

**Montgomery County, Arkansas**

**Regulatory Basis Financial Statements  
and Other Reports**

**December 31, 2023**

LEGISLATIVE JOINT AUDITING COMMITTEE

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# Arkansas



**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair

**Rep. Robin Lundstrum**  
House Chair  
**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Independent Auditor's Report

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

#### **Report on the Audit of the Financial Statements**

##### ***Opinions***

We have audited the regulatory basis financial statements of Montgomery County, Arkansas (County), which are comprised of the Balance Sheet – Regulatory Basis for the general fund, road fund, and other funds in the aggregate as of December 31, 2023, the related Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis; and the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis for the year then ended, and the related notes to the financial statements.

##### ***Unmodified Opinions on Regulatory Basis of Accounting***

In our opinion, the accompanying regulatory basis financial statements referred to above present fairly, in all material respects, the regulatory basis financial position of the general fund, road fund, and other funds in the aggregate of Montgomery County, Arkansas, as of December 31, 2023; the regulatory basis revenues, expenditures, and changes in fund balance; and the budgetary comparisons for the general fund and road fund for the year then ended, in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412 described in Note 1.

##### ***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying regulatory basis financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the general fund, road fund, and other funds in the aggregate of Montgomery County, Arkansas, as of December 31, 2023, or the revenues, expenditures, and changes in fund balance and, where applicable, cash flows thereof for the year then ended.

##### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

##### ***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statements, the financial statements are prepared by the County on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements permitted by the State of Arkansas.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

##### ***Emphasis of Matter***

As discussed in Note 1 to the financial statements, the County would have included another fund under accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board. However, under the regulatory basis, this fund is not required to be included as part of the reporting entity. Our opinions are not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412, as described in Note 1, to meet the requirements permitted by the State of Arkansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatements of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the regulatory basis financial statements as a whole. The accompanying supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information listed in the table of contents is fairly stated in all material respects, in relation to the regulatory basis financial statements as a whole on the basis of accounting described in Note 1.

### ***Other Information***

Management is responsible for the other information included in the report. The other information is comprised of the schedules listed in the table of contents but does not include the regulatory basis financial statements, supplemental information, and our auditor's reports thereon. Our opinions on the regulatory basis financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the regulatory basis financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 16, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of the testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

ARKANSAS LEGISLATIVE AUDIT



Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
May 16, 2025  
LOCO04923

# Arkansas



**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair

**Rep. Robin Lundstrum**  
House Chair  
**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory basis financial statements of the general fund, road fund, and other funds in the aggregate of Montgomery County, Arkansas (County), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the County's regulatory basis financial statements, and have issued our report thereon dated May 16, 2025. We issued an adverse opinion because the financial statements are prepared by the County on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, with respect to the regulatory basis of accounting described in Note 1, our opinions on the general fund, road fund, and other funds in the aggregate were unmodified.

### Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### Report on Compliance and Other Matters

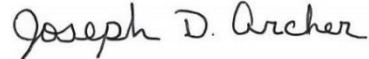
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also reported to management of the County in a separate letter dated May 16, 2025.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. 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



Joseph D. Archer, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
May 16, 2025

# Arkansas



**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair

**Rep. Robin Lundstrum**  
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**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### MANAGEMENT LETTER

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

The commentary contained in this letter relates to the following officials who held office during 2023:

County Judge: Bart Williams  
Treasurer: Missy Keenom  
Sheriff and Collector: Neal Thomas  
County and Circuit Clerk: Regina Powell  
Assessor: Tammy McCarter

No issues came to our attention that we considered necessary to report to management.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the Quorum Court and County 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 "Joseph D. Archer".

Joseph D. Archer, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
May 16, 2025

MONTGOMERY COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2023

Exhibit A

	General	Road	Other Funds in the Aggregate
<b>ASSETS</b>			
Cash and cash equivalents	\$ 5,682,467	\$ 2,473,601	\$ 6,581,547
Accounts receivable	177,050	28,150	73,255
Interfund receivables			12,500
	<b>TOTAL ASSETS</b>	<b>TOTAL ASSETS</b>	<b>TOTAL ASSETS</b>
	<b>\$ 5,859,517</b>	<b>\$ 2,501,751</b>	<b>\$ 6,667,302</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 87,474	\$ 36,404	\$ 63,625
Interfund payables	12,500		
Settlements pending	128,518	5,080	294,029
Total Liabilities	<b>228,492</b>	<b>41,484</b>	<b>357,654</b>
<b>Fund Balances:</b>			
Restricted		2,460,267	6,057,383
Committed	556,972		
Assigned	300		252,265
Unassigned	5,073,753		
Total Fund Balances	<b>5,631,025</b>	<b>2,460,267</b>	<b>6,309,648</b>
	<b>\$ 5,859,517</b>	<b>\$ 2,501,751</b>	<b>\$ 6,667,302</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>			

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

MONTGOMERY COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 561,895	\$ 1,833,790	\$ 217,505
Federal aid	2,292,597	302,919	11,790
Property taxes	624,611	337,948	36,107
Sales taxes			3,099,501
Fines, forfeitures, and costs	135,720		32,777
Interest	108,747	92,956	222,469
Officers' fees	23,868		69,608
911 fees			245,577
Jail fees			117,177
Sanitation fees			157,246
Insurance premiums	7,927		
Treasurer's commission	124,450		16,385
Collector's commission	142,932		22,827
Taxes apportioned - Assessor's salary and expense	204,144		
Other	299,613	86,245	83,321
<b>TOTAL REVENUES</b>	<b>4,526,504</b>	<b>2,653,858</b>	<b>4,332,290</b>
Less: Treasurer's commission	43,499	39,551	43,613
<b>NET REVENUES</b>	<b>4,483,005</b>	<b>2,614,307</b>	<b>4,288,677</b>
EXPENDITURES			
Current:			
General government	1,572,136		504,268
Law enforcement	703,788		2,067,221
Highways and streets		2,804,792	
Public safety	43,029		152,782
Sanitation			1,064,090
Health	27,358		
Recreation and culture			84,885
Social services	92,156		3,236
Total Current	2,438,467	2,804,792	3,876,482
Debt Service:			
Bond principal			855,000
Bond interest and other charges			241,964
<b>TOTAL EXPENDITURES</b>	<b>2,438,467</b>	<b>2,804,792</b>	<b>4,973,446</b>

MONTGOMERY COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 2,044,538	\$ (190,485)	\$ (684,769)
OTHER FINANCING SOURCES (USES)			
Transfers in			1,270,662
Transfers out	(166,200)		(1,104,462)
Contributions from Ouachita Mountains Regional Library			35,574
TOTAL OTHER FINANCING SOURCES (USES)	<u>(166,200)</u>		<u>201,774</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,878,338	(190,485)	(482,995)
FUND BALANCES - JANUARY 1	<u>3,752,687</u>	<u>2,650,752</u>	<u>6,792,643</u>
FUND BALANCES - DECEMBER 31	<u>\$ 5,631,025</u>	<u>\$ 2,460,267</u>	<u>\$ 6,309,648</u>

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

MONTGOMERY 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, 2023

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 370,000	\$ 561,895	\$ 191,895	\$ 1,500,000	\$ 1,833,790	\$ 333,790
Federal aid	700,000	2,292,597	1,592,597	400,000	302,919	(97,081)
Property taxes	550,000	624,611	74,611	280,000	337,948	57,948
Fines, forfeitures, and costs	155,000	135,720	(19,280)			
Interest	8,000	108,747	100,747	20,000	92,956	72,956
Officers' fees	32,000	23,868	(8,132)			
Insurance premiums	6,000	7,927	1,927			
Treasurer's commission	95,000	124,450	29,450			
Collector's commission	170,000	142,932	(27,068)			
Taxes apportioned - Assessor's salary and expense	180,000	204,144	24,144			
Other	179,000	299,613	120,613	65,000	86,245	21,245
<b>TOTAL REVENUES</b>	<b>2,445,000</b>	<b>4,526,504</b>	<b>2,081,504</b>	<b>2,265,000</b>	<b>2,653,858</b>	<b>388,858</b>
Less: Treasurer's commission		43,499	(43,499)		39,551	(39,551)
<b>NET REVENUES</b>	<b>2,445,000</b>	<b>4,483,005</b>	<b>2,038,005</b>	<b>2,265,000</b>	<b>2,614,307</b>	<b>349,307</b>
EXPENDITURES						
Current:						
General government	3,378,880	1,572,136	1,806,744			
Law enforcement	867,254	703,788	163,466			
Highways and streets				3,678,304	2,804,792	873,512
Public safety	51,175	43,029	8,146			
Health	36,258	27,358	8,900			
Social services	94,897	92,156	2,741			
<b>TOTAL EXPENDITURES</b>	<b>4,428,464</b>	<b>2,438,467</b>	<b>1,989,997</b>	<b>3,678,304</b>	<b>2,804,792</b>	<b>873,512</b>

MONTGOMERY 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, 2023

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (1,983,464)	\$ 2,044,538	\$ 4,028,002	\$ (1,413,304)	\$ (190,485)	\$ 1,222,819
OTHER FINANCING SOURCES (USES)						
Transfers in	10,000		(10,000)			
Transfers out	(353,700)	(166,200)	187,500			
TOTAL OTHER FINANCING SOURCES (USES)	(343,700)	(166,200)	177,500			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(2,327,164)	1,878,338	4,205,502	(1,413,304)	(190,485)	1,222,819
FUND BALANCES - JANUARY 1	1,005,000	3,752,687	2,747,687	1,500,000	2,650,752	1,150,752
FUND BALANCES - DECEMBER 31	\$ (1,322,164)	\$ 5,631,025	\$ 6,953,189	\$ 86,696	\$ 2,460,267	\$ 2,373,571

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

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 1: Summary of Significant Accounting Policies**

**A. Financial Reporting Entity**

The County is a political subdivision of the state governed by an elected quorum court. The reporting entity includes all the funds of the County. Under accounting principles generally accepted in the United States of America (GAAP) as established by the *Government Accounting Standards Board*, the following fund of the County would have been included in the reporting entity: Montgomery Nursing Home Fund. However, under Arkansas's regulatory basis described below, inclusion of this fund is not required and this fund is not included in this report.

**B. Basis of Presentation - Regulatory**

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

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

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

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

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

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

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

**Special Revenue Funds** - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. See Schedules 1 and 2 for Special Revenue Funds as 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. See Schedules 1 and 2 for the Capital Projects Fund as 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. See Schedules 1 and 2 for Debt Service Funds as 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). See Schedule 1 for the Custodial Funds as reported with other funds in the aggregate.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**C. 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 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.

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

Cash and Cash Equivalents

For the purpose of financial reporting, "cash and cash equivalents" includes all demand, savings, and money market accounts, certificates of deposit, treasury bills, and bond trustee accounts guaranteed by the U.S. government.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, and property taxes that have not been transferred to the appropriate entities.

Fund Balance Classifications

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

**E. 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.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**F. 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.

**G. 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.

The County does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The County does not have a policy addressing which resources to use within the unrestricted fund balance when committed, assigned, or unassigned fund balances are available. 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.

**NOTE 2: Cash Deposits with Financial Institutions**

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 427,371	\$ 428,577
Collateralized:		
Collateral held by the pledging financial institution's trust department or agent in the County's name	13,463,231	14,226,473
Uninsured and uncollateralized	846,043	846,043
Total Deposits	\$ 14,736,645	\$ 15,501,093

The above total deposits do not include cash on hand of \$970.

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2023, \$846,043 of the County's bank balances were exposed to custodial credit risk. The balances exposed to custodial credit risk were deposited in money market accounts consisting of Federated Treasury Obligations, which are not insured or collateralized.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 3: Legal or Contractual Provisions for Deposits and Investments**

State law generally requires that county funds be deposited in federally insured banks located in the State of Arkansas. The county deposits may be in the form of checking accounts, savings accounts, and time deposits. Public funds may be invested in eligible investment securities having a maturity of not longer than 5 years from the date of acquisition unless, as documented at the time of acquisition, the investment is to fund or support a specific purpose and there are no expectations that the investment will be sold before maturity; an Arkansas bank certificate of deposit; an account established by a local government joint investment trust; or an Arkansas financial institution repurchase agreement for eligible investment securities in which the seller agrees to repurchase the investment at a price including interest earned during the holding period as determined by the repurchase agreement.

**NOTE 4: Accounts Receivable**

The accounts receivable balance at December 31, 2023, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Property taxes	\$ 11,419	\$ 14,097	\$ 1,523
Fines, forfeitures, and costs	12,773		3,312
Interest	4,692		
Officers' fees	1,528		3,907
911 fees			23,371
Jail fees			13,060
Sanitation fees			13,319
Treasurer's commission	124,449	6,464	7,127
Other	15,080	7,589	7,636
Treasurer's commission charged	7,109		
Totals	<u>\$ 177,050</u>	<u>\$ 28,150</u>	<u>\$ 73,255</u>

**NOTE 5: Accounts Payable**

The accounts payable balance at December 31, 2023, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 87,474</u>	<u>\$ 36,404</u>	<u>\$ 63,625</u>

**NOTE 6: Federal Funds Program Compliance**

The County has not yet received the report for the audit of federal grants in accordance with federal program requirements and therefore, any instances of noncompliance with federal grant requirements have not been determined. Disbursements that are not in accordance with the federal program requirements are subject to reimbursement by the County. The County has entered a contract for an accounting firm to perform a federal compliance audit which is currently being conducted.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 7: Details of Fund Balance Classifications**

Fund balance classifications at December 31, 2023, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances			
Restricted for:			
General government			\$ 344,006
Law enforcement			2,448,948
Highways and streets		\$ 2,460,267	
Public safety			625,873
Sanitation			1,756,216
Recreation and culture			36,297
Capital outlay			144,185
Debt service			701,858
Total Restricted		2,460,267	6,057,383
Committed for:			
General government	\$ 556,972		
Assigned to:			
General government	300		
Law enforcement			241,165
Recreation and culture			11,100
Total Assigned	300		252,265
Unassigned	5,073,753		
Totals	\$ 5,631,025	\$ 2,460,267	\$ 6,309,648

**NOTE 8: Interfund Balances**

	December 31, 2023	
	Interfund Receivables	Interfund Payables
General Fund		\$ 12,500
Other Funds in the Aggregate:		
Special Revenue Funds:		
18th West Judicial District Drug Task Force	\$ 12,500	
	\$ 12,500	\$ 12,500

Interfund receivables and payables consist of errors in a transfer of funds. These balances are expected to be repaid in June 2025.

MONTGOMERY COUNTY, ARKANSAS  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2023

**NOTE 9: Legal Debt Limit**

A. Property Tax Secured Bonded Debt

The County is subject to a constitutional limitation for bonded indebtedness equal to 10% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. At December 31, 2023, the legal debt limit for bonded debt was \$14,058,029. There were no property tax secured bond issues.

B. Short-term Financing Obligations

The County is subject to a constitutional limitation for short-term financing obligations equal to 2.5% of the assessed value of taxable property within the County as determined by the last tax assessment. At December 31, 2023, the legal debt limit for short-term financing obligations was \$3,741,120. There were no short-term financing obligations.

**NOTE 10: Commitments**

Total commitments consist of the following at December 31, 2023:

	December 31, 2023
Long-term liabilities	\$ 5,766,696
Reappraisal contract	313,500
 Total Commitments	 \$ 6,080,196

Long-term Liabilities

Long-term liabilities at December 31, 2023, are comprised of the following:

	December 31, 2023
<u>Bonds</u>	
Sales and Use Tax Bonds, Series 2018, dated September 25, 2018, in the amount of \$8,665,000, due in annual installments of \$160,000 to \$595,000 due on October 1 beginning in 2019 through October 2036; interest at 3% to 4.5% due April 1 and October 1 beginning October 2019. Payments are to be made from the Debt Service Fund.	\$ 5,580,000
 Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	 186,696
 Total Long-term liabilities	 \$ 5,766,696

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 \$5,580,000 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.

Post Employment Benefits Other Than Pensions

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

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 10: Commitments (Continued)**

Long-Term Debt Issued and Outstanding

<u>Date of Issue</u>	<u>Date of Final Maturity</u>	<u>Rate of Interest</u>	<u>Amount Authorized and Issued</u>	<u>Debt Outstanding December 31, 2023</u>	<u>Maturities to December 31, 2023</u>
<u>Bonds</u>					
9/25/18	10/1/36	3 - 4.5%	<u>\$ 8,665,000</u>	<u>\$ 5,580,000</u>	<u>\$ 3,085,000</u>

Changes in Long-Term Debt

	<u>Balance January 01, 2023</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance December 31, 2023</u>
Bonds payable	<u>\$ 6,435,000</u>	<u>\$ 0</u>	<u>\$ 855,000</u>	<u>\$ 5,580,000</u>

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2023:

<u>Years Ending December 31,</u>	<u>Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 955,000	\$ 204,275	\$ 1,159,275
2025	380,000	173,263	553,263
2026	395,000	161,863	556,863
2027	405,000	150,013	555,013
2028 through 2032	1,290,000	582,638	1,872,638
2033 through 2036	<u>2,155,000</u>	<u>387,900</u>	<u>2,542,900</u>
Totals	<u>\$ 5,580,000</u>	<u>\$ 1,659,950</u>	<u>\$ 7,239,950</u>

County-Wide Reappraisal Contract

The County entered into a contract with CAMA Technology, Inc., on November 7, 2023, for a county-wide reappraisal. The County is obligated for 48 monthly payments of \$6,531 for a total of \$313,500 beginning February 1, 2024. Contract expense for 2023, was \$77,000.

The County is obligated for the following amounts at December 31, 2023:

<u>Year</u>	<u>December 31, 2023</u>
2024	\$ 71,844
2025	78,375
2026	78,375
2027	<u>84,906</u>
Total	<u>\$ 313,500</u>

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 11: Interfund Transfers**

The General Fund transferred \$166,200 to Other Funds in the Aggregate. This amount represented supplemental funding to the County Public Library, 18<sup>th</sup> West Judicial District Drug Task Force, and Jail and Law Enforcement Sales Tax Funds in the amounts of \$3,700, \$12,500, and \$150,000, respectively. In addition, within Other Funds in the Aggregate, transfers were made of \$1,104,462 to meet required debt reserve amounts.

**NOTE 12: Subsequent Events**

The County adopted Ordinance no. 2025-02 (January 23, 2025) authorizing the County to conduct business with Rowdy "R" Construction, a company owned by Board Member Matt Rae, who was contracted to construct a metal building and fencing addition to the Montgomery County Jail and perform Courthouse renovations for a total cost of \$881,198.

**NOTE 13: Pledged Revenues**

The County pledged future 2% sales and use taxes to repay \$8,665,000 in bonds that were issued in 2018 to provide funding for the purpose of financing all or a portion of the costs to acquire, construct, improve, expand, equip, furnish, operate, and maintain new or existing jail and law enforcement facilities, including any utility, road and parking improvements related thereto or in support thereof and for other law enforcement purposes. Total principal and interest remaining on the bonds are \$5,580,000 and \$1,659,950, respectively, payable through October 1, 2036. For 2023, principal and interest paid were \$855,000 and \$237,744, respectively.

The Debt Service Fund received \$1,104,185 in sales taxes in 2023. The County retired \$255,000 in excess of required bond payments due to an extraordinary redemption clause which requires bonds to be redeemed in inverse order from surplus tax receipts not needed for the purpose intended. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used for any law enforcement purpose.

**NOTE 14: Joint Ventures**

Ouachita Mountains Regional Library

Montgomery and Polk Counties entered into an agreement on April 12, 2010, in accordance with Ark. Code Ann. § 13-2-401 to establish the Ouachita Mountains Regional Library (OMRL). The Ouachita Mountains Regional Library board consists of six members; three from the Montgomery County Library Board and three from the Polk County Library Board. The agreement states all per capita revenue received by the OMRL is to be prorated to each member county based on per capita for use by each County Library Board at its discretion; in return, each county is to contribute to the OMRL ten percent of any per capita revenue received from the OMRL for the purpose of establishing and perpetuating reserve funds to be administered by the Regional Board; any non-per capita revenue received by the OMRL is to be used at the discretion of the Regional Board in support of the region and its staff, services, and facilities. The percentage of per capita revenue contributed back to the OMRL by each county is to be re-evaluated by the Regional Board at least every five years. The County Library did not pay any regional library expenditures in 2023. The OMRL contributed \$35,574 to the County Library in 2023. Financial statements for the OMRL are available at 145A Whittington Street, Mount Ida, Arkansas 71957.

Eighteenth-West Judicial Drug Crime Task Force

On July 1, 2023, the Montgomery County Sheriff's Department renewed their agreement with the prosecuting attorney of the Eighteenth-West Judicial District and the Sheriff's Department of Polk County to continue the Eighteenth-West Judicial Drug Crime Task Force (DCTF). The term of the agreement is for the period July 1, 2023 to June 30, 2024. Funding is provided through federal and state grants in addition to contributions from the participating entities. The Montgomery County Sheriff's Department made payments/contract labor of \$43,447 and contributed \$15,000 to the Eighteenth-West Judicial Drug Crime Task Force in 2023.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 15: Jointly Governed Organizations**

Southwest Arkansas Regional Intermodal Authority

The Counties of Clark, Montgomery, Nevada, Pike, and Dallas and the cities of Gurdon, Prescott, Glenwood, Caddo Valley, Murfreesboro, Arkadelphia, Amity, and Fordyce entered into an agreement to establish the Southwest Arkansas Regional Intermodal Authority on May 18, 2010, in accordance with Ark. Code Ann. § 14-143-103. The primary purpose of this agreement is for the acquiring, equipping, constructing, maintaining, and operating a regional intermodal facility or facilities. Funding for this agreement is derived primarily from the Authority dues consisting of \$2,000 per county and \$1,000 per city member and any revenues not inconsistent with the Arkansas constitution or Arkansas law. The Board of Directors shall consist of eighteen directors: one from each participating city and two from each participating county. Montgomery County paid \$2,000 to the Southwest Arkansas Regional Intermodal Authority in 2023. Separate financial statements of the Southwest Arkansas Regional Intermodal Authority are not available.

Upper Southwest Arkansas Regional Solid Waste Management District

The Upper Southwest Arkansas Regional Solid Waste Management District is a jointly governed organization comprised of representatives from Howard, Pike, Sevier, Little River, Hempstead, Lafayette, Montgomery, Nevada, and Polk Counties and the participating cities within the aforementioned counties. The District is governed by a Board of Directors consisting of the respective county judges and mayors of the county seats for the areas served unless some other representatives are appointed by the respective entities. Montgomery County paid \$195,218 to the Upper Southwest Arkansas Regional Solid Waste Management District in 2023. The financial statements of the Upper Southwest Arkansas Regional Solid Waste Management District are available at P.O. Box 909, Nashville, AR 71852.

**NOTE 16: Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and participation in a public entity risk pool. The amount of settlements, if any, has not exceeded the insurance coverage for each of the past three years. There were no significant reductions in insurance coverage in the major categories of risk from coverage in the prior year.

The County participates in the Association of Arkansas Counties Program (public entity risk pools) for coverage in the following areas:

Workers' Compensation - This program provides statutory benefits for losses incurred by County officials, employees, and volunteer fire fighters while performing work for the County. Rates for counties participating in this program are revised annually based on the cost experience of the particular county or group as determined by the Workers' Compensation Commission.

Property Program – This program is a blanket policy with coverage up to \$1,100,000,000 for any one loss with a \$1,000 deductible. The County shall pay into the program each year a charge established by the Risk Management Fund Board for covered county property.

Vehicle Program

- A. Liability - This program may pay all sums the County legally must pay as damages because of bodily injury, death, or property damage to which this agreement applies involving a covered county vehicle and for which the County is liable. The limit of payment by the program is \$25,000 for bodily injury per person, \$50,000 for bodily injury per accident, and \$25,000 for property damage per accident. The County shall pay into the program each year a charge established annually by the Risk Management Fund Board for covered county vehicles owned or leased by the County.
- B. Physical Damage - This program covers vehicles (excluding mobile equipment) which are the property of the participating county. Property is valued at the full cost to repair or replace the property after deduction for depreciation. Loss amounts payable will be reduced by the deductible amount of \$500 per occurrence. The County agrees to pay into the program each year a service charge established annually by the Risk Management Fund Board for covered property.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2023

**NOTE 16: Risk Management (Continued)**

Vehicle Program (Continued)

General Liability Program - The program shall provide legal defense in civil rights suits against the county government of a participating county and pay judgments imposed on County officials and employees and the county government and county-formed boards and commissions. Coverage is limited to \$350,000 or \$500,000 per case with an annual aggregate of \$350,000 or \$500,000 or \$750,000. The County agrees to pay into the program each year a rate established by the Risk Management Fund Board.

The County also participates in the Self-Insured Fidelity Bond Program administered by the Governmental Bonding Board. This program covers actual losses sustained by the participating entity through any fraudulent or dishonest act or acts committed by any of the officials or employees, acting alone or in collusion with others, during the bond period to an amount not exceeding the lesser of \$300,000 or the amount of the bond. Premiums for coverage are determined by the State Risk Manager and approved by the Board. These premiums are paid by the State Treasurer from funds withheld from the County Aid Fund. There is a \$2,500 deductible per occurrence.

**NOTE 17: 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 5.5% as of July 1, 2023. 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, 2023, (date of APERS Employer Allocation Report) were \$446,579.

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, 2023, (actuarial valuation date and measurement date) was \$3,832,707.

**NOTE 18: 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 2022, the County was awarded \$2,860,510 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021, and as of the report date, \$2,860,510 of this amount has been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

MONTGOMERY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2023

Schedule 1

SPECIAL REVENUE FUNDS

	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no. 79	County Recorder's Cost	County Public Library	Solid Waste	Child Support Cost
<b>ASSETS</b>									
Cash and cash equivalents	\$ 48,873	\$ 48,376	\$ 29,026	\$ 50,571	\$ 21,369	\$ 135,993	\$ 46,735	\$ 1,753,583	\$ 10,573
Accounts receivable			64	644	10	4,160	1,762	23,698	
Interfund receivables									
<b>TOTAL ASSETS</b>	<u>\$ 48,873</u>	<u>\$ 48,376</u>	<u>\$ 29,090</u>	<u>\$ 51,215</u>	<u>\$ 21,379</u>	<u>\$ 140,153</u>	<u>\$ 48,497</u>	<u>\$ 1,777,281</u>	<u>\$ 10,573</u>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Accounts payable						\$ 549	\$ 1,100	\$ 21,065	
Settlements pending									
<b>Total Liabilities</b>						<u>549</u>	<u>1,100</u>	<u>21,065</u>	
Fund Balances:									
Restricted	\$ 48,873	\$ 48,376	\$ 29,090	\$ 51,215	\$ 21,379	139,604	36,297	1,756,216	\$ 10,573
Assigned							11,100		
<b>Total Fund Balances</b>	<u>48,873</u>	<u>48,376</u>	<u>29,090</u>	<u>51,215</u>	<u>21,379</u>	<u>139,604</u>	<u>47,397</u>	<u>1,756,216</u>	<u>10,573</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 48,873</u>	<u>\$ 48,376</u>	<u>\$ 29,090</u>	<u>\$ 51,215</u>	<u>\$ 21,379</u>	<u>\$ 140,153</u>	<u>\$ 48,497</u>	<u>\$ 1,777,281</u>	<u>\$ 10,573</u>

MONTGOMERY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2023

Schedule 1

SPECIAL REVENUE FUNDS									
	Drug Control	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety and Enforcement	Emergency 911	Indigent Attorney	Adult Drug Court	Public Safety
<b>ASSETS</b>									
Cash and cash equivalents	\$ 26,199	\$ 8,274	\$ 92,450	\$ 226,207	\$ 25,589	\$ 604,769	\$ 30,161	\$ 6,451	\$ 1,351
Accounts receivable	112	90	1,855	13,066	5	23,824	328	1	1
Interfund receivables									
<b>TOTAL ASSETS</b>	<b>\$ 26,311</b>	<b>\$ 8,364</b>	<b>\$ 94,305</b>	<b>\$ 239,273</b>	<b>\$ 25,594</b>	<b>\$ 628,593</b>	<b>\$ 30,489</b>	<b>\$ 6,452</b>	<b>\$ 1,352</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Accounts payable			\$ 2,383			\$ 4,072			
Settlements pending									
<b>Total Liabilities</b>			<b>2,383</b>			<b>4,072</b>			
<b>Fund Balances:</b>									
Restricted	\$ 26,311	\$ 8,364	91,922		\$ 25,594	624,521	\$ 30,489	\$ 6,452	\$ 1,352
Assigned				\$ 239,273					
<b>Total Fund Balances</b>	<b>26,311</b>	<b>8,364</b>	<b>91,922</b>	<b>239,273</b>	<b>25,594</b>	<b>624,521</b>	<b>30,489</b>	<b>6,452</b>	<b>1,352</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 26,311</b>	<b>\$ 8,364</b>	<b>\$ 94,305</b>	<b>\$ 239,273</b>	<b>\$ 25,594</b>	<b>\$ 628,593</b>	<b>\$ 30,489</b>	<b>\$ 6,452</b>	<b>\$ 1,352</b>

MONTGOMERY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2023

Schedule 1

SPECIAL REVENUE FUNDS

	Circuit Court Juvenile Division	County Clerk Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	United States Treasury	Jail and Law Enforcement Sales Tax	18th West Judicial District Drug Task Force	Victims of Crime Act (VOCA) Program Grant
<b>ASSETS</b>								
Cash and cash equivalents	\$ 1,484	\$ 1,925	\$ 1,948	\$ 84,127	\$ 58	\$ 2,181,675	\$ (10,561)	\$ 21
Accounts receivable		2	1			3,327		
Interfund receivables							12,500	
<b>TOTAL ASSETS</b>	<u>\$ 1,484</u>	<u>\$ 1,927</u>	<u>\$ 1,949</u>	<u>\$ 84,127</u>	<u>\$ 58</u>	<u>\$ 2,185,002</u>	<u>\$ 1,939</u>	<u>\$ 21</u>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities:</b>								
Accounts payable				\$ 12,860		\$ 20,874	\$ 47	
Settlements pending								
<b>Total Liabilities</b>				<u>12,860</u>		<u>20,874</u>	<u>47</u>	
<b>Fund Balances:</b>								
Restricted	\$ 1,484	\$ 1,927	\$ 1,949	71,267	\$ 58	2,164,128		\$ 21
Assigned							1,892	
<b>Total Fund Balances</b>	<u>1,484</u>	<u>1,927</u>	<u>1,949</u>	<u>71,267</u>	<u>58</u>	<u>2,164,128</u>	<u>1,892</u>	<u>21</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,484</u>	<u>\$ 1,927</u>	<u>\$ 1,949</u>	<u>\$ 84,127</u>	<u>\$ 58</u>	<u>\$ 2,185,002</u>	<u>\$ 1,939</u>	<u>\$ 21</u>

MONTGOMERY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2023

Schedule 1

	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUND	DEBT SERVICE FUND	CUSTODIAL FUNDS				Totals
	Communication Facility and Equipment	County Law Library	Jail Construction	Sales & Use Tax Bond, Series 2018	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County/ Circuit Clerk's Accounts	
ASSETS									
Cash and cash equivalents	\$ 10,000	\$ 4,248	\$ 144,185	\$ 701,858	\$ 126,657	\$ 60,692	\$ 76,555	\$ 30,125	\$ 6,581,547
Accounts receivable		305							73,255
Interfund receivables									12,500
<b>TOTAL ASSETS</b>	<b>\$ 10,000</b>	<b>\$ 4,553</b>	<b>\$ 144,185</b>	<b>\$ 701,858</b>	<b>\$ 126,657</b>	<b>\$ 60,692</b>	<b>\$ 76,555</b>	<b>\$ 30,125</b>	<b>\$ 6,667,302</b>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable		\$ 675							\$ 63,625
Settlements pending					\$ 126,657	\$ 60,692	\$ 76,555	\$ 30,125	294,029
Total Liabilities		<u>675</u>			<u>126,657</u>	<u>60,692</u>	<u>76,555</u>	<u>30,125</u>	<u>357,654</u>
Fund Balances:									
Restricted	\$ 10,000	3,878	\$ 144,185	\$ 701,858					6,057,383
Assigned									252,265
Total Fund Balances	<u>10,000</u>	<u>3,878</u>	<u>144,185</u>	<u>701,858</u>					<u>6,309,648</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 10,000</b>	<b>\$ 4,553</b>	<b>\$ 144,185</b>	<b>\$ 701,858</b>	<b>\$ 126,657</b>	<b>\$ 60,692</b>	<b>\$ 76,555</b>	<b>\$ 30,125</b>	<b>\$ 6,667,302</b>

MONTGOMERY 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, 2023

Schedule 2

SPECIAL REVENUE FUNDS									
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no. 79	County Recorder's Cost	County Public Library	Solid Waste	Child Support Cost
REVENUES									
State aid					\$ 3,591		\$ 6,135		
Federal aid									
Property taxes							35,874		
Sales taxes								\$ 891,131	
Fines, forfeitures, and costs			\$ 1,230	\$ 5,940					
Interest	\$ 1,239	\$ 905	958	1,698	731	\$ 4,277	2,646	56,769	\$ 354
Officers' fees						58,463			144
911 fees									
Jail fees									
Sanitation fees								157,246	
Treasurer's commission	16,385								
Collector's commission		22,827							
Other			16	16	12	1,951	2,359	18,850	
<b>TOTAL REVENUES</b>	<b>17,624</b>	<b>23,732</b>	<b>2,204</b>	<b>7,654</b>	<b>4,334</b>	<b>64,691</b>	<b>47,014</b>	<b>1,123,996</b>	<b>498</b>
Less: Treasurer's commission			25	101	62	1,014	738	18,034	2
<b>NET REVENUES</b>	<b>17,624</b>	<b>23,732</b>	<b>2,179</b>	<b>7,553</b>	<b>4,272</b>	<b>63,677</b>	<b>46,276</b>	<b>1,105,962</b>	<b>496</b>
EXPENDITURES									
Current:									
General government	13,088	8,363			1,128	49,494			
Law enforcement				3,195					
Public safety									
Sanitation								692,605	
Recreation and culture							84,885		
Social services									
Total Current	13,088	8,363		3,195	1,128	49,494	84,885	692,605	
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>13,088</b>	<b>8,363</b>		<b>3,195</b>	<b>1,128</b>	<b>49,494</b>	<b>84,885</b>	<b>692,605</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>4,536</b>	<b>15,369</b>	<b>2,179</b>	<b>4,358</b>	<b>3,144</b>	<b>14,183</b>	<b>(38,609)</b>	<b>413,357</b>	<b>496</b>
OTHER FINANCING SOURCES (USES)									
Transfers in							3,700		
Transfers out									
Contributions from Ouachita Mountains Regional Library							35,574		
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>							<b>39,274</b>		
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>4,536</b>	<b>15,369</b>	<b>2,179</b>	<b>4,358</b>	<b>3,144</b>	<b>14,183</b>	<b>665</b>	<b>413,357</b>	<b>496</b>
FUND BALANCES - JANUARY 1	44,337	33,007	26,911	46,857	18,235	125,421	46,732	1,342,859	10,077
FUND BALANCES - DECEMBER 31	\$ 48,873	\$ 48,376	\$ 29,090	\$ 51,215	\$ 21,379	\$ 139,604	\$ 47,397	\$ 1,756,216	\$ 10,573

MONTGOMERY 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS								
	Drug Control	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety and Enforcement	Emergency 911	Indigent Attorney	Adult Drug Court	Public Safety
REVENUES									
State aid					\$ 1,930		\$ 1,453		
Federal aid									
Property taxes									
Sales taxes									
Fines, forfeitures, and costs	\$ 925	\$ 596	\$ 18,707				2,588	\$ 297	\$ 192
Interest	854	272	3,236	\$ 6,201	834	\$ 18,807	993		43
Officers' fees									
911 fees						245,577			
Jail fees				115,640					
Sanitation fees									
Treasurer's commission									
Collector's commission									
Other	1	2	57	8	6	14,959	9	4	1
<b>TOTAL REVENUES</b>	<b>1,780</b>	<b>870</b>	<b>22,000</b>	<b>121,849</b>	<b>2,770</b>	<b>279,343</b>	<b>5,043</b>	<b>301</b>	<b>236</b>
Less: Treasurer's commission	14	10	317	37	33	4,132	35	5	3
<b>NET REVENUES</b>	<b>1,766</b>	<b>860</b>	<b>21,683</b>	<b>121,812</b>	<b>2,737</b>	<b>275,211</b>	<b>5,008</b>	<b>296</b>	<b>233</b>
EXPENDITURES									
Current:									
General government									
Law enforcement		316	48,617	32,824			1,862	913	
Public safety						152,782			
Sanitation									
Recreation and culture									
Social services									
Total Current		316	48,617	32,824		152,782	1,862	913	
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>		<b>316</b>	<b>48,617</b>	<b>32,824</b>		<b>152,782</b>	<b>1,862</b>	<b>913</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,766</b>	<b>544</b>	<b>(26,934)</b>	<b>88,988</b>	<b>2,737</b>	<b>122,429</b>	<b>3,146</b>	<b>(617)</b>	<b>233</b>
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
Contributions from Ouachita Mountains Regional Library									
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>									
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>1,766</b>	<b>544</b>	<b>(26,934)</b>	<b>88,988</b>	<b>2,737</b>	<b>122,429</b>	<b>3,146</b>	<b>(617)</b>	<b>233</b>
FUND BALANCES - JANUARY 1	24,545	7,820	118,856	150,285	22,857	502,092	27,343	7,069	1,119
FUND BALANCES - DECEMBER 31	<u>\$ 26,311</u>	<u>\$ 8,364</u>	<u>\$ 91,922</u>	<u>\$ 239,273</u>	<u>\$ 25,594</u>	<u>\$ 624,521</u>	<u>\$ 30,489</u>	<u>\$ 6,452</u>	<u>\$ 1,352</u>

MONTGOMERY 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS								
	Circuit Court Juvenile Division	County Clerk Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	United States Treasury	Jail and Law Enforcement Sales Tax	18th West Judicial District Drug Task Force	Courthouse Restoration Grant	Victims of Crime Act (VOCA) Program Grant
REVENUES									
State aid								\$ 31,165	
Federal aid					\$ 11,790				
Property taxes			\$ 233						
Sales taxes						\$ 1,104,185			
Fines, forfeitures, and costs									
Interest	\$ 50	\$ 50	61	\$ 10,195		71,218			
Officers' fees		889							
911 fees									
Jail fees						1,537			
Sanitation fees									
Treasurer's commission									
Collector's commission									
Other			1	3,667		5,483	\$ 35,913		
<b>TOTAL REVENUES</b>	<b>50</b>	<b>939</b>	<b>295</b>	<b>13,862</b>	<b>11,790</b>	<b>1,182,423</b>	<b>35,913</b>	<b>31,165</b>	
Less: Treasurer's commission		15	4			19,000			
<b>NET REVENUES</b>	<b>50</b>	<b>924</b>	<b>291</b>	<b>13,862</b>	<b>11,790</b>	<b>1,163,423</b>	<b>35,913</b>	<b>31,165</b>	
EXPENDITURES									
Current:									
General government				213,574	11,732			33,658	
Law enforcement	40			719,070		1,198,277	52,297		
Public safety									
Sanitation				371,485					
Recreation and culture									
Social services				3,236					
<b>Total Current</b>	<b>40</b>			<b>1,307,365</b>	<b>11,732</b>	<b>1,198,277</b>	<b>52,297</b>	<b>33,658</b>	
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>40</b>			<b>1,307,365</b>	<b>11,732</b>	<b>1,198,277</b>	<b>52,297</b>	<b>33,658</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>10</b>	<b>924</b>	<b>291</b>	<b>(1,293,503)</b>	<b>58</b>	<b>(34,854)</b>	<b>(16,384)</b>	<b>(2,493)</b>	
OTHER FINANCING SOURCES (USES)									
Transfers in						150,000	12,500		
Transfers out									
Contributions from Ouachita Mountains Regional Library									
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>						<b>150,000</b>	<b>12,500</b>		
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>10</b>	<b>924</b>	<b>291</b>	<b>(1,293,503)</b>	<b>58</b>	<b>115,146</b>	<b>(3,884)</b>	<b>(2,493)</b>	
FUND BALANCES - JANUARY 1	1,474	1,003	1,658	1,364,770		2,048,982	5,776	2,493	\$ 21
FUND BALANCES - DECEMBER 31	\$ 1,484	\$ 1,927	\$ 1,949	\$ 71,267	\$ 58	\$ 2,164,128	\$ 1,892	\$ 0	\$ 21

MONTGOMERY 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUND	DEBT SERVICE FUNDS		Totals
	Communication Facility and Equipment	County Law Library	AR Public Safety Equipment	Jail Construction	Sales & Use Tax Bond, Series 2018	Sales & Use Tax Revenue, Series 2018	
REVENUES							
State aid			\$ 173,231				\$ 217,505
Federal aid							11,790
Property taxes							36,107
Sales taxes						\$ 1,104,185	3,099,501
Fines, forfeitures, and costs		\$ 2,302					32,777
Interest	\$ 233	159		\$ 6,424	\$ 32,985	277	222,469
Officers' fees	10,112						69,608
911 fees							245,577
Jail fees							117,177
Sanitation fees							157,246
Treasurer's commission							16,385
Collector's commission							22,827
Other		6					83,321
<b>TOTAL REVENUES</b>	<b>10,345</b>	<b>2,467</b>	<b>173,231</b>	<b>6,424</b>	<b>32,985</b>	<b>1,104,462</b>	<b>4,332,290</b>
Less: Treasurer's commission		32					43,613
<b>NET REVENUES</b>	<b>10,345</b>	<b>2,435</b>	<b>173,231</b>	<b>6,424</b>	<b>32,985</b>	<b>1,104,462</b>	<b>4,288,677</b>
EXPENDITURES							
Current:							
General government			173,231				504,268
Law enforcement	7,111	2,699					2,067,221
Public safety							152,782
Sanitation							1,064,090
Recreation and culture							84,885
Social services							3,236
Total Current	7,111	2,699	173,231				3,876,482
Debt Service:							
Bond principal					855,000		855,000
Bond interest and other charges					241,964		241,964
<b>TOTAL EXPENDITURES</b>	<b>7,111</b>	<b>2,699</b>	<b>173,231</b>		<b>1,096,964</b>		<b>4,973,446</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,234	(264)		6,424	(1,063,979)	1,104,462	(684,769)
OTHER FINANCING SOURCES (USES)							
Transfers in					1,104,462		1,270,662
Transfers out						(1,104,462)	(1,104,462)
Contributions from Ouachita Mountains Regional Library							35,574
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>					<b>1,104,462</b>	<b>(1,104,462)</b>	<b>201,774</b>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	3,234	(264)		6,424	40,483		(482,995)
FUND BALANCES - JANUARY 1	6,766	4,142		137,761	661,375		6,792,643
FUND BALANCES - DECEMBER 31	\$ 10,000	\$ 3,878	\$ 0	\$ 144,185	\$ 701,858	\$ 0	\$ 6,309,648

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commission to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
District Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive fees collected by circuit clerks to be used for automated record systems and any legitimate county purpose.
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.
Solid Waste	Ark. Code Ann. § 8-6-212 authorizes counties to fund a solid waste management system for the county by assessing fees, charges, and licenses. Each fee, charge, and license shall be based on fee schedule contained in an ordinance. Montgomery County Ordinance no. 1989-14 (August 22, 1989) established fund to account for sales tax and fees collected and used for solid waste disposal expenses in the County.
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.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
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.
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 and Enforcement	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within the county or for emergency rescue services if the county has not established a patrol.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Indigent Attorney	Ark. Code Ann. § 14-20-102 established fund to receive funds distributed in accordance with Ark. Code Ann. § 16-10-307 to be used to pay reasonable and necessary costs incurred in the defense of indigent persons, the representation of persons against whom involuntary admissions procedures have been brought, and for representation of persons deemed incompetent by the court, defraying the costs of the juvenile division of chancery court; and for defraying the medical and dental costs for indigent defendants in the county jail.
Adult Drug Court	Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judges to be used for the benefit and administration of the drug court program.
Public Safety	Ark. Code Ann. § 27-34-108 established fund to receive 25% of the district court fines levied for violations of the Child Passenger Protection Code to be used for promotion of public safety.

MONTGOMERY COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
Circuit Court Juvenile Division	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
County 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 county 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.
United States Treasury	Established to account for United States Department of Agriculture Forest Service Title III funds to be used for certain types of public projects that involve wild land fire preparedness, emergency services on federal land, and community wildfire protection planning.
Jail and Law Enforcement Sales Tax	Montgomery County Ordinance no. 2018-04 (February 22, 2018) provides for levy of a sales and use tax for operating and maintaining jail and law enforcement facilities, securing the repayment of capital improvement bonds, and/or other law enforcement purposes.
18th West Judicial District Drug Task Force	Montgomery County Ordinance no. 2014-08 (April 14, 2014) established and appropriated funds for an investigator for the 18th West Judicial District Drug Task Force.
Courthouse Restoration Grant	Established to account for grant received from the Arkansas Historic Preservation Program, an agency of the Department of Arkansas Heritage, for repairs to restore the courthouse. Montgomery County Ordinance no. 2019-8.
Victims of Crime Act (VOCA) Program Grant	Montgomery County Ordinance no. O-20-11 (May 11, 2020) established fund to receive a grant from the Department of Finance and Administration for the Garland County Prosecuting Attorney office expenditures.

MONTGOMERY COUNTY, ARKANSAS  
 NOTES TO SCHEDULES 1 AND 2  
 DECEMBER 31, 2023

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.
County Law Library	Ark. Code Ann. § 16-23-105 established fund to receive collections from the costs levied and to fund the law library expenditures.
AR Public Safety Equipment	Montgomery County Ordinance no. 2023-10 (March 13, 2023) established fund to receive a grant from the Arkansas Public Safety Communications Grant to purchase portable radios.
Jail Construction	Montgomery County Ordinance no. 2018-12 (August 13, 2018) established fund to receive proceeds from the issuance of bonds to be used for the cost of constructing a new jail.
Sales & Use Tax Bond, Series 2018	Montgomery County Ordinance no. 2018-12 (August 13, 2018) established fund to provide for the payment of principal and interest on Sales and Use Tax Bonds, Series 2018.
Sales & Use Tax Revenue, Series 2018	Montgomery County Ordinance no. 2018-12 (August 13, 2018) established fund to receive pledged revenues derived from the debt service tax and jail and law enforcement facilities tax.

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

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

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

County/Circuit Clerk's accounts consist primarily of trust money awaiting disposition by the applicable court.

MONTGOMERY COUNTY, ARKANSAS  
OTHER INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
DECEMBER 31, 2023  
(Unaudited)

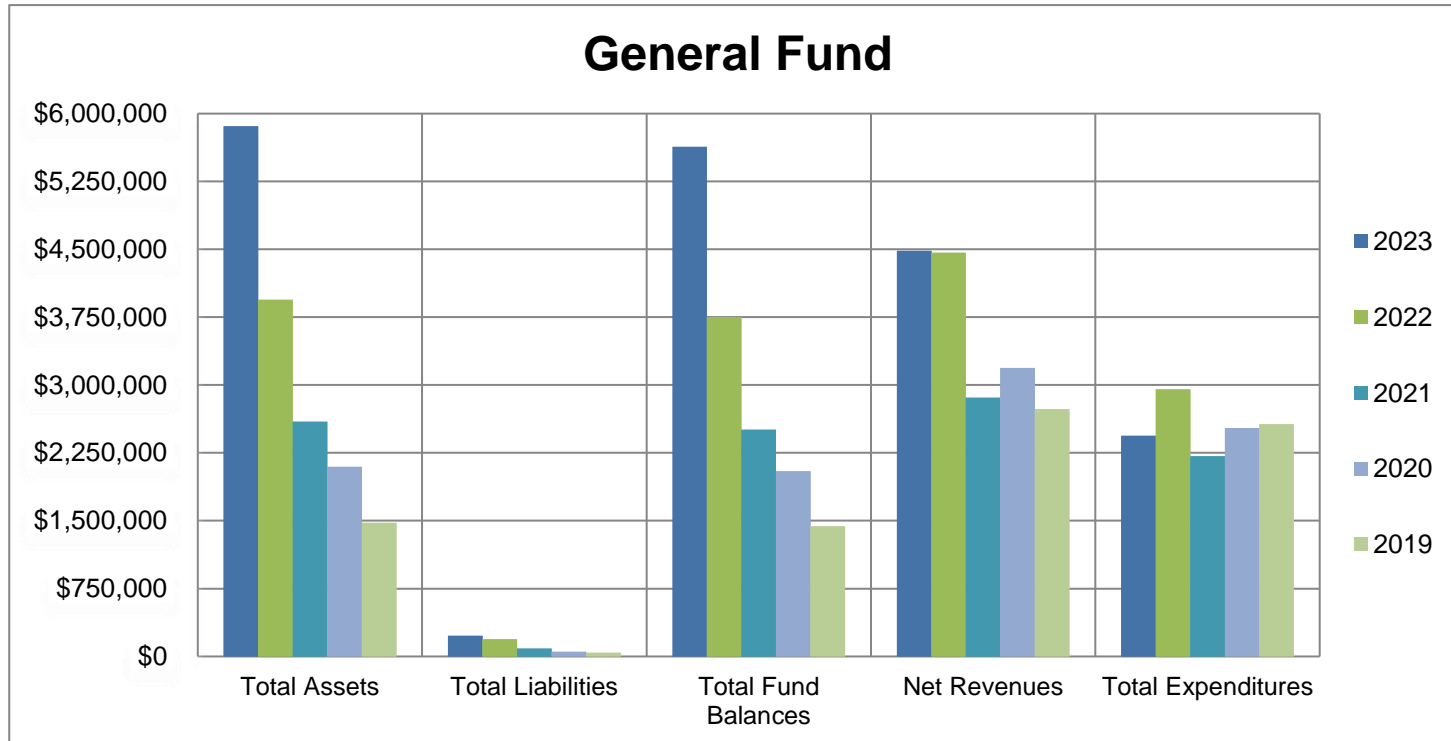
Schedule 3

	<u>December 31, 2023</u>
Land	\$ 259,825
Buildings	14,670,227
Equipment	<u>7,865,960</u>
Total	<u><u>\$ 22,796,012</u></u>

MONTGOMERY COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
 DECEMBER 31, 2023  
 (Unaudited)

Schedule 4-1

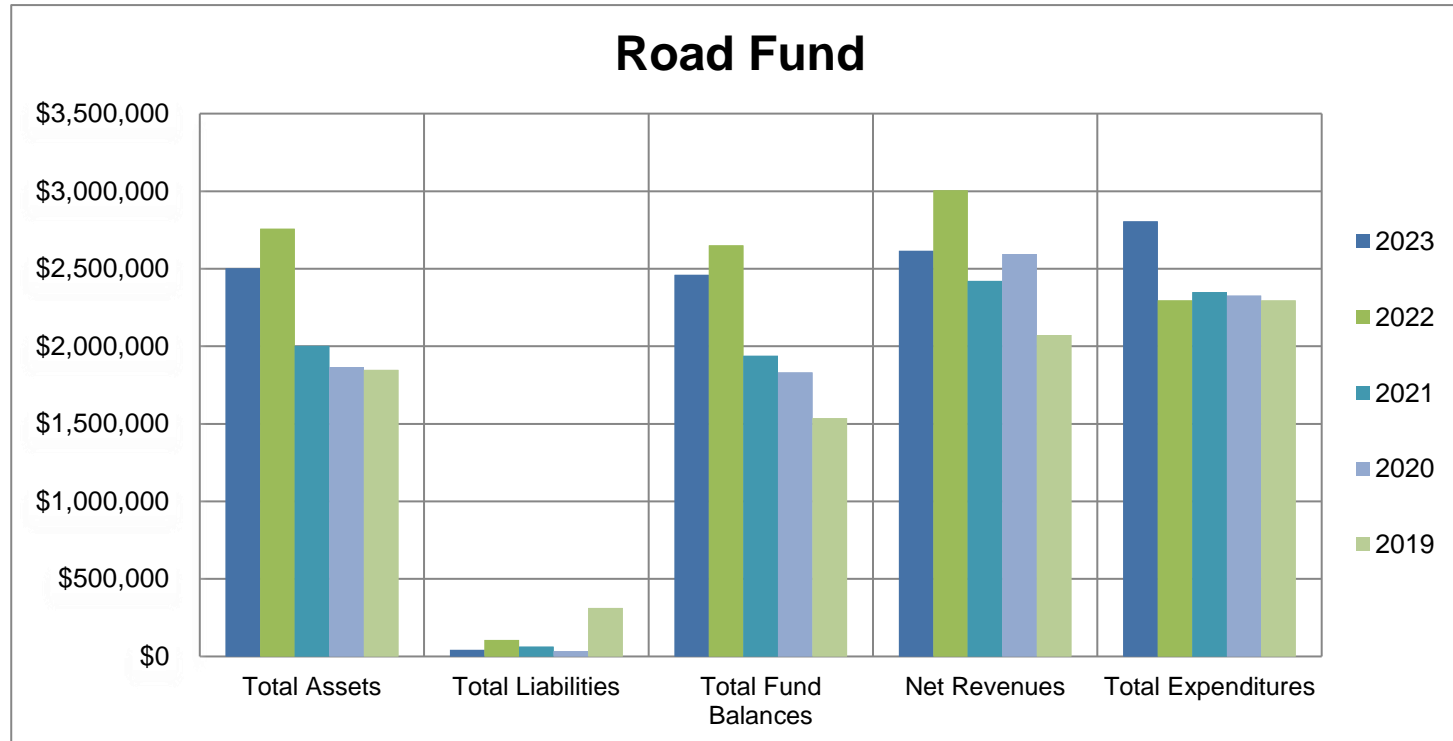
<u>General</u>	2023	2022	2021	2020	2019
Total Assets	\$ 5,859,517	\$ 3,941,460	\$ 2,593,770	\$ 2,096,053	\$ 1,475,555
Total Liabilities	228,492	188,773	87,285	51,196	39,223
Total Fund Balances	5,631,025	3,752,687	2,506,485	2,044,857	1,436,332
Net Revenues	4,483,005	4,460,634	2,860,302	3,188,889	2,732,189
Total Expenditures	2,438,467	2,953,504	2,211,187	2,523,999	2,566,745
Total Other Financing Sources/Uses	(166,200)	(260,928)	(287,402)	(56,365)	(6,200)



MONTGOMERY COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS  
 DECEMBER 31, 2023  
 (Unaudited)

Schedule 4-2

<u>Road</u>	2023	2022	2021	2020	2019
Total Assets	\$ 2,501,751	\$ 2,757,383	\$ 2,002,732	\$ 1,865,284	\$ 1,848,086
Total Liabilities	41,484	106,631	63,671	34,348	312,666
Total Fund Balances	2,460,267	2,650,752	1,939,061	1,830,936	1,535,420
Net Revenues	2,614,307	3,006,133	2,421,041	2,594,351	2,073,278
Total Expenditures	2,804,792	2,294,442	2,349,241	2,327,118	2,294,626
Total Other Financing Sources/Uses			36,325	28,283	



MONTGOMERY COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
 DECEMBER 31, 2023  
 (Unaudited)

Schedule 4-3

<u>Other Funds in the Aggregate</u>	2023	2022	2021	2020	2019
Total Assets	\$ 6,667,302	\$ 7,265,265	\$ 5,504,098	\$ 5,025,715	\$ 8,430,147
Total Liabilities	357,654	472,622	333,370	548,202	888,699
Total Fund Balances	6,309,648	6,792,643	5,170,728	4,477,513	7,541,448
Net Revenues	4,288,677	4,566,383	4,408,594	3,226,157	2,762,095
Total Expenditures	4,973,446	3,240,845	4,004,201	6,361,485	4,727,328
Total Other Financing Sources/Uses	201,774	296,377	288,822	68,425	47,383

