

Sevier County, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



SEVIER COUNTY, ARKANSAS
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FOR THE YEAR ENDED DECEMBER 31, 2024

Financial and Compliance Report

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Arkansas

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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

Financial and Compliance Report

Sevier 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 Sevier County, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated September 18, 2025. 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 2024:

County Judge: Sandra Dunn
Treasurer: Heather Barnes
Sheriff and Tax Collector: Robert Gentry
County Clerk: Renea Bailey
Circuit Clerk: Kathy Smith
Assessor: Sheila Ridley
County Librarian: Johnye Fisher
Airport Board President: Scott Simmons

We evaluated the County's compliance with certain state laws concerning general accounting, budgeting, purchasing, and investing and depositing of public funds.

During our evaluation, nothing came to our attention that would warrant disclosure in this report.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local County government, state executive and oversight management, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Kevin White", with a stylized flourish at the end.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
September 18, 2025
LOCO06624

SEVIER COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 4,262,903	\$ 1,800,308	\$ 8,682,088
Accounts receivable	187,282	51,050	277,862
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 4,450,185</u>	<u>\$ 1,851,358</u>	<u>\$ 8,959,950</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 35,810	\$ 34,833	\$ 83,962
Settlements pending	154,285	711	398,967
Total Liabilities	<u>190,095</u>	<u>35,544</u>	<u>482,929</u>
Fund Balances:			
Restricted		1,815,814	8,344,606
Assigned	618,834		132,415
Unassigned	3,641,256		
Total Fund Balances	<u>4,260,090</u>	<u>1,815,814</u>	<u>8,477,021</u>
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,450,185</u>	<u>\$ 1,851,358</u>	<u>\$ 8,959,950</u>

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

SEVIER COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 577,246	\$ 1,652,980	\$ 829,804
Federal aid	91,214		59,324
Property taxes	697,981	434,323	182,630
Sales taxes	831,624	509,705	5,701,317
Fines, forfeitures, and costs	369,362		94,827
Interest	240,134	87,420	445,227
Officers' fees	32,581		82,537
Sanitation fees			18,125
911 surcharge			271,402
Airport			125,318
Jail fees			455,513
Dispatcher reimbursement			154,764
Treasurer's commission	90,104		25,719
Collector's commission	170,570		33,654
Taxes apportioned - Assessor's salary and expense	233,474		
Other	249,161	34,935	32,704
TOTAL REVENUES	3,583,451	2,719,363	8,512,865
Less: Treasurer's commission	25,201	23,361	50,648
NET REVENUES	3,558,250	2,696,002	8,462,217
EXPENDITURES			
Current:			
General government	1,535,249		127,850
Law enforcement	1,807,194		1,989,190
Highways and streets	20,914	2,709,076	
Public safety	64,462		239,160
Sanitation	13,663		1,588,666
Health	220,635		60,616
Recreation and culture	13,712		169,174
Social services	86,794		
Airport	60,142		540,890
Total Current	3,822,765	2,709,076	4,715,546
Debt Service:			
Bond principal			345,000
Bond interest and other charges			683,380
TOTAL EXPENDITURES	3,822,765	2,709,076	5,743,926

SEVIER COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (264,515)	\$ (13,074)	\$ 2,718,291
OTHER FINANCING SOURCES (USES)			
Transfers in	25,000		1,693,272
Transfers out	(32,081)		(1,686,191)
Sales tax remitted to Cossatot Community College			(664,331)
Contributions to Sevier County Medical Center			(1,661,193)
TOTAL OTHER FINANCING SOURCES (USES)	(7,081)		(2,318,443)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(271,596)	(13,074)	399,848
FUND BALANCES - JANUARY 1	4,531,686	1,828,888	8,077,173
FUND BALANCES - DECEMBER 31	\$ 4,260,090	\$ 1,815,814	\$ 8,477,021

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

SEVIER 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, 2024
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 527,656	\$ 577,246	\$ 49,590	\$ 1,750,000	\$ 1,652,980	\$ (97,020)
Federal aid	144,817	91,214	(53,603)			
Property taxes	622,862	697,981	75,119	381,000	434,323	53,323
Sales taxes	850,150	831,624	(18,526)	521,000	509,705	(11,295)
Fines, forfeitures, and costs	337,209	369,362	32,153			
Interest	173,000	240,134	67,134	74,000	87,420	13,420
Officers' fees	50,450	32,581	(17,869)			
Treasurer's commission	112,558	90,104	(22,454)			
Collector's commission	191,153	170,570	(20,583)			
Taxes apportioned - Assessor's salary and expense	257,205	233,474	(23,731)			
Other	243,243	249,161	5,918	37,000	34,935	(2,065)
TOTAL REVENUES	3,510,303	3,583,451	73,148	2,763,000	2,719,363	(43,637)
Less: Treasurer's commission		25,201	(25,201)		23,361	(23,361)
NET REVENUES	3,510,303	3,558,250	47,947	2,763,000	2,696,002	(66,998)
EXPENDITURES						
Current:						
General government	1,566,476	1,535,249	31,227			
Law enforcement	1,778,608	1,807,194	(28,586)			
Highways and streets		20,914	(20,914)	2,709,188	2,709,076	112
Public safety	88,278	64,462	23,816			
Sanitation		13,663	(13,663)			
Health	220,663	220,635	28			
Recreation and culture	9,500	13,712	(4,212)			
Social services	86,794	86,794	0			
Airport	60,142	60,142	0			
TOTAL EXPENDITURES	3,810,461	3,822,765	(12,304)	2,709,188	2,709,076	112

SEVIER 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, 2024
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (300,158)	\$ (264,515)	\$ 35,643	\$ 53,812	\$ (13,074)	\$ (66,886)
OTHER FINANCING SOURCES (USES)						
Transfers in	122,865	25,000	(97,865)			
Transfers out		(32,081)	(32,081)			
TOTAL OTHER FINANCING SOURCES (USES)	122,865	(7,081)	(129,946)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(177,293)	(271,596)	(94,303)	53,812	(13,074)	(66,886)
FUND BALANCES - JANUARY 1		4,531,686	4,531,686		1,828,888	1,828,888
FUND BALANCES - DECEMBER 31	\$ (177,293)	\$ 4,260,090	\$ 4,437,383	\$ 53,812	\$ 1,815,814	\$ 1,762,002

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

SEVIER COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2024
 (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	Solid Waste
ASSETS								
Cash and cash equivalents	\$ 63,043	\$ 107,334	\$ 15,225	\$ 23,343	\$ 16,966	\$ 63,873	\$ 683,905	\$ 3,391,153
Accounts receivable	31	33,720	1,706	17	1,308	6,476	5,613	18,923
TOTAL ASSETS	<u>\$ 63,074</u>	<u>\$ 141,054</u>	<u>\$ 16,931</u>	<u>\$ 23,360</u>	<u>\$ 18,274</u>	<u>\$ 70,349</u>	<u>\$ 689,518</u>	<u>\$ 3,410,076</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 3,402			\$ 153	\$ 7,829		\$ 41,692
Settlements pending							\$ 290	
Total Liabilities		<u>3,402</u>			<u>153</u>	<u>7,829</u>	<u>290</u>	<u>41,692</u>
Fund Balances:								
Restricted	\$ 63,074	137,652	\$ 16,931	\$ 23,360	18,121	62,520	556,813	3,368,384
Assigned							132,415	
Total Fund Balances	<u>63,074</u>	<u>137,652</u>	<u>16,931</u>	<u>23,360</u>	<u>18,121</u>	<u>62,520</u>	<u>689,228</u>	<u>3,368,384</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 63,074</u>	<u>\$ 141,054</u>	<u>\$ 16,931</u>	<u>\$ 23,360</u>	<u>\$ 18,274</u>	<u>\$ 70,349</u>	<u>\$ 689,518</u>	<u>\$ 3,410,076</u>

SEVIER COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS							
	Support Collection's Cost	Communication Facility and Equipment	Jail Operation and Maintenance	Boating Safety and Enforcement	CMRS 911 Board (Commercial Mobile Radio Service)	Emergency Vehicle	Indigent Defense
ASSETS							
Cash and cash equivalents	\$ 6,428	\$ 166,548	\$ 1,311,852	\$ 1,831	\$ 899,220	\$ 25,835	\$ 1,957
Accounts receivable	65	3,845	107,968	16	63,155	148	526
TOTAL ASSETS	<u>\$ 6,493</u>	<u>\$ 170,393</u>	<u>\$ 1,419,820</u>	<u>\$ 1,847</u>	<u>\$ 962,375</u>	<u>\$ 25,983</u>	<u>\$ 2,483</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable			\$ 21,584		\$ 1,387		\$ 482
Settlements pending							
Total Liabilities			<u>21,584</u>		<u>1,387</u>		<u>482</u>
Fund Balances:							
Restricted	\$ 6,493	\$ 170,393	1,398,236	\$ 1,847	960,988	\$ 25,983	\$ 2,483
Assigned							
Total Fund Balances	<u>6,493</u>	<u>170,393</u>	<u>1,398,236</u>	<u>1,847</u>	<u>960,988</u>	<u>25,983</u>	<u>2,483</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6,493</u>	<u>\$ 170,393</u>	<u>\$ 1,419,820</u>	<u>\$ 1,847</u>	<u>\$ 962,375</u>	<u>\$ 25,983</u>	<u>\$ 2,483</u>

SEVIER COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Circuit Court Juvenile Division	Sevier County Airport Board	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	County General Improvement Grant Fund	Jail Rehabilitation Education	Arkansas Opioid Recovery Partnership Fund	Sevier County De Queen Lake Trail Project	American Rescue Plan Act Revenue Replacement Fund
ASSETS									
Cash and cash equivalents	\$ 2,814	\$ 143,194	\$ 4,743	\$ 4,755	\$ 58	\$ 26	\$ 129,848	\$ 8,330	\$ 32,081
Accounts receivable	600	7,115	4	10					14
TOTAL ASSETS	\$ 3,414	\$ 150,309	\$ 4,747	\$ 4,765	\$ 58	\$ 26	\$ 129,848	\$ 8,330	\$ 32,095
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable							\$ 64		
Settlements pending									
Total Liabilities							64		
Fund Balances:									
Restricted	\$ 3,414	\$ 150,309	\$ 4,747	\$ 4,765	\$ 58	\$ 26	129,784	\$ 8,330	\$ 32,095
Assigned									
Total Fund Balances	3,414	150,309	4,747	4,765	58	26	129,784	8,330	32,095
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,414	\$ 150,309	\$ 4,747	\$ 4,765	\$ 58	\$ 26	\$ 129,848	\$ 8,330	\$ 32,095

SEVIER COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUND	DEBT SERVICE FUND	CUSTODIAL FUNDS				
	County Law Library	Cossatot Community College Sales Tax	Hospital Capital Project	2020 Sales and Use Tax Bond Issue	Treasurer's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Totals
ASSETS									
Cash and cash equivalents	\$ 1,345		\$ 237	\$ 1,175,485	\$ 232,222	\$ 29,526	\$ 5,977	\$ 130,952	\$ 8,682,088
Accounts receivable	278	\$ 7,369		18,410					277,862
TOTAL ASSETS	<u>\$ 1,623</u>	<u>\$ 7,369</u>	<u>\$ 237</u>	<u>\$ 1,193,895</u>	<u>\$ 232,222</u>	<u>\$ 29,526</u>	<u>\$ 5,977</u>	<u>\$ 130,952</u>	<u>\$ 8,959,950</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable		\$ 7,369							\$ 83,962
Settlements pending					\$ 232,222	\$ 29,526	\$ 5,977	\$ 130,952	398,967
Total Liabilities		<u>7,369</u>			<u>232,222</u>	<u>29,526</u>	<u>5,977</u>	<u>130,952</u>	<u>482,929</u>
Fund Balances:									
Restricted	\$ 1,623		\$ 237	\$ 1,193,895					8,344,606
Assigned									132,415
Total Fund Balances	<u>1,623</u>		<u>237</u>	<u>1,193,895</u>					<u>8,477,021</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,623</u>	<u>\$ 7,369</u>	<u>\$ 237</u>	<u>\$ 1,193,895</u>	<u>\$ 232,222</u>	<u>\$ 29,526</u>	<u>\$ 5,977</u>	<u>\$ 130,952</u>	<u>\$ 8,959,950</u>

SEVIER 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, 2024
(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	Solid Waste	Support Collection's Cost
REVENUES									
State aid				\$ 5,084			\$ 30,656	\$ 8,738	
Federal aid									
Property taxes							181,957		
Sales taxes								1,340,737	
Fines, forfeitures, and costs									
Interest	\$ 2,834	\$ 5,982	\$ 10,759	1,514	\$ 892	\$ 5,029	30,251	207,384	\$ 434
Officers' fees			735		9,503	63,556			2,255
Sanitation fees								18,125	
911 surcharge									
Airport									
Jail fees									
Dispatcher reimbursement									
Treasurer's commission	25,719								
Collector's commission		33,654							
Other	154						11,244	3,647	
TOTAL REVENUES	28,707	39,636	11,494	6,598	10,395	68,585	254,108	1,578,631	2,689
Less: Treasurer's commission	26	53	94	14	86	603		14,107	24
NET REVENUES	28,681	39,583	11,400	6,584	10,309	67,982	254,108	1,564,524	2,665
EXPENDITURES									
Current:									
General government	24,371	14,022		5,073	7,357	75,527			1,500
Law enforcement			2,772						
Public safety									
Sanitation								1,588,666	
Health									
Recreation and culture							169,174		
Airport									
Total Current	24,371	14,022	2,772	5,073	7,357	75,527	169,174	1,588,666	1,500
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	24,371	14,022	2,772	5,073	7,357	75,527	169,174	1,588,666	1,500
EXCESS OF REVENUES OVER (UNDER)									
EXPENDITURES	4,310	25,561	8,628	1,511	2,952	(7,545)	84,934	(24,142)	1,165
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out						(25,000)			
Sales tax remitted to Cossatot Community College									
Contributions to Sevier County Medical Center									
TOTAL OTHER FINANCING SOURCES (USES)						(25,000)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)									
EXPENDITURES AND OTHER USES	4,310	25,561	8,628	1,511	2,952	(32,545)	84,934	(24,142)	1,165
FUND BALANCES - JANUARY 1	58,764	112,091	8,303	21,849	15,169	95,065	604,294	3,392,526	5,328
FUND BALANCES - DECEMBER 31	\$ 63,074	\$ 137,652	\$ 16,931	\$ 23,360	\$ 18,121	\$ 62,520	\$ 689,228	\$ 3,368,384	\$ 6,493

SEVIER 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, 2024
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Communication Facility and Equipment	Jail Operation and Maintenance	Boating Safety and Enforcement	CMRS 911 Board (Commercial Mobile Radio Service)	Emergency Vehicle	Victim/Witness	Indigent Defense	Circuit Court Juvenile Division	Sevier County Airport Board
REVENUES									
State aid			\$ 1,410				\$ 1,329		\$ 401,518
Federal aid									
Property taxes									
Sales taxes		\$ 1,005,553							3,184
Fines, forfeitures, and costs		60,861			\$ 3,685	\$ 5,902	6,934	\$ 3,085	
Interest	\$ 8,462	68,341	66	\$ 56,570	1,448		256	346	944
Officers' fees	7,134								
Sanitation fees									
911 surcharge				271,402					
Airport									125,318
Jail fees	49,387	406,126							
Dispatcher reimbursement		154,764							
Treasurer's commission									
Collector's commission									
Other		6,818		28					9,686
TOTAL REVENUES	64,983	1,702,463	1,476	328,000	5,133	5,902	8,519	3,431	540,650
Less: Treasurer's commission	303	10,933	13	3,030	48	52	63	28	
NET REVENUES	64,680	1,691,530	1,463	324,970	5,085	5,850	8,456	3,403	540,650
EXPENDITURES									
Current:									
General government									
Law enforcement	6,300	1,533,281				6,768	6,949	8,717	
Public safety				239,160					
Sanitation									
Health									
Recreation and culture									
Airport									540,890
Total Current	6,300	1,533,281		239,160		6,768	6,949	8,717	540,890
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	6,300	1,533,281		239,160		6,768	6,949	8,717	540,890
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	58,380	158,249	1,463	85,810	5,085	(918)	1,507	(5,314)	(240)
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
Sales tax remitted to Cossatot Community College									
Contributions to Sevier County Medical Center									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	58,380	158,249	1,463	85,810	5,085	(918)	1,507	(5,314)	(240)
FUND BALANCES - JANUARY 1	112,013	1,239,987	384	875,178	20,898	2,963	976	8,728	150,549
FUND BALANCES - DECEMBER 31	\$ 170,393	\$ 1,398,236	\$ 1,847	\$ 960,988	\$ 25,983	\$ 2,045	\$ 2,483	\$ 3,414	\$ 150,309

SEVIER 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, 2024
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS							
	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	County General Improvement Grant Fund	Jail Rehabilitation Education	Sevier County Medical Center	UA Cossatot Med Lab Tech Project	Arkansas Opioid Recovery Partnership Fund	Sevier County De Queen Lake Trail Project
REVENUES								
State aid							\$ 372,739	\$ 8,330
Federal aid						\$ 59,324		
Property taxes		\$ 673						
Sales taxes								
Fines, forfeitures, and costs								
Interest	\$ 281	260		\$ 1				
Officers' fees	89							
Sanitation fees								
911 surcharge								
Airport								
Jail fees								
Dispatcher reimbursement								
Treasurer's commission								
Collector's commission								
Other					\$ 2		1,125	
TOTAL REVENUES	370	933		1	2	59,324	373,864	8,330
Less: Treasurer's commission	3	8						
NET REVENUES	367	925		1	2	59,324	373,864	8,330
EXPENDITURES								
Current:								
General government								
Law enforcement							421,077	
Public safety								
Sanitation								
Health						59,324		
Recreation and culture								
Airport								
Total Current						59,324	421,077	
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES						59,324	421,077	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	367	925		1	2	0	(47,213)	8,330
OTHER FINANCING SOURCES (USES)								
Transfers in					1,661,191			
Transfers out								
Sales tax remitted to Cossatot Community College								
Contributions to Sevier County Medical Center					(1,661,193)			
TOTAL OTHER FINANCING SOURCES (USES)					(2)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	367	925		1			(47,213)	8,330
FUND BALANCES - JANUARY 1	4,380	3,840	\$ 58	25			176,997	
FUND BALANCES - DECEMBER 31	\$ 4,747	\$ 4,765	\$ 58	\$ 26	\$ 0	\$ 0	\$ 129,784	\$ 8,330

SEVIER 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, 2024
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
	American Rescue Plan Act Revenue Replacement Fund	County Law Library	Cossatot Community College Sales Tax	Hospital Capital Project	2020 Sales and Use Tax Bond Issue	Totals
REVENUES						
State aid						\$ 829,804
Federal aid						59,324
Property taxes						182,630
Sales taxes			\$ 670,369		\$ 2,681,474	5,701,317
Fines, forfeitures, and costs		\$ 3,601				94,827
Interest	\$ 1,163	61		\$ 29	51,944	445,227
Officers' fees						82,537
Sanitation fees						18,125
911 surcharge						271,402
Airport						125,318
Jail fees						455,513
Dispatcher reimbursement						154,764
Treasurer's commission						25,719
Collector's commission						33,654
Other						32,704
TOTAL REVENUES	1,163	3,662	670,369	29	2,733,418	8,512,865
Less: Treasurer's commission	12	27	6,038		15,083	50,648
NET REVENUES	1,151	3,635	664,331	29	2,718,335	8,462,217
EXPENDITURES						
Current:						
General government						127,850
Law enforcement		3,326				1,989,190
Public safety						239,160
Sanitation						1,588,666
Health	1,292					60,616
Recreation and culture						169,174
Airport						540,890
Total Current	1,292	3,326				4,715,546
Debt Service:						
Bond principal					345,000	345,000
Bond interest and other charges					683,380	683,380
TOTAL EXPENDITURES	1,292	3,326			1,028,380	5,743,926
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(141)	309	664,331	29	1,689,955	2,718,291
OTHER FINANCING SOURCES (USES)						
Transfers in	32,081					1,693,272
Transfers out					(1,661,191)	(1,686,191)
Sales tax remitted to Cossatot Community College			(664,331)			(664,331)
Contributions to Sevier County Medical Center						(1,661,193)
TOTAL OTHER FINANCING SOURCES (USES)	32,081		(664,331)		(1,661,191)	(2,318,443)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	31,940	309		29	28,764	399,848
FUND BALANCES - JANUARY 1	155	1,314		208	1,165,131	8,077,173
FUND BALANCES - DECEMBER 31	\$ 32,095	\$ 1,623	\$ 0	\$ 237	\$ 1,193,895	\$ 8,477,021

SEVIER COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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.
Solid Waste	Established pursuant to Sevier County Ordinance no. 251 (January 10, 1994) which levied a one-half percent sales and use tax to finance a solid waste management system and closure of the existing landfill.
Support Collection's Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
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.

SEVIER COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail Operation and Maintenance	<p>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.</p> <p>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.</p> <p>Established pursuant to Sevier County Ordinance no. 343 (September 22, 2005) which levied a three-eighths of one percent sales and use tax subsequently approved by voters on November 8, 2005, by special election pursuant to Sevier County Ordinance no. 344 (September 22, 2005) to operate and maintain the jail facility and other law enforcement purposes.</p>
Boating Safety and Enforcement	<p>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.</p>
CMRS 911 Board (Commercial Mobile Radio Service)	<p>Ark. Code Ann. § 12-10-318 established fund to receive fees collected by commercial mobile radio service providers for 911 emergency services.</p>
Emergency Vehicle	<p>Ark. Code Ann. § 27-22-103 established fund to account for the fine for failure to insure motor vehicles to be used for the purchase and maintenance of rescue, emergency medical, and law enforcement vehicles, communications equipment, animals owned or used by law enforcement agencies, life-saving medical apparatus, and law enforcement apparatus to be used for those purposes.</p>
Victim/Witness	<p>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.</p>
Indigent Defense	<p>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.</p>
Circuit Court Juvenile Division	<p>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.</p>

SEVIER COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Sevier County Airport Board	Ark. Code Ann. § 14-14-712 and Sevier County Ordinance no. 48 (October 16, 1978) established the Airport Board.
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.
County General Improvement Grant Fund	Established to administer general improvement fund grants received pursuant to Ark. Code Ann. § 19-5-1005 to be used to provide financing of various projects authorized by the General Assembly.
Jail Rehabilitation Education	Established pursuant to Sevier County Ordinance no. 2018-62 (July 9, 2018) to receive donations for the rehabilitative education for participants of the Arkansas Residential Substance Abuse Treatment Programs.
Sevier County Medical Center	Established pursuant to Sevier County Ordinances no. 2021-10 (September 13, 2021) and no. 2021-13 (September 13, 2021) for the purpose to receive and or designate funds to the Sevier County Medical Center for operation and maintenance.
UA Cossatot Med Lab Tech Project	Established pursuant to Sevier County Ordinance no. 2022-04 (February 14, 2022) to properly account for the funds received and or designated to fund the Sevier County -UA Cossatot Med Lab Tech Project.
Arkansas Opioid Recovery Partnership Fund	Established to account for a grant received from the Arkansas Opioid Recovery Partnership to abate the opioid crisis.
Sevier County De Queen Lake Trail Project	Established pursuant to Sevier County Ordinance no. 2023-48 (October 9, 2023) to properly account for the funds received and or designated to fund the Sevier County De Queen Lake Trail Project.
American Rescue Plan Act Revenue Replacement Fund	Established for the purpose of tracking and controlling revenues allowed and expenditures made from American Rescue Plan funds in compliance with the Coronavirus State and Local Fiscal Recovery Funds Final Rule.
County Law Library	Ark. Code Ann. §§ 16-23-101 - 105 established fund to receive costs levied on criminal and civil cases to be used for any purpose related to the establishment, maintenance, and operations of a county law library.

SEVIER COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Cossatot Community College Sales Tax	Established to receive the 1/4 cent sales tax approved by Sevier County Ordinance no. 2001-311 (January 8, 2001) as approved by referendum on March 16, 2001, for the purpose of operating and maintaining college facilities.
Hospital Capital Project	Established pursuant to Sevier County Ordinance no. 2020-03 (June 8, 2020) to expend construction costs incurred with the construction of a new hospital facility.
2020 Sales and Use Tax Bond Issue	Established pursuant to Sevier County Ordinance no. 2020-04 (September 11, 2020) to receive sales and use tax monies to be used for the payment of principal, interest, and fees for the construction of a new hospital facility.

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

Sheriff's accounts consist primarily of inmate trust money.

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

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

SEVIER COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

1. A. Basis of Presentation - Regulatory

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

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

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

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

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

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

SEVIER COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

1. (Continued)

B. Basis of Accounting - Regulatory

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

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

C. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, excess commissions, and other funds 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.

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.

SEVIER COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

1. (Continued)

E. Budget Law

1. Legal Requirements

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

2. Accounting

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

F. Fund Balance Classification Policies and Procedures

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

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

There were no committed fund balances at year-end.

SEVIER COUNTY, ARKANSAS
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2. Details of Fund Balance Classifications

Fund balance classifications at December 31, 2024, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 348,080
Law enforcement			1,731,529
Highways and streets		\$ 1,815,814	
Public safety			986,971
Sanitation			3,368,384
Health			58
Recreation and culture			565,143
Airport			150,309
Capital outlay			237
Debt service			1,193,895
Total Restricted		<u>1,815,814</u>	<u>8,344,606</u>
Assigned to:			
General government	\$ 618,834		
Recreation and culture			132,415
Total Assigned	<u>618,834</u>		<u>132,415</u>
Unassigned	<u>3,641,256</u>		
Totals	<u><u>\$ 4,260,090</u></u>	<u><u>\$ 1,815,814</u></u>	<u><u>\$ 8,477,021</u></u>

3. Commitments

Total commitments consist of the following at December 31, 2024:

	December 31, 2024
Long-term liabilities	\$ 23,934,071
Reappraisal contract	98,364
Construction contract	<u>2,843,389</u>
Total Commitments	<u><u>\$ 26,875,824</u></u>

SEVIER COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

3. Commitments (Continued)

Long-term Liabilities

Long-term liabilities at December 31, 2024, are comprised of the following:

	December 31, 2024
<u>Bonds</u>	
2020 Sales and Use Tax Refunding Bond Issue, dated October 22, 2020, in the amount of \$24,250,000, due in annual installments of \$170,000 - \$1,320,000 plus interest through August 1, 2050; interest at 0.639% - 3.282% due on February 1 and August 1 of each year beginning on February 1, 2021. Payments are to be made from the 2020 Sales and Use Tax Bond Issue Debt Service Fund.	\$ 23,565,000
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	115,936
Landfill closure and postclosure care costs	253,135
Total Long-term liabilities	<u>\$ 23,934,071</u>

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 \$23,565,000 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.

Change in Compensated Absences

	December 31, 2024
Beginning balance compensated absences	\$ 113,732
Ending balance compensated absences	115,936
Net Increase (Decrease)	<u>\$ 2,204</u>

Post Employment Benefits Other Than Pensions

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

Landfill Closure and Postclosure Care Costs

Sevier County is the owner of permit #0288-S4-R1 to operate a Class IV solid waste landfill. The original permit was revised effective August 2006 to allow the County to use a modified trench fill. State and federal regulations require a final cover to be placed on the landfill site for when it stops accepting waste and the performance of certain maintenance and monitoring functions at the site for two years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, a portion of the closure and postclosure care costs are being recognized as a commitment each year based on landfill capacity used as of the balance sheet date. The estimated commitment for the landfill closure and postclosure care cost has a balance of \$253,135 as of December 31, 2024, which is based on 93% usage of the landfill. The County will recognize the remaining estimated closure and postclosure care cost of \$18,411 as the remaining capacity is filled.

SEVIER COUNTY, ARKANSAS
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3. Commitments (Continued)

Landfill Closure and Postclosure Care Costs (Continued)

Estimated costs are based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2024. However, the actual cost of the closure and postclosure may be higher due to inflation, changes in technology or changes in landfill laws and regulations.

In accordance with Arkansas Energy and Environment, Division of Environmental Quality, formerly Arkansas Department of Environmental Quality (ADEQ) Regulation no.# 22, the County has provided financial assurance of \$240,952 in the form of a Contract of Obligation dated July 17, 2025. This Contract of Obligation authorizes the State Treasurer to withhold from any funds being disbursed from the State of Arkansas to Sevier County the sum of \$240,952 upon receiving notice from the Director of Arkansas Energy and Environment, Division of Environmental Quality, of Sevier County's failure to properly close the landfill.

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2024	Maturities to December 31, 2024
<u>Bonds</u>					
10/22/20	8/1/50	0.639 - 3.282%	<u>\$ 24,250,000</u>	<u>\$ 23,565,000</u>	<u>\$ 685,000</u>

Changes in Long-Term Debt

	Balance January 01, 2024	Issued	Retired	Balance December 31, 2024
Bonds payable	<u>\$ 23,910,000</u>	<u>\$ 0</u>	<u>\$ 345,000</u>	<u>\$ 23,565,000</u>

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2024:

Years Ending December 31,	Bonds		
	Principal	Interest	Total
2025	\$ 345,000	\$ 666,187	\$ 1,011,187
2026	525,000	662,354	1,187,354
2027	530,000	654,957	1,184,957
2028	715,000	646,430	1,361,430
2029	730,000	632,995	1,362,995
2030 through 2034	3,885,000	2,927,761	6,812,761
2035 through 2039	4,405,000	2,406,140	6,811,140
2040 through 2044	5,120,000	1,691,603	6,811,603
2045 through 2049	5,990,000	817,570	6,807,570
2050	<u>1,320,000</u>	<u>43,322</u>	<u>1,363,322</u>
Totals	<u>\$ 23,565,000</u>	<u>\$ 11,149,319</u>	<u>\$ 34,714,319</u>

SEVIER COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

3. Commitments (Continued)

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions on October 28, 2020, for a county-wide reappraisal. The County is obligated for monthly payments of \$8,197 for a total of \$491,820 beginning January 15, 2021. Contract expense for 2024 was \$98,364.

The County is obligated for the following amounts at December 31, 2024:

<u>Year</u>	<u>December 31, 2024</u>
2025	<u>\$ 98,364</u>

Construction Contract

The County was contractually obligated for the following construction contract at December 31, 2024:

<u>Project Name</u>	<u>Completion Date</u>	<u>Contract Balance December 31, 2024</u>
Sevier County Hospital	February 1, 2024 *	<u>\$ 2,843,389</u>

* Hospital construction was completed in February 2024; however, the balance outstanding is under litigation.

4. Interfund Transfers

The General Fund transferred \$32,081 to the Other Funds in the Aggregate for supplemental funding for the American Rescue Plan Act Revenue Replacement Fund. Other Funds in the Aggregate, County Recorder's Cost, transferred \$25,000 of excess funds to the General Fund for operations. Within Other Funds in the Aggregate, the 2020 Sales and Use Tax Bond Issue transferred \$1,661,191 of sales tax collected in excess of debt service payments to the Sevier County Medical Center.

5. Pledged Revenues

The County pledged future 1% sales and use taxes to repay \$24,250,000 in bonds that were issued in 2020 to provide funding for the construction of a county hospital. Total principal and interest remaining on the bonds are \$23,565,000 and \$11,149,319, respectively, payable through August 1, 2050. For 2024, principal and interest paid were \$345,000 and \$669,675, respectively. The Debt Service Fund received \$2,681,474 in sales taxes in 2024. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used for any lawful purpose for which tax collections may be used.

6. Joint Venture: Regional Library

Sevier, Little River, and Howard Counties entered into an agreement on October 9, 2013, in accordance with Ark. Code Ann. § 13-2-401 to establish the Tri-County Regional Library. The agreement states that the Tri-County Regional Library is governed by a six-member board which is made up of two appointed representatives of each county library board. Each county library is to contribute .25 per capita per year from their one mill property tax fund for the operation of the Tri-County Regional Library. The County Library paid \$3,922 for regional library expenditures in 2024.

SEVIER COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

7. Jointly Governed Organizations

Upper Southwest Arkansas Regional Solid Waste Management District

The County paid the Upper Southwest Arkansas Regional Solid Waste Management District \$293,137 in 2024. 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 participating cities within the aforementioned counties. Representatives are the respective county judges and mayors unless some other representative is appointed by the participating entity. Separate financial statements for the Upper Southwest Arkansas Regional Solid Waste Management District may be obtained at www.arklegaudit.gov.

Ninth West Judicial District Drug Task Force

The Prosecuting Attorney of the Ninth West Judicial District, the Sheriffs' Departments of Sevier, Howard, and Pike Counties, and the Police Departments of Nashville, De Queen, Murfreesboro, Dierks, Ashdown, and Glenwood entered into an agreement to establish the Ninth West Judicial District Drug Task Force. The agreement covers the period July 1, 2024 to June 30, 2025, and may be extended upon written mutual agreement. Funding is provided through federal and state grants in addition to contributions from the participating entities. In 2024, Sevier County contributed \$6,000 to the Ninth West Judicial District Drug Task Force. Separate financial statements for the Ninth West Judicial District Drug Task Force are not available.

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.

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 5.75% as of July 1, 2024. 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, 2024, (date of APERS Employer Allocation Report) were \$1,582,442.

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, 2024, (actuarial valuation date and measurement date) was \$11,313,303.

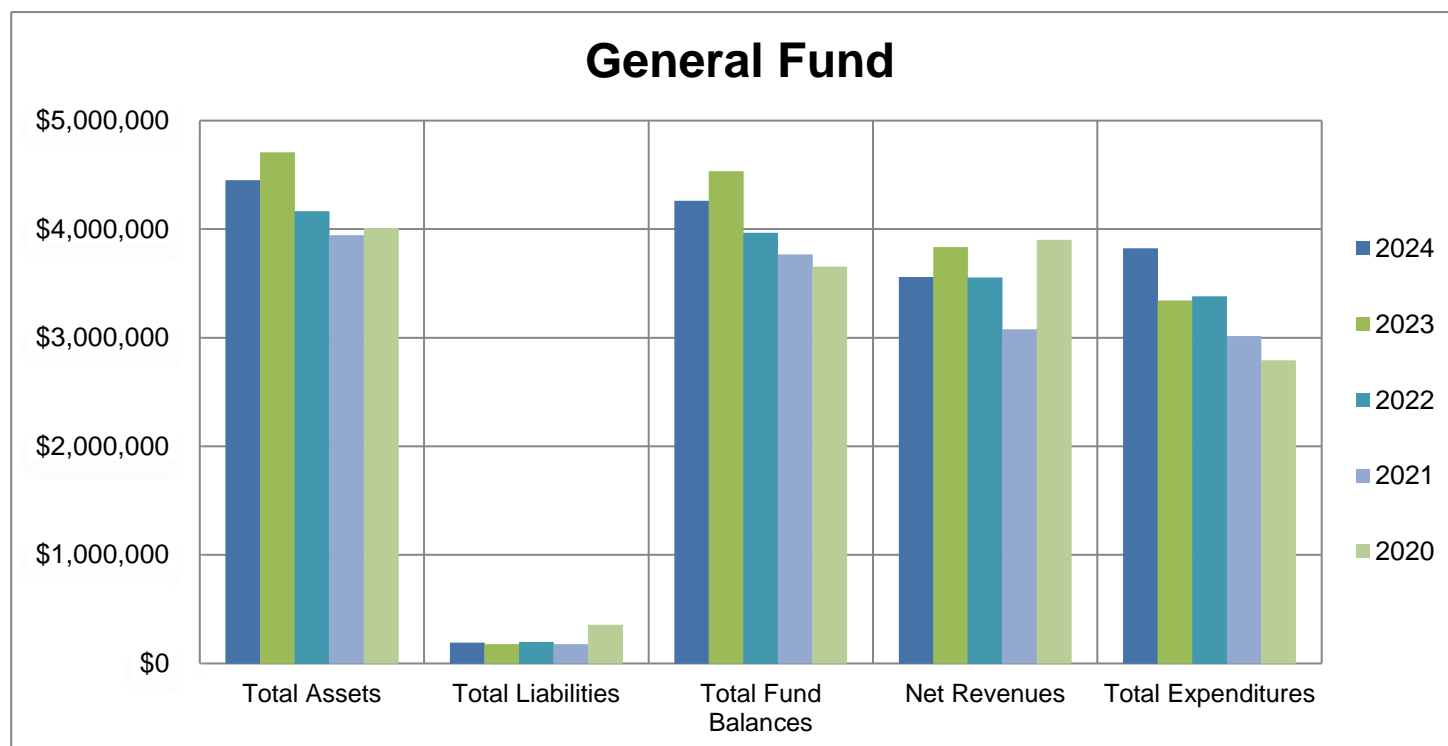
9. Capital Assets

	December 31, 2024
Land	\$ 503,989
Buildings	32,592,510
Equipment	8,964,568
Total	<u>\$ 42,061,067</u>

SEVIER COUNTY, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Schedule 3-1

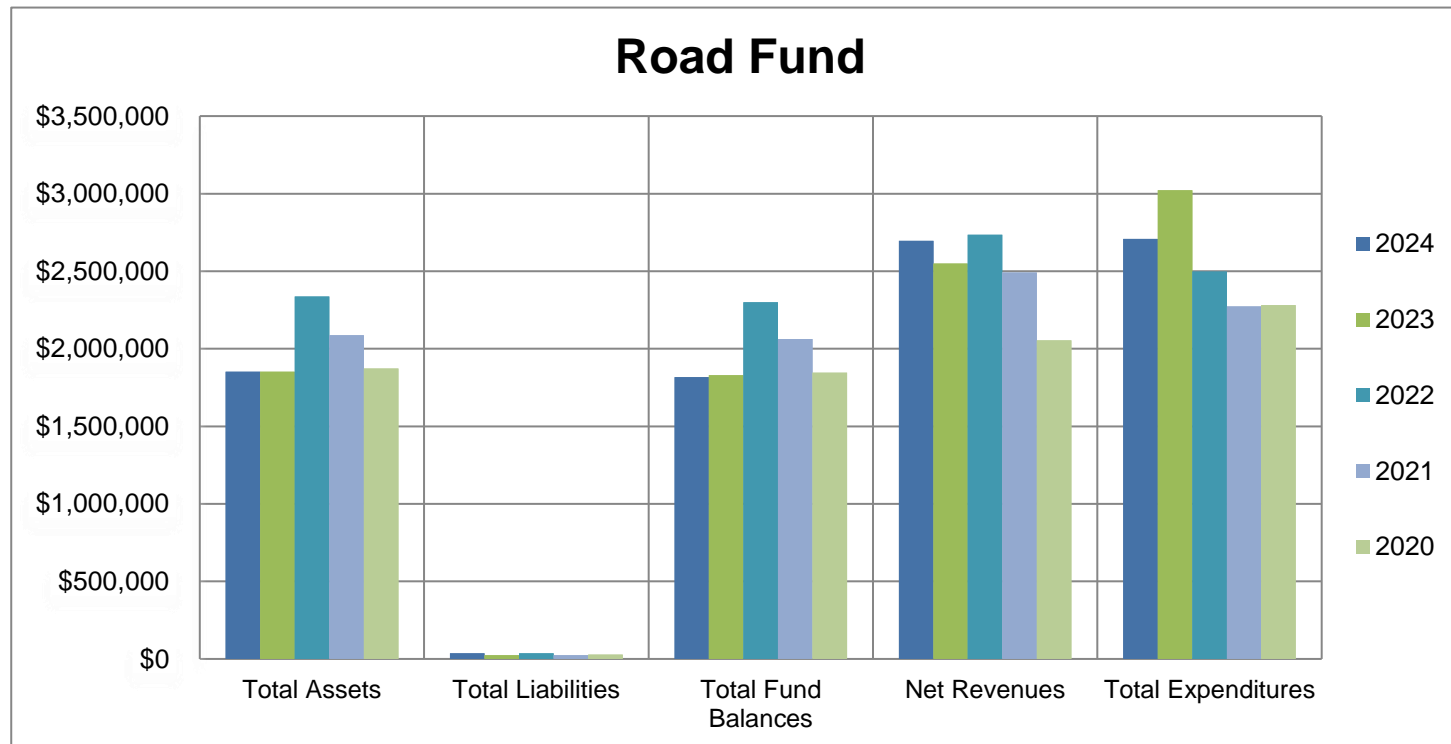
<u>General</u>	2024	2023	2022	2021	2020
Total Assets	\$ 4,450,185	\$ 4,706,063	\$ 4,162,008	\$ 3,941,503	\$ 4,008,780
Total Liabilities	190,095	174,377	194,735	176,335	356,555
Total Fund Balances	4,260,090	4,531,686	3,967,273	3,765,168	3,652,225
Net Revenues	3,558,250	3,832,851	3,553,802	3,077,267	3,900,636
Total Expenditures	3,822,765	3,341,314	3,378,761	3,014,324	2,790,285
Total Other Financing Sources/Uses	(7,081)	72,876	27,064	50,000	111,167



SEVIER COUNTY, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Schedule 3-2

<u>Road</u>	2024	2023	2022	2021	2020
Total Assets	\$ 1,851,358	\$ 1,851,954	\$ 2,337,164	\$ 2,086,942	\$ 1,872,283
Total Liabilities	35,544	23,066	36,591	24,395	27,012
Total Fund Balances	1,815,814	1,828,888	2,300,573	2,062,547	1,845,271
Net Revenues	2,696,002	2,549,486	2,735,277	2,490,966	2,053,614
Total Expenditures	2,709,076	3,021,171	2,497,251	2,273,690	2,280,137



SEVIER COUNTY, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Schedule 3-3

<u>Other Funds in the Aggregate</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total Assets	\$ 8,959,950	\$ 8,523,141	\$ 9,180,986	\$ 22,772,546	\$ 28,751,160
Total Liabilities	482,929	445,968	770,958	381,187	396,907
Total Fund Balances	8,477,021	8,077,173	8,410,028	22,391,359	28,354,253
Net Revenues	8,462,217	8,944,632	9,677,723	8,572,081	6,131,026
Total Expenditures	5,743,926	6,729,350	19,687,047	13,887,927	5,100,499
Total Other Financing Sources/Uses	(2,318,443)	(2,548,137)	(3,972,007)	(646,972)	23,599,603

