

Stone County, Arkansas

Regulatory Basis Financial Statements and Other Reports

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



STONE COUNTY, ARKANSAS
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Sen. David Wallace
Senate Chair
Sen. John Payton
Senate Vice Chair

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

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

LEGISLATIVE JOINT AUDITING COMMITTEE **ARKANSAS LEGISLATIVE AUDIT**

Independent Auditor's Report

Stone 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 Stone 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, 2022, and the related Statements of Revenues, Expenses, and Changes in Fund Balances and 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 Stone County, Arkansas, as of December 31, 2022; the regulatory basis revenues, expenditures, and changes in net position; 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 Stone County, Arkansas, as of December 31, 2022, or the revenues, expenditures, and changes in net position 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, in 2022 the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, Leases. 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 November 3, 2023, 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



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

Little Rock, Arkansas
November 3, 2023
LOCO06922



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



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

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

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

Stone 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 Stone County, Arkansas (County), as of and for the year ended December 31, 2022, 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 November 3, 2023. 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 November 3, 2023.

Purpose of This Report

The purpose of this report is solely to described 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

A handwritten signature in dark ink, appearing to read "Timothy R. Jones".

Timothy R. Jones, CPA, CFF
Deputy Legislative Auditor

Little Rock, Arkansas
November 3, 2023

Arkansas



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

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

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

LEGISLATIVE JOINT AUDITING COMMITTEE **ARKANSAS LEGISLATIVE AUDIT**

MANAGEMENT LETTER

Stone 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 2022:

County Judge: Stacey Avey
Treasurer: Carla Steward
Sheriff: Lance Bonds
Tax Collector: Glenda Younger
County/Circuit Clerk: Angie Hudspeth-Wade
Assessor: Heather Stevens
County Librarian: Lenora Duncan
District Court Clerk: Janet Harris

We would like to communicate the following item that came to our attention during this audit. The purpose of such comment is to provide constructive feedback and guidance, in an effort to assist management in maintaining a satisfactory level of compliance with the state constitution, laws and regulations, and to improve internal control. This matter was discussed previously with County officials during the course of our audit fieldwork and at the exit conference.

County/Circuit Clerk

The Clerk's bank accounts were under collateralized by \$242,963 (49% of total deposits) as of December 31, 2022, in noncompliance with Ark. Code Ann. § 19-8-107.

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 black ink, appearing to read "Timothy R. Jones".

Timothy R. Jones, CPA, CFF
Deputy Legislative Auditor

Little Rock, Arkansas
November 3, 2023

STONE COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2022

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 3,894,705	\$ 2,798,113	\$ 12,191,150
Accounts receivable	71,117	31,405	48,947
	<u>3,965,822</u>	<u>2,829,518</u>	<u>12,240,097</u>
TOTAL ASSETS	<u>\$ 3,965,822</u>	<u>\$ 2,829,518</u>	<u>\$ 12,240,097</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 163,626	\$ 61,877	\$ 13,902
Settlements pending	235,993		816,986
Total Liabilities	<u>399,619</u>	<u>61,877</u>	<u>830,888</u>
Fund Balances:			
Restricted	39,924		9,886,388
Assigned	335,423	2,767,641	1,522,821
Unassigned	3,190,856		
Total Fund Balances	<u>3,566,203</u>	<u>2,767,641</u>	<u>11,409,209</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,965,822</u>	<u>\$ 2,829,518</u>	<u>\$ 12,240,097</u>

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

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

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 797,157	\$ 1,785,889	\$ 63,431
Federal aid	487,778	37,384	1,220,904
Property taxes	577,271	264,682	132,275
Sales taxes	892,491		1,580,828
Fines, forfeitures, and costs	174,591		46,339
Interest	25,417	17,104	75,271
Officers' fees	108,370		42,600
Jail Fees	131,760		26,910
Sanitation Fees	533,973		
911 Fees			367,047
Sale of recyclables			98
Treasurer's commission	96,826		16,954
Collector's commission	122,815		24,615
Taxes apportioned - Assessor's salary and expense	188,946		
Other	199,154	6,569	16,791
TOTAL REVENUES	4,336,549	2,111,628	3,614,063
Less: Treasurer's commission	55,236	29,455	17,670
NET REVENUES	4,281,313	2,082,173	3,596,393
EXPENDITURES			
Current:			
General government	1,238,619		79,807
Law enforcement	1,674,778		238,162
Highways and streets		2,181,913	
Public safety	78,572		285,462
Sanitation	602,094		10,662
Health	17,553		
Recreation and culture	372		287,318
Social services	46,419		
Industrial development			24,703
Total Current	3,658,407	2,181,913	926,114
Debt Service:			
Bond principal			860,000
Bond interest and other charges			91,991
Financed purchases principal		169,465	
Financed purchases interest		11,339	
TOTAL EXPENDITURES	3,658,407	2,362,717	1,878,105

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

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	\$ 622,906	\$ (280,544)	\$ 1,718,288
OTHER FINANCING SOURCES (USES)			
Transfers in	25,718		
Transfers out			(25,718)
Rent payments remitted to Arkansas Economic Development Commission	(15,000)		
Compensation for loss of capital assets	127,948		
TOTAL OTHER FINANCING SOURCES (USES)	138,666		(25,718)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)			
EXPENDITURES AND OTHER USES	761,572	(280,544)	1,692,570
FUND BALANCES - JANUARY 1	2,804,631	3,048,185	9,716,639
FUND BALANCES - DECEMBER 31	\$ 3,566,203	\$ 2,767,641	\$ 11,409,209

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

STONE COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 629,105	\$ 797,157	\$ 168,052	\$ 1,409,480	\$ 1,785,889	\$ 376,409
Federal aid	418,764	487,778	69,014	35,000	37,384	2,384
Property taxes	837,026	577,271	(259,755)	248,187	264,682	16,495
Sales taxes	906,000	892,491	(13,509)			
Fines, forfeitures, and costs	190,575	174,591	(15,984)			
Interest	15,806	25,417	9,611	12,960	17,104	4,144
Officers' fees	110,310	108,370	(1,940)			
Jail Fees	96,000	131,760	35,760			
Sanitation Fees	479,000	533,973	54,973			
Treasurer's commission	122,000	96,826	(25,174)			
Collector's commission		122,815	122,815			
Taxes apportioned - Assessor's salary and expense		188,946	188,946			
Other	206,674	199,154	(7,520)	127,800	6,569	(121,231)
TOTAL REVENUES	4,011,260	4,336,549	325,289	1,833,427	2,111,628	278,201
Less: Treasurer's commission		55,236	(55,236)		29,455	(29,455)
NET REVENUES	4,011,260	4,281,313	270,053	1,833,427	2,082,173	248,746
EXPENDITURES						
Current:						
General government	1,282,876	1,238,619	44,257			
Law enforcement	1,676,232	1,674,778	1,454			
Highways and streets				2,703,909	2,181,913	521,996
Public safety	67,710	78,572	(10,862)			
Sanitation	730,024	602,094	127,930			
Health	16,950	17,553	(603)			
Recreation and culture	30,000	372	29,628			
Social services	56,448	46,419	10,029			
Industrial development	23,500		23,500			
Total Current	3,883,740	3,658,407	225,333	2,703,909	2,181,913	521,996
Debt Service:						
Financed purchases principal					169,465	(169,465)
Financed purchases interest					11,339	(11,339)
TOTAL EXPENDITURES	3,883,740	3,658,407	225,333	2,703,909	2,362,717	341,192

STONE COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 127,520	\$ 622,906	\$ 495,386	\$ (870,482)	\$ (280,544)	\$ 589,938
OTHER FINANCING SOURCES (USES)						
Transfers in		25,718	25,718			
Transfers out	(85,000)		85,000			
Rent payments remitted to Arkansas Economic Development Commission		(15,000)	(15,000)			
Compensation for loss of capital assets		127,948	127,948			
TOTAL OTHER FINANCING SOURCES (USES)	(85,000)	138,666	223,666			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	42,520	761,572	719,052	(870,482)	(280,544)	589,938
FUND BALANCES - JANUARY 1		2,804,631	2,804,631		3,048,185	3,048,185
FUND BALANCES - DECEMBER 31	\$ 42,520	\$ 3,566,203	\$ 3,523,683	\$ (870,482)	\$ 2,767,641	\$ 3,638,123

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

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

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.

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 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 Capital Projects Funds 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 the Debt Service Fund 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 Custodial Funds as reported with other funds in the aggregate.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

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.

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

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, delinquent property taxes, fees to be settled with County Treasurer, funds held in trust, and excess Treasurer's and Collector's Commissions 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.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1: Summary of Significant Accounting Policies (Continued)

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.

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.

There were no committed fund balances at year end.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

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)	\$ 6,730,620	\$ 6,731,087
Collateralized:		
Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name	11,917,669	12,208,258
Uncollateralized	234,066	242,963
Total Deposits	<u>\$ 18,882,355</u>	<u>\$ 19,182,308</u>

The above total deposits do not include cash on hand of \$1,613.

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 deposit policy for custodial credit risk. At December 31, 2022, the County had \$242,963 of uninsured, uncollateralized bank deposits that were exposed to custodial credit risk.

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.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 4: Accounts Receivable

The accounts receivable balance at December 31, 2022, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
State aid	\$ 4,198		
Federal aid	643		
Fines, forfeitures, and costs	5,708		\$ 2,233
Interest	404		
Officers' fees	6,517		2,231
Jail Fees	2,393		
Sanitation Fees	40,920		
911 Fees			11,137
Collector's commission		\$ 5,298	22,622
Taxes apportioned - Assessor's salary and expense		5,959	3,068
Other	10,334	5,652	389
Treasurer's commission charged		14,496	7,267
Totals	<u>\$ 71,117</u>	<u>\$ 31,405</u>	<u>\$ 48,947</u>

NOTE 5: Accounts Payable

The accounts payable balance at December 31, 2022, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	\$ 143,766	\$ 58,215	\$ 12,136
Salaries payable	19,860	3,662	1,766
Totals	<u>\$ 163,626</u>	<u>\$ 61,877</u>	<u>\$ 13,902</u>

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 6: Details of Fund Balance Classifications

Fund balance classifications at December 31, 2022, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 2,661,281
Law enforcement			245,678
Public safety			757,079
Recreation and culture	\$ 39,924		446,926
Capital outlay			5,126,011
Debt service			649,413
Total Restricted	<u>39,924</u>		<u>9,886,388</u>
Assigned to:			
General government	331,470		
Law enforcement	2,613		1,522,821
Highways and streets		\$ 2,767,641	
Public safety	1,340		
Total Assigned	<u>335,423</u>	<u>2,767,641</u>	<u>1,522,821</u>
Unassigned	<u>3,190,856</u>		
Totals	<u>\$ 3,566,203</u>	<u>\$ 2,767,641</u>	<u>\$ 11,409,209</u>

NOTE 7: 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, 2022, the legal debt limit for bonded debt was \$17,070,711. 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, 2022, the legal debt limit for short-term financing obligations was \$4,565,762. The amount of short-term financing obligations was \$1,314,271 leaving a legal debt margin of \$3,251,491.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 8: Commitments

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

	December 31, 2022
Long-term liabilities	\$ 5,699,271
Reappraisal contract	443,232
Total Commitments	<u>\$ 6,142,503</u>

Long-term Liabilities

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

	December 31, 2022
<u>Bonds</u>	
Sales and Use Tax Capital Improvement Bonds, Series 2020, dated October 1, 2020, in the amount of \$5,970,000, for the purpose of constructing and equipping a jail and law enforcement facility. Due in annual installments of varying amounts plus interest of 0.7% - 1.75% thru October 1, 2035. Payments are to be made from the Jail Construction Sales and Use Tax Bonds Debt Service Fund	<u>\$ 4,385,000</u>
<u>Direct Borrowings</u>	
Financed Purchase, dated July 1, 2021, with Centennial Bank in the amount of \$226,200, for the purchase of a Caterpillar Grader. Due in 36 monthly installments of \$6,508 with interest rate of 2.25%. Payments are to be made from the County Road Fund.	121,331
Financed Purchase, dated March 16, 2022, with Centennial Bank in the amount of \$278,000, for the purchase of a Caterpillar Grader. Due in 36 monthly installments of \$7,998 with interest rate of 2.25%. Payments are to be made from the County Road Fund.	210,286
Financed Purchase, dated August 22, 2022, with Centennial Bank in the amount of \$260,000, for the purchase of a Caterpillar Grader. Due in 36 monthly installments of \$7,683 with interest rate of 4%. Payments are to be made from the County Road Fund.	232,654
Financed Purchase, dated December 8, 2022, with Centennial Bank in the amount of \$750,000, for the purchase of three Caterpillar Graders. Due in 59 monthly installments of \$14,005 and one installment of \$12,159 with interest rate of 4.5%. Payments are to be made from the County Road Fund.	750,000
Total Direct Borrowings	<u>1,314,271</u>
Total Long-term liabilities	<u>\$ 5,699,271</u>

Due to the County's regulatory basis of accounting, these liabilities are not recorded in the financial statements.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 8: Commitments (Continued)

Long-term Liabilities (Continued)

The County's outstanding bonds payable of \$4,385,000 contain a provision that in an event of default, the Trustee may, and upon written request of the owners of not less than 10% in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the County and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

The County's outstanding financed purchase agreements from direct borrowings of \$1,314,271 contain a provision that in an event of default, outstanding amounts, at the Lender's sole option, may be declared immediately due and payable, and the Lender may exercise any rights and remedies, including the right to immediate possession of the collateral, available to it under applicable law.

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, 2022</u>	<u>Maturities to December 31, 2022</u>
<u>Bonds</u>					
10/1/20	10/1/35	.7 -1.75%	\$ 5,970,000	\$ 4,385,000	\$ 1,585,000
<u>Direct Borrowings</u>					
7/1/21	7/3/24	2.25%	226,200	121,331	104,869
3/16/22	3/16/25	2.25%	278,000	210,286	67,714
8/22/22	8/22/25	4%	260,000	232,654	27,346
12/8/22	12/8/27	4.5%	750,000	750,000	
Total Direct Borrowings			1,514,200	1,314,271	199,929
Total Long-Term Debt			<u>\$ 7,484,200</u>	<u>\$ 5,699,271</u>	<u>\$ 1,784,929</u>

Changes in Long-Term Debt

	<u>Balance January 01, 2022</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance December 31, 2022</u>
Bonds payable	\$ 5,245,000	\$ 0	\$ 860,000	\$ 4,385,000
<u>Direct Borrowings</u>				
Financed purchases	195,736	\$ 1,288,000	169,465	1,314,271
Total Long-Term Debt	<u>\$ 5,440,736</u>	<u>\$ 1,288,000</u>	<u>\$ 1,029,465</u>	<u>\$ 5,699,271</u>

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 8: Commitments (Continued)

Debt Service Requirements to Maturity

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

Years Ending December 31,	Bonds			Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 360,000	\$ 78,361	\$ 438,361	\$ 378,314	\$ 41,999	\$ 420,313
2024	370,000	71,161	441,161	370,136	31,642	401,778
2025	375,000	63,761	438,761	233,895	19,618	253,513
2026	385,000	56,261	441,261	156,315	11,739	168,054
2027	390,000	51,256	441,256	163,497	4,558	168,055
2028 through 2032	2,050,000	155,610	2,205,610	12,114	45	12,159
2033 through 2035	455,000	8,313	463,313			
Totals	<u>\$4,385,000</u>	<u>\$ 484,723</u>	<u>\$4,869,723</u>	<u>\$1,314,271</u>	<u>\$ 109,601</u>	<u>\$1,423,872</u>

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions Corporation on November 19, 2021, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$9,234 for a total of \$554,040 beginning January 15, 2022. Contract expense for 2022, was \$110,808.

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

Year	December 31, 2022
2023	\$ 110,808
2024	110,808
2025	110,808
2026	110,808
Total	<u>\$ 443,232</u>

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 9: Rent Sharing Agreement

The County entered into a rent sharing agreement on June 5, 2018, for \$300,000 with Arkansas Economic Development Commission in consideration of grant agreement between the County and the Commission. Terms of the agreement are monthly payments of \$1,250 for 240 months, beginning May 1, 2019. Payments are derived from monthly rent payments received from Excel Boat Company. Amounts paid under this agreement for 2022 were \$15,000.

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

Year	December 31, 2022
2023	\$ 15,000
2024	15,000
2025	15,000
2026	15,000
2027	15,000
2028 through 2032	75,000
2033 through 2037	75,000
2038 through 2039	20,000
Total	<u>\$ 245,000</u>

NOTE 10: Interfund Transfers

The Stone County Recycling Board, within Other Funds in the Aggregate, was dissolved, and the remaining balance of \$25,718 was transferred to the General Fund upon closure.

NOTE 11: Pledged Revenues

The County pledged future 0.5% sales and use taxes to repay \$5,970,000 in bonds that were issued in 2020 to provide funding for construction of a County jail facility. Total principal and interest remaining on the bonds are \$4,385,000 and \$484,723, respectively, payable through October 1, 2035. For 2022, principal and interest paid were \$860,000 and \$89,991, respectively.

The Debt Service Fund received \$985,834 in sales taxes in 2022. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used for the redemption of outstanding bonds prior to maturity.

NOTE 12: Jointly Governed Organization: White River Regional Library

Independence, Stone, Sharp, Cleburne, Izard, and Fulton Counties entered into an agreement in May 1978 in accordance with Ark. Code Ann. § 13-2-401 to establish the White River Regional Library. Initially, the parties agreed to the formation of a regional library for a period of two years. The Board's existence was continued from year to year thereafter, unless a participating member gave notice of cancellation at least 60 days prior to the end of the fiscal year. Independence County cancelled its membership on April 10, 2016. The White River Regional Library Board is comprised of one board member from each of the participating counties. The County Library did not pay any regional library expenditures in 2022. Contact the White River Regional Library at P. O. Box 1107, Mountain View, AR 72560, to obtain financial statements.

NOTE 13: Jointly Governed Organization: White River Regional Solid Waste Management District

The County is a member of the White River Regional Solid Waste Management District. This District is a jointly governed organization comprised of Cleburne, Fulton, Independence, Izard, Jackson, Sharp, Stone, Van Buren, White, and Woodruff 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. Stone County did not make any payments to the White River Regional Solid Waste Management District in 2022.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 14: 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.

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 per case with an annual aggregate of \$350,000. 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 15: 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.

STONE COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 15: Arkansas Public Employees Retirement System (Continued)

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.25% as of July 1, 2022. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2022, (date of APERS Employer Allocation Report) were \$340,728.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the County's share of the collective net pension liability. The County's proportionate share of the collective net pension liability at June 30, 2022, (actuarial valuation date and measurement date) was \$2,868,963.

NOTE16: Corona Virus (COVID-19)

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). In 2021, the County was awarded \$2,429,144 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$2,429,144 of this amount has been received. In 2022, the County was awarded \$491,413 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021. In 2022 and 2023, the County received funds in the amount of \$245,706 and \$245,707, respectively. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

NOTE 17: Compensation for Loss of Capital Assets

On July 8, 2022, the County received \$127,948 in insurance proceeds for a sanitation truck and trailer that were damaged in a wreck on May 10, 2022.

STONE COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

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 Library	Child Support Cost
ASSETS								
Cash and cash equivalents	\$ 51,937	\$ 65,196	\$ 12,720	\$ 60,962	\$ 32,427	\$ 48,375	\$ 401,356	\$ 4,812
Accounts receivable		19,894	460	565		2,062	7,081	
TOTAL ASSETS	<u>\$ 51,937</u>	<u>\$ 85,090</u>	<u>\$ 13,180</u>	<u>\$ 61,527</u>	<u>\$ 32,427</u>	<u>\$ 50,437</u>	<u>\$ 408,437</u>	<u>\$ 4,812</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 3,909					\$ 2,960	
Settlements pending								
Total Liabilities		<u>3,909</u>					<u>2,960</u>	
Fund Balances:								
Restricted	\$ 51,937	81,181	\$ 13,180	\$ 61,527	\$ 32,427	\$ 50,437	405,477	\$ 4,812
Assigned								
Total Fund Balances	<u>51,937</u>	<u>81,181</u>	<u>13,180</u>	<u>61,527</u>	<u>32,427</u>	<u>50,437</u>	<u>405,477</u>	<u>4,812</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 51,937</u>	<u>\$ 85,090</u>	<u>\$ 13,180</u>	<u>\$ 61,527</u>	<u>\$ 32,427</u>	<u>\$ 50,437</u>	<u>\$ 408,437</u>	<u>\$ 4,812</u>

STONE COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

	SPECIAL REVENUE FUNDS							
	Communication Facility and Equipment	Breathalyzer	Jail Maintenance	Boating Safety and Enforcement	Emergency 911	911 Public Safety Answering Point (PSAP)	Drug Court Program	Circuit Clerk Commissioner's Fee
ASSETS								
Cash and cash equivalents	\$ 60,327	\$ 2,862	\$ 65,998	\$ 3,509	\$ 501,291	\$ 204,913	\$ 8,873	\$ 7,735
Accounts receivable	108		1,466		13,312			
TOTAL ASSETS	<u>\$ 60,435</u>	<u>\$ 2,862</u>	<u>\$ 67,464</u>	<u>\$ 3,509</u>	<u>\$ 514,603</u>	<u>\$ 204,913</u>	<u>\$ 8,873</u>	<u>\$ 7,735</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 48		\$ 4,590		\$ 1,767			
Settlements pending								
Total Liabilities	<u>48</u>		<u>4,590</u>		<u>1,767</u>			
Fund Balances:								
Restricted	60,387	\$ 2,862	62,874	\$ 3,509	512,836	\$ 204,913	\$ 8,873	\$ 7,735
Assigned								
Total Fund Balances	<u>60,387</u>	<u>2,862</u>	<u>62,874</u>	<u>3,509</u>	<u>512,836</u>	<u>204,913</u>	<u>8,873</u>	<u>7,735</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 60,435</u>	<u>\$ 2,862</u>	<u>\$ 67,464</u>	<u>\$ 3,509</u>	<u>\$ 514,603</u>	<u>\$ 204,913</u>	<u>\$ 8,873</u>	<u>\$ 7,735</u>

STONE COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

	SPECIAL REVENUE FUNDS						
	Assessor's Late Assessment Fee	County Jail Construction and Maintenance and Operation	American Rescue Plan Act	District Court Cost	Drug Court Mini Grant	Juvenile Officer Grant	Public Safety Equipment Grant
ASSETS							
Cash and cash equivalents	\$ 3,608	\$ 1,518,852	\$ 2,429,144	\$ 15,512	\$ 7,361	\$ 619	\$ 39,330
Accounts receivable		3,969		30			
TOTAL ASSETS	<u>\$ 3,608</u>	<u>\$ 1,522,821</u>	<u>\$ 2,429,144</u>	<u>\$ 15,542</u>	<u>\$ 7,361</u>	<u>\$ 619</u>	<u>\$ 39,330</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable							
Settlements pending							
Total Liabilities							
Fund Balances:							
Restricted	\$ 3,608		\$ 2,429,144	\$ 15,542	\$ 7,361	\$ 619	\$ 39,330
Assigned		\$ 1,522,821					
Total Fund Balances	<u>3,608</u>	<u>1,522,821</u>	<u>2,429,144</u>	<u>15,542</u>	<u>7,361</u>	<u>619</u>	<u>39,330</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,608</u>	<u>\$ 1,522,821</u>	<u>\$ 2,429,144</u>	<u>\$ 15,542</u>	<u>\$ 7,361</u>	<u>\$ 619</u>	<u>\$ 39,330</u>

STONE COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUNDS			DEBT SERVICE FUND
	County Library Memorial	County Law Library	Dodd Mountain Volunteer Fire Department Grant	Arkansas Economic Development Account	Jail Construction	Jail Construction Sales and Use Tax Bonds
ASSETS						
Cash and cash equivalents	\$ 41,449	\$ 9,572	\$ 12,500	\$ 5	\$ 5,113,506	\$ 649,413
Accounts receivable						
TOTAL ASSETS	\$ 41,449	\$ 9,572	\$ 12,500	\$ 5	\$ 5,113,506	\$ 649,413
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable		\$ 628				
Settlements pending						
Total Liabilities		628				
Fund Balances:						
Restricted	\$ 41,449	8,944	\$ 12,500	\$ 5	\$ 5,113,506	\$ 649,413
Assigned						
Total Fund Balances	41,449	8,944	12,500	5	5,113,506	649,413
TOTAL LIABILITIES AND FUND BALANCES	\$ 41,449	\$ 9,572	\$ 12,500	\$ 5	\$ 5,113,506	\$ 649,413

STONE COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

CUSTODIAL FUNDS

	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County and Circuit Clerk's Accounts	District Court Accounts	Sanitation	Totals
ASSETS							
Cash and cash equivalents	\$ 157,768	\$ 92,903	\$ 15,871	\$ 484,165	\$ 33,566	\$ 32,713	\$ 12,191,150
Accounts receivable							48,947
TOTAL ASSETS	<u>\$ 157,768</u>	<u>\$ 92,903</u>	<u>\$ 15,871</u>	<u>\$ 484,165</u>	<u>\$ 33,566</u>	<u>\$ 32,713</u>	<u>\$ 12,240,097</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable							\$ 13,902
Settlements pending	\$ 157,768	\$ 92,903	\$ 15,871	\$ 484,165	\$ 33,566	\$ 32,713	816,986
Total Liabilities	<u>157,768</u>	<u>92,903</u>	<u>15,871</u>	<u>484,165</u>	<u>33,566</u>	<u>32,713</u>	<u>830,888</u>
Fund Balances:							
Restricted							9,886,388
Assigned							1,522,821
Total Fund Balances							<u>11,409,209</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 157,768</u>	<u>\$ 92,903</u>	<u>\$ 15,871</u>	<u>\$ 484,165</u>	<u>\$ 33,566</u>	<u>\$ 32,713</u>	<u>\$ 12,240,097</u>

STONE COUNTY, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

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 Library	Child Support Cost	Communication Facility and Equipment
REVENUES									
State aid					\$ 4,683		\$ 30,727		
Federal aid									
Property taxes							131,848		
Sales taxes									
Fines, forfeitures, and costs			\$ 5,500	\$ 10,924					
Interest	\$ 217	\$ 490	81	319	181	\$ 263	2,748	\$ 25	\$ 269
Officers' fees						30,344		1,089	2,517
Jail Fees									26,910
911 Fees									
Sale of recyclables									
Treasurer's commission	16,954								
Collector's commission		24,615							
Other		31	46	85	30	1,157	11,662	9	43
TOTAL REVENUES	17,171	25,136	5,627	11,328	4,894	31,764	176,985	1,123	29,739
Less: Treasurer's commission		104	115	230	97	643	2,282	23	59
NET REVENUES	17,171	25,032	5,512	11,098	4,797	31,121	174,703	1,100	29,680
EXPENDITURES									
Current:									
General government	13,257	34,497			400	31,653			
Law enforcement			8,850	550					8,628
Public safety									
Sanitation									
Recreation and culture							255,899		
Industrial development									
Total Current	13,257	34,497	8,850	550	400	31,653	255,899		8,628
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	13,257	34,497	8,850	550	400	31,653	255,899		8,628
EXCESS OF REVENUES OVER (UNDER)									
EXPENDITURES	3,914	(9,465)	(3,338)	10,548	4,397	(532)	(81,196)	1,100	21,052
OTHER FINANCING SOURCES (USES)									
Transfers out									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)									
EXPENDITURES AND OTHER USES	3,914	(9,465)	(3,338)	10,548	4,397	(532)	(81,196)	1,100	21,052
FUND BALANCES - JANUARY 1	48,023	90,646	16,518	50,979	28,030	50,969	486,673	3,712	39,335
FUND BALANCES - DECEMBER 31	\$ 51,937	\$ 81,181	\$ 13,180	\$ 61,527	\$ 32,427	\$ 50,437	\$ 405,477	\$ 4,812	\$ 60,387

STONE COUNTY, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS								
	Breathalyzer	Jail Maintenance	Boating Safety and Enforcement	Emergency 911	911 Public Safety Answering Point (PSAP)	Drug Court Program	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	County Jail Construction and Maintenance and Operation
REVENUES									
State aid			\$ 1,058						
Federal aid								\$ 427	
Property taxes									\$ 594,994
Sales taxes									
Fines, forfeitures, and costs	\$ 462	\$ 20,617				\$ 60			
Interest	27	325	17	\$ 2,739	\$ 1,064	50	\$ 45	9	6,679
Officers' fees		8,550					100		
Jail Fees									
911 Fees				327,047	40,000				
Sale of recyclables									
Treasurer's commission									
Collector's commission									
Other	3	194	8	224	255	3	5	13	
TOTAL REVENUES	492	29,686	1,083	330,010	41,319	113	150	449	601,673
Less: Treasurer's commission	10	589	21	4,419	821	2	3	9	8,065
NET REVENUES	482	29,097	1,062	325,591	40,498	111	147	440	593,608
EXPENDITURES									
Current:									
General government									
Law enforcement	2,666	16,718	133						
Public safety				285,462					
Sanitation									
Recreation and culture									
Industrial development									
Total Current	2,666	16,718	133	285,462					
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	2,666	16,718	133	285,462					
EXCESS OF REVENUES OVER (UNDER)									
EXPENDITURES	(2,184)	12,379	929	40,129	40,498	111	147	440	593,608
OTHER FINANCING SOURCES (USES)									
Transfers out									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)									
EXPENDITURES AND OTHER USES	(2,184)	12,379	929	40,129	40,498	111	147	440	593,608
FUND BALANCES - JANUARY 1	5,046	50,495	2,580	472,707	164,415	8,762	7,588	3,168	929,213
FUND BALANCES - DECEMBER 31	\$ 2,862	\$ 62,874	\$ 3,509	\$ 512,836	\$ 204,913	\$ 8,873	\$ 7,735	\$ 3,608	\$ 1,522,821

STONE COUNTY, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS								
	American Rescue Plan Act	County Library American Rescue Plan Act	District Court Cost	Drug Court Mini Grant	Juvenile Officer Grant	Public Safety Equipment Grant	County Library Memorial	County Law Library	Stone County Recycling Board
REVENUES									
State aid					\$ 2,260				
Federal aid	\$ 1,214,572	\$ 6,332							
Property taxes									
Sales taxes									
Fines, forfeitures, and costs			\$ 4,442					\$ 4,334	
Interest			96				\$ 56	53	\$ 2
Officers' fees									
Jail Fees									
911 Fees									
Sale of recyclables									98
Treasurer's commission									
Collector's commission									
Other			27				2,969	27	
TOTAL REVENUES	1,214,572	6,332	4,565		2,260		3,025	4,414	100
Less: Treasurer's commission			91					87	
NET REVENUES	1,214,572	6,332	4,474		2,260		3,025	4,327	100
EXPENDITURES									
Current:									
General government									
Law enforcement			6,600		1,641			3,591	
Public safety									
Sanitation									10,662
Recreation and culture		12,664					3,115		
Industrial development									
Total Current		12,664	6,600		1,641		3,115	3,591	10,662
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES		12,664	6,600		1,641		3,115	3,591	10,662
EXCESS OF REVENUES OVER (UNDER)									
EXPENDITURES	1,214,572	(6,332)	(2,126)		619		(90)	736	(10,562)
OTHER FINANCING SOURCES (USES)									
Transfers out									(25,718)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)									
EXPENDITURES AND OTHER USES	1,214,572	(6,332)	(2,126)		619		(90)	736	(36,280)
FUND BALANCES - JANUARY 1	1,214,572	6,332	17,668	\$ 7,361		\$ 39,330	41,539	8,208	36,280
FUND BALANCES - DECEMBER 31	\$ 2,429,144	\$ 0	\$ 15,542	\$ 7,361	\$ 619	\$ 39,330	\$ 41,449	\$ 8,944	\$ 0

STONE COUNTY, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	CAPITAL PROJECTS FUNDS			DEBT SERVICE FUND	
	Dodd Mountain Volunteer Fire Department Grant	Arkansas Economic Development Account	Jail Construction	Jail Construction Sales and Use Tax Bonds	Totals
REVENUES					
State aid		\$ 24,703			\$ 63,431
Federal aid					1,220,904
Property taxes					132,275
Sales taxes				\$ 985,834	1,580,828
Fines, forfeitures, and costs					46,339
Interest			\$ 51,553	7,963	75,271
Officers' fees					42,600
Jail Fees					26,910
911 Fees					367,047
Sale of recyclables					98
Treasurer's commission					16,954
Collector's commission					24,615
Other					16,791
TOTAL REVENUES		24,703	51,553	993,797	3,614,063
Less: Treasurer's commission					17,670
NET REVENUES		24,703	51,553	993,797	3,596,393
EXPENDITURES					
Current:					
General government					79,807
Law enforcement			187,835	950	238,162
Public safety					285,462
Sanitation					10,662
Recreation and culture				\$ 15,640	287,318
Industrial development		24,703			24,703
Total Current		24,703	187,835	950	926,114
Debt Service:					
Bond principal				860,000	860,000
Bond interest and other charges				91,991	91,991
TOTAL EXPENDITURES		24,703	187,835	952,941	1,878,105
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES			(136,282)	40,856	1,718,288
OTHER FINANCING SOURCES (USES)					
Transfers out					(25,718)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			(136,282)	40,856	1,692,570
FUND BALANCES - JANUARY 1	\$ 12,500	5	5,249,788	15,640	608,557
FUND BALANCES - DECEMBER 31	\$ 12,500	\$ 5	\$ 5,113,506	\$ 0	\$ 649,413
					\$ 11,409,209

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

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain and operate an automated record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commissions 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 at least 25% of the fees collected by circuit clerks to be used to purchase, maintain, and operate an automated records system.
County Library	Ark. Code Ann. § 13-2-404 established fund to account for property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the Clerk's office.
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 communications 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.
Breathalyzer	Ark. Code Ann. § 16-10-307 established fund to receive revenues generated from court costs to be used to maintain and purchase breathalyzer.

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

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail 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; construction, maintenance, and operation of the county jail; purchase and maintenance of jail equipment; and training, salaries, and certificate pay for jailers and deputy sheriffs.
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.
911 Public Safety Answering Point (PSAP)	Ark. Code Ann. § 12-10-305 established fund to be used to provide an answering system for emergency calls.
Drug Court Program	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.
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 Jail Construction and Maintenance and Operation	Stone County Ordinance no. 2020-3 (April 9, 2020) established fund to account for expenditures arising from construction, maintenance, and operation of the Stone County Jail.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.
County Library American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency for the County Library.

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

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

<u>Fund Name</u>	<u>Fund Description</u>
District Court Cost	Ark. Code Ann. § 16-17-126 authorizes district court filing fees for writs of garnishment and executions to be appropriated for any permissible use in the administration of the district court.
Drug Court Mini Grant	Stone County Ordinance no. 2019-6 (April 11, 2019) established fund to account for the receipt and disbursement of various grants received for the drug court program.
Juvenile Officer Grant	Stone County Ordinance no. 2020-1 (February 13, 2020) established fund to account for a grant received from the Administrative Office of the Courts for mileage reimbursements and technology upgrades for juvenile officers.
Public Safety Equipment Grant	Ark. Code Ann. § 12-1-103 and Stone County Ordinance no. 2022-2 (January 13, 2022) established fund to account for a grant received from the Arkansas Public Safety Equipment Grant Program for the purchase of law enforcement equipment aiding in improving trust and relationships between law enforcement and their communities.
County Library Memorial	County Library Board established fund to receive and monitor disbursements of donations to the County Library.
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.
Stone County Recycling Board	Stone County Ordinance no. 91-7 (September 12, 1991) established board to administer the collection and sale of recycled materials.
Dodd Mountain Volunteer Fire Department Grant	Stone County Resolution no. 2020-10 (June 11, 2020) established fund to receive grant funds and monitor disbursements for the construction of a new fire department.
Arkansas Economic Development Account	Established to account for a federal grant for the expansion of a county owned building occupied by Excel Boats.
Jail Construction	Stone County Ordinance no. 2020-5 (August 13, 2020) established fund to account for bond proceeds to be used for the construction of a new jail and law enforcement facility. The construction fund may be used to pay bond debt payments if balances in the bond fund are not sufficient. Remaining funds after construction is completed are to be transferred to the bond fund.
Fox Community and Park Grant	Stone County Ordinance no. 2021-14 (August 10, 2021) established fund to account for funds paid to Fox Community Center and Park for the purchase of HVAC equipment and a lawn mower.

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

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail Construction Sales and Use Tax Bonds	Stone County Ordinance no. 2020-5 (August 13, 2020) established fund to account for the collection of sales tax, for the recording of debt payments, and the debt service reserve required to be maintained.

Treasurer's accounts consist primarily of property taxes interest not distributed to the appropriate agencies and funds held for other 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, and inmate trust money.

County/Circuit Clerk's accounts consist primarily of trust money awaiting disposition by the applicable court and fee money to be settled with the County Treasurer.

District Court accounts consist primarily of fines and costs not yet distributed to the county and/or state.

Sanitation account consists of solid waste collection fees not yet distributed to the County.

STONE COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2022
(Unaudited)

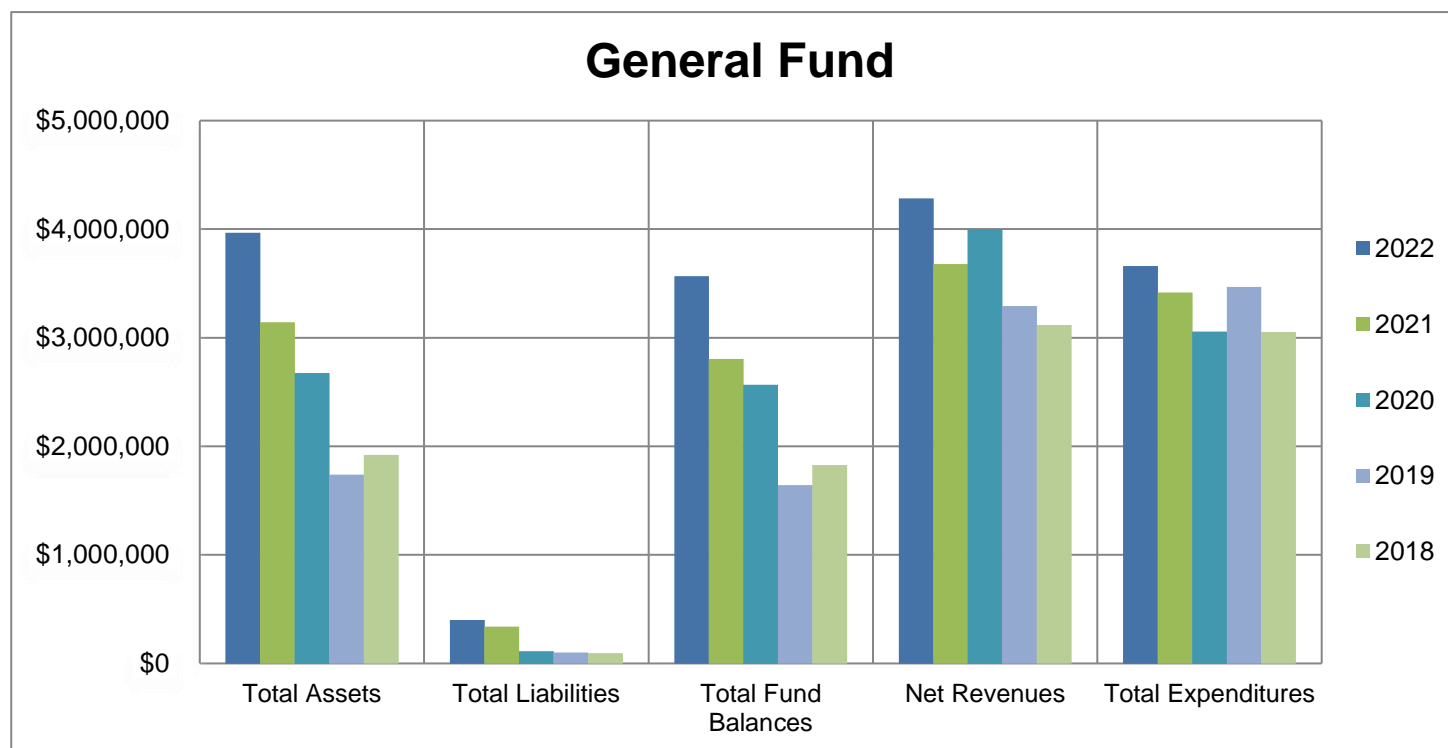
Schedule 3

	December 31, 2022
Land	\$ 1,195,470
Buildings	4,080,196
Equipment	<u>5,397,338</u>
Total	<u><u>\$ 10,673,004</u></u>

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

Schedule 4-1

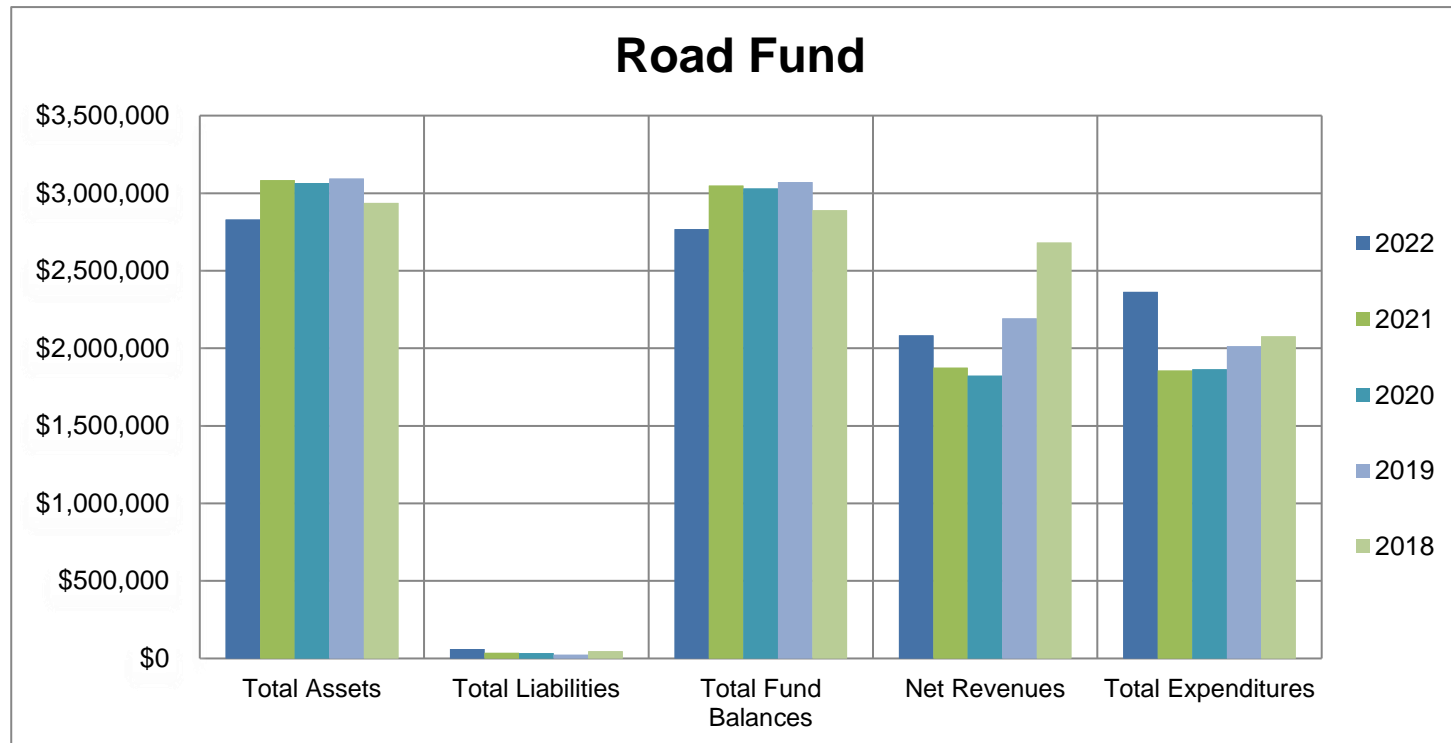
<u>General</u>	2022	2021	2020	2019	2018
Total Assets	\$ 3,965,822	\$ 3,140,823	\$ 2,674,665	\$ 1,738,196	\$ 1,919,238
Total Liabilities	399,619	336,192	110,101	98,740	93,145
Total Fund Balances	3,566,203	2,804,631	2,564,564	1,639,456	1,826,093
Net Revenues	4,281,313	3,678,535	3,996,649	3,292,098	3,117,611
Total Expenditures	3,658,407	3,415,818	3,056,641	3,468,735	3,051,030
Total Other Financing Sources/Uses	138,666	(22,650)	(14,900)	(10,000)	6,453



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

Schedule 4-2

<u>Road</u>	2022	2021	2020	2019	2018
Total Assets	\$ 2,829,518	\$ 3,083,916	\$ 3,064,381	\$ 3,093,374	\$ 2,936,367
Total Liabilities	61,877	35,731	34,445	23,045	46,772
Total Fund Balances	2,767,641	3,048,185	3,029,936	3,070,329	2,889,595
Net Revenues	2,082,173	1,874,752	1,823,826	2,193,251	2,681,356
Total Expenditures	2,362,717	1,856,503	1,864,219	2,012,517	2,077,741
Total Other Financing Sources/Uses					



STONE COUNTY, ARKANSAS
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
DECEMBER 31, 2022
(Unaudited)

Schedule 4-3

<u>Other Funds in the Aggregate</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Assets	\$ 12,240,097	\$ 9,957,640	\$ 8,113,872	\$ 1,344,162	\$ 1,310,744
Total Liabilities	830,888	241,001	210,095	183,427	141,100
Total Fund Balances	11,409,209	9,716,639	7,903,777	1,160,735	1,169,644
Net Revenues	3,596,393	3,562,468	1,478,037	2,181,494	1,051,730
Total Expenditures	1,878,105	1,758,168	724,982	2,190,403	949,955
Total Other Financing Sources/Uses	(25,718)	7,650	5,989,987		(6,453)

