

Clark County, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CLARK 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

Kevin William White, CPA, JD
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, 2022, and have issued our report thereon dated June 24, 2024. 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 2022:

County Judge: Troy Tucker
Treasurer: Karen Arnold
Sheriff/Collector: Jason Watson
County Clerk: Mona Vance
Circuit Clerk: Brian Daniel
Assessor: Tosha Horton
County Librarian: Betsy Fisher
District Court Clerk: Penny Ross

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 black ink, appearing to read "Kevin White", written over a light blue horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
June 24, 2024
LOCO01022

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

Exhibit A

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
ASSETS			
Cash and cash equivalents	\$ 5,452,172	\$ 2,858,468	\$ 13,805,661
Accounts receivable	<u>580,845</u>	<u>49,582</u>	<u>204,399</u>
TOTAL ASSETS	<u>\$ 6,033,017</u>	<u>\$ 2,908,050</u>	<u>\$ 14,010,060</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 44,442	\$ 31,168	\$ 40,809
Settlements pending			3,552,821
Total Liabilities	<u>44,442</u>	<u>31,168</u>	<u>3,593,630</u>
Fund Balances:			
Restricted	835	2,876,882	9,807,011
Committed	239,492		542,278
Assigned	1,597,460		67,141
Unassigned	4,150,788		
Total Fund Balances	<u>5,988,575</u>	<u>2,876,882</u>	<u>10,416,430</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6,033,017</u>	<u>\$ 2,908,050</u>	<u>\$ 14,010,060</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, 2022
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 854,961	\$ 2,068,947	\$ 136,943
Federal aid	232,301	75,634	2,168,827
Property taxes	1,260,529	243,503	587,389
Sales taxes	2,529,766	2,286,519	2,481,116
Fines, forfeitures, and costs	368,330		129,072
Interest	96,450	57,836	259,588
Officers' fees	45,262		141,613
Sanitation fees	555,893		
Jail fees	243,292		6,113
Insurance premium contribution	5,632		
911 surcharges			476,489
Phone commissions and commissary			43,116
Marina fees			24,379
Treasurer's commission	161,747		28,339
Collector's commission	201,414		63,643
Taxes apportioned - Assessor's salary and expense	416,281		
Other	348,658	139,703	32,824
	<u>7,320,516</u>	<u>4,872,142</u>	<u>6,579,451</u>
TOTAL REVENUES			
Less: Treasurer's commission	71,156	62,400	19,884
	<u>7,249,360</u>	<u>4,809,742</u>	<u>6,559,567</u>
NET REVENUES			
EXPENDITURES			
Current:			
General government	1,975,710		185,273
Law enforcement	3,198,013		444,918
Highways and streets		4,475,255	7,759,338
Public safety	64,588		374,831
Sanitation	759,822		
Health	217,718		
Recreation and culture	12,750		369,298
Social services	107,590		
Total Current	<u>6,336,191</u>	<u>4,475,255</u>	<u>9,133,658</u>
Debt Service:			
Bond principal			170,000
Bond interest and other charges			174,405
Financed purchases principal	92,678		
Financed purchases interest	13,597		
	<u>6,442,466</u>	<u>4,475,255</u>	<u>9,478,063</u>
TOTAL EXPENDITURES			

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

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 806,894</u>	<u>\$ 334,487</u>	<u>\$ (2,918,496)</u>
OTHER FINANCING SOURCES (USES) Sales taxes remitted to Economic Development Corporation			<u>(1,963,094)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	806,894	334,487	(4,881,590)
FUND BALANCES - JANUARY 1	<u>5,181,681</u>	<u>2,542,395</u>	<u>15,298,020</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 5,988,575</u></u>	<u><u>\$ 2,876,882</u></u>	<u><u>\$ 10,416,430</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, 2022
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 774,548	\$ 854,961	\$ 80,413	\$ 1,890,191	\$ 2,068,947	\$ 178,756
Federal aid	143,973	232,301	88,328	25,766	75,634	49,868
Property taxes	1,108,272	1,260,529	152,257	220,694	243,503	22,809
Sales taxes	2,140,211	2,529,766	389,555	1,897,923	2,286,519	388,596
Fines, forfeitures, and costs	461,562	368,330	(93,232)			
Interest	39,986	96,450	56,464	11,548	57,836	46,288
Officers' fees	40,311	45,262	4,951			
Sanitation fees	489,745	555,893	66,148			
Jail fees	146,629	243,292	96,663			
Insurance premium contribution	4,920	5,632	712			
Treasurer's commission	139,288	161,747	22,459			
Collector's commission	181,068	201,414	20,346			
Taxes apportioned - Assessor's salary and expense	398,384	416,281	17,897			
Other	318,842	348,658	29,816	115,220	139,703	24,483
TOTAL REVENUES	6,387,739	7,320,516	932,777	4,161,342	4,872,142	710,800
Less: Treasurer's commission		71,156	(71,156)		62,400	(62,400)
NET REVENUES	6,387,739	7,249,360	861,621	4,161,342	4,809,742	648,400
EXPENDITURES						
Current:						
General government	2,484,703	1,975,710	508,993			
Law enforcement	3,507,992	3,198,013	309,979			
Highways and streets				6,153,517	4,475,255	1,678,262
Public safety	68,506	64,588	3,918			
Sanitation	1,053,057	759,822	293,235			
Health	112,400	217,718	(105,318)			
Recreation and culture	14,750	12,750	2,000			
Social services	113,812	107,590	6,222			
Total Current	7,355,220	6,336,191	1,019,029	6,153,517	4,475,255	1,678,262
Debt Service:						
Financed purchases principal		92,678	(92,678)			
Financed purchases interest		13,597	(13,597)			
TOTAL EXPENDITURES	7,355,220	6,442,466	912,754	6,153,517	4,475,255	1,678,262

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, 2022
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (967,481)	\$ 806,894	\$ 1,774,375	\$ (1,992,175)	\$ 334,487	\$ 2,326,662
OTHER FINANCING SOURCES (USES) Transfers in	486		(486)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(966,995)	806,894	1,773,889	(1,992,175)	334,487	2,326,662
FUND BALANCES - JANUARY 1	4,128,347	5,181,681	1,053,334	2,556,220	2,542,395	(13,825)
FUND BALANCES - DECEMBER 31	<u>\$ 3,161,352</u>	<u>\$ 5,988,575</u>	<u>\$ 2,827,223</u>	<u>\$ 564,045</u>	<u>\$ 2,876,882</u>	<u>\$ 2,312,837</u>

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, 2022
 (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		\$ 78,885	\$ 500,072	\$ 22,402	\$ 59,514	\$ 59,819	\$ 17,243	\$ 191,987	\$ 854,129
Accounts receivable	\$ 321	3,006	63,712	229	590	9	1,066	13,001	11,895
TOTAL ASSETS	\$ 321	\$ 81,891	\$ 563,784	\$ 22,631	\$ 60,104	\$ 59,828	\$ 18,309	\$ 204,988	\$ 866,024
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable		\$ 2,139			\$ 626	\$ 3,438		\$ 4,542	\$ 3,870
Settlements pending									
Total Liabilities		2,139			626	3,438		4,542	3,870
Fund Balances:									
Restricted	\$ 321	79,752	\$ 563,784	\$ 22,631	59,478	56,390	\$ 18,309	200,446	833,979
Committed									
Assigned									28,175
Total Fund Balances	321	79,752	563,784	22,631	59,478	56,390	18,309	200,446	862,154
TOTAL LIABILITIES AND FUND BALANCES	\$ 321	\$ 81,891	\$ 563,784	\$ 22,631	\$ 60,104	\$ 59,828	\$ 18,309	\$ 204,988	\$ 866,024

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2022
 (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	\$ 24,112	\$ 10,095	\$ 74,510	\$ 12,360	\$ 1,922,158	\$ 24,994	\$ 377,081	\$ 13,821	\$ 2,518
Accounts receivable	10	79	3,602	15	82,033	4,078	1,930	133	2
TOTAL ASSETS	<u>\$ 24,122</u>	<u>\$ 10,174</u>	<u>\$ 78,112</u>	<u>\$ 12,375</u>	<u>\$ 2,004,191</u>	<u>\$ 29,072</u>	<u>\$ 379,011</u>	<u>\$ 13,954</u>	<u>\$ 2,520</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 510		\$ 16,915		\$ 6,696		\$ 499	\$ 996	
Settlements pending									
Total Liabilities	<u>510</u>		<u>16,915</u>		<u>6,696</u>		<u>499</u>	<u>996</u>	
Fund Balances:									
Restricted	23,612	\$ 10,174	27,231	\$ 12,375	1,997,495	\$ 29,072	378,512	12,958	\$ 2,520
Committed									
Assigned			33,966						
Total Fund Balances	<u>23,612</u>	<u>10,174</u>	<u>61,197</u>	<u>12,375</u>	<u>1,997,495</u>	<u>29,072</u>	<u>378,512</u>	<u>12,958</u>	<u>2,520</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 24,122</u>	<u>\$ 10,174</u>	<u>\$ 78,112</u>	<u>\$ 12,375</u>	<u>\$ 2,004,191</u>	<u>\$ 29,072</u>	<u>\$ 379,011</u>	<u>\$ 13,954</u>	<u>\$ 2,520</u>

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

Schedule 1

SPECIAL REVENUE FUNDS

	Juvenile Division	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Fee	American Rescue Plan Act	Clark County Marina	Jail Maintenance	Office of Emergency Services
ASSETS								
Cash and cash equivalents	\$ 4,341	\$ 13	\$ 5,011	\$ 5,276	\$ 4,435,940	\$ 85,655	\$ 262,579	\$ 46,868
Accounts receivable	233		5	52		195	12,032	
TOTAL ASSETS	<u>\$ 4,574</u>	<u>\$ 13</u>	<u>\$ 5,016</u>	<u>\$ 5,328</u>	<u>\$ 4,435,940</u>	<u>\$ 85,850</u>	<u>\$ 274,611</u>	<u>\$ 46,868</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable							\$ 578	
Settlements pending								
Total Liabilities							<u>578</u>	
Fund Balances:								
Restricted	\$ 4,574	\$ 13	\$ 5,016	\$ 5,328	\$ 4,435,940	\$ 85,850		\$ 46,868
Committed							269,033	
Assigned							5,000	
Total Fund Balances	<u>4,574</u>	<u>13</u>	<u>5,016</u>	<u>5,328</u>	<u>4,435,940</u>	<u>85,850</u>	<u>274,033</u>	<u>46,868</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,574</u>	<u>\$ 13</u>	<u>\$ 5,016</u>	<u>\$ 5,328</u>	<u>\$ 4,435,940</u>	<u>\$ 85,850</u>	<u>\$ 274,611</u>	<u>\$ 46,868</u>

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2022
 (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	\$ 10,599	\$ 23,323	\$ 89,571	\$ 3,901	\$ 16,565	\$ 273,245	\$ 77,746	\$ 666,507
Accounts receivable			4,283		1,888			
TOTAL ASSETS	\$ 10,599	\$ 23,323	\$ 93,854	\$ 3,901	\$ 18,453	\$ 273,245	\$ 77,746	\$ 666,507
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								
Settlements pending								
Total Liabilities								
Fund Balances:								
Restricted	\$ 10,599	\$ 23,323	\$ 93,854	\$ 3,901	\$ 18,453		\$ 77,746	\$ 666,507
Committed						\$ 273,245		
Assigned								
Total Fund Balances	<u>10,599</u>	<u>23,323</u>	<u>93,854</u>	<u>3,901</u>	<u>18,453</u>	<u>273,245</u>	<u>77,746</u>	<u>666,507</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 10,599	\$ 23,323	\$ 93,854	\$ 3,901	\$ 18,453	\$ 273,245	\$ 77,746	\$ 666,507

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2022
 (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	County Judge's Accounts	Totals
ASSETS								
Cash and cash equivalents	\$ 896,257	\$ 156,379	\$ 53,883	\$ 16,537	\$ 2,309,599	\$ 68,661	\$ 51,505	\$ 13,805,661
Accounts receivable								204,399
TOTAL ASSETS	\$ 896,257	\$ 156,379	\$ 53,883	\$ 16,537	\$ 2,309,599	\$ 68,661	\$ 51,505	\$ 14,010,060
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 40,809
Settlements pending	\$ 896,257	\$ 156,379	\$ 53,883	\$ 16,537	\$ 2,309,599	\$ 68,661	\$ 51,505	3,552,821
Total Liabilities	896,257	156,379	53,883	16,537	2,309,599	68,661	51,505	3,593,630
Fund Balances:								
Restricted								9,807,011
Committed								542,278
Assigned								67,141
Total Fund Balances								10,416,430
TOTAL LIABILITIES AND FUND BALANCES	\$ 896,257	\$ 156,379	\$ 53,883	\$ 16,537	\$ 2,309,599	\$ 68,661	\$ 51,505	\$ 14,010,060

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, 2022
 (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						\$ 6,548		
Federal aid								
Property taxes								
Sales taxes	\$ 48,649							
Fines, forfeitures, and costs					\$ 6,708			
Interest		\$ 1,499	\$ 10,500	\$ 448	1,327	1,301	\$ 299	\$ 3,956
Officers' fees				4,697			11,883	118,795
Jail fees								
911 surcharges								
Phone commissions and commissary								
Marina fees								
Treasurer's commission		28,339						
Collector's commission			63,643					
Other								25,061
TOTAL REVENUES	48,649	29,838	74,143	5,145	8,035	7,849	12,182	147,812
Less: Treasurer's commission	652	20	141	70	108	17	161	1,978
NET REVENUES	47,997	29,818	74,002	5,075	7,927	7,832	12,021	145,834
EXPENDITURES								
Current:								
General government		15,734	29,355			10,906	6,750	119,967
Law enforcement					11,597			
Highways and streets								
Public safety	47,950							
Recreation and culture								
Total Current	47,950	15,734	29,355		11,597	10,906	6,750	119,967
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES	47,950	15,734	29,355		11,597	10,906	6,750	119,967
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	47	14,084	44,647	5,075	(3,670)	(3,074)	5,271	25,867
OTHER FINANCING SOURCES (USES)								
Sales taxes remitted to Economic Development Corporation								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	47	14,084	44,647	5,075	(3,670)	(3,074)	5,271	25,867
FUND BALANCES - JANUARY 1	274	65,668	519,137	17,556	63,148	59,464	13,038	174,579
FUND BALANCES - DECEMBER 31	\$ 321	\$ 79,752	\$ 563,784	\$ 22,631	\$ 59,478	\$ 56,390	\$ 18,309	\$ 200,446

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, 2022
 (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	\$ 83,077				\$ 1,959			\$ 1,533
Federal aid							\$ 1,128	
Property taxes	289,391							
Sales taxes								
Fines, forfeitures, and costs			\$ 890	\$ 38,290			33,803	20,949
Interest	16,099	\$ 510	207	2,164	249	\$ 40,204	585	7,926
Officers' fees		1,009						
Jail fees				5,148				
911 surcharges						476,489		
Phone commissions and commissary								
Marina fees								
Treasurer's commission								
Collector's commission								
Other	4,483							47
TOTAL REVENUES	393,050	1,519	1,097	45,602	2,208	516,693	35,516	30,455
Less: Treasurer's commission	4,423	20	15	625	30	5,916	419	365
NET REVENUES	388,627	1,499	1,082	44,977	2,178	510,777	35,097	30,090
EXPENDITURES								
Current:								
General government		2,561						
Law enforcement			175	81,063			40,827	26,654
Highways and streets								
Public safety						312,834		
Recreation and culture	310,326							
Total Current	310,326	2,561	175	81,063		312,834	40,827	26,654
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES	310,326	2,561	175	81,063		312,834	40,827	26,654
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	78,301	(1,062)	907	(36,086)	2,178	197,943	(5,730)	3,436
OTHER FINANCING SOURCES (USES)								
Sales taxes remitted to Economic Development Corporation								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	78,301	(1,062)	907	(36,086)	2,178	197,943	(5,730)	3,436
FUND BALANCES - JANUARY 1	783,853	24,674	9,267	97,283	10,197	1,799,552	34,802	375,076
FUND BALANCES - DECEMBER 31	<u>\$ 862,154</u>	<u>\$ 23,612</u>	<u>\$ 10,174</u>	<u>\$ 61,197</u>	<u>\$ 12,375</u>	<u>\$ 1,997,495</u>	<u>\$ 29,072</u>	<u>\$ 378,512</u>

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, 2022
 (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						\$ 897	\$ 2,167,699	
Sales taxes								
Fines, forfeitures, and costs	\$ 4,250	\$ 327	\$ 225					
Interest	283	52	88		\$ 101	104	86,991	
Officers' fees			875		668			
Jail fees								
911 surcharges								
Phone commissions and commissary								
Marina fees								
Treasurer's commission								
Collector's commission								
Other								
TOTAL REVENUES	4,533	379	1,188		769	1,001	2,254,690	
Less: Treasurer's commission	67	5	16		10			
NET REVENUES	4,466	374	1,172		759	1,001	2,254,690	
EXPENDITURES								
Current:								
General government								
Law enforcement	3,231							
Highways and streets								
Public safety								
Recreation and culture								\$ 11,138
Total Current	3,231							11,138
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES	3,231							11,138
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,235	374	1,172		759	1,001	2,254,690	(11,138)
OTHER FINANCING SOURCES (USES)								
Sales taxes remitted to Economic Development Corporation								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,235	374	1,172		759	1,001	2,254,690	(11,138)
FUND BALANCES - JANUARY 1	11,723	2,146	3,402	\$ 13	4,257	4,327	2,181,250	11,138
FUND BALANCES - DECEMBER 31	\$ 12,958	\$ 2,520	\$ 4,574	\$ 13	\$ 5,016	\$ 5,328	\$ 4,435,940	\$ 0

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, 2022
 (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		\$ 29,826			\$ 14,000		
Federal aid							
Property taxes		297,101					
Sales taxes			\$ 1,963,094				
Fines, forfeitures, and costs							
Interest	\$ 1,931	3,606		\$ 980			\$ 40
Officers' fees							3,686
Jail fees		965					
911 surcharges							
Phone commissions and commissary							43,116
Marina fees	24,379						
Treasurer's commission							
Collector's commission							
Other		488		1,921			824
TOTAL REVENUES	26,310	331,986	1,963,094	2,901	14,000		47,666
Less: Treasurer's commission	397	4,334					
NET REVENUES	25,913	327,652	1,963,094	2,901	14,000		47,666
EXPENDITURES							
Current:							
General government							
Law enforcement		246,227					14,871
Highways and streets							
Public safety					14,047		
Recreation and culture	47,834						
Total Current	47,834	246,227			14,047		14,871
Debt Service:							
Bond principal							
Bond interest and other charges							
TOTAL EXPENDITURES	47,834	246,227			14,047		14,871
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(21,921)	81,425	1,963,094	2,901	(47)		32,795
OTHER FINANCING SOURCES (USES)							
Sales taxes remitted to Economic Development Corporation			(1,963,094)				
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(21,921)	81,425		2,901	(47)		32,795
FUND BALANCES - JANUARY 1	107,771	192,608		43,967	10,646	\$ 23,323	61,059
FUND BALANCES - DECEMBER 31	\$ 85,850	\$ 274,033	\$ 0	\$ 46,868	\$ 10,599	\$ 23,323	\$ 93,854

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, 2022
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND	Totals
	Drug Enforcement	Law Library	Jail Construction	Road Construction	2021 Economic Development Bonds	
REVENUES						
State aid						\$ 136,943
Federal aid						2,168,827
Property taxes						587,389
Sales taxes					\$ 469,373	2,481,116
Fines, forfeitures, and costs		\$ 23,630				129,072
Interest		351	\$ 5,030	\$ 67,802	4,955	259,588
Officers' fees						141,613
Jail fees						6,113
911 surcharges						476,489
Phone commissions and commissary						43,116
Marina fees						24,379
Treasurer's commission						28,339
Collector's commission						63,643
Other						32,824
TOTAL REVENUES		23,981	5,030	67,802	474,328	6,579,451
Less: Treasurer's commission		95				19,884
NET REVENUES		23,886	5,030	67,802	474,328	6,559,567
EXPENDITURES						
Current:						
General government						185,273
Law enforcement	\$ 500	19,773				444,918
Highways and streets				7,759,338		7,759,338
Public safety						374,831
Recreation and culture						369,298
Total Current	500	19,773		7,759,338		9,133,658
Debt Service:						
Bond principal					170,000	170,000
Bond interest and other charges					174,405	174,405
TOTAL EXPENDITURES	500	19,773		7,759,338	344,405	9,478,063
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(500)	4,113	5,030	(7,691,536)	129,923	(2,918,496)
OTHER FINANCING SOURCES (USES)						
Sales taxes remitted to Economic Development Corporation						(1,963,094)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(500)	4,113	5,030	(7,691,536)	129,923	(4,881,590)
FUND BALANCES - JANUARY 1	4,401	14,340	268,215	7,769,282	536,584	15,298,020
FUND BALANCES - DECEMBER 31	\$ 3,901	\$ 18,453	\$ 273,245	\$ 77,746	\$ 666,507	\$ 10,416,430

CLARK 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>
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, 2022

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. 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.
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. § 14-20-102 established fund to receive funds distributed in accordance with Ark. Code Ann. § 16-10-307 to be used to pay reasonable and necessary costs incurred in the defense and representation of indigent person. 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 established fund to receive grants from the Secretary of State County Voting System Grant Fund to purchase voting system equipment, programming, and maintenance.

CLARK 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>
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	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 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.
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 and June 8, 2021, for additional seven year periods.
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.

CLARK 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>
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.
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. §§ 16-23-101 - 105 established fund to receive costs levied on criminal and civil cases to be used for any purpose related to the establishment, maintenance, and operations of a county law library.
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 of trust money and settlements due to the treasurer.

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 not remitted to the treasurer.

CLARK 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 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
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.

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 money market accounts, and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, sanitation fees, trust funds, excess commissions and property taxes 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
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.

CLARK 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	\$ 835		\$ 5,388,590
Law enforcement			673,213
Highways and streets		\$ 2,876,882	
Public safety			2,057,803
Recreation and culture			943,152
Capital outlay			77,746
Debt service			666,507
Total Restricted	<u>835</u>	<u>2,876,882</u>	<u>9,807,011</u>
Committed for:			
General government	239,492		
Law enforcement			269,033
Capital outlay			273,245
Total Committed	<u>239,492</u>		<u>542,278</u>
Assigned to:			
Law enforcement			38,966
Sanitation	1,597,460		
Recreation and culture			28,175
Total Assigned	<u>1,597,460</u>		<u>67,141</u>
Unassigned	<u>4,150,788</u>		
Totals	<u>\$ 5,988,575</u>	<u>\$ 2,876,882</u>	<u>\$ 10,416,430</u>

3. Commitments

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

	December 31, 2022
Long-term liabilities	\$ 9,770,002
Reappraisal contract	481,740
Construction contract	172,167
Total Commitments	<u>\$ 10,423,909</u>

CLARK 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>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.	\$ 8,290,000
<u>Direct Borrowings</u>	
Financed purchase 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.	173,050
Financed purchase 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 2.23%. 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.	134,858
Financed purchase 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 2.23%. 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.	139,531
Total Direct Borrowings	447,439
Compensated absences consisting of accrued vacation leave and comp time adjusted to current salary cost.	26,282
Landfill closure and postclosure care costs	1,006,281
Total Long-term liabilities	\$ 9,770,002

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 \$8,290,000 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
OTHER GENERAL INFORMATION
DECEMBER 31, 2022
(UNAUDITED)

3. Commitments (Continued)

Long-term Liabilities (Continued)

The County's outstanding direct borrowings of \$447,439 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 \$1,006,281 as of December 31, 2022, and represents the cumulative amount reported to date of \$1,006,281 based on 100% usage of the landfill. The area has an estimated remaining volume of 106 cubic yards and is overfilled. The County has been approved for permits to expand the landfill for further use on October 25, 2023.

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 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
OTHER GENERAL INFORMATION
DECEMBER 31, 2022
(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, 2022	Maturities to December 31, 2022
<u>Bonds</u>					
10/5/21	6/1/36	1.125-2.00%	\$ 8,460,000	\$ 8,290,000	\$ 170,000
<u>Direct Borrowings</u>					
3/20/20	3/15/24	3.19%	242,900	173,050	69,850
3/12/21	9/12/23	2.23%	192,500	134,858	57,642
4/20/21	11/20/23	2.23%	192,500	139,531	52,969
Total Direct Borrowings			<u>627,900</u>	<u>447,439</u>	<u>180,461</u>
Total Long-Term Debt			<u>\$ 9,087,900</u>	<u>\$ 8,737,439</u>	<u>\$ 350,461</u>

Changes in Long-Term Debt

	Balance January 01, 2022	Issued	Retired	Balance December 31, 2022
Bonds payable	\$ 8,460,000	\$ 0	\$ 170,000	\$ 8,290,000
<u>Direct Borrowings</u>				
Financed purchase	540,117	0	92,678	447,439
Total Long-Term Debt	<u>\$ 9,000,117</u>	<u>\$ 0</u>	<u>\$ 262,678</u>	<u>\$ 8,737,439</u>

Debt Service Requirements to Maturity

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

Years Ending December 31,	Bonds			Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 530,000	\$ 140,756	\$ 670,756	\$ 298,376	\$ 9,509	\$ 307,885
2024	540,000	130,056	670,056	149,063	1,208	150,271
2025	550,000	119,156	669,156			
2026	560,000	108,056	668,056			
2027	570,000	99,250	669,250			
2028 through 2032	2,970,000	377,166	3,347,166			
2033 through 2036	<u>2,570,000</u>	<u>104,000</u>	<u>2,674,000</u>			
Totals	<u>\$8,290,000</u>	<u>\$1,078,440</u>	<u>\$9,368,440</u>	<u>\$ 447,439</u>	<u>\$ 10,717</u>	<u>\$ 458,156</u>

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

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 2022, was \$178,932.

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

<u>Year</u>	<u>December 31, 2022</u>
2023	\$ 165,168
2024	165,168
2025	<u>151,404</u>
Total	<u>\$ 481,740</u>

Construction Contract

The County was contractually obligated for the following construction contract at December 31, 2022:

<u>Project Name</u>	<u>Completed</u>	<u>Contract Balance December 31, 2022</u>
Health Department Remodel and Addition	May 2024	<u>\$ 172,167</u>

4. 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 \$8,290,000 and \$1,078,440, respectively, payable through June 2036. For 2022, principal and interest paid were \$170,000 and \$171,005, respectively.

The Debt Service Fund received \$469,373 in sales taxes in 2022. 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.

5. 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, 2022 to June 30, 2023, 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 2022. Separate financial statements for the Group "6" Narcotics Enforcement Unit are not available.

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

5. 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 2022. 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.

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.

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, were \$597,618.

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, was \$5,032,009.

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

7. Capital Assets

The County's capital assets records are summarized below :

	December 31, 2022
Land	\$ 658,274
Buildings & Improvements	7,005,396
Equipment	<u>11,328,803</u>
Total	<u>\$ 18,992,473</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 \$4,335,398 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$4,335,398 of this amount has been received. In 2022, the County was awarded \$114,451 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021, and as of the report date, \$114,451 of this amount has been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

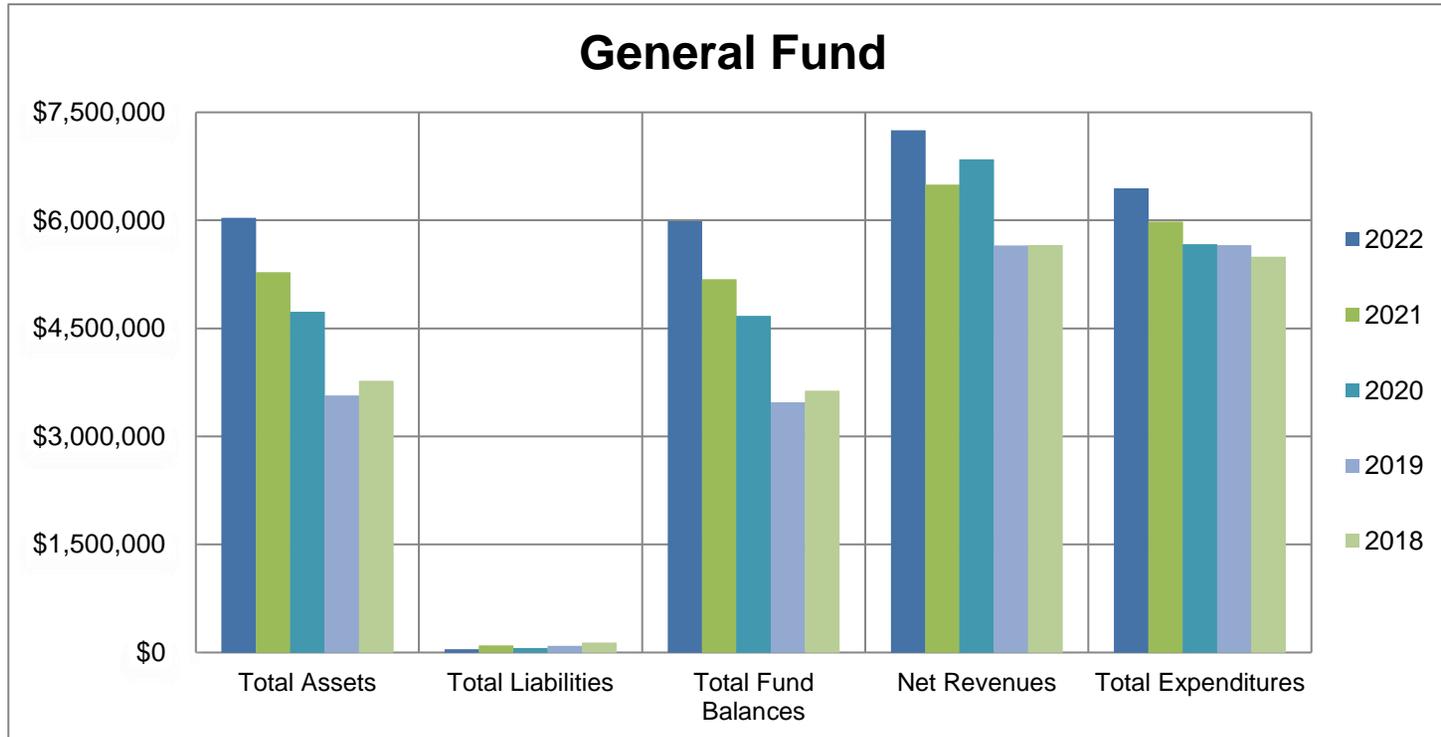
9. Subsequent Events

On February 10, 2023, Clark County entered into a contract with Pioneer Civil Construction, LLC, in the amount of \$1,583,218 for closure of the west area and pond improvements at the county landfill.

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

Schedule 3-1

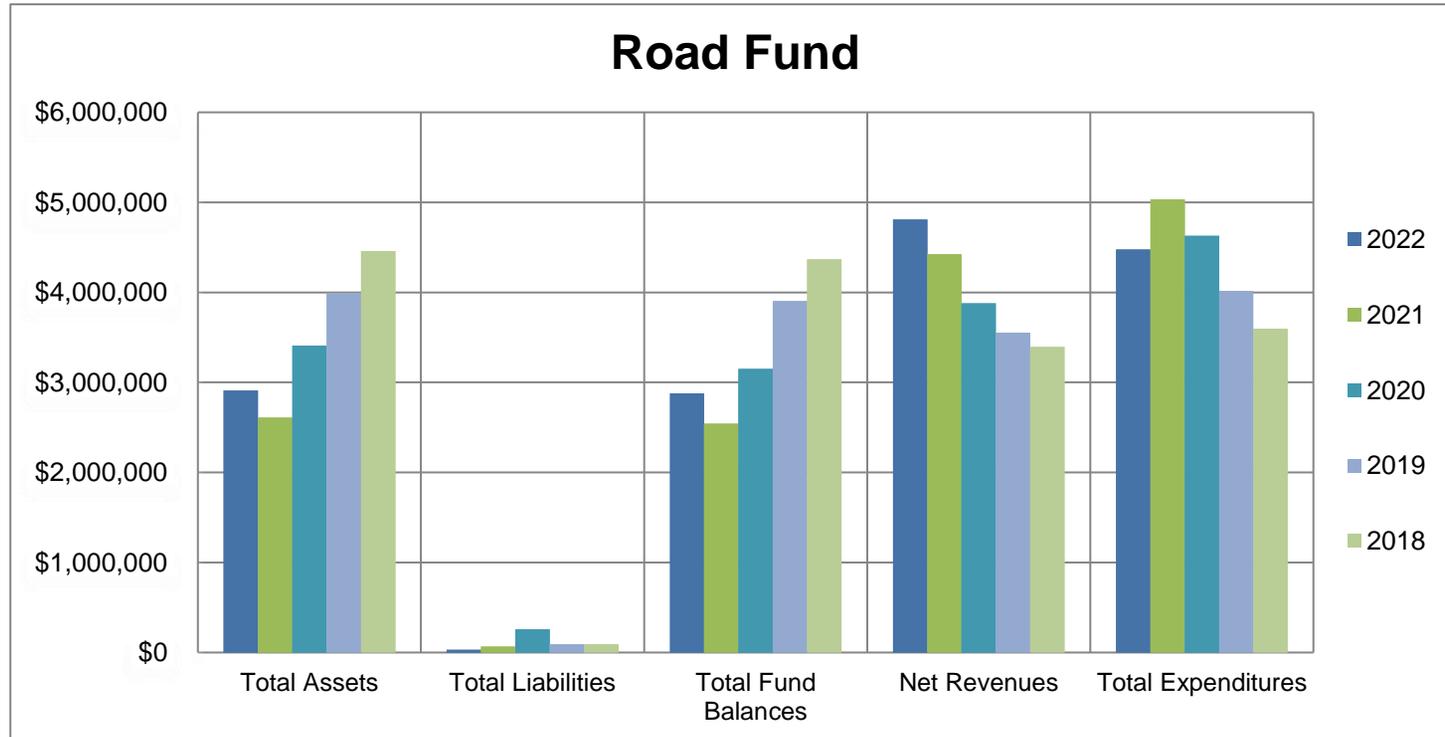
<u>General</u>	2022	2021	2020	2019	2018
Total Assets	\$ 6,033,017	\$ 5,275,489	\$ 4,730,733	\$ 3,564,482	\$ 3,769,599
Total Liabilities	44,442	93,808	59,457	92,521	135,245
Total Fund Balances	5,988,575	5,181,681	4,671,276	3,471,961	3,634,354
Net Revenues	7,249,360	6,491,034	6,847,004	5,649,613	5,656,984
Total Expenditures	6,442,466	5,980,629	5,667,689	5,653,084	5,495,236
Total Other Financing Sources/Uses			20,000	(158,922)	(50,565)



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

Schedule 3-2

<u>Road</u>	2022	2021	2020	2019	2018
Total Assets	\$ 2,908,050	\$ 2,607,975	\$ 3,407,618	\$ 3,992,038	\$ 4,458,039
Total Liabilities	31,168	65,580	256,580	88,638	89,921
Total Fund Balances	2,876,882	2,542,395	3,151,038	3,903,400	4,368,118
Net Revenues	4,809,742	4,423,204	3,877,050	3,552,081	3,393,565
Total Expenditures	4,475,255	5,031,847	4,629,412	4,016,799	3,594,031
Total Other Financing Sources/Uses					



CLARK 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	\$ 14,010,060	\$ 17,085,333	\$ 5,576,947	\$ 5,074,663	\$ 4,853,202
Total Liabilities	3,593,630	1,787,313	1,364,115	1,348,321	1,299,858
Total Fund Balances	10,416,430	15,298,020	4,212,832	3,726,342	3,553,345
Net Revenues	6,559,567	6,137,366	3,660,321	3,054,152	3,306,341
Total Expenditures	9,478,063	1,636,769	1,314,302	1,329,768	1,343,182
Total Other Financing Sources/Uses	(1,963,094)	6,570,965	(1,859,529)	(1,551,387)	(1,608,226)

