u>	<u>\$ 2,607,975</u>	<u>\$ 17,085,333</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 93,808	\$ 65,580	\$ 48,320
Settlements pending			1,738,993
Total Liabilities	<u>93,808</u>	<u>65,580</u>	<u>1,787,313</u>
Fund Balances:			
Restricted	835	2,542,395	14,770,643
Committed	235,084		455,823
Assigned	1,340,749		71,554
Unassigned	3,605,013		
Total Fund Balances	<u>5,181,681</u>	<u>2,542,395</u>	<u>15,298,020</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,275,489</u>	<u>\$ 2,607,975</u>	<u>\$ 17,085,333</u>

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

CLARK COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 764,230	\$ 2,057,048	\$ 173,977
Federal aid	103,629	22,697	2,231,804
Property taxes	1,189,274	229,441	558,798
Sales taxes	2,170,390	1,961,699	2,128,652
Fines, forfeitures, and costs	421,489		166,774
Interest	60,942	49,461	82,204
Officers' fees	44,845		144,307
Insurance premiums	4,427		
Jail fees	187,524		5,773
Sanitation fees	516,034		
911 surcharges			447,184
Phone commissions and commissary			50,562
Marina fees			27,117
Treasurer's commission	145,660		25,968
Collector's commission	192,023		61,667
Taxes apportioned - Assessor's salary and expense	395,834		
Other	384,148	158,246	51,933
TOTAL REVENUES	6,580,449	4,478,592	6,156,720
Less: Treasurer's commission	89,415	55,388	19,354
NET REVENUES	6,491,034	4,423,204	6,137,366
EXPENDITURES			
Current:			
General government	1,754,471		175,174
Law enforcement	3,032,532		476,938
Highways and streets		5,031,847	357,519
Public safety	59,015		303,725
Sanitation	838,196		
Health	94,995		
Recreation and culture	12,000		323,413
Social services	106,790		
Total Current	5,897,999	5,031,847	1,636,769
Debt Service:			
Note principal	69,825		
Note interest	12,805		
TOTAL EXPENDITURES	5,980,629	5,031,847	1,636,769

CLARK COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(UNAUDITED)

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 510,405</u>	<u>\$ (608,643)</u>	<u>\$ 4,500,597</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			8,004,443
Transfers out			(8,004,443)
Sales taxes remitted to Economic Development Corporation			(1,889,035)
Proceeds from bond issue			<u>8,460,000</u>
TOTAL OTHER FINANCING SOURCES (USES)			<u>6,570,965</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	510,405	(608,643)	11,071,562
FUND BALANCES - JANUARY 1	<u>4,671,276</u>	<u>3,151,038</u>	<u>4,226,458</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 5,181,681</u></u>	<u><u>\$ 2,542,395</u></u>	<u><u>\$ 15,298,020</u></u>

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

CLARK 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, 2021  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 553,812	\$ 764,230	\$ 210,418	\$ 1,940,593	\$ 2,057,048	\$ 116,455
Federal aid	66,612	103,629	37,017	16,000	22,697	6,697
Property taxes	916,700	1,189,274	272,574	198,350	229,441	31,091
Sales taxes	1,760,000	2,170,390	410,390	1,400,000	1,961,699	561,699
Fines, forfeitures, and costs	361,548	421,489	59,941			
Interest	47,100	60,942	13,842	66,000	49,461	(16,539)
Officers' fees	48,500	44,845	(3,655)			
Insurance premiums	7,500	4,427	(3,073)			
Jail fees	105,000	187,524	82,524			
Sanitation fees	400,000	516,034	116,034			
Treasurer's commission	130,000	145,660	15,660			
Collector's commission	165,000	192,023	27,023			
Taxes apportioned - Assessor's salary and expense	300,000	395,834	95,834			
Other	250,007	384,148	134,141	62,065	158,246	96,181
TOTAL REVENUES	5,111,779	6,580,449	1,468,670	3,683,008	4,478,592	795,584
Less: Treasurer's commission		89,415	(89,415)		55,388	(55,388)
NET REVENUES	5,111,779	6,491,034	1,379,255	3,683,008	4,423,204	740,196
EXPENDITURES						
Current:						
General government	2,303,986	1,754,471	549,515			
Law enforcement	3,387,626	3,032,532	355,094			
Highways and streets				6,212,123	5,031,847	1,180,276
Public safety	70,155	59,015	11,140			
Sanitation	1,046,630	838,196	208,434			
Health	113,525	94,995	18,530			
Recreation and culture	15,250	12,000	3,250			
Social services	111,765	106,790	4,975			
Total Current	7,048,937	5,897,999	1,150,938	6,212,123	5,031,847	1,180,276
Debt Service:						
Note principal		69,825	(69,825)			
Note interest		12,805	(12,805)			
TOTAL EXPENDITURES	7,048,937	5,980,629	1,068,308	6,212,123	5,031,847	1,180,276
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,937,158)	510,405	2,447,563	(2,529,115)	(608,643)	1,920,472
FUND BALANCES - JANUARY 1	3,044,000	4,671,276	1,627,276	3,875,000	3,151,038	(723,962)
FUND BALANCES - DECEMBER 31	\$ 1,106,842	\$ 5,181,681	\$ 4,074,839	\$ 1,345,885	\$ 2,542,395	\$ 1,196,510

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

CLARK COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Various Fire Departments	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no.79	County Clerk's Cost	County Recorder's Cost	County Public Library
ASSETS									
Cash and cash equivalents		\$ 62,887	\$ 458,307	\$ 17,250	\$ 64,179	\$ 59,458	\$ 12,143	\$ 168,004	\$ 775,040
Accounts receivable	\$ 274	2,781	61,711	306	670	6	895	12,989	11,682
TOTAL ASSETS	<u>\$ 274</u>	<u>\$ 65,668</u>	<u>\$ 520,018</u>	<u>\$ 17,556</u>	<u>\$ 64,849</u>	<u>\$ 59,464</u>	<u>\$ 13,038</u>	<u>\$ 180,993</u>	<u>\$ 786,722</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable			\$ 881		\$ 1,701			\$ 6,414	\$ 2,869
Settlements pending									
Total Liabilities			<u>881</u>		<u>1,701</u>			<u>6,414</u>	<u>2,869</u>
Fund Balances:									
Restricted	\$ 274	\$ 65,668	519,137	\$ 17,556	63,148	\$ 59,464	\$ 13,038	174,579	756,454
Committed									
Assigned									27,399
Total Fund Balances	<u>274</u>	<u>65,668</u>	<u>519,137</u>	<u>17,556</u>	<u>63,148</u>	<u>59,464</u>	<u>13,038</u>	<u>174,579</u>	<u>783,853</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 274</u>	<u>\$ 65,668</u>	<u>\$ 520,018</u>	<u>\$ 17,556</u>	<u>\$ 64,849</u>	<u>\$ 59,464</u>	<u>\$ 13,038</u>	<u>\$ 180,993</u>	<u>\$ 786,722</u>



CLARK COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Support Collection Costs	Breathalyzer	Jail Operation and Maintenance Fee	Boating Safety	CMRS 911 Board (Commercial Mobile Radio Service)	Victim/Witness	Public Defender	Drug Court	Public Safety
ASSETS									
Cash and cash equivalents	\$ 25,370	\$ 9,176	\$ 114,668	\$ 10,182	\$ 1,804,247	\$ 31,445	\$ 372,960	\$ 11,098	\$ 2,140
Accounts receivable	16	91	4,761	15	6,592	3,357	2,156	625	6
<b>TOTAL ASSETS</b>	<b>\$ 25,386</b>	<b>\$ 9,267</b>	<b>\$ 119,429</b>	<b>\$ 10,197</b>	<b>\$ 1,810,839</b>	<b>\$ 34,802</b>	<b>\$ 375,116</b>	<b>\$ 11,723</b>	<b>\$ 2,146</b>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 712		\$ 22,146		\$ 11,287		\$ 40		
Settlements pending									
<b>Total Liabilities</b>	<b>712</b>		<b>22,146</b>		<b>11,287</b>		<b>40</b>		
Fund Balances:									
Restricted	24,674	\$ 9,267	63,317	\$ 10,197	1,799,552	\$ 34,802	375,076	\$ 11,723	\$ 2,146
Committed									
Assigned			33,966						
<b>Total Fund Balances</b>	<b>24,674</b>	<b>9,267</b>	<b>97,283</b>	<b>10,197</b>	<b>1,799,552</b>	<b>34,802</b>	<b>375,076</b>	<b>11,723</b>	<b>2,146</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 25,386</b>	<b>\$ 9,267</b>	<b>\$ 119,429</b>	<b>\$ 10,197</b>	<b>\$ 1,810,839</b>	<b>\$ 34,802</b>	<b>\$ 375,116</b>	<b>\$ 11,723</b>	<b>\$ 2,146</b>

CLARK COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Juvenile Division	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Fee	American Rescue Plan Act	County Library American Rescue Plan Act	Clark County Marina	Jail Maintenance	Office of Emergency Services
ASSETS									
Cash and cash equivalents	\$ 3,129	\$ 13	\$ 4,256	\$ 4,275	\$ 2,181,250	\$ 11,138	\$ 104,296	\$ 180,807	\$ 43,967
Accounts receivable	273		1	52			3,475	11,801	
TOTAL ASSETS	<u>\$ 3,402</u>	<u>\$ 13</u>	<u>\$ 4,257</u>	<u>\$ 4,327</u>	<u>\$ 2,181,250</u>	<u>\$ 11,138</u>	<u>\$ 107,771</u>	<u>\$ 192,608</u>	<u>\$ 43,967</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable									
Settlements pending									
Total Liabilities									
Fund Balances:									
Restricted	\$ 3,402	\$ 13	\$ 4,257	\$ 4,327	\$ 2,181,250	\$ 11,138	\$ 107,771		\$ 38,778
Committed								\$ 187,608	
Assigned								5,000	5,189
Total Fund Balances	<u>3,402</u>	<u>13</u>	<u>4,257</u>	<u>4,327</u>	<u>2,181,250</u>	<u>11,138</u>	<u>107,771</u>	<u>192,608</u>	<u>43,967</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,402</u>	<u>\$ 13</u>	<u>\$ 4,257</u>	<u>\$ 4,327</u>	<u>\$ 2,181,250</u>	<u>\$ 11,138</u>	<u>\$ 107,771</u>	<u>\$ 192,608</u>	<u>\$ 43,967</u>

CLARK COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND
	Special Grant	Iron Mountain Trail System	Communication Facility and Equipment	Drug Enforcement	Law Library	Jail Construction	Road Construction	2021 Economic Development Bonds
ASSETS								
Cash and cash equivalents	\$ 10,646	\$ 23,323	\$ 55,659	\$ 4,401	\$ 16,610	\$ 268,215	\$ 7,769,282	\$ 536,584
Accounts receivable			5,400					
TOTAL ASSETS	<u>\$ 10,646</u>	<u>\$ 23,323</u>	<u>\$ 61,059</u>	<u>\$ 4,401</u>	<u>\$ 16,610</u>	<u>\$ 268,215</u>	<u>\$ 7,769,282</u>	<u>\$ 536,584</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable					\$ 2,270			
Settlements pending								
Total Liabilities					<u>2,270</u>			
Fund Balances:								
Restricted	\$ 10,646	\$ 23,323	\$ 61,059	\$ 4,401	14,340		\$ 7,769,282	\$ 536,584
Committed						\$ 268,215		
Assigned								
Total Fund Balances	<u>10,646</u>	<u>23,323</u>	<u>61,059</u>	<u>4,401</u>	<u>14,340</u>	<u>268,215</u>	<u>7,769,282</u>	<u>536,584</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 10,646</u>	<u>\$ 23,323</u>	<u>\$ 61,059</u>	<u>\$ 4,401</u>	<u>\$ 16,610</u>	<u>\$ 268,215</u>	<u>\$ 7,769,282</u>	<u>\$ 536,584</u>

CLARK COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 1

	CUSTODIAL FUNDS							
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	District Court Accounts	Judge's Account	Totals
ASSETS								
Cash and cash equivalents	\$ 853,465	\$ 154,612	\$ 50,076	\$ 16,526	\$ 553,731	\$ 63,558	\$ 47,025	\$ 16,955,398
Accounts receivable								129,935
<b>TOTAL ASSETS</b>	<b>\$ 853,465</b>	<b>\$ 154,612</b>	<b>\$ 50,076</b>	<b>\$ 16,526</b>	<b>\$ 553,731</b>	<b>\$ 63,558</b>	<b>\$ 47,025</b>	<b>\$ 17,085,333</b>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 48,320
Settlements pending	\$ 853,465	\$ 154,612	\$ 50,076	\$ 16,526	\$ 553,731	\$ 63,558	\$ 47,025	1,738,993
<b>Total Liabilities</b>	<b>853,465</b>	<b>154,612</b>	<b>50,076</b>	<b>16,526</b>	<b>553,731</b>	<b>63,558</b>	<b>47,025</b>	<b>1,787,313</b>
Fund Balances:								
Restricted								14,770,643
Committed								455,823
Assigned								71,554
<b>Total Fund Balances</b>								<b>15,298,020</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 853,465</b>	<b>\$ 154,612</b>	<b>\$ 50,076</b>	<b>\$ 16,526</b>	<b>\$ 553,731</b>	<b>\$ 63,558</b>	<b>\$ 47,025</b>	<b>\$ 17,085,333</b>

CLARK 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, 2021  
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS							
	Various Fire Departments	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no.79	County Clerk's Cost	County Recorder's Cost
REVENUES								
State aid						\$ 6,599		
Federal aid								
Property taxes								
Sales taxes	\$ 41,738							
Fines, forfeitures, and costs					\$ 7,372			
Interest		\$ 787	\$ 6,732	\$ 231	940	884	\$ 81	\$ 2,312
Officers' fees				4,324			11,490	121,394
Jail fees								
911 surcharges								
Phone commissions and commissary								
Marina fees								
Treasurer's commission		25,968						
Collector's commission			61,667					
Other								23,993
TOTAL REVENUES	41,738	26,755	68,399	4,555	8,312	7,483	11,571	147,699
Less: Treasurer's commission	561	11	90	59	112	12	155	1,980
NET REVENUES	41,177	26,744	68,309	4,496	8,200	7,471	11,416	145,719
EXPENDITURES								
Current:								
General government		18,624	27,149			35	10,442	117,060
Law enforcement				827	6,665			
Highways and streets								
Public safety	41,157							
Recreation and culture								
TOTAL EXPENDITURES	41,157	18,624	27,149	827	6,665	35	10,442	117,060
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	20	8,120	41,160	3,669	1,535	7,436	974	28,659
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out								
Sales taxes remitted to Economic Development Corporation								
Proceeds from bond issue								
TOTAL OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	20	8,120	41,160	3,669	1,535	7,436	974	28,659
FUND BALANCES - JANUARY 1	254	57,548	477,977	13,887	61,613	52,028	12,064	145,920
FUND BALANCES - DECEMBER 31	\$ 274	\$ 65,668	\$ 519,137	\$ 17,556	\$ 63,148	\$ 59,464	\$ 13,038	\$ 174,579

CLARK 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, 2021  
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS							
	County Public Library	Support Collection Costs	Breathalyzer	Jail Operation and Maintenance Fee	Boating Safety	CMRS 911 Board (Commercial Mobile Radio Service)	Victim/Witness	Public Defender
REVENUES								
State aid	\$ 79,520				\$ 2,039			\$ 1,689
Federal aid	39,217							
Property taxes	275,069							
Sales taxes								
Fines, forfeitures, and costs			\$ 1,151	\$ 55,723			\$ 42,711	26,772
Interest	9,376	\$ 382	127	2,197	171	\$ 24,738	583	5,580
Officers' fees		2,040						
Jail fees				5,773				
911 surcharges						447,184		
Phone commissions and commissary								
Marina fees								
Treasurer's commission								
Collector's commission								
Other	4,333			2,451				
TOTAL REVENUES	407,515	2,422	1,278	66,144	2,210	471,922	43,294	34,041
Less: Treasurer's commission	4,152	34	18	900	30	5,390	551	420
NET REVENUES	403,363	2,388	1,260	65,244	2,180	466,532	42,743	33,621
EXPENDITURES								
Current:								
General government		1,864						
Law enforcement			38	97,912	4,060		50,812	26,972
Highways and streets						232,007		
Public safety								
Recreation and culture	258,182							
TOTAL EXPENDITURES	258,182	1,864	38	97,912	4,060	232,007	50,812	26,972
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	145,181	524	1,222	(32,668)	(1,880)	234,525	(8,069)	6,649
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out								
Sales taxes remitted to Economic Development Corporation								
Proceeds from bond issue								
TOTAL OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	145,181	524	1,222	(32,668)	(1,880)	234,525	(8,069)	6,649
FUND BALANCES - JANUARY 1	638,672	24,150	8,045	129,951	12,077	1,565,027	42,871	368,427
FUND BALANCES - DECEMBER 31	\$ 783,853	\$ 24,674	\$ 9,267	\$ 97,283	\$ 10,197	\$ 1,799,552	\$ 34,802	\$ 375,076

CLARK 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, 2021  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS							
	Drug Court	Public Safety	Juvenile Division	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Fee	American Rescue Plan Act	County Library American Rescue Plan Act
REVENUES								
State aid								
Federal aid								
Property taxes						\$ 988	\$ 2,167,699	\$ 19,699
Sales taxes								
Fines, forfeitures, and costs	\$ 4,175	\$ 257	\$ 600					
Interest	162	29	43		\$ 63	53	13,551	
Officers' fees			130		52			
Jail fees								
911 surcharges								
Phone commissions and commissary								
Marina fees								
Treasurer's commission								
Collector's commission								
Other								
TOTAL REVENUES	4,337	286	773		115	1,041	2,181,250	19,699
Less: Treasurer's commission	51	4	7		2			
NET REVENUES	4,286	282	766		113	1,041	2,181,250	19,699
EXPENDITURES								
Current:								
General government								
Law enforcement	2,551							
Highways and streets								
Public safety								
Recreation and culture								8,561
TOTAL EXPENDITURES	2,551							8,561
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,735	282	766		113	1,041	2,181,250	11,138
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out								
Sales taxes remitted to Economic Development Corporation								
Proceeds from bond issue								
TOTAL OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,735	282	766		113	1,041	2,181,250	11,138
FUND BALANCES - JANUARY 1	9,988	1,864	2,636	\$ 13	4,144	3,286		
FUND BALANCES - DECEMBER 31	\$ 11,723	\$ 2,146	\$ 3,402	\$ 13	\$ 4,257	\$ 4,327	\$ 2,181,250	\$ 11,138

CLARK 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, 2021  
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS						
	Clark County Marina	Jail Maintenance	Economic Development Corporation of Clark County (EDCCC)	Office of Emergency Services	Special Grant	Iron Mountain Trail System	Communication Facility and Equipment
REVENUES							
State aid		\$ 29,827				\$ 54,303	
Federal aid				\$ 5,189			
Property taxes		282,741					
Sales taxes			\$ 1,889,035				
Fines, forfeitures, and costs							
Interest	\$ 1,278	1,665		764			\$ 32
Officers' fees							4,877
Jail fees							
911 surcharges							
Phone commissions and commissary							50,562
Marina fees	27,117						
Treasurer's commission							
Collector's commission							
Other				20,606			550
TOTAL REVENUES	28,395	314,233	1,889,035	26,559		54,303	56,021
Less: Treasurer's commission	374	4,123					
NET REVENUES	28,021	310,110	1,889,035	26,559		54,303	56,021
EXPENDITURES							
Current:							
General government							
Law enforcement		248,469					10,892
Highways and streets							
Public safety				22,990			
Recreation and culture	26					56,644	
TOTAL EXPENDITURES	26	248,469		22,990		56,644	10,892
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	27,995	61,641	1,889,035	3,569		(2,341)	45,129
OTHER FINANCING SOURCES (USES)							
Transfers in							
Transfers out							
Sales taxes remitted to Economic Development Corporation			(1,889,035)				
Proceeds from bond issue							
TOTAL OTHER FINANCING SOURCES (USES)			(1,889,035)				
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	27,995	61,641		3,569		(2,341)	45,129
FUND BALANCES - JANUARY 1	79,776	130,967		40,398	\$ 10,646	25,664	15,930
FUND BALANCES - DECEMBER 31	\$ 107,771	\$ 192,608	\$ 0	\$ 43,967	\$ 10,646	\$ 23,323	\$ 61,059



CLARK 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, 2021  
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND	
	Drug Enforcement	Law Library	Rural Community Grant	Jail Construction	Road Construction	2021 Economic Development Bonds	Totals
REVENUES							
State aid							\$ 173,977
Federal aid							2,231,804
Property taxes							558,798
Sales taxes						\$ 197,879	2,128,652
Fines, forfeitures, and costs		\$ 28,013					166,774
Interest		259		\$ 3,678	\$ 5,501	5	82,204
Officers' fees							144,307
Jail fees							5,773
911 surcharges							447,184
Phone commissions and commissary							50,562
Marina fees							27,117
Treasurer's commission							25,968
Collector's commission							61,667
Other							51,933
<b>TOTAL REVENUES</b>		<b>28,272</b>		<b>3,678</b>	<b>5,501</b>	<b>197,884</b>	<b>6,156,720</b>
Less: Treasurer's commission		<b>318</b>					<b>19,354</b>
<b>NET REVENUES</b>		<b>27,954</b>		<b>3,678</b>	<b>5,501</b>	<b>197,884</b>	<b>6,137,366</b>
EXPENDITURES							
Current:							
General government							175,174
Law enforcement	\$ 500	27,240					476,938
Highways and streets					240,662	116,857	357,519
Public safety			\$ 7,571				303,725
Recreation and culture							323,413
<b>TOTAL EXPENDITURES</b>	<b>500</b>	<b>27,240</b>	<b>7,571</b>		<b>240,662</b>	<b>116,857</b>	<b>1,636,769</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(500)</b>	<b>714</b>	<b>(7,571)</b>	<b>3,678</b>	<b>(235,161)</b>	<b>81,027</b>	<b>4,500,597</b>
OTHER FINANCING SOURCES (USES)							
Transfers in					8,004,443		8,004,443
Transfers out						(8,004,443)	(8,004,443)
Sales taxes remitted to Economic Development Corporation							(1,889,035)
Proceeds from bond issue						8,460,000	8,460,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>					<b>8,004,443</b>	<b>455,557</b>	<b>6,570,965</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(500)</b>	<b>714</b>	<b>(7,571)</b>	<b>3,678</b>	<b>7,769,282</b>	<b>536,584</b>	<b>11,071,562</b>
FUND BALANCES - JANUARY 1	4,901	13,626	7,571	264,537			4,226,458
FUND BALANCES - DECEMBER 31	<b>\$ 4,401</b>	<b>\$ 14,340</b>	<b>\$ 0</b>	<b>\$ 268,215</b>	<b>\$ 7,769,282</b>	<b>\$ 536,584</b>	<b>\$ 15,298,020</b>

CLARK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2021

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

<u>Fund Name</u>	<u>Fund Description</u>
Various Fire Departments	Clark County Ordinance no. 2007-12 (September 11, 2007) established fund to receive 1% of the proceeds from the 1% county wide sales tax through a special election and to distribute the funds equally among the rural fire departments of Clark County.
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 Clerk's Cost	Ark. Code Ann. § 21-6-413 established fund to receive fees collected by county clerks to be used for automated record systems and any legitimate county purpose.
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.
County Public 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.
Support Collection Costs	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Breathalyzer	Ark. Code Ann. § 16-10-307 established fund to receive revenues generated from court costs to be used to maintain and purchase breathalyzer.

CLARK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2021

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail Operation and Maintenance Fee	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. Clark County Ordinance no. 2009-2 (June 9, 2009) (pursuant to Ark. Code Ann. § 16-17-129) levies 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.
Boating Safety	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.
CMRS 911 Board (Commercial Mobile Radio Service)	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by commercial mobile radio service providers for 911 emergency services.
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 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. Ark. Code Ann. § 17-19-301 authorized a bail bond fee of \$20 to be collected, which shall be remitted to the Arkansas Public Defender Commission. Three dollars of each fee is remitted back to the county quarterly to be used to defray the operating expenses of the public defender office.
Drug Court	Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judges to be used for the benefit and administration of the drug court 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 Division	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 and Clark County Ordinance no. 2013-5 (August 13, 2013) established fund to receive grants from the County Voting System Grant Fund to purchase voting system equipment, programming, and maintenance.

CLARK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2021

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

<u>Fund Name</u>	<u>Fund Description</u>
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.
Assessor's Late 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	Clark County Ordinance no. 2021-09 (May 10, 2021) established the fund to receive federal funds of the American Rescue Plan Act of 2021. Funds must be used in accordance with guidelines issued by the U.S. Treasury concerning the legal expenditures of revenues received.
County Library American Rescue Plan Act	Clark County Ordinance no. 2021-15 (August 9, 2021) established the fund to receive federal funds of the American Rescue Plan Act of 2021. Funds must be used in accordance with guidelines issued by the U.S. Treasury concerning the legal expenditures and in compliance with the official award notification for grants and cooperative agreements with the Arkansas State Library.
Clark County Marina	Clark County Ordinance no. 2007-12 (September 11, 2007) established fund to receive a percentage of revenues from the sub-lease of property on DeGray Lake to be used for continued development of the public use areas on DeGray Lake as required by the Army Corp of Engineers.
Jail Maintenance	Clark County Ordinance no. 2009-6 (September 14, 2009) established fund to receive revenue collections from general purpose property tax. Expenditures are limited to maintenance of the jail.
Economic Development Corporation of Clark County (EDCCC)	Established to receive and remit a one-half cent sales and use tax to EDCCC to be used solely for economic development. The sales tax was approved by voters on June 12, 2007, for a period of seven years, and subsequently, on March 11, 2014, for an additional seven year period.
Office of Emergency Services	Established to receive federal and state aid to be used for occurrence of a major emergency or disaster.
Special Grant	Clark County Ordinance no. 2019-8 (June 10, 2019) established fund to receive and disburse miscellaneous grant funds.
Iron Mountain Trail System	Clark County Ordinance no. 2019-1 (January 14, 2019) established fund to receive grants for phase 4 of the Iron Mountain Trail System to be used for the expansion of the Iron Mountain Trail System.
Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected and phone commission funds to be used for communications equipment and repair and to train operations staff.

CLARK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2021

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

<u>Fund Name</u>	<u>Fund Description</u>
Drug Enforcement	Ark. Code Ann. § 14-21-201 established fund for direct expenses associated with the investigation of criminal drug laws. Source of all funds shall be appropriated by the quorum court.
Law Library	Ark. Code Ann. § 16-21-111 established in all judicial districts in this state in which county the office of the prosecuting attorney is maintained permanently in the county courthouse, the prosecuting attorney may expend from the contingent fund provided by the county such sums as are necessary for the purchase and maintenance of an adequate law library.
Rural Community Grant	Ark. Code Ann. § 14-270-103 established fund to receive state incentive funds to be used for construction, development, and improvement of fire protection and construction projects benefiting citizens.
Jail Construction	Clark County Ordinance no. 2005-01 (February 15, 2005) established fund with revenues from the sale of General Revenue promissory notes to be used for the expansion of current jail facilities or construction of a new jail.
Road Construction	Clark County Ordinance no. 2021-16 (August 25, 2021) authorized the issuance of sales and use tax bonds for the purpose of financing all or a portion of the cost of capital improvements to existing roads, streets, and related structures, including particularly, without limitation, overpasses, underpasses, bridges and sidewalks, and any necessary land, easements, rights of way and related intersection improvements, drainage and traffic control devices and improvements. The improvements include particularly, without limitation, the Clark County Truck Bypass.
2021 Economic Development Bonds	Clark County Ordinance no. 2021-16 (August 25, 2021) established fund for the purpose of providing funds for the payment of principal and interest on the bond issue.

Treasurer's accounts consist primarily of treasurer's commission and collector's commission 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, bond, evidence, and inmate trust money.

County Clerk's accounts consist primarily of fee money to be settled with the treasurer and trust money awaiting disposition by the court..

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

District Court accounts consist primarily of fines and costs not yet distributed to the county and/or state.

County Judge's accounts consist of sanitation fees collected but not yet remitted to the treasurer.

CLARK COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2021  
(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 sales taxes 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 Funds** - Capital Projects Funds are 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 Funds presented on Schedules 1 and 2 are reported with other funds in the aggregate.

**Debt Service Funds** - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The Debt Service Fund presented on Schedules 1 and 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.

CLARK COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
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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.

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

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, sanitation fees, trust funds, property taxes and excess commissions 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. Committed fund balance – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Quorum Court.
3. 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.
4. 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.

CLARK COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
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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.



CLARK COUNTY, ARKANSAS  
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**2. Details of Fund Balance Classifications**

Fund balance classifications at December 31, 2021, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 3,046,407
Law enforcement			717,141
Highways and streets		\$ 2,542,395	
Public safety			1,802,543
Recreation and culture	\$ 835		898,686
Capital outlay			7,769,282
Debt service			536,584
Total Restricted	<u>835</u>	<u>2,542,395</u>	<u>14,770,643</u>
Committed for:			
General government	235,084		
Law enforcement			187,608
Capital outlay			268,215
Total Committed	<u>235,084</u>		<u>455,823</u>
Assigned to:			
Law enforcement			38,966
Public safety			5,189
Sanitation	1,340,749		
Recreation and culture			27,399
Total Assigned	<u>1,340,749</u>		<u>71,554</u>
Unassigned	<u>3,605,013</u>		
Totals	<u>\$ 5,181,681</u>	<u>\$ 2,542,395</u>	<u>\$ 15,298,020</u>

**3. Commitments**

Total commitments consist of the following at December 31, 2021:

	December 31, 2021
Long-term liabilities	\$ 9,975,106
Reappraisal contract	<u>660,672</u>
Total Commitments	<u>\$ 10,635,778</u>

CLARK COUNTY, ARKANSAS  
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**3. Commitments (Continued)**

Long-term Liabilities

Long-term liabilities at December 31, 2021, are comprised of the following:

	December 31, 2021
<u>Bonds</u>	
Sales & Use Tax Bond, Series 2021, dated October 5, 2021, in the amount of \$8,460,000, due in annual installments of \$170,000 to \$660,000 due June 1, beginning in 2022 through June 2036; interest rate of 1.125% to 2.00% due June 1 and December 1 beginning June 2022. Payments are to be made from the 2021 Sales and Use Tax Bond Fund.	\$ 8,460,000
<u>Direct Borrowings</u>	
Note Payable dated March 20, 2020, with Southern Bancorp bank in the amount of \$242,900 on the purchase of a 2020 Mack sanitation truck with interest at 3.19%. Monthly payments of \$2,617 beginning April 15, 2020, for 47 months and a single payment of \$145,014 at the end of the note. Payments are to be made from the Sanitation account, which is included in the General Fund.	200,477
Note Payable dated March 12, 2021, with Southern Bancorp bank in the amount of \$192,500 on the purchase of a 2021 Mack sanitation truck with interest at 2.230%. Monthly payments of \$3,057 beginning April 12, 2021, for 29 months and a single payment of \$112,500 at the end of the note. Payments are to be made from the Sanitation account, which is included in the General Fund.	168,084
Note Payable dated April 20, 2021, with Southern Bancorp bank in the amount of \$192,500 on the purchase of a 2021 Mack sanitation truck with interest at 2.230%. Monthly payments of \$2,964 beginning May 20, 2021, for 30 months and a single payment of \$112,500 at the end of the note. Payments are to be made from the Sanitation account, which is included in the General Fund.	171,556
Total Direct Borrowings	540,117
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	23,789
Landfill closure and postclosure care costs	951,200
Total Long-term liabilities	\$ 9,975,106

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

The County's outstanding bonds payable of \$8,460,000, contain a provision that in an event of default, the Trustee may, and upon written request of the owners of not less than 10% in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the County and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

CLARK COUNTY, ARKANSAS  
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(UNAUDITED)

**3. Commitments (Continued)**

Long-term Liabilities (Continued)

The County's outstanding notes from direct borrowings of \$540,117 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.

Post Employment Benefits Other Than Pensions

The amount of any actuarially determined accrued liability for post employment benefits other than pensions was not determined.

Landfill Closure and Postclosure Care Costs

Clark County is the owner of permit #044-S4 to operate a Class IV solid waste landfill. State and federal regulations require a final cover to be placed on the landfill site when the County stops accepting waste and to perform certain maintenance and monitoring functions at the site for two years after 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 have been recognized as a commitment each year based on landfill capacity used as of the balance sheet date.

The estimated commitment for the landfill closure and postclosure care costs is \$951,200 as of December 31, 2021, and represents the cumulative amount reported to date of \$931,014 based on 96% usage of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$20,186 as the remaining estimated capacity is filled. The area has an estimated remaining volume of 18,583 cubic yards which is estimated to exhaust one year from the balance sheet date.

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, 2021. However, the actual costs of closure and postclosure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County has provided financial assurance for the closure and postclosure care costs with an irrevocable letter of credit from Southern Bancorp Bank of Arkansas, dated April 11, 2018, in the amount of \$423,516 and in accordance with Ark. Code Ann. § 8-6-1603, the county has provided financial assurance of \$218,279 in the form of a Contract of Obligation dated April 19, 2018. This Contract of Obligation authorizes the State Treasurer to withhold from any funds being distributed from the State of Arkansas to Clark County the sum of \$218,279 upon receiving notice from the Director of the Arkansas Department of Environmental Quality of Clark County's failure to properly close the disposal operation.

CLARK COUNTY, ARKANSAS  
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(UNAUDITED)

**3. Commitments (Continued)**

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2021	Maturities to December 31, 2021
<u>Bonds</u>					
10/5/21	6/1/36	1.125-2.00%	\$ 8,460,000	\$ 8,460,000	\$ 0
<u>Direct Borrowings</u>					
3/20/20	3/15/24	3.19%	242,900	200,477	42,423
4/20/21	11/20/23	2.23%	192,500	171,556	20,944
3/12/21	9/12/23	2.23%	192,500	168,084	24,416
Total Direct Borrowings			627,900	540,117	87,783
Total Long-Term Debt			<u>\$ 9,087,900</u>	<u>\$ 9,000,117</u>	<u>\$ 87,783</u>

Changes in Long-Term Debt

	Balance January 01, 2021	Issued	Retired	Balance December 31, 2021
Bonds payable	\$ 0	\$ 8,460,000	\$ 0	\$ 8,460,000
<u>Direct Borrowings</u>				
Notes payable	224,942	385,000	69,825	540,117
Capital leases	139,352	0	139,352 *	0
Total Direct Borrowings	364,294	385,000	209,177	540,117
Total Long-Term Debt	<u>\$ 364,294</u>	<u>\$ 8,845,000</u>	<u>\$ 209,177</u>	<u>\$ 9,000,117</u>

\* Included \$139,352 early retirement of debt

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2021:

Years Ending December 31,	Bonds			Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2022	\$ 170,000	\$ 97,977	\$ 267,977	\$ 90,542	\$ 13,116	\$ 103,658
2023	530,000	146,056	676,056	300,512	9,990	310,502
2024	540,000	135,456	675,456	149,063	1,208	150,271
2025	550,000	124,656	674,656			
2026	560,000	113,656	673,656			
2027 through 2031	2,930,000	439,869	3,369,869			
2032 through 2036	3,180,000	191,775	3,371,775			
Totals	<u>\$8,460,000</u>	<u>\$ 1,249,445</u>	<u>\$9,709,445</u>	<u>\$ 540,117</u>	<u>\$ 24,314</u>	<u>\$ 564,431</u>

CLARK COUNTY, ARKANSAS  
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**3. Commitments (Continued)**

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions Corporation on October 23, 2020, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$13,764 for a total of \$825,840 beginning January 15, 2021. Contract expense for 2021 was \$165,168.

The County is obligated for the following amounts at December 31, 2021:

<u>Year</u>	<u>December 31, 2021</u>
2022	\$ 165,168
2023	165,168
2024	165,168
2025	<u>165,168</u>
Total	<u>\$ 660,672</u>

**4. Interfund Transfers**

Within Other Funds in the Aggregate, the Debt Service Fund – 2021 Economic Development Bonds, transferred \$8,044,443 to the Capital Projects Fund – Road Construction, for construction of the Clark County Truck Bypass.

**5. Pledged Revenues**

The County pledged future 0.5% sales and use taxes to repay \$8,460,000 in bonds that were issued in 2021 to provide funding for the purpose of financing all or a portion of the cost of capital improvements to existing roads, streets, and related structures, including particularly, without limitation, overpasses, underpasses, bridges and sidewalks, and any necessary land, easements, rights of way and related intersection improvements, drainage and traffic control devices and improvements. The improvements include particularly, without limitation, the Clark County Truck Bypass. Total principal and interest remaining on the bonds are \$8,460,000 and \$1,249,445, respectively, payable through December, 2036. Principal and interest payments are due beginning June 2022.

The Debt Service Fund received \$197,879 in sales taxes in 2021. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used for any lawful purposes for which tax receipts may be used.

**6. Jointly Governed Organizations**

**A. Group “6” Narcotics Enforcement Unit**

The Prosecuting Attorneys of the Seventh and Ninth (East) Judicial Districts, the Sheriffs’ Departments of Clark, Grant, and Hot Spring Counties, and the Police Departments of Malvern, Sheridan, and Arkadelphia entered into an agreement to establish the Group “6” Narcotics Enforcement Unit. The agreement covers the period July 1, 2021 to June 30, 2022, and may be extended upon written mutual agreement. Funding was provided through federal and state grants in addition to contributions from the participating entities. The County made no contributions to or on behalf of the Group “6” Narcotics Enforcement Unit in 2021. Separate financial statements for the Group “6” Narcotics Enforcement Unit are not available.

CLARK COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
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**6. Jointly Governed Organizations (Continued)**

**B. Southwest Arkansas Regional Intermodal Authority**

Clark, Montgomery, Pike, and Dallas Counties and the Cities of Gurdon, Prescott, Glenwood, Caddo Valley, Murfreesboro, Arkadelphia, and Amity entered into an agreement on May 18, 2010, to establish the Southwest Arkansas Regional Intermodal Authority pursuant to Ark. Code Ann. §§ 14-143-101 – 14-143-129. The Authority shall be governed by a board of directors consisting of eighteen members appointed by the participants' Mayors and County Judges. Each participating City will receive one member and each County will receive two members. Annual dues are \$2,000 per county and \$1,000 per city based on \$1,000 for each board member. Dues are payable in January of each year. No payments were made by the County to the Southwest Regional Intermodal Authority other than the annual membership dues of \$2,000. Separate financial statements for the Southwest Arkansas Regional Intermodal Authority are not available.

**C. Southwest Central Regional Solid Waste Management District**

Pursuant to Act 752 of the Acts of Arkansas of 1991, the Southwest Central Regional Solid Waste Management District and Board were organized to protect public health and environmental quality for its service area by establishing a regional solid waste management system in the Arkansas Counties of Clark, Garland, and Hot Spring. The District's board of directors is composed in accordance with the requirements of the Act and is comprised of representatives of the counties in the District and representatives of all first class cities, of all cities with a population over 2,000 and of the largest city of each county in the District. The County made no contributions to or disbursements on behalf of the District in 2021. All financial transactions are between the District and the Hot Spring County Solid Waste Authority, Inc. Separate financial statements of the Southwest Central Regional Solid Waste Management District are available at 1000 Central Avenue, Hot Springs, AR, 71903.

**7. 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. 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, 2021 (date of APERS Employer Allocation Report) were \$519,194.

**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, 2021 (actuarial valuation date and measurement date) was \$1,304,816.

CLARK COUNTY, ARKANSAS  
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**8. Capital Assets**

	December 31, 2021
	<u>                    </u>
Land	\$ 658,274
Buildings & Improvements	6,681,996
Vehicles & Equipment	<u>11,366,062</u>
Total	<u>\$ 18,706,332</u>

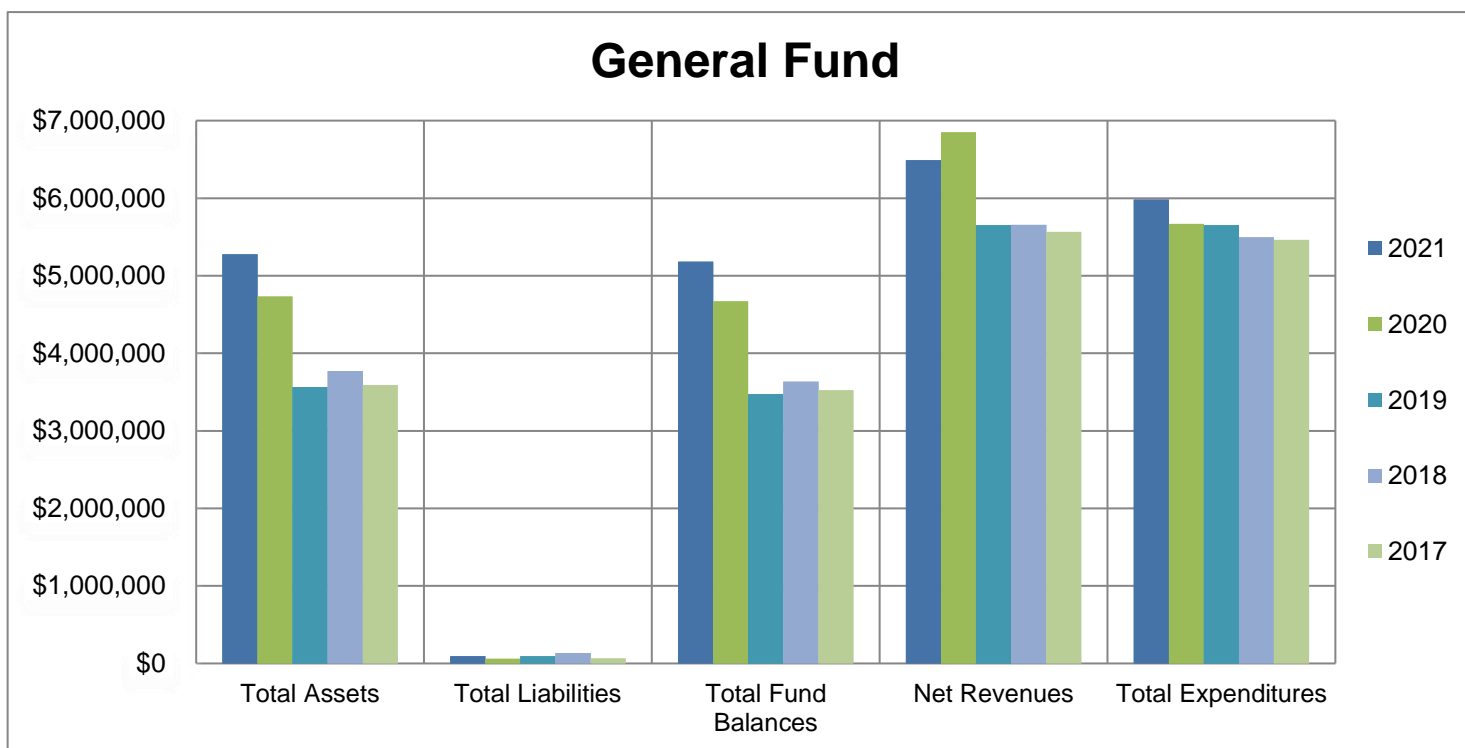
**9. Corona Virus (COVID-19)**

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 Received \$39,217 in federal aid from the Coronavirus Aid, Relief and Economic Securities (CARES) Act. The County was awarded \$4,335,398 in federal aid from the American Rescue Plan Act of 2021, and as of report date, \$4,335,398 of this amount had been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

CLARK COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 3-1

<b>General</b>	2021	2020	2019	2018	2017
Total Assets	\$ 5,275,489	\$ 4,730,733	\$ 3,564,482	\$ 3,769,599	\$ 3,586,334
Total Liabilities	93,808	59,457	92,521	135,245	63,163
Total Fund Balances	5,181,681	4,671,276	3,471,961	3,634,354	3,523,171
Net Revenues	6,491,034	6,847,004	5,649,613	5,656,984	5,566,107
Total Expenditures	5,980,629	5,667,689	5,653,084	5,495,236	5,462,246
Total Other Financing Sources/Uses		20,000	(158,922)	(50,565)	(75,028)

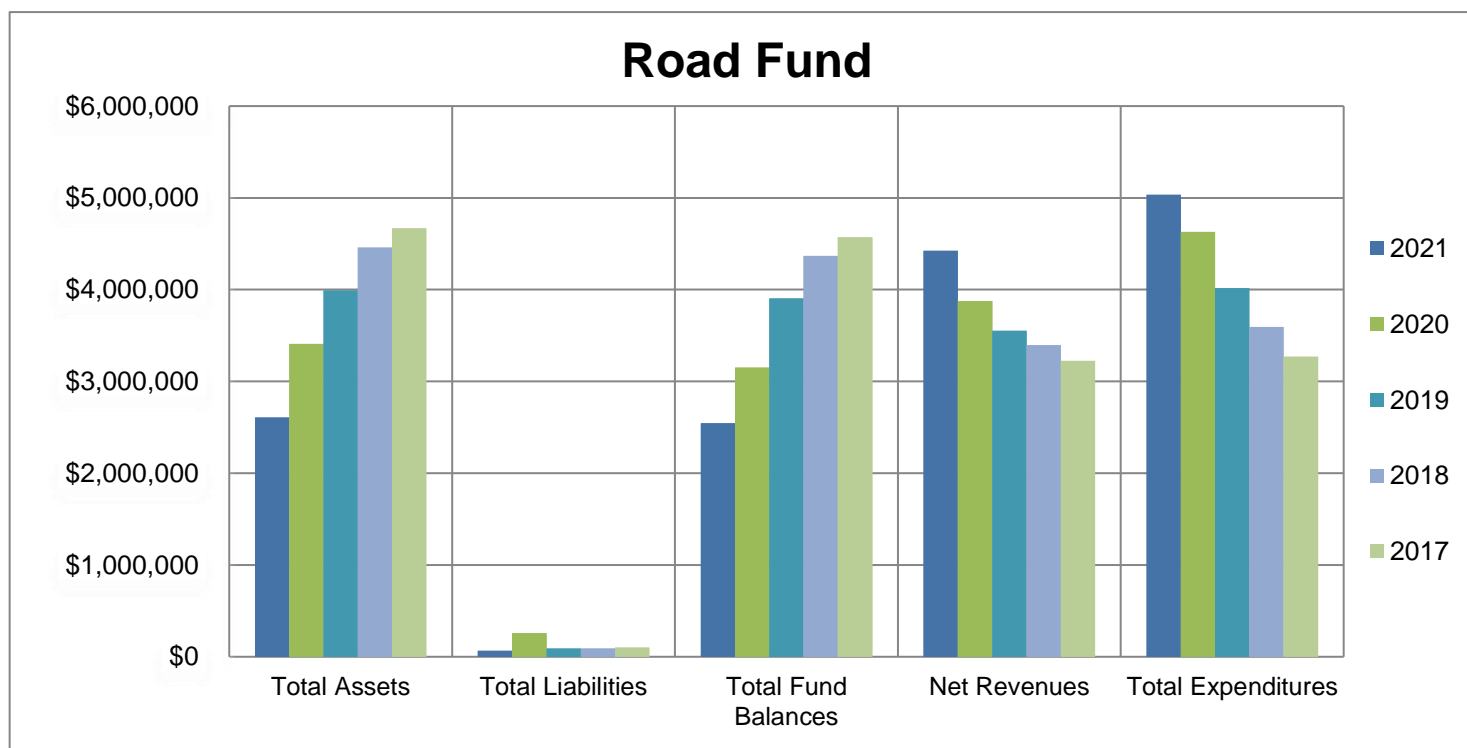




CLARK COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 3-2

<u>Road</u>	2021	2020	2019	2018	2017
Total Assets	\$ 2,607,975	\$ 3,407,618	\$ 3,992,038	\$ 4,458,039	\$ 4,668,454
Total Liabilities	65,580	256,580	88,638	89,921	99,870
Total Fund Balances	2,542,395	3,151,038	3,903,400	4,368,118	4,568,584
Net Revenues	4,423,204	3,877,050	3,552,081	3,393,565	3,224,933
Total Expenditures	5,031,847	4,629,412	4,016,799	3,594,031	3,268,126
Total Other Financing Sources/Uses					17,649



CLARK COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
DECEMBER 31, 2021  
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Schedule 3-3

<u>Other Funds in the Aggregate</u>	2021	2020	2019	2018	2017
Total Assets	\$ 17,085,333	\$ 5,576,947	\$ 5,074,663	\$ 4,853,202	\$ 4,435,461
Total Liabilities	1,787,313	1,364,115	1,348,321	1,299,858	1,237,049
Total Fund Balances	15,298,020	4,212,832	3,726,342	3,553,345	3,198,412
Net Revenues	6,137,366	3,660,321	3,054,152	3,306,341	3,016,074
Total Expenditures	1,636,769	1,314,302	1,329,768	1,343,182	1,365,788
Total Other Financing Sources/Uses	6,570,965	(1,859,529)	(1,551,387)	(1,608,226)	(1,518,869)

