

**Cross 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. Gary Stubblefield**  
Senate Vice Chair



**Rep. Richard Womack**  
House Chair  
**Rep. Nelda Speaks**  
House Vice Chair

**Roger A. Norman, JD, CPA, CFE, CFF**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

Cross 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 Cross County, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated September 13, 2022. 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: Donnie Sanders  
Treasurer: Meredith McKnight  
Sheriff: David West  
Tax Collector: Debbie Davis  
County Clerk: Melanie Winkler  
Circuit Clerk: Rhonda Sullivan  
Assessor: Sherri Williams  
County Librarian: John Paul Myrick

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  
September 13, 2022  
LOCO01921

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

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,479,557	\$ 1,986,956	\$ 10,844,528
Accounts receivable	237,134	14,803	68,893
Interfund receivables			5,923
TOTAL ASSETS	<u>\$ 1,716,691</u>	<u>\$ 2,001,759</u>	<u>\$ 10,919,344</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 41,724	\$ 53,273	\$ 80,682
Interfund payables	5,923		
Settlements pending	23,092	2,497	677,123
Total Liabilities	<u>70,739</u>	<u>55,770</u>	<u>757,805</u>
Fund Balances:			
Restricted	1,000	1,945,989	10,161,539
Assigned	5,369		
Unassigned	1,639,583		
Total Fund Balances	<u>1,645,952</u>	<u>1,945,989</u>	<u>10,161,539</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,716,691</u>	<u>\$ 2,001,759</u>	<u>\$ 10,919,344</u>

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

CROSS 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	\$ 625,460	\$ 1,578,742	\$ 51,279
Federal aid	19,920		1,888,189
Property taxes	1,321,179	581,855	370,949
Sales taxes	1,173,059		5,633,914
Fines, forfeitures, and costs	527,048		122,967
Interest	7,315	10,838	101,946
Officers' fees	136,491		137,985
Jail fees	254,517		51,455
Franchise fees	7,790		
911 fees			260,914
Treasurer's commission	126,555		17,416
Collector's commission	139,448		51,278
Taxes apportioned - Assessor's salary and expense	242,726		
Other	155,982	9,742	21,399
TOTAL REVENUES	4,737,490	2,181,177	8,709,691
Less: Treasurer's commission	61,869	34,988	15,686
NET REVENUES	4,675,621	2,146,189	8,694,005
EXPENDITURES			
Current:			
General government	1,647,288		273,648
Law enforcement	3,039,936		4,779,919
Highways and streets		2,026,844	55,336
Public safety	29,184		242,247
Health	9,710		3,063,847
Recreation and culture	27,000		413,322
Total Current	4,753,118	2,026,844	8,828,319
Debt Service:			
Bond principal			2,295,000
Bond interest and other charges			507,925
Note principal		86,433	
Note interest		43,167	
TOTAL EXPENDITURES	4,753,118	2,156,444	11,631,244

CROSS 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
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (77,497)</u>	<u>\$ (10,255)</u>	<u>\$ (2,937,239)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			26,297
Transfers out	<u>(26,297)</u>		
TOTAL OTHER FINANCING SOURCES (USES)	<u>(26,297)</u>		<u>26,297</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(103,794)	(10,255)	(2,910,942)
FUND BALANCES - JANUARY 1	<u>1,749,746</u>	<u>1,956,244</u>	<u>13,072,481</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 1,645,952</u></u>	<u><u>\$ 1,945,989</u></u>	<u><u>\$ 10,161,539</u></u>

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

CROSS 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	\$ 542,900	\$ 625,460	\$ 82,560	\$ 1,304,000	\$ 1,578,742	\$ 274,742
Federal aid		19,920	19,920			
Property taxes	1,127,860	1,321,179	193,319	450,955	581,855	130,900
Sales taxes	1,300,000	1,173,059	(126,941)			
Fines, forfeitures, and costs	400,000	527,048	127,048			
Interest	9,500	7,315	(2,185)	12,575	10,838	(1,737)
Officers' fees	37,000	136,491	99,491			
Jail fees	135,000	254,517	119,517			
Franchise fees	48,000	7,790	(40,210)			
Treasurer's commission		126,555	126,555			
Collector's commission	380,000	139,448	(240,552)			
Taxes apportioned - Assessor's salary and expense	255,000	242,726	(12,274)			
Other	121,401	155,982	34,581	6,350	9,742	3,392
TOTAL REVENUES	4,356,661	4,737,490	380,829	1,773,880	2,181,177	407,297
Less: Treasurer's commission		61,869	(61,869)		34,988	(34,988)
NET REVENUES	4,356,661	4,675,621	318,960	1,773,880	2,146,189	372,309
EXPENDITURES						
Current:						
General government	1,713,965	1,647,288	66,677			
Law enforcement	3,122,891	3,039,936	82,955			
Highways and streets				2,487,617	2,026,844	460,773
Public safety	32,333	29,184	3,149			
Health	10,200	9,710	490			
Recreation and culture	27,000	27,000				
Total Current	4,906,389	4,753,118	153,271	2,487,617	2,026,844	460,773
Debt Service:						
Note principal					86,433	(86,433)
Note interest					43,167	(43,167)
TOTAL EXPENDITURES	4,906,389	4,753,118	153,271	2,487,617	2,156,444	331,173

CROSS 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)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (549,728)</u>	<u>\$ (77,497)</u>	<u>\$ 472,231</u>	<u>\$ (713,737)</u>	<u>\$ (10,255)</u>	<u>\$ 703,482</u>
OTHER FINANCING SOURCES (USES) Transfers out		<u>(26,297)</u>	<u>(26,297)</u>			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(549,728)	(103,794)	445,934	(713,737)	(10,255)	703,482
FUND BALANCES - JANUARY 1	<u>4,044,628</u>	<u>1,749,746</u>	<u>(2,294,882)</u>	<u>1,184,992</u>	<u>1,956,244</u>	<u>771,252</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 3,494,900</u></u>	<u><u>\$ 1,645,952</u></u>	<u><u>\$ (1,848,948)</u></u>	<u><u>\$ 471,255</u></u>	<u><u>\$ 1,945,989</u></u>	<u><u>\$ 1,474,734</u></u>

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



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

Schedule 1

SPECIAL REVENUE FUNDS									
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Library	Child Support Cost	Drug Control
ASSETS									
Cash and cash equivalents	\$ 38,591	\$ 36,817	\$ 44,476	\$ 18,321	\$ 21,428	\$ 536,174	\$ 594,918	\$ 45,096	\$ 254
Accounts receivable	17,416		178		678	9,075	30,858		
Interfund receivables									
TOTAL ASSETS	<u>\$ 56,007</u>	<u>\$ 36,817</u>	<u>\$ 44,654</u>	<u>\$ 18,321</u>	<u>\$ 22,106</u>	<u>\$ 545,249</u>	<u>\$ 625,776</u>	<u>\$ 45,096</u>	<u>\$ 254</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable					\$ 1,200				
Settlements pending									
Total Liabilities					<u>1,200</u>				
Fund Balances:									
Restricted	\$ 56,007	\$ 36,817	\$ 44,654	\$ 18,321	20,906	\$ 545,249	\$ 625,776	\$ 45,096	\$ 254
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 56,007</u>	<u>\$ 36,817</u>	<u>\$ 44,654</u>	<u>\$ 18,321</u>	<u>\$ 22,106</u>	<u>\$ 545,249</u>	<u>\$ 625,776</u>	<u>\$ 45,096</u>	<u>\$ 254</u>

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

Schedule 1

SPECIAL REVENUE FUNDS								
	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Public Defender	Victim/Witness	Circuit Clerk Commissioner's Fee
ASSETS								
Cash and cash equivalents	\$ 5,661	\$ 137,425	\$ 119,964	\$ 10,974	\$ 243,854		\$ 45,982	\$ 7,083
Accounts receivable		6,527	1,155		2,676			330
Interfund receivables						\$ 5,923		
TOTAL ASSETS	<u>\$ 5,661</u>	<u>\$ 143,952</u>	<u>\$ 121,119</u>	<u>\$ 10,974</u>	<u>\$ 246,530</u>	<u>\$ 5,923</u>	<u>\$ 45,982</u>	<u>\$ 7,413</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable					\$ 29	\$ 5,923		
Settlements pending								
Total Liabilities					<u>29</u>	<u>5,923</u>		
Fund Balances:								
Restricted	\$ 5,661	\$ 143,952	\$ 121,119	\$ 10,974	246,501		\$ 45,982	\$ 7,413
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,661</u>	<u>\$ 143,952</u>	<u>\$ 121,119</u>	<u>\$ 10,974</u>	<u>\$ 246,530</u>	<u>\$ 5,923</u>	<u>\$ 45,982</u>	<u>\$ 7,413</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS						CAPITAL PROJECTS FUND	DEBT SERVICE FUND
	West Nile Virus	Municipal Court Cost	One Percent Hospital Sales Tax	Communication Facility and Equipment	Assessor's Late Assessment Fee	American Rescue Plan Act	Jail Construction	Cross County Sales and Use Tax Bonds, Series 2019
ASSETS								
Cash and cash equivalents	\$ 2,127	\$ 7,900	\$ 18	\$ 96,220	\$ 2,552	\$ 1,276,956	\$ 4,498,224	\$ 2,325,401
Accounts receivable								
Interfund receivables								
TOTAL ASSETS	<u>\$ 2,127</u>	<u>\$ 7,900</u>	<u>\$ 18</u>	<u>\$ 96,220</u>	<u>\$ 2,552</u>	<u>\$ 1,276,956</u>	<u>\$ 4,498,224</u>	<u>\$ 2,325,401</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable							\$ 73,530	
Settlements pending								
Total Liabilities							<u>73,530</u>	
Fund Balances:								
Restricted	\$ 2,127	\$ 7,900	\$ 18	\$ 96,220	\$ 2,552	\$ 1,276,956	4,424,694	\$ 2,325,401
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,127</u>	<u>\$ 7,900</u>	<u>\$ 18</u>	<u>\$ 96,220</u>	<u>\$ 2,552</u>	<u>\$ 1,276,956</u>	<u>\$ 4,498,224</u>	<u>\$ 2,325,401</u>

CROSS 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	Totals
ASSETS						
Cash and cash equivalents	\$ 174,646	\$ 92,897	\$ 169,290	\$ 162,213	\$ 78,077	\$ 10,844,528
Accounts receivable						68,893
Interfund receivables						5,923
TOTAL ASSETS	<u>\$ 174,646</u>	<u>\$ 92,897</u>	<u>\$ 169,290</u>	<u>\$ 162,213</u>	<u>\$ 78,077</u>	<u>\$ 10,919,344</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable						\$ 80,682
Settlements pending	\$ 174,646	\$ 92,897	\$ 169,290	\$ 162,213	\$ 78,077	677,123
Total Liabilities	<u>174,646</u>	<u>92,897</u>	<u>169,290</u>	<u>162,213</u>	<u>78,077</u>	<u>757,805</u>
Fund Balances:						
Restricted						10,161,539
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 174,646</u>	<u>\$ 92,897</u>	<u>\$ 169,290</u>	<u>\$ 162,213</u>	<u>\$ 78,077</u>	<u>\$ 10,919,344</u>

CROSS 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								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Library	Child Support Cost	Drug Control
REVENUES									
State aid				\$ 5,737			\$ 42,369		
Federal aid							38,040		
Property taxes							370,118		
Sales taxes									
Fines, forfeitures, and costs			\$ 958						
Interest	\$ 236	\$ 10	193	72	\$ 106	\$ 3,242	1,458	\$ 333	\$ 1
Officers' fees					8,181	104,703		1,785	
Jail fees									
911 fees									
Treasurer's commission	17,416								
Collector's commission		51,278							
Other			1		49		14,277	5	
<b>TOTAL REVENUES</b>	<b>17,652</b>	<b>51,288</b>	<b>1,152</b>	<b>5,809</b>	<b>8,336</b>	<b>107,945</b>	<b>466,262</b>	<b>2,123</b>	<b>1</b>
Less: Treasurer's commission			17	1	380	2,106	967	41	
<b>NET REVENUES</b>	<b>17,652</b>	<b>51,288</b>	<b>1,135</b>	<b>5,808</b>	<b>7,956</b>	<b>105,839</b>	<b>465,295</b>	<b>2,082</b>	<b>1</b>
EXPENDITURES									
Current:									
General government	10,800	47,170		2,901	1,200	65,835		8,021	
Law enforcement									
Highways and streets									
Public safety									
Health									
Recreation and culture							413,322		
Total Current	10,800	47,170		2,901	1,200	65,835	413,322	8,021	
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>10,800</b>	<b>47,170</b>		<b>2,901</b>	<b>1,200</b>	<b>65,835</b>	<b>413,322</b>	<b>8,021</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>6,852</b>	<b>4,118</b>	<b>1,135</b>	<b>2,907</b>	<b>6,756</b>	<b>40,004</b>	<b>51,973</b>	<b>(5,939)</b>	<b>1</b>
OTHER FINANCING SOURCES (USES)									
Transfers in									
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>6,852</b>	<b>4,118</b>	<b>1,135</b>	<b>2,907</b>	<b>6,756</b>	<b>40,004</b>	<b>51,973</b>	<b>(5,939)</b>	<b>1</b>
<b>FUND BALANCES - JANUARY 1</b>	<b>49,155</b>	<b>32,699</b>	<b>43,519</b>	<b>15,414</b>	<b>14,150</b>	<b>505,245</b>	<b>573,803</b>	<b>51,035</b>	<b>253</b>
<b>FUND BALANCES - DECEMBER 31</b>	<b>\$ 56,007</b>	<b>\$ 36,817</b>	<b>\$ 44,654</b>	<b>\$ 18,321</b>	<b>\$ 20,906</b>	<b>\$ 545,249</b>	<b>\$ 625,776</b>	<b>\$ 45,096</b>	<b>\$ 254</b>

CROSS 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								
	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Public Defender	Victim/Witness	Juvenile Probation Fee	Circuit Clerk Commissioner's Fee
REVENUES									
State aid				\$ 1,545		\$ 1,628			
Federal aid									
Property taxes									
Sales taxes									
Fines, forfeitures, and costs	\$ 523	\$ 64,549	\$ 21,045			8,299	\$ 2,997	\$ 16,710	
Interest	30	734	639	74	\$ 412		259	249	\$ 16
Officers' fees									4,141
Jail fees									
911 fees					260,914				
Treasurer's commission									
Collector's commission									
Other		1,879	21		164				
<b>TOTAL REVENUES</b>	<b>553</b>	<b>67,162</b>	<b>21,705</b>	<b>1,619</b>	<b>261,490</b>	<b>9,927</b>	<b>3,256</b>	<b>16,959</b>	<b>4,157</b>
Less: Treasurer's commission		1,245	449	25	3,320				76
<b>NET REVENUES</b>	<b>553</b>	<b>65,917</b>	<b>21,256</b>	<b>1,594</b>	<b>258,170</b>	<b>9,927</b>	<b>3,256</b>	<b>16,959</b>	<b>4,081</b>
EXPENDITURES									
Current:									
General government									
Law enforcement		37,283		2,279		31,100			
Highways and streets									
Public safety					231,180				
Health									
Recreation and culture									
Total Current		37,283		2,279	231,180	31,100			
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>		<b>37,283</b>		<b>2,279</b>	<b>231,180</b>	<b>31,100</b>			
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>553</b>	<b>28,634</b>	<b>21,256</b>	<b>(685)</b>	<b>26,990</b>	<b>(21,173)</b>	<b>3,256</b>	<b>16,959</b>	<b>4,081</b>
OTHER FINANCING SOURCES (USES)									
Transfers in						26,297			
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>553</b>	<b>28,634</b>	<b>21,256</b>	<b>(685)</b>	<b>26,990</b>	<b>5,124</b>	<b>3,256</b>	<b>16,959</b>	<b>4,081</b>
FUND BALANCES - JANUARY 1	5,108	115,318	99,863	11,659	219,511	(5,124)	42,726	34,030	3,332
FUND BALANCES - DECEMBER 31	\$ 5,661	\$ 143,952	\$ 121,119	\$ 10,974	\$ 246,501	\$ 0	\$ 45,982	\$ 50,989	\$ 7,413

CROSS 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							
	West Nile Virus	Municipal Court Cost	One Percent Hospital Sales Tax	Communication Facility and Equipment	Assessor's Late Assessment Fee	American Rescue Plan Act	Cross County Sheriff's Jag Grant	COVID-19 Hospital Grant
REVENUES								
State aid								
Federal aid						\$ 1,594,599	\$ 2,550	\$ 253,000
Property taxes					\$ 831			
Sales taxes			\$ 2,816,957					
Fines, forfeitures, and costs		\$ 7,886						
Interest	\$ 5	14	82	\$ 41	5	582		
Officers' fees				19,175				
Jail fees				51,455				
911 fees								
Treasurer's commission								
Collector's commission								
Other				3,000	2	1		
TOTAL REVENUES	5	7,900	2,817,039	73,671	838	1,595,182	2,550	253,000
Less: Treasurer's commission			7,042		17			
NET REVENUES	5	7,900	2,809,997	73,671	821	1,595,182	2,550	253,000
EXPENDITURES								
Current:								
General government					954	136,767		
Law enforcement				28,588		115,056	2,550	
Highways and streets						55,336		
Public safety						11,067		
Health			2,810,847					253,000
Recreation and culture								
Total Current			2,810,847	28,588	954	318,226	2,550	253,000
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES			2,810,847	28,588	954	318,226	2,550	253,000
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5	7,900	(850)	45,083	(133)	1,276,956		
OTHER FINANCING SOURCES (USES)								
Transfers in								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	5	7,900	(850)	45,083	(133)	1,276,956		
FUND BALANCES - JANUARY 1	2,122		868	51,137	2,685			
FUND BALANCES - DECEMBER 31	\$ 2,127	\$ 7,900	\$ 18	\$ 96,220	\$ 2,552	\$ 1,276,956	\$ 0	\$ 0

CROSS 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

	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
		Cross County Sales and Use Tax Bonds, Series 2019	Totals
REVENUES			
State aid			\$ 51,279
Federal aid			1,888,189
Property taxes			370,949
Sales taxes		\$ 2,816,957	5,633,914
Fines, forfeitures, and costs			122,967
Interest	\$ 67,453	25,700	101,946
Officers' fees			137,985
Jail fees			51,455
911 fees			260,914
Treasurer's commission			17,416
Collector's commission			51,278
Other	2,000		21,399
TOTAL REVENUES	69,453	2,842,657	8,709,691
Less: Treasurer's commission			15,686
NET REVENUES	69,453	2,842,657	8,694,005
EXPENDITURES			
Current:			
General government			273,648
Law enforcement	4,563,063		4,779,919
Highways and streets			55,336
Public safety			242,247
Health			3,063,847
Recreation and culture			413,322
Total Current	4,563,063		8,828,319
Debt Service:			
Bond principal		2,295,000	2,295,000
Bond interest and other charges		507,925	507,925
TOTAL EXPENDITURES	4,563,063	2,802,925	11,631,244
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,493,610)	39,732	(2,937,239)
OTHER FINANCING SOURCES (USES)			
Transfers in			26,297
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(4,493,610)	39,732	(2,910,942)
FUND BALANCES - JANUARY 1	8,918,304	2,285,669	13,072,481
FUND BALANCES - DECEMBER 31	\$ 4,424,694	\$ 2,325,401	\$ 10,161,539



CROSS 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>
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.
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 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.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.
Breathalyzer	Ark. Code Ann. § 16-10-307 established fund to receive revenues generated from court costs to be used to maintain and purchase breathalyzer.
Jail Operation and Maintenance	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.

CROSS 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>
County Detention Facility	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.
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.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Public Defender	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund to be used for defense of indigents.
Victim/Witness	Ark. Code Ann. § 16-21-151 established fund to receive district court costs levied to be used by prosecuting attorney for operating victim/witness program.
Juvenile Probation Fee	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.
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.
West Nile Virus	Established to account for grant received for the purpose of mosquito control within the County.
Municipal Court Cost	Ark. Code Ann. § 16-17-126 authorizes district court filing fees for writs of garnishment and executions to be appropriated for any permissible use in the administration of the district court.
One Percent Hospital Sales Tax	Established by Ordinance no. 2008-5 (March 17, 2008) as voted by the people to levy a one percent sales and use tax for the purpose of assisting in the operation and maintenance of the hospital.

CROSS 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>
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.
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201 established fund to receive \$.50 fee on delinquent persons which shall be used by the county assessor to help pay for the expense of assessing property.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.
Cross County Sheriff's Jag Grant	Established to account for federal JAG grants received by the Sheriff's office.
COVID-19 Hospital Grant	Established to account for federal a COVID-19 grant received by the Hospital.
Jail Construction	Cross County Ordinance no. 2019-3 (January 28, 2019) authorized the issuance of capital improvement bonds to finance the costs of acquiring, constructing, equipping, and furnishing new jail and law enforcement facilities.
Cross County Sales and Use Tax Bonds, Series 2019	Cross County Ordinance no. 2019-22 (June 11, 2019) as approved by voters authorized the issuance of sales and use tax bonds. This fund was established in order to facilitate the retirement of the related debt.

Treasurer's accounts consist primarily of treasurer's commission not distributed to the appropriate agencies.

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

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

County Clerk's accounts consist primarily of fee money to be settled with the treasurer, trust money, and employee health plan savings funds.

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

CROSS 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 and property 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 is 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 Fund presented on Schedules 1 and 2 is 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.

CROSS COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2021  
(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 and savings accounts and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, property taxes, trusts, officer fees that have not been transferred to the appropriate entities and employee health plan savings.

Fund Balance Classifications

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

**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.

CROSS COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
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1. (Continued)

**E. Budget Law**

1. Legal Requirements

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

2. Accounting

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

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

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

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

There were no committed fund balances at year-end.

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			\$ 2,009,317
Law enforcement	\$ 1,000		527,705
Highways and streets		\$ 1,945,989	
Public safety			248,628
Health			18
Recreation and culture			625,776
Capital outlay			4,424,694
Debt service			2,325,401
Total Restricted	<u>1,000</u>	<u>1,945,989</u>	<u>10,161,539</u>
Assigned to:			
General government	5,358		
Law enforcement	11		
Total Assigned	<u>5,369</u>		
Unassigned	<u>1,639,583</u>		
Totals	<u>\$ 1,645,952</u>	<u>\$ 1,945,989</u>	<u>\$ 10,161,539</u>

CROSS COUNTY, ARKANSAS  
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**3. Commitments**

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

	December 31, 2021
Long-term liabilities	\$ 12,314,802
Noncancellable leases	354,808
Reappraisal contract	372,000
Construction contract	4,362,124
	<hr/>
Total Commitments	\$ 17,403,734

Long-term Liabilities

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

	December 31, 2021
<u>Bonds</u>	
Cross County Sales & Use Tax Bonds of \$14,155,000, dated July 23, 2019, due in semi-annual installments of \$690,000 - \$1,565,000 plus interest through October 1, 2030; interest at 2.25-5%. Payments are to be made from the Cross County Sales and Use Tax Bonds, Series 2019 Debt Service Fund.	<hr/> \$ 11,170,000
<u>Direct Borrowings</u>	
Promissory note dated July 16, 2019, with Cross County Bank in the amount of \$1,251,715, with interest rate of 3.94% for the purchase of six Caterpillar Motor Graders. Monthly payments of \$10,800 for 35 months with a final payment of \$1,009,448. Payments are to be made from the County Road Fund.	<hr/> 1,048,512
Compensated absences consisting of accrued vacation and compensatory time adjusted to current salary cost.	<hr/> 96,290
	<hr/>
Total Long-term liabilities	\$ 12,314,802

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 \$11,170,000 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.

The County's outstanding note from direct borrowings of \$1,048,512 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.

CROSS COUNTY, ARKANSAS  
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**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>					
7/23/19	10/1/30	2.25-5.0%	\$ 14,155,000	\$ 11,170,000	\$ 2,985,000
<u>Direct Borrowings</u>					
7/16/19	7/16/22	3.94%	1,251,715	1,048,512	203,203
Total Long-Term Debt			<u>\$ 15,406,715</u>	<u>\$ 12,218,512</u>	<u>\$ 3,188,203</u>

Changes in Long-Term Debt

	Balance January 01, 2021	Issued	Retired	Balance December 31, 2021
Bonds payable	\$ 13,465,000	\$ 0	\$ 2,295,000	\$ 11,170,000
<u>Direct Borrowings</u>				
Notes payable	1,134,945		86,433	1,048,512
Total Long-Term Debt	<u>\$ 14,599,945</u>	<u>\$ 0</u>	<u>\$ 2,381,433</u>	<u>\$ 12,218,512</u>

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	\$ 1,150,000	\$ 423,725	\$ 1,573,725	\$ 1,048,512	\$ 25,736	\$ 1,074,248
2023	1,205,000	366,225	1,571,225			
2024	1,270,000	305,975	1,575,975			
2025	1,330,000	242,475	1,572,475			
2026	1,385,000	189,275	1,574,275			
2027 through 2030	4,830,000	261,000	5,091,000			
Totals	<u>\$ 11,170,000</u>	<u>\$ 1,788,675</u>	<u>\$ 12,958,675</u>	<u>\$ 1,048,512</u>	<u>\$ 25,736</u>	<u>\$ 1,074,248</u>

Noncancellable Leases

The County entered into a noncancellable lease agreement for a 2020 320GC Hydraulic Excavator on September 8, 2020. Terms of the lease are monthly rental payments of \$2,282 for 36 months. At the end of the lease term, the County will return the equipment.

The County entered into a noncancellable lease agreement for a 2020 320GC 9T Hydraulic Excavator on November 6, 2020. Terms of the lease are monthly rental payments of \$2,950 for 36 months. At the end of the lease term, the County will return the equipment.

The County entered into a noncancellable lease agreement for a 2021 D3 LCP Bulldozer on February 19, 2021. Terms of the lease are monthly rental payments of \$1,661 for 36 months. At the end of the lease term, the County will return the equipment.



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

Noncancellable Leases (Continued)

The County entered into a noncancellable lease agreement for a 2022 Freightliner on March 20, 2021. Terms of the lease are monthly rental payments of \$2,790 for 24 months. At the end of the lease term, the County will return the equipment.

The County entered into a noncancellable lease agreement for four 2022 Western Star Dump Trucks on December 15, 2021. Terms of the lease are monthly rental payments of \$6,417 for 24 months. At the end of the lease term, the County will return the equipment.

The County is obligated for the following amounts for the next three years:

Year	December 31, 2021
2022	\$ 193,198
2023	158,288
2024	<u>3,322</u>
Total	<u>\$ 354,808</u>

Rental expense for 2021 was \$211,241.

County-Wide Reappraisal Contract

The County entered into a contract with Arkansas CAMA Technology, Inc. on October 21, 2020, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$7,750 for a total of \$465,000 beginning January 1, 2021. Contract expense for 2021 was \$93,000.

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

Year	December 31, 2021
2022	\$ 93,000
2023	93,000
2024	93,000
2025	<u>93,000</u>
Total	<u>\$ 372,000</u>

Construction Contract

The County was contractually obligated for the following construction contract at December 31, 2021:

Project Name	Completion Date	Contract Balance December 31, 2021
Cross County Jail Construction	March 31, 2022	<u>\$ 4,362,124</u>

**4. Interfund Transfers**

General Fund transferred \$26,297 to the Other Funds in the Aggregate Public Defender Fund to supplement expenditures.

CROSS COUNTY, ARKANSAS  
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**5. Pledged Revenues**

The County pledged future 1.0% sales and use taxes to repay \$14,155,000 in bonds that were issued in 2019 to provide funding for acquiring, constructing, equipping, and furnishing new jail and law enforcement facilities. Total principal and interest remaining on the bonds are \$11,170,000 and \$1,788,675, respectively, payable through October 1, 2030. For 2021, principal and interest and other charges paid were \$2,295,000 and \$507,925, respectively.

The Sales and Use Tax Bond, Series 2019 Debt Service Fund received \$2,816,957 in sales taxes in 2021. Any sales taxes collected in excess of debt service payments on these bonds are required to be used for the early retirement of the bonds until they are repaid.

**6. Joint Venture: East Central Arkansas Regional Library**

Cross and Woodruff counties entered into an agreement on January 1, 1982 in accordance with Ark. Code Ann. § 13-2-401 to establish the East Central Arkansas Regional Library. The agreement states that the purpose for forming the regional library is to provide library services for the people of the two counties. The affairs of the East Central Arkansas Regional Library are governed by the regional board. The Regional Library Board shall approve employment of regional library personnel, regional budgeting and expenditures, and regional library policies. The East Central Arkansas Regional Library is funded by state aid and coordinates the activities of the local county systems, which are funded by property tax. The system headquarters is located at the Cross County Library in Wynne, Arkansas. The County Library paid \$239,298 to the regional library for professional services. Contact the East Central Arkansas Regional Library at 410 E. Merriman Avenue, Wynne, Arkansas 72396 to obtain financial statements.

**7. Jointly Governed Organizations**

Delta Regional Authority

Cross and St. Francis Counties, including the Cities of Wynne and Forrest City, entered into an agreement on February 11, 2003 to establish the Delta Regional Airport Authority (DRAA). The Regional Airport Authority is governed by eight board members. Three commissioners were appointed by the Mayor of each of the cities and one commissioner was appointed by the Judge of each of the counties. Any funds received by the County relating to the DRAA are reflected in the respective financial statements. Any accounts handled directly by the DRAA are not included. Contact the Delta Regional Airport Authority at 21 CR 703, Wynne, Arkansas 72396 to obtain financial statements.

First Judicial Drug Task Force

The First Judicial District Drug Task Force is a jointly governed organization comprised of representatives from Monroe, Lee, Phillips, St. Francis, Cross, and Woodruff Counties and participating cities within the aforementioned counties. The Sheriff from each county acts as a representative. The County did not pay any drug task force expenditures in 2021. Contact the First Judicial District Drug Task Force at 113 S. Main Street, Clarendon, Arkansas 72029 to obtain financial statements.

**8. 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 \$402,886.

CROSS COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2021  
(UNAUDITED)

**8. Arkansas Public Employees Retirement System (Continued)**

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 \$1,012,516.

**9. Capital Assets**

The County's capital assets records are summarized below :

	December 31, 2021
Land	\$ 482,435
Buildings	5,821,969
Construction in Progress	9,725,012
Equipment	6,230,549
Total	<u>\$ 22,259,965</u>

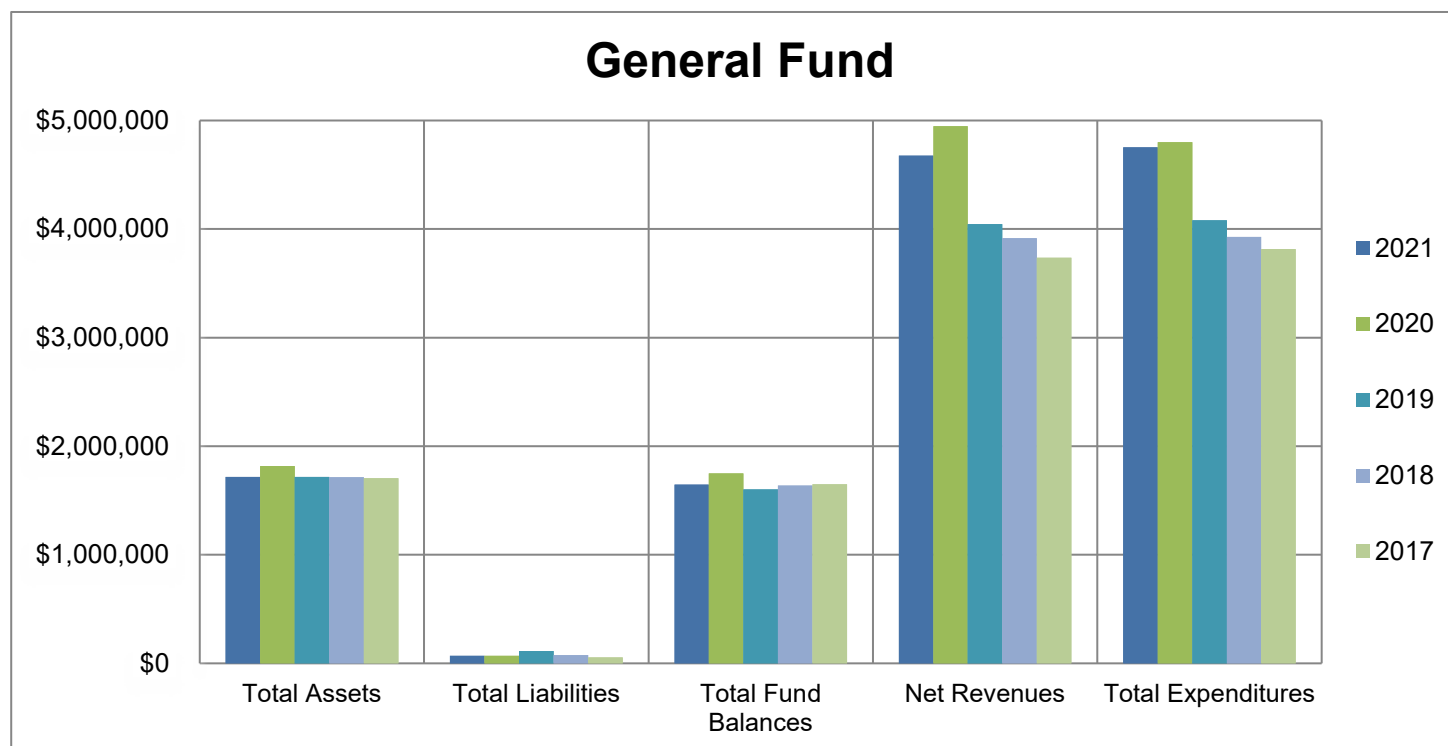
**10. Corona Virus (COVID-19)**

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). The County was awarded \$3,189,198 in federal aid from the American Rescue Plan Act of 2021. In 2021 and 2022, the County received funds in the amount of \$1,594,599 and \$1,594,599, respectively. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

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

Schedule 3-1

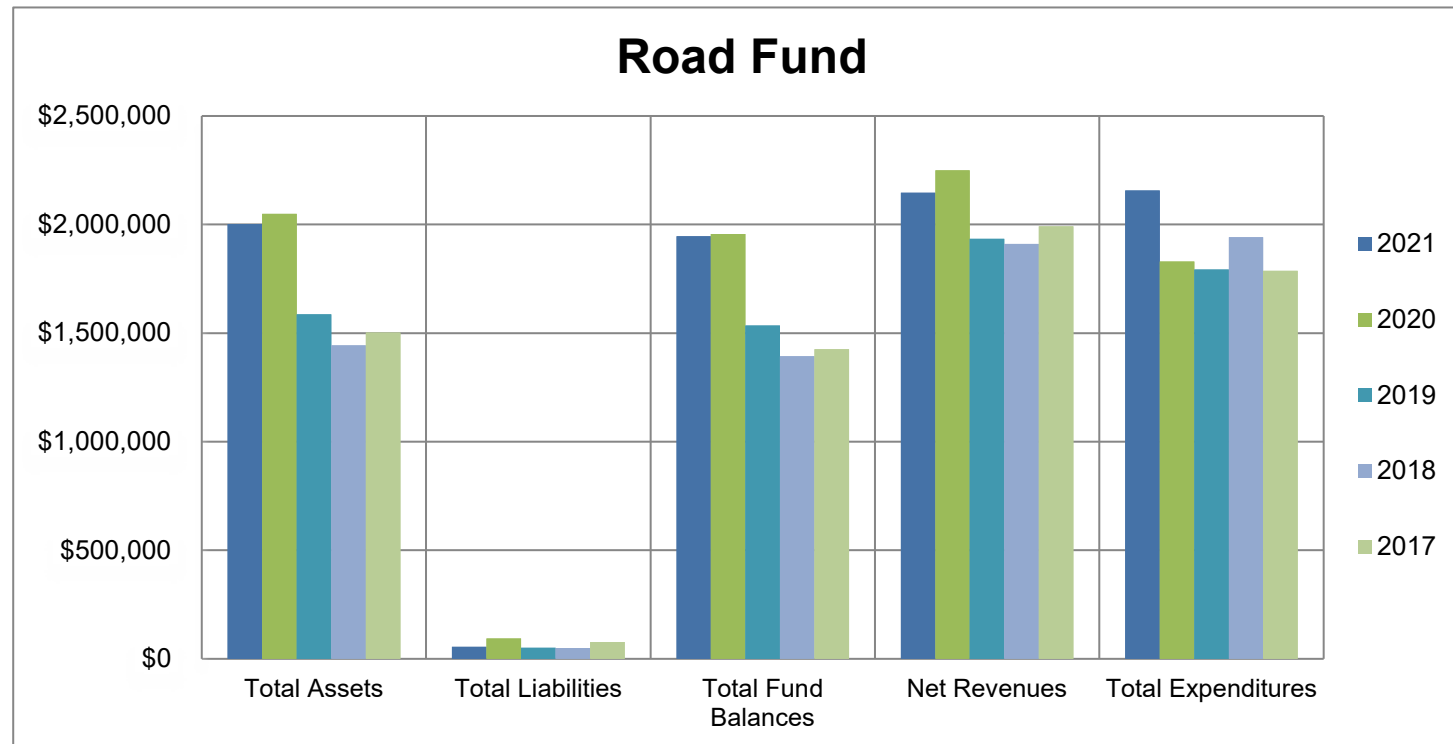
<u>General</u>	2021	2020	2019	2018	2017
Total Assets	\$ 1,716,691	\$ 1,818,110	\$ 1,716,662	\$ 1,714,445	\$ 1,704,068
Total Liabilities	70,739	68,364	114,391	75,635	54,415
Total Fund Balances	1,645,952	1,749,746	1,602,271	1,638,810	1,649,653
Net Revenues	4,675,621	4,948,843	4,045,619	3,915,660	3,735,226
Total Expenditures	4,753,118	4,801,368	4,082,158	3,926,503	3,815,188
Total Other Financing Sources/Uses	(26,297)				



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

Schedule 3-2

<b>Road</b>	2021	2020	2019	2018	2017
Total Assets	\$ 2,001,759	\$ 2,049,936	\$ 1,586,447	\$ 1,442,854	\$ 1,503,263
Total Liabilities	55,770	93,692	50,971	48,855	77,865
Total Fund Balances	1,945,989	1,956,244	1,535,476	1,393,999	1,425,398
Net Revenues	2,146,189	2,250,140	1,934,139	1,910,146	1,991,584
Total Expenditures	2,156,444	1,829,372	1,792,662	1,941,545	1,786,405



CROSS COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
DECEMBER 31, 2021  
(UNAUDITED)

Schedule 3-3

<b>Other Funds in the Aggregate</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Total Assets	\$ 10,919,344	\$ 13,734,162	\$ 16,143,587	\$ 3,873,504	\$ 4,023,809
Total Liabilities	757,805	661,681	274,964	2,103,778	2,162,754
Total Fund Balances	10,161,539	13,072,481	15,868,623	1,769,726	1,861,055
Net Revenues	8,694,005	6,532,693	3,368,420	3,194,484	3,087,527
Total Expenditures	11,631,244	9,328,835	4,400,864	3,285,813	3,192,246
Total Other Financing Sources/Uses	26,297		15,131,341		

