

**Cross County, Arkansas**

**Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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Financial and Compliance Report

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# Arkansas

**Sen. David Wallace**  
Senate Chair  
**Sen. John Payton**  
Senate Vice Chair



**Rep. Jimmy Gazaway**  
House Chair  
**Rep. Richard Womack**  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

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, 2022, and have issued our report thereon dated November 3, 2023. Management of the County is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

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

County Judge: Donnie Sanders  
Treasurer: Meredith McKnight (Resigned February 25, 2022)  
Tammy Crouch (Appointed March 1, 2022)  
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, reading "Roger A. Norman".

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

Little Rock, Arkansas  
November 3, 2023  
LOCO01922

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

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,416,482	\$ 2,680,051	\$ 12,353,423
Accounts receivable	272,749	7,092	196,088
Interfund receivables	11,546		3,211
	<u>1,700,777</u>	<u>2,687,143</u>	<u>12,552,722</u>
TOTAL ASSETS	<u>\$ 1,700,777</u>	<u>\$ 2,687,143</u>	<u>\$ 12,552,722</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 86,307	\$ 749,975	\$ 257,707
Interfund payables	3,211		11,546
Settlements pending	6,434		641,095
Total Liabilities	<u>95,952</u>	<u>749,975</u>	<u>910,348</u>
Fund Balances:			
Restricted	800	1,937,168	11,642,374
Assigned	5,434		
Unassigned	1,598,591		
Total Fund Balances	<u>1,604,825</u>	<u>1,937,168</u>	<u>11,642,374</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,700,777</u>	<u>\$ 2,687,143</u>	<u>\$ 12,552,722</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, 2022  
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 672,822	\$ 1,714,854	\$ 248,271
Federal aid	107,394		1,597,599
Property taxes	1,383,626	641,515	392,803
Sales taxes	1,223,469		5,950,494
Fines, forfeitures, and costs	574,264		131,943
Interest	7,407	22,999	86,451
Officers' fees	127,243		108,622
Jail fees	305,739		57,858
Franchise fees	6,066		
911 fees			351,790
Sale of equipment		735,000	
Treasurer's commission	165,539		20,192
Collector's commission	134,767		54,304
Taxes apportioned - Assessor's salary and expense	261,485		
Other	383,284	20,242	31,984
TOTAL REVENUES	5,353,105	3,134,610	9,032,311
Less: Treasurer's commission	71,410	55,240	18,359
NET REVENUES	5,281,695	3,079,370	9,013,952
EXPENDITURES			
Current:			
General government	1,933,890		587,222
Law enforcement	3,322,404		694,552
Highways and streets		3,088,191	
Public safety	14,554		157,339
Health	11,756		2,969,304
Recreation and culture	37,007		557,923
Total Current	5,319,611	3,088,191	4,966,340
Debt Service:			
Bond principal			2,150,000
Bond interest and other charges			419,988
TOTAL EXPENDITURES	5,319,611	3,088,191	7,536,328

CROSS 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>\$ (37,916)</u>	<u>\$ (8,821)</u>	<u>\$ 1,477,624</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			3,211
Transfers out	<u>(3,211)</u>		
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,211)</u>		<u>3,211</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(41,127)	(8,821)	1,480,835
FUND BALANCES - JANUARY 1	<u>1,645,952</u>	<u>1,945,989</u>	<u>10,161,539</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 1,604,825</u></u>	<u><u>\$ 1,937,168</u></u>	<u><u>\$ 11,642,374</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, 2022  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 653,416	\$ 672,822	\$ 19,406	\$ 1,490,081	\$ 1,714,854	\$ 224,773
Federal aid		107,394	107,394			
Property taxes	1,300,991	1,383,626	82,635	584,008	641,515	57,507
Sales taxes	1,286,801	1,223,469	(63,332)			
Fines, forfeitures, and costs	517,466	574,264	56,798			
Interest	5,648	7,407	1,759	9,320	22,999	13,679
Officers' fees	26,967	127,243	100,276			
Jail fees	258,069	305,739	47,670			
Franchise fees	8,000	6,066	(1,934)			
Sale of equipment					735,000	735,000
Treasurer's commission		165,539	165,539			
Collector's commission	35,069	134,767	99,698			
Taxes apportioned - Assessor's salary and expense	277,911	261,485	(16,426)			
Other	135,835	383,284	247,449	340	20,242	19,902
TOTAL REVENUES	4,506,173	5,353,105	846,932	2,083,749	3,134,610	1,050,861
Less: Treasurer's commission		71,410	(71,410)		55,240	(55,240)
NET REVENUES	4,506,173	5,281,695	775,522	2,083,749	3,079,370	995,621
EXPENDITURES						
Current:						
General government	1,906,136	1,933,890	(27,754)			
Law enforcement	3,315,119	3,322,404	(7,285)			
Highways and streets				3,416,437	3,088,191	328,246
Public safety	33,029	14,554	18,475			
Health	11,609	11,756	(147)			
Recreation and culture	37,007	37,007	0			
TOTAL EXPENDITURES	5,302,900	5,319,611	(16,711)	3,416,437	3,088,191	328,246

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, 2022  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (796,727)</u>	<u>\$ (37,916)</u>	<u>\$ 758,811</u>	<u>\$ (1,332,688)</u>	<u>\$ (8,821)</u>	<u>\$ 1,323,867</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	305,000		(305,000)			
Transfers out		(3,211)	(3,211)			
TOTAL OTHER FINANCING SOURCES (USES)	<u>305,000</u>	<u>(3,211)</u>	<u>(308,211)</u>			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(491,727)	(41,127)	450,600	(1,332,688)	(8,821)	1,323,867
FUND BALANCES - JANUARY 1	<u>846,918</u>	<u>1,645,952</u>	<u>799,034</u>	<u>1,497,949</u>	<u>1,945,989</u>	<u>448,040</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 355,191</u></u>	<u><u>\$ 1,604,825</u></u>	<u><u>\$ 1,249,634</u></u>	<u><u>\$ 165,261</u></u>	<u><u>\$ 1,937,168</u></u>	<u><u>\$ 1,771,907</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, 2022  
(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 Public Library	Child Support Cost	Drug Control
ASSETS									
Cash and cash equivalents	\$ 21,128	\$ 47,832	\$ 53,098	\$ 22,568	\$ 15,155	\$ 602,946	\$ 525,411	\$ 46,831	\$ 255
Accounts receivable	20,192		1,064		1,072	6,475		72	
Interfund receivables									
<b>TOTAL ASSETS</b>	<b>\$ 41,320</b>	<b>\$ 47,832</b>	<b>\$ 54,162</b>	<b>\$ 22,568</b>	<b>\$ 16,227</b>	<b>\$ 609,421</b>	<b>\$ 525,411</b>	<b>\$ 46,903</b>	<b>\$ 255</b>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable		\$ 6,370				\$ 3,419			
Interfund payables									
Settlements pending									
Total Liabilities		<u>6,370</u>				<u>3,419</u>			
Fund Balances:									
Restricted	\$ 41,320	41,462	\$ 54,162	\$ 22,568	\$ 16,227	606,002	\$ 525,411	\$ 46,903	\$ 255
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 41,320</b>	<b>\$ 47,832</b>	<b>\$ 54,162</b>	<b>\$ 22,568</b>	<b>\$ 16,227</b>	<b>\$ 609,421</b>	<b>\$ 525,411</b>	<b>\$ 46,903</b>	<b>\$ 255</b>

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

Schedule 1

	SPECIAL REVENUE FUNDS							
	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Public Defender	Juvenile Probation Fee	Circuit Clerk Commissioner's Fee
ASSETS								
Cash and cash equivalents	\$ 5,169	\$ 162,889	\$ 132,854	\$ 12,223	\$ 383,771		\$ 68,443	\$ 7,585
Accounts receivable		5,100	805		61,308			
Interfund receivables						\$ 3,211		
TOTAL ASSETS	<u>\$ 5,169</u>	<u>\$ 167,989</u>	<u>\$ 133,659</u>	<u>\$ 12,223</u>	<u>\$ 445,079</u>	<u>\$ 3,211</u>	<u>\$ 68,443</u>	<u>\$ 7,585</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable					\$ 751	\$ 3,211		
Interfund payables								
Settlements pending								
Total Liabilities					<u>751</u>	<u>3,211</u>		
Fund Balances:								
Restricted	<u>\$ 5,169</u>	<u>\$ 167,989</u>	<u>\$ 133,659</u>	<u>\$ 12,223</u>	<u>444,328</u>		<u>\$ 68,443</u>	<u>\$ 7,585</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,169</u>	<u>\$ 167,989</u>	<u>\$ 133,659</u>	<u>\$ 12,223</u>	<u>\$ 445,079</u>	<u>\$ 3,211</u>	<u>\$ 68,443</u>	<u>\$ 7,585</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS							
	Assessor's Late Assessment Fee	American Rescue Plan Act	West Nile Virus	Municipal Court Cost	One Percent Hospital Sales Tax	Law Enforcement Stipend Grant	Public Safety Equipment Grant	Communication Facility and Equipment
ASSETS								
Cash and cash equivalents	\$ 3,162	\$ 2,414,522	\$ 2,135	\$ 15,832	\$ 243,846	\$ 11,546		\$ 130,370
Accounts receivable							\$ 100,000	
Interfund receivables								
<b>TOTAL ASSETS</b>	<b>\$ 3,162</b>	<b>\$ 2,414,522</b>	<b>\$ 2,135</b>	<b>\$ 15,832</b>	<b>\$ 243,846</b>	<b>\$ 11,546</b>	<b>\$ 100,000</b>	<b>\$ 130,370</b>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 110				\$ 243,846			
Interfund payables						\$ 11,546		
Settlements pending								
Total Liabilities	110				243,846	11,546		
Fund Balances:								
Restricted	3,052	\$ 2,414,522	\$ 2,135	\$ 15,832			\$ 100,000	\$ 130,370
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 3,162</b>	<b>\$ 2,414,522</b>	<b>\$ 2,135</b>	<b>\$ 15,832</b>	<b>\$ 243,846</b>	<b>\$ 11,546</b>	<b>\$ 100,000</b>	<b>\$ 130,370</b>

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

Schedule 1

	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	CUSTODIAL FUNDS					
		Cross County Sales and Use Tax Bonds, Series 2019	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Totals
ASSETS	Jail Construction							
Cash and cash equivalents	\$ 4,025,699	\$ 2,757,058	\$ 195,918	\$ 181,451	\$ 182,753	\$ 55,900	\$ 25,073	\$ 12,353,423
Accounts receivable								196,088
Interfund receivables								3,211
TOTAL ASSETS	<u>\$ 4,025,699</u>	<u>\$ 2,757,058</u>	<u>\$ 195,918</u>	<u>\$ 181,451</u>	<u>\$ 182,753</u>	<u>\$ 55,900</u>	<u>\$ 25,073</u>	<u>\$ 12,552,722</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 257,707
Interfund payables								11,546
Settlements pending			\$ 195,918	\$ 181,451	\$ 182,753	\$ 55,900	\$ 25,073	641,095
Total Liabilities			<u>195,918</u>	<u>181,451</u>	<u>182,753</u>	<u>55,900</u>	<u>25,073</u>	<u>910,348</u>
Fund Balances:								
Restricted	<u>\$ 4,025,699</u>	<u>\$ 2,757,058</u>						<u>11,642,374</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,025,699</u>	<u>\$ 2,757,058</u>	<u>\$ 195,918</u>	<u>\$ 181,451</u>	<u>\$ 182,753</u>	<u>\$ 55,900</u>	<u>\$ 25,073</u>	<u>\$ 12,552,722</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, 2022  
(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 Public Library	Child Support Cost	Drug Control
REVENUES									
State aid				\$ 5,731			\$ 42,851		
Federal aid									
Property taxes							392,107		
Sales taxes									
Fines, forfeitures, and costs			\$ 9,083						
Interest	\$ 457	\$ 47	586	88	\$ 184	\$ 6,981	1,738	\$ 554	\$ 1
Officers' fees					4,480	83,182		1,270	
Jail fees									
911 fees									
Treasurer's commission	20,192								
Collector's commission		54,304							
Other			3		66	365	21,901	7	
<b>TOTAL REVENUES</b>	<b>20,649</b>	<b>54,351</b>	<b>9,672</b>	<b>5,819</b>	<b>4,730</b>	<b>90,528</b>	<b>458,597</b>	<b>1,831</b>	<b>1</b>
Less: Treasurer's commission			164	115	192	1,716	1,039	24	
<b>NET REVENUES</b>	<b>20,649</b>	<b>54,351</b>	<b>9,508</b>	<b>5,704</b>	<b>4,538</b>	<b>88,812</b>	<b>457,558</b>	<b>1,807</b>	<b>1</b>
EXPENDITURES									
Current:									
General government	35,336	49,706		1,457	9,217	28,059			
Law enforcement									
Public safety									
Health									
Recreation and culture							557,923		
Total Current	35,336	49,706		1,457	9,217	28,059	557,923		
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>35,336</b>	<b>49,706</b>		<b>1,457</b>	<b>9,217</b>	<b>28,059</b>	<b>557,923</b>		
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(14,687)</b>	<b>4,645</b>	<b>9,508</b>	<b>4,247</b>	<b>(4,679)</b>	<b>60,753</b>	<b>(100,365)</b>	<b>1,807</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>(14,687)</b>	<b>4,645</b>	<b>9,508</b>	<b>4,247</b>	<b>(4,679)</b>	<b>60,753</b>	<b>(100,365)</b>	<b>1,807</b>	<b>1</b>
FUND BALANCES - JANUARY 1	56,007	36,817	44,654	18,321	20,906	545,249	625,776	45,096	254
FUND BALANCES - DECEMBER 31	\$ 41,320	\$ 41,462	\$ 54,162	\$ 22,568	\$ 16,227	\$ 606,002	\$ 525,411	\$ 46,903	\$ 255

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, 2022  
(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				\$ 1,321		\$ 1,483			
Federal aid									
Property taxes									
Sales taxes									
Fines, forfeitures, and costs	\$ 523	\$ 75,052	\$ 11,178			8,260	\$ 2,995	\$ 16,710	
Interest	71	1,828	1,540	142	\$ 1,131		62	744	\$ 28
Officers' fees									140
Jail fees									
911 fees					351,790				
Treasurer's commission									
Collector's commission									
Other		216	78	4	8,108				13
<b>TOTAL REVENUES</b>	<b>594</b>	<b>77,096</b>	<b>12,796</b>	<b>1,467</b>	<b>361,029</b>	<b>9,743</b>	<b>3,057</b>	<b>17,454</b>	<b>181</b>
Less: Treasurer's commission		1,502	256	27	5,863				9
<b>NET REVENUES</b>	<b>594</b>	<b>75,594</b>	<b>12,540</b>	<b>1,440</b>	<b>355,166</b>	<b>9,743</b>	<b>3,057</b>	<b>17,454</b>	<b>172</b>
EXPENDITURES									
Current:									
General government									
Law enforcement	1,086	51,557		191		12,954	49,039		
Public safety					157,339				
Health									
Recreation and culture									
Total Current	1,086	51,557		191	157,339	12,954	49,039		
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>1,086</b>	<b>51,557</b>		<b>191</b>	<b>157,339</b>	<b>12,954</b>	<b>49,039</b>		
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(492)</b>	<b>24,037</b>	<b>12,540</b>	<b>1,249</b>	<b>197,827</b>	<b>(3,211)</b>	<b>(45,982)</b>	<b>17,454</b>	<b>172</b>
OTHER FINANCING SOURCES (USES)									
Transfers in						3,211			
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(492)</b>	<b>24,037</b>	<b>12,540</b>	<b>1,249</b>	<b>197,827</b>		<b>(45,982)</b>	<b>17,454</b>	<b>172</b>
<b>FUND BALANCES - JANUARY 1</b>	<b>5,661</b>	<b>143,952</b>	<b>121,119</b>	<b>10,974</b>	<b>246,501</b>		<b>45,982</b>	<b>50,989</b>	<b>7,413</b>
<b>FUND BALANCES - DECEMBER 31</b>	<b>\$ 5,169</b>	<b>\$ 167,989</b>	<b>\$ 133,659</b>	<b>\$ 12,223</b>	<b>\$ 444,328</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 68,443</b>	<b>\$ 7,585</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, 2022  
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Assessor's Late Assessment Fee	American Rescue Plan Act	West Nile Virus	Municipal Court Cost	One Percent Hospital Sales Tax	Cross County Sheriff's Jag Grant	Law Enforcement Stipend Grant	Public Safety Equipment Grant	Communication Facility and Equipment
REVENUES									
State aid							\$ 96,885	\$ 100,000	
Federal aid		\$ 1,594,599				\$ 3,000			
Property taxes	\$ 696								
Sales taxes					\$ 2,975,247				
Fines, forfeitures, and costs				\$ 7,885	257				
Interest	11	6,218	\$ 8	47					\$ 341
Officers' fees									19,550
Jail fees									57,858
911 fees									
Treasurer's commission									
Collector's commission									
Other	3				1,220				
TOTAL REVENUES	710	1,600,817	8	7,932	2,976,724	3,000	96,885	100,000	77,749
Less: Treasurer's commission	14				7,438				
NET REVENUES	696	1,600,817	8	7,932	2,969,286	3,000	96,885	100,000	77,749
EXPENDITURES									
Current:									
General government	196	463,251							
Law enforcement						3,000	96,885		43,599
Public safety									
Health					2,969,304				
Recreation and culture									
Total Current	196	463,251			2,969,304	3,000	96,885		43,599
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	196	463,251			2,969,304	3,000	96,885		43,599
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	500	1,137,566	8	7,932	(18)			100,000	34,150
OTHER FINANCING SOURCES (USES)									
Transfers in									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	500	1,137,566	8	7,932	(18)			100,000	34,150
FUND BALANCES - JANUARY 1	2,552	1,276,956	2,127	7,900	18				96,220
FUND BALANCES - DECEMBER 31	\$ 3,052	\$ 2,414,522	\$ 2,135	\$ 15,832	\$ 0	\$ 0	\$ 0	\$ 100,000	\$ 130,370

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, 2022  
(UNAUDITED)

Schedule 2

	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
	Jail Construction	Cross County Sales and Use Tax Bonds, Series 2019	Totals
REVENUES			
State aid			\$ 248,271
Federal aid			1,597,599
Property taxes			392,803
Sales taxes		\$ 2,975,247	5,950,494
Fines, forfeitures, and costs			131,943
Interest	\$ 37,246	26,398	86,451
Officers' fees			108,622
Jail fees			57,858
911 fees			351,790
Treasurer's commission			20,192
Collector's commission			54,304
Other			31,984
TOTAL REVENUES	37,246	3,001,645	9,032,311
Less: Treasurer's commission			18,359
NET REVENUES	37,246	3,001,645	9,013,952
EXPENDITURES			
Current:			
General government			587,222
Law enforcement	436,241		694,552
Public safety			157,339
Health			2,969,304
Recreation and culture			557,923
Total Current	436,241		4,966,340
Debt Service:			
Bond principal		2,150,000	2,150,000
Bond interest and other charges		419,988	419,988
TOTAL EXPENDITURES	436,241	2,569,988	7,536,328
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(398,995)	431,657	1,477,624
OTHER FINANCING SOURCES (USES)			
Transfers in			3,211
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(398,995)	431,657	1,480,835
FUND BALANCES - JANUARY 1	4,424,694	2,325,401	10,161,539
FUND BALANCES - DECEMBER 31	\$ 4,025,699	\$ 2,757,058	\$ 11,642,374



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

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commission to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
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.
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, 2022

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

<u>Fund Name</u>	<u>Fund Description</u>
County 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. § 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.
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.
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.
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.

CROSS 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>
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 Sheriff's Jag Grant	Established to account for federal JAG grants received by the Sheriff's office.
Law Enforcement Stipend Grant	Established to account for law enforcement stipend grant received by the Sheriff's office from the state.
Public Safety Equipment Grant	Established to account for public safety equipment grant received by the Sheriff's office from the state per Ark. Code Ann. § 12-1-103.
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.
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 payroll taxes and withholdings not distributed to the appropriate agencies.

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

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

**B. Basis of Accounting - Regulatory**

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

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

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

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

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, property taxes, trusts, officer fees, and payroll tax withholdings that have not been transferred to the appropriate entities.

Fund Balance Classifications

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

CROSS COUNTY, ARKANSAS  
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1. (Continued)

**D. Property Taxes**

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

**E. Budget Law**

1. Legal Requirements

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

2. Accounting

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

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

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

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

There were no committed fund balances at year-end.

CROSS COUNTY, ARKANSAS  
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**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			\$ 3,199,641
Highways and streets		\$ 1,937,168	
Law enforcement	\$ 800		688,102
Public safety			446,463
Recreation and culture			525,411
Capital outlay			4,025,699
Debt service			2,757,058
Total Restricted	<u>800</u>	<u>1,937,168</u>	<u>11,642,374</u>
Assigned to:			
General government	5,423		
Law enforcement	11		
Total Assigned	<u>5,434</u>		
Unassigned	<u>1,598,591</u>		
Totals	<u>\$ 1,604,825</u>	<u>\$ 1,937,168</u>	<u>\$ 11,642,374</u>

**3. Commitments**

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

	December 31, 2022
Long-term liabilities	\$ 9,099,588
Noncancellable leases	521,743
Reappraisal contract	<u>279,000</u>
Total Commitments	<u>\$ 9,900,331</u>

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

Long-term Liabilities

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

	December 31, 2022
<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, 2029; interest at 2.25-5%. Payments are to be made from the Cross County Sales and Use Tax Bonds, Series 2019 Debt Service Fund.	\$ 9,020,000
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost.	79,588
Total Long-term liabilities	\$ 9,099,588

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 \$9,020,000 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.

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>					
7/23/19	10/1/29	2.25-5.0%	\$ 14,155,000	\$ 9,020,000	\$ 5,135,000

Changes in Long-Term Debt

	Balance January 01, 2022	Issued	Retired	Balance December 31, 2022
Bonds payable	\$ 11,170,000	\$ 0	\$ 2,150,000	\$ 9,020,000



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**3. Commitments (Continued)**

Debt Service Requirements to Maturity

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

Years Ending December 31,	Bonds		
	Principal	Interest	Total
2023	\$ 1,205,000	\$ 343,725	\$ 1,548,725
2024	1,270,000	283,475	1,553,475
2025	1,330,000	219,975	1,549,975
2026	1,385,000	166,775	1,551,775
2027	1,440,000	111,375	1,551,375
2028 through 2029	2,390,000	73,912	2,463,912
Totals	<u>\$ 9,020,000</u>	<u>\$ 1,199,237</u>	<u>\$ 10,219,237</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.

The County entered into a noncancellable lease agreement for a 2022 Freightliner with Loader 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 entered into a noncancellable lease agreement for a 2022 420-07 Backhoe Loader on June 1, 2022. Terms of the lease are monthly rental payments of \$1,702 for 48 months. At the end of the lease term, the County will return the equipment.

The County entered into a noncancellable lease agreement for a 2022 309 Caterpillar Hydraulic Excavator on February 11, 2022. Terms of the lease are monthly rental payments of \$2,222 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 six Caterpillar Motor Graders on September 1, 2022. Terms of the lease are monthly rental payments of \$10,800 for 36 months. At the end of the lease term the County will return the equipment.

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**3. Commitments (Continued)**

Noncancellable Leases (Continued)

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

<u>Year</u>	<u>December 31, 2022</u>
2023	\$ 460,708
2024	30,406
2025	20,419
2026	<u>10,210</u>
Total	<u>\$ 521,743</u>

Lease expense for 2022, was \$349,219.

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 2022, was \$93,000.

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

<u>Year</u>	<u>December 31, 2022</u>
2023	\$ 93,000
2024	93,000
2025	<u>93,000</u>
Total	<u>\$ 279,000</u>

**4. Interfund Transfers**

General Fund transferred \$3,211 to the Other Funds in the Aggregate Public Defender Fund to supplement expenditures.

**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 \$9,020,000 and \$1,199,237, respectively, payable through October 1, 2029. For 2022, principal and interest and other charges paid were \$2,150,000 and \$419,988, respectively.

The Sales and Use Tax Bond, Series 2019 Debt Service Fund received \$2,975,247 in sales taxes in 2022. 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.

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6. **Joint Venture: East Central 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 \$258,818 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 2022. 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. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.25% as of July 1, 2022. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2022, (date of APERS Employer Allocation Report) were \$403,816.

CROSS COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(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, 2022, (actuarial valuation date and measurement date) was \$3,400,176.

**9. Capital Assets**

The County's capital assets records are summarized below:

	December 31, 2022
Land	\$ 482,435
Buildings	16,032,495
Equipment	6,374,776
Total	<u>\$ 22,889,706</u>

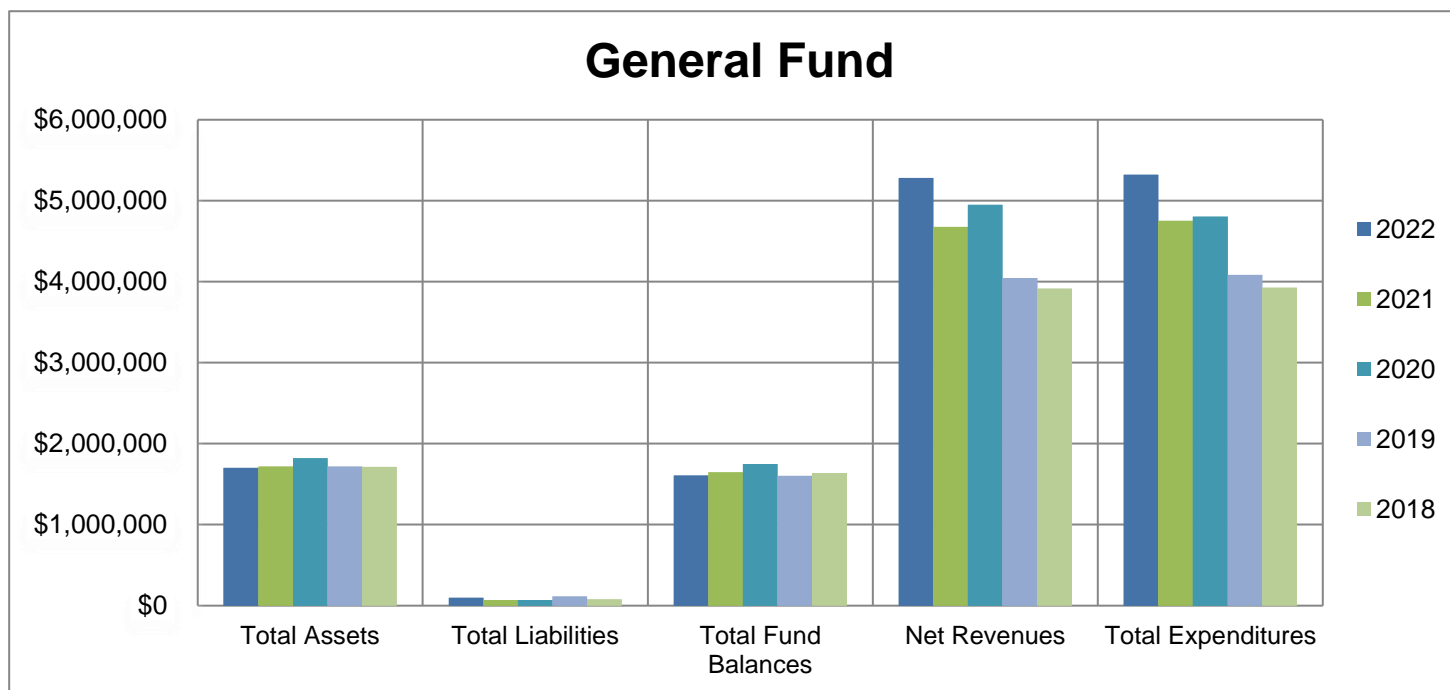
**10. Corona Virus (COVID-19)**

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). In 2021, the County was awarded \$3,189,198 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$3,189,198 of this amount has been received. In 2022, the County was awarded \$100,000 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021. In 2022 and 2023, the County received funds in the amount of \$50,000 each year. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

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

Schedule 3-1

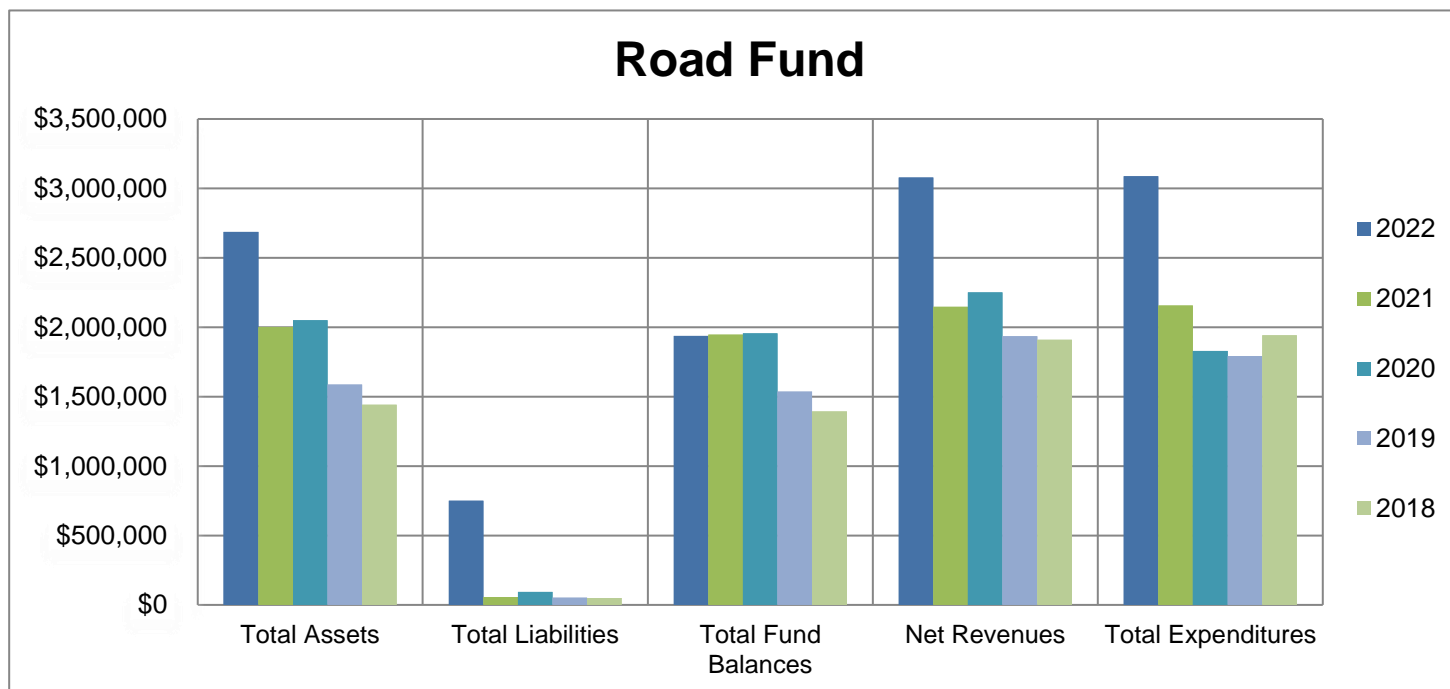
<b>General</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Total Assets	\$ 1,700,777	\$ 1,716,691	\$ 1,818,110	\$ 1,716,662	\$ 1,714,445
Total Liabilities	95,952	70,739	68,364	114,391	75,635
Total Fund Balances	1,604,825	1,645,952	1,749,746	1,602,271	1,638,810
Net Revenues	5,281,695	4,675,621	4,948,843	4,045,619	3,915,660
Total Expenditures	5,319,611	4,753,118	4,801,368	4,082,158	3,926,503
Total Other Financing Sources/Uses	(3,211)	(26,297)			



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

Schedule 3-2

<b><u>Road</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
Total Assets	\$ 2,687,143	\$ 2,001,759	\$ 2,049,936	\$ 1,586,447	\$ 1,442,854
Total Liabilities	749,975	55,770	93,692	50,971	48,855
Total Fund Balances	1,937,168	1,945,989	1,956,244	1,535,476	1,393,999
Net Revenues	3,079,370	2,146,189	2,250,140	1,934,139	1,910,146
Total Expenditures	3,088,191	2,156,444	1,829,372	1,792,662	1,941,545



CROSS 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

<b><u>Other Funds in the Aggregate</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
Total Assets	\$ 12,552,722	\$ 10,919,344	\$ 13,734,162	\$ 16,143,587	\$ 3,873,504
Total Liabilities	910,348	757,805	661,681	274,964	2,103,778
Total Fund Balances	11,642,374	10,161,539	13,072,481	15,868,623	1,769,726
Net Revenues	9,013,952	8,694,005	6,532,693	3,368,420	3,194,484
Total Expenditures	7,536,328	11,631,244	9,328,835	4,400,864	3,285,813
Total Other Financing Sources/Uses	3,211	26,297		15,131,341	

