

**Baxter County, Arkansas**

**Financial and Compliance Report**

**December 31, 2016**

LEGISLATIVE JOINT AUDITING COMMITTEE

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# Arkansas

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Senate Chair  
**Sen. Lance Eads**  
Senate Vice Chair



**Rep. Richard Womack**  
House Chair  
**Rep. Mary Bentley**  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

Baxter 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 Baxter County, Arkansas, as of and for the year ended December 31, 2016, and have issued our report thereon dated October 4, 2017. Management of the County is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The findings contained in this section relate to the following officials who held office during 2016:

County Judge: Mickey Pendergrass  
Treasurer: Jenay Mize  
Sheriff: John Montgomery  
Tax Collector: Teresa Smith  
County and Circuit Clerk: Canda Reese  
Assessor: Jayme Nicholson  
County Librarian: Kim Crow Sheaner  
Airport Manager: Kathy Frederick

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

Our procedures indicated that the above offices were in substantial compliance with Arkansas fiscal and financial laws.

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in cursive script that reads "Roger A. Norman".

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

Little Rock, Arkansas  
October 4, 2017  
LOCO00316

BAXTER COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2016  
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,025,487	\$ 1,404,774	\$ 3,208,881
Accounts receivable	442,303	37,083	129,270
TOTAL ASSETS	\$ 3,467,790	\$ 1,441,857	\$ 3,338,151
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 182,207	\$ 85,381	\$ 36,839
Settlements pending	100,511		373,821
Total Liabilities	282,718	85,381	410,660
Fund Balances:			
Restricted		1,356,476	2,868,427
Committed	97,308		
Assigned	1,373,024		59,064
Unassigned	1,714,740		
Total Fund Balances	3,185,072	1,356,476	2,927,491
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,467,790	\$ 1,441,857	\$ 3,338,151

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

BAXTER COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2016  
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 854,013	\$ 2,038,457	\$ 198,356
Federal aid	31,463	309,133	14,154
Property taxes	560,398	1,172,555	565,539
Sales taxes	3,853,757		1,479
Fines, forfeitures, and costs	466,147		151,733
Interest	35,061	18,667	24,889
Officers' fees	96,438		393,872
Jail fees	341,259		
911 fees			466,684
Hanger fees			112,234
Donations			250,936
Treasurer's commission	128,089		32,955
Collector's commission	307,006		111,408
Taxes apportioned - Assessor's salary and expense	530,570		
Other	527,083	214,790	185,678
TOTAL REVENUES	7,731,284	3,753,602	2,509,917
Less: Treasurer's commission	64,987	35,213	19,353
NET REVENUES	7,666,297	3,718,389	2,490,564
EXPENDITURES			
Current:			
General government	2,545,968		508,358
Law enforcement	4,225,229		194,677
Highways and streets	6,340	3,853,695	
Public safety	540,426		427,376
Health	12,728		
Recreation and culture	1,011		1,038,363
Social services	80,200		
Airport	42,484		69,908
Total Current	7,454,386	3,853,695	2,238,682
Debt Service:			
Bond principal			35,747
Bond interest and other charges			19,789
Lease principal		81,629	105,816
Lease interest			4,381
TOTAL EXPENDITURES	7,454,386	3,935,324	2,404,415

BAXTER COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2016  
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 211,911	\$ (216,935)	\$ 86,149
OTHER FINANCING SOURCES (USES)			
Transfers in		1,374	44,429
Transfers out	(1,374)		(44,429)
TOTAL OTHER FINANCING SOURCES (USES)	(1,374)	1,374	0
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	210,537	(215,561)	86,149
FUND BALANCES - JANUARY 1	2,974,535	1,572,037	2,841,342
FUND BALANCES - DECEMBER 31	\$ 3,185,072	\$ 1,356,476	\$ 2,927,491

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

BAXTER 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, 2016  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 623,200	\$ 854,013	\$ 230,813	\$ 1,946,575	\$ 2,038,457	\$ 91,882
Federal aid		31,463	31,463	263,000	309,133	46,133
Property taxes	564,100	560,398	(3,702)	1,116,000	1,172,555	56,555
Sales taxes	3,700,000	3,853,757	153,757			
Fines, forfeitures, and costs	427,500	466,147	38,647			
Interest	7,580	35,061	27,481	14,000	18,667	4,667
Officers' fees	95,000	96,438	1,438			
Jail fees	191,000	341,259	150,259			
Treasurer's commission		128,089	128,089			
Collector's commission	953,000	307,006	(645,994)			
Taxes apportioned - Assessor's salary and expense	578,000	530,570	(47,430)			
Other	499,750	527,083	27,333	69,000	214,790	145,790
TOTAL REVENUES	<u>7,639,130</u>	<u>7,731,284</u>	<u>92,154</u>	<u>3,408,575</u>	<u>3,753,602</u>	<u>345,027</u>
Less: Treasurer's commission		<u>64,987</u>	<u>(64,987)</u>		<u>35,213</u>	<u>(35,213)</u>
NET REVENUES	<u>7,639,130</u>	<u>7,666,297</u>	<u>27,167</u>	<u>3,408,575</u>	<u>3,718,389</u>	<u>309,814</u>
EXPENDITURES						
Current:						
General government	3,140,571	2,545,968	594,603			
Law enforcement	4,088,612	4,225,229	(136,617)			
Highways and streets		6,340	(6,340)	4,414,427	3,853,695	560,732
Public safety	584,128	540,426	43,702			
Sanitation	19,207		19,207			
Health	21,500	12,728	8,772			
Recreation and culture	5,500	1,011	4,489			
Social services	106,425	80,200	26,225			
Airport	45,135	42,484	2,651			
Total Current	<u>8,011,078</u>	<u>7,454,386</u>	<u>556,692</u>	<u>4,414,427</u>	<u>3,853,695</u>	<u>560,732</u>
Debt Service:						
Lease principal					<u>81,629</u>	<u>(81,629)</u>
TOTAL EXPENDITURES	<u>8,011,078</u>	<u>7,454,386</u>	<u>556,692</u>	<u>4,414,427</u>	<u>3,935,324</u>	<u>479,103</u>

BAXTER 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, 2016  
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (371,948)	\$ 211,911	\$ 583,859	\$ (1,005,852)	\$ (216,935)	\$ 788,917
OTHER FINANCING SOURCES (USES)						
Transfers in	312,000		(312,000)		1,374	1,374
Transfers out	(70,000)	(1,374)	68,626			
TOTAL OTHER FINANCING SOURCES (USES)	242,000	(1,374)	(243,374)		1,374	1,374
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(129,948)	210,537	340,485	(1,005,852)	(215,561)	790,291
FUND BALANCES - JANUARY 1	650,000	2,974,535	2,324,535	1,400,000	1,572,037	172,037
FUND BALANCES - DECEMBER 31	\$ 520,052	\$ 3,185,072	\$ 2,665,020	\$ 394,148	\$ 1,356,476	\$ 962,328

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



BAXTER COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS										
	Drug Court Program	Assessor's Amendment no. 79	Boating Safety	Child Support Cost	CMRS 911 Board (Commercial Mobile Radio Service)	Circuit Clerk Commission Fee	Collector's Automation	Communication Facility and Equipment	County Clerk's Cost	
<b>ASSETS</b>										
Cash and cash equivalents	\$ 8,449	\$ 22,303	\$ 53,344	\$ 51,074	\$ 481,484	\$ 19,024	\$ 719,395	\$ 29,106	\$ 483	
Accounts receivable				213	76,563				40	
<b>TOTAL ASSETS</b>	<b>\$ 8,449</b>	<b>\$ 22,303</b>	<b>\$ 53,344</b>	<b>\$ 51,287</b>	<b>\$ 558,047</b>	<b>\$ 19,024</b>	<b>\$ 719,395</b>	<b>\$ 29,106</b>	<b>\$ 523</b>	
<b>LIABILITIES AND FUND BALANCES</b>										
<b>Liabilities:</b>										
Accounts payable				\$ 554	\$ 3,365		\$ 34			
Settlements pending										
<b>Total Liabilities</b>				<b>554</b>	<b>3,365</b>		<b>34</b>			
<b>Fund Balances:</b>										
Restricted	\$ 8,449	\$ 22,303	\$ 53,344	50,733	554,682	\$ 19,024	719,361	\$ 29,106	\$ 523	
Assigned										
<b>Total Fund Balances</b>	<b>8,449</b>	<b>22,303</b>	<b>53,344</b>	<b>50,733</b>	<b>554,682</b>	<b>19,024</b>	<b>719,361</b>	<b>29,106</b>	<b>523</b>	
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 8,449</b>	<b>\$ 22,303</b>	<b>\$ 53,344</b>	<b>\$ 51,287</b>	<b>\$ 558,047</b>	<b>\$ 19,024</b>	<b>\$ 719,395</b>	<b>\$ 29,106</b>	<b>\$ 523</b>	

BAXTER COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Special Jail Fee	County Recorder's Cost	Court Automation	Office of Emergency Services (OES)/Homeland Security	Juvenile Probation Fee	Public Defender	Sheriff's Special	Sheriff's Grant	Treasurer's Automation
ASSETS									
Cash and cash equivalents	\$ 36,372	\$ 219,462	\$ 161,829	\$ 7,774	\$ 12,194	\$ 61,492	\$ 25,649	\$ 307	\$ 88,933
Accounts receivable	6,799	32,740	1,079		1,385		250		
<b>TOTAL ASSETS</b>	<b>\$ 43,171</b>	<b>\$ 252,202</b>	<b>\$ 162,908</b>	<b>\$ 7,774</b>	<b>\$ 13,579</b>	<b>\$ 61,492</b>	<b>\$ 25,899</b>	<b>\$ 307</b>	<b>\$ 88,933</b>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 1,648	\$ 6,097				\$ 809			
Settlements pending									
<b>Total Liabilities</b>	<b>1,648</b>	<b>6,097</b>				<b>809</b>			
Fund Balances:									
Restricted	41,523	246,105	\$ 162,908	\$ 7,774	\$ 13,579	60,683	\$ 25,899	\$ 307	\$ 88,933
Assigned									
<b>Total Fund Balances</b>	<b>41,523</b>	<b>246,105</b>	<b>162,908</b>	<b>7,774</b>	<b>13,579</b>	<b>60,683</b>	<b>25,899</b>	<b>307</b>	<b>88,933</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 43,171</b>	<b>\$ 252,202</b>	<b>\$ 162,908</b>	<b>\$ 7,774</b>	<b>\$ 13,579</b>	<b>\$ 61,492</b>	<b>\$ 25,899</b>	<b>\$ 307</b>	<b>\$ 88,933</b>

BAXTER COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUND	DEBT SERVICE FUND
	Juvenile Grant	Library Board	Airport	Breathalyzer	Health Unit Building	Airport Revenue Bond
<b>ASSETS</b>						
Cash and cash equivalents	\$ 54	\$ 569,068	\$ 180,014	\$ 3,186	\$ 59,064	\$ 25,000
Accounts receivable		6,857	2,964	380		
<b>TOTAL ASSETS</b>	<b>\$ 54</b>	<b>\$ 575,925</b>	<b>\$ 182,978</b>	<b>\$ 3,566</b>	<b>\$ 59,064</b>	<b>\$ 25,000</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable		\$ 24,332				
Settlements pending						
<b>Total Liabilities</b>		<b>24,332</b>				
Fund Balances:						
Restricted	\$ 54	551,593	\$ 182,978	\$ 3,566		\$ 25,000
Assigned					\$ 59,064	
<b>Total Fund Balances</b>	<b>54</b>	<b>551,593</b>	<b>182,978</b>	<b>3,566</b>	<b>59,064</b>	<b>25,000</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 54</b>	<b>\$ 575,925</b>	<b>\$ 182,978</b>	<b>\$ 3,566</b>	<b>\$ 59,064</b>	<b>\$ 25,000</b>

BAXTER COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 1

AGENCY FUNDS						
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County/Circuit Clerk's Accounts	Probation Accounts	Totals
ASSETS						
Cash and cash equivalents	\$ 35,556	\$ 121,323	\$ 36,523	\$ 178,732	\$ 1,687	\$ 3,208,881
Accounts receivable						129,270
<b>TOTAL ASSETS</b>	<b><u>\$ 35,556</u></b>	<b><u>\$ 121,323</u></b>	<b><u>\$ 36,523</u></b>	<b><u>\$ 178,732</u></b>	<b><u>\$ 1,687</u></b>	<b><u>\$ 3,338,151</u></b>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable						\$ 36,839
Settlements pending	\$ 35,556	\$ 121,323	\$ 36,523	\$ 178,732	\$ 1,687	373,821
<b>Total Liabilities</b>	<b><u>35,556</u></b>	<b><u>121,323</u></b>	<b><u>36,523</u></b>	<b><u>178,732</u></b>	<b><u>1,687</u></b>	<b><u>410,660</u></b>
Fund Balances:						
Restricted						2,868,427
Assigned						59,064
<b>Total Fund Balances</b>						<b><u>2,927,491</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 35,556</u></b>	<b><u>\$ 121,323</u></b>	<b><u>\$ 36,523</u></b>	<b><u>\$ 178,732</u></b>	<b><u>\$ 1,687</u></b>	<b><u>\$ 3,338,151</u></b>

BAXTER 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, 2016  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Drug Court Program	Assessor's Amendment no. 79	Boating Safety	Child Support Cost	CMRS 911 Board (Commercial Mobile Radio Service)	Circuit Clerk Commission Fee	Collector's Automation	Communication Facility and Equipment	County Clerk's Cost
REVENUES									
State aid		\$ 9,038	\$ 9,240						
Federal aid	\$ 4,500								
Property taxes									
Sales taxes									
Fines, forfeitures, and costs	150								
Interest	98	400	627	\$ 657	\$ 5,913	\$ 208	\$ 8,150		\$ 10
Officers' fees				7,418		4,314		\$ 18,574	696
911 fees					466,684				
Airport sales and rental income									
Donations									
Treasurer's commission									
Collector's commission							111,408		
Other	2	75	112	99	4,302	44	485	41,552	7
<b>TOTAL REVENUES</b>	<b>4,750</b>	<b>9,513</b>	<b>9,979</b>	<b>8,174</b>	<b>476,899</b>	<b>4,566</b>	<b>120,043</b>	<b>60,126</b>	<b>713</b>
Less: Treasurer's commission	5	189	197	159	5,351	103	163		14
<b>NET REVENUES</b>	<b>4,745</b>	<b>9,324</b>	<b>9,782</b>	<b>8,015</b>	<b>471,548</b>	<b>4,463</b>	<b>119,880</b>	<b>60,126</b>	<b>699</b>
EXPENDITURES									
Current:									
General government		16,615		13,364			76,766		2,994
Law enforcement	450		2,208					46,853	
Public safety					427,376				
Recreation and culture									
Airport									
<b>Total Current</b>	<b>450</b>	<b>16,615</b>	<b>2,208</b>	<b>13,364</b>	<b>427,376</b>		<b>76,766</b>	<b>46,853</b>	<b>2,994</b>
Debt Service:									
Bond principal									
Bond interest and other charges									
Lease principal					67,112				
Lease interest					4,381				
<b>TOTAL EXPENDITURES</b>	<b>450</b>	<b>16,615</b>	<b>2,208</b>	<b>13,364</b>	<b>498,869</b>		<b>76,766</b>	<b>46,853</b>	<b>2,994</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>4,295</b>	<b>(7,291)</b>	<b>7,574</b>	<b>(5,349)</b>	<b>(27,321)</b>	<b>4,463</b>	<b>43,114</b>	<b>13,273</b>	<b>(2,295)</b>
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>									

BAXTER 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, 2016  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Drug Court Program	Assessor's Amendment no. 79	Boating Safety	Child Support Cost	CMRS 911 Board (Commercial Mobile Radio Service)	Circuit Clerk Commission Fee	Collector's Automation	Communication Facility and Equipment	County Clerk's Cost
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ 4,295	\$ (7,291)	\$ 7,574	\$ (5,349)	\$ (27,321)	\$ 4,463	\$ 43,114	\$ 13,273	\$ (2,295)
FUND BALANCES - JANUARY 1	4,154	29,594	45,770	56,082	582,003	14,561	676,247	15,833	2,818
FUND BALANCES - DECEMBER 31	<u>\$ 8,449</u>	<u>\$ 22,303</u>	<u>\$ 53,344</u>	<u>\$ 50,733</u>	<u>\$ 554,682</u>	<u>\$ 19,024</u>	<u>\$ 719,361</u>	<u>\$ 29,106</u>	<u>\$ 523</u>

BAXTER 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, 2016  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Special Jail Fee	County Recorder's Cost	Court Automation	Office of Emergency Services (OES)/Homeland Security	Juvenile Probation Fee	Public Defender	Sheriff's Special	Sheriff's Grant	Treasurer's Automation
REVENUES									
State aid						\$ 2,503			
Federal aid									
Property taxes									
Sales taxes									
Fines, forfeitures, and costs	\$ 105,304		\$ 17,324			25,224	\$ 2,239		
Interest	464	\$ 3,243	1,934	\$ 96	\$ 188	854	332		\$ 914
Officers' fees		346,469			16,401				
911 fees									
Airport sales and rental income									
Donations									
Treasurer's commission									32,955
Collector's commission									
Other	8,141	5,165	168	1	2,705	217	8,350		
<b>TOTAL REVENUES</b>	<b>113,909</b>	<b>354,877</b>	<b>19,426</b>	<b>97</b>	<b>19,294</b>	<b>28,798</b>	<b>10,921</b>		<b>33,869</b>
Less: Treasurer's commission	2,146	3,496	393	2	370	70	94		
<b>NET REVENUES</b>	<b>111,763</b>	<b>351,381</b>	<b>19,033</b>	<b>95</b>	<b>18,924</b>	<b>28,728</b>	<b>10,827</b>		<b>33,869</b>
EXPENDITURES									
Current:									
General government		390,342							8,277
Law enforcement	66,333		1,524		21,624	42,661	13,024		
Public safety									
Recreation and culture									
Airport									
<b>Total Current</b>	<b>66,333</b>	<b>390,342</b>	<b>1,524</b>		<b>21,624</b>	<b>42,661</b>	<b>13,024</b>		<b>8,277</b>
Debt Service:									
Bond principal									
Bond interest and other charges									
Lease principal	38,704								
Lease interest									
<b>TOTAL EXPENDITURES</b>	<b>105,037</b>	<b>390,342</b>	<b>1,524</b>		<b>21,624</b>	<b>42,661</b>	<b>13,024</b>		<b>8,277</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	6,726	(38,961)	17,509	95	(2,700)	(13,933)	(2,197)		25,592
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>									

BAXTER 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, 2016  
 (UNAUDITED)

Schedule 2

SPECIAL REVENUE FUNDS									
	Special Jail Fee	County Recorder's Cost	Court Automation	Office of Emergency Services (OES)/Homeland Security	Juvenile Probation Fee	Public Defender	Sheriff's Special	Sheriff's Grant	Treasurer's Automation
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ 6,726	\$ (38,961)	\$ 17,509	\$ 95	\$ (2,700)	\$ (13,933)	\$ (2,197)		\$ 25,592
FUND BALANCES - JANUARY 1	<u>34,797</u>	<u>285,066</u>	<u>145,399</u>	<u>7,679</u>	<u>16,279</u>	<u>74,616</u>	<u>28,096</u>	<u>\$ 307</u>	<u>63,341</u>
FUND BALANCES - DECEMBER 31	<u>\$ 41,523</u>	<u>\$ 246,105</u>	<u>\$ 162,908</u>	<u>\$ 7,774</u>	<u>\$ 13,579</u>	<u>\$ 60,683</u>	<u>\$ 25,899</u>	<u>\$ 307</u>	<u>\$ 88,933</u>



BAXTER 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, 2016  
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUND	DEBT SERVICE FUND	Totals
	Juvenile Grant	Library Board	Airport	Breathalyzer	Health Unit Building	Airport Revenue Bond	
REVENUES							
State aid		\$ 177,575					\$ 198,356
Federal aid		240	\$ 9,414				14,154
Property taxes		565,539					565,539
Sales taxes			1,479				1,479
Fines, forfeitures, and costs				\$ 1,492			151,733
Interest		38		31	\$ 732		24,889
Officers' fees							393,872
911 fees							466,684
Airport sales and rental income			112,234				112,234
Donations		250,936					250,936
Treasurer's commission							32,955
Collector's commission							111,408
Other		113,848		396	9		185,678
<b>TOTAL REVENUES</b>		<b>1,108,176</b>	<b>123,127</b>	<b>1,919</b>	<b>741</b>		<b>2,509,917</b>
Less: Treasurer's commission		6,553		34	14		19,353
<b>NET REVENUES</b>		<b>1,101,623</b>	<b>123,127</b>	<b>1,885</b>	<b>727</b>		<b>2,490,564</b>
EXPENDITURES							
Current:							
General government							508,358
Law enforcement							194,677
Public safety							427,376
Recreation and culture		1,038,363					1,038,363
Airport			69,908				69,908
Total Current		1,038,363	69,908				2,238,682
Debt Service:							
Bond principal						\$ 35,747	35,747
Bond interest and other charges						19,789	19,789
Lease principal							105,816
Lease interest							4,381
<b>TOTAL EXPENDITURES</b>		<b>1,038,363</b>	<b>69,908</b>			<b>55,536</b>	<b>2,404,415</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		63,260	53,219	1,885	727	(55,536)	86,149
OTHER FINANCING SOURCES (USES)							
Transfers in						44,429	44,429
Transfers out			(44,429)				(44,429)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>			<b>(44,429)</b>			<b>44,429</b>	<b>0</b>

BAXTER 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, 2016  
 (UNAUDITED)

Schedule 2

	<u>SPECIAL REVENUE FUNDS</u>				<u>CAPITAL PROJECTS FUND</u>	<u>DEBT SERVICE FUND</u>	<u>Totals</u>
	<u>Juvenile Grant</u>	<u>Library Board</u>	<u>Airport</u>	<u>Breathalyzer</u>	<u>Health Unit Building</u>	<u>Airport Revenue Bond</u>	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES		\$ 63,260	\$ 8,790	\$ 1,885	\$ 727	\$ (11,107)	\$ 86,149
FUND BALANCES - JANUARY 1	\$ 54	488,333	174,188	1,681	58,337	36,107	2,841,342
FUND BALANCES - DECEMBER 31	<u>\$ 54</u>	<u>\$ 551,593</u>	<u>\$ 182,978</u>	<u>\$ 3,566</u>	<u>\$ 59,064</u>	<u>\$ 25,000</u>	<u>\$ 2,927,491</u>

BAXTER COUNTY, ARKANSAS  
 NOTES TO SCHEDULES 1 AND 2  
 DECEMBER 31, 2016  
 (UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
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.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that one percent of the County's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county Assessors for the costs of administering Arkansas Constitution, Amendment no. 79.
Boating Safety	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within a county or for emergency rescue services if the county has not established a patrol.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the Clerk's Office.
CMRS 911 Board (Commercial Mobile Radio Service)	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by commercial mobile radio service providers for 911 emergency services.
Circuit Clerk Commission 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 Commissioners duties and for general operations expenses of the office of the Circuit Clerk.
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.
Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of Sheriff's fees collected and phone commission fund to be used for communications equipment and repair and to train operations staff.
County Clerk's Cost	Ark. Code Ann. § 16-20-407 established fund to account for a \$2 marriage license fee to be used for operation of the county clerk's office.
Special Jail Fee	Ark. Code Ann. §§ 16-17-129, 12-41-505 allows a county to levy an additional fine not to exceed \$20 and authorizes the collection of a \$20 booking and administration fee. Funds shall be used exclusively to defray the cost of incarcerating county prisoners, including construction and maintenance of county jail.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive at least 25% of fees collected by Circuit Clerks to be used to purchase, maintain, and operate automated records system.

BAXTER COUNTY, ARKANSAS  
 NOTES TO SCHEDULES 1 AND 2  
 DECEMBER 31, 2016  
 (UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
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.
Office of Emergency Services (OES)/Homeland Security	Established to account for grants received from Arkansas Department of Emergency Management for the purpose of purchasing equipment.
Juvenile Probation Fee	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
Public Defender	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund used for defense of indigents.
Sheriff's Special	Established to account for drug restitution ordered by Circuit court to be used for drug eradication and court cost collected to fund the County's breathalyzer expenses as authorized by Ark. Code Ann. § 16-10-307.
Sheriff's Grant	Established to receive and disburse federal grant monies to purchase equipment for law enforcement. Fund is restricted by Grantor.
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.
Juvenile Grant	Established to receive and disburse state grant monies for the operations of the Juvenile Services Department. Fund is restricted by Grantor.
Library Board	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.
Airport	Established by Baxter County court order dated March 16, 1978 to receive federal grants, state grants, and operating revenues to be used for improvement and operations of the Baxter Regional Airport.
Breathalyzer	Ark. Code Ann. § 16-10-307 established fund to receive revenues generated from court costs to be used to maintain and purchase breathalyzer.

BAXTER COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2016  
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Health Unit Building	Established to receive and disburse local and state grant monies for the construction of a new health unit building. Fund is restricted by Grantor.
Airport Revenue Bond	Baxter County Ordinance no. 2012-59 (September 6, 2012) established fund to receive airport revenues and make principal and interest payments on revenue bonds. Airport revenues are pledged for the Airport Revenue Refund Bond.

Treasurer's accounts consist primarily of agency funds not yet distributed to the appropriate entities.

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

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

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

Probation accounts consist primarily of probation fees awaiting disposition to County.

BAXTER COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2016  
(UNAUDITED)

1. **A. Basis of Presentation - Regulatory Fund Accounting**

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.

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

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

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

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

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

**Special Revenue Funds** - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. 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.

**Agency Funds** - Agency Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). The Agency Funds presented on Schedule 1 are reported with other funds in the aggregate.

**B. Basis of Accounting**

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 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. 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.

BAXTER COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2016  
(UNAUDITED)

1. (Continued)

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

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, and excess 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. Committed fund balance – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Quorum Court.
3. Assigned fund balance – amounts that are constrained by the Quorum Court's intent to be used for specific purposes, but are neither restricted nor committed.
4. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

**D. Property Taxes**

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

**E. Budget Law**

1. Legal Requirements

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

2. Accounting

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

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

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

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

BAXTER COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2016  
(UNAUDITED)

**2. Details of Fund Balance Classifications**

Fund balance classifications at December 31, 2016, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 1,146,982
Law enforcement			399,418
Highways and streets		\$ 1,356,476	
Public safety			562,456
Recreation and culture			551,593
Airport			182,978
Debt service			25,000
Total Restricted		1,356,476	2,868,427
Committed for:			
General government	\$ 94,488		
Law enforcement	2,820		
Total Committed	97,308		
Assigned to:			
General government	1,282,369		
Law enforcement	90,655		
Capital projects			59,064
Total Assigned	1,373,024		59,064
Unassigned	1,714,740		
Totals	\$ 3,185,072	\$ 1,356,476	\$ 2,927,491

**3. Commitments**

Total commitments consist of the following at December 31, 2016:

	December 31, 2016
Long-term liabilities	\$ 1,054,534
Noncancellable lease	105,630
Reappraisal contract	316,166
Total Commitments	\$ 1,476,330



BAXTER COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2016  
(UNAUDITED)

**3. Commitments (Continued)**

Long-term Liabilities

Long-term liabilities at December 31, 2016, are comprised of the following:

	December 31, 2016
Bonded indebtedness, dated October 11, 2012, titled Baxter County, Arkansas Airport Refunding and Improvement Bond, Series 2012, in the amount of \$505,000 with an interest rate of 3.85%. These bonds were issued for the purpose of refunding the 2001 Airport Revenue Bonds and promissory note for the purchase of constructing additional hangars. These bonds shall be paid from the pledged airport revenues, payable through October 2027. Payments are to be made from the Airport Revenue Bond Debt Service Fund.	\$ 389,596
Lease purchase agreement dated May 14, 2014, with Bancorp South Equipment Finance in the amount of \$721,050 at a rate of 0.0% interest for the purchase of three Caterpillar motor graders. Monthly payments of \$6,279 for 36 months with a balloon payment of \$495,000. Payments are to be made from the Road Fund.	526,396
Lease purchase agreement dated August 1, 2015, with Arvest Bank in the amount of \$205,654 at a rate of 2.11% interest for the purchase of a 911 radio dispatching console. Three annual payments of \$71,493 on August 1st of each year, beginning in 2016. Payments are to be made from the CMRS 911 Board (Commercial Mobile Radio Service) Fund.	138,542
Total Long-term liabilities	\$ 1,054,534

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

Compensated Absences

Compensated absences do vest or accumulate. The amount of compensated absences was not determined.

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2016:

Years Ending December 31,	Bonds	Leases	Total
2017	\$ 33,321	\$ 597,888	\$ 631,209
2018	44,429	71,493	115,922
2019	44,429		44,429
2020	44,429		44,429
2021	44,429		44,429
2022 through 2026	222,143		222,143
2027	44,429		44,429
Total Obligations	477,609	669,381	1,146,990
Less Interest	88,013	4,443	92,456
Total Principal	\$ 389,596	\$ 664,938	\$ 1,054,534

BAXTER COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2016  
(UNAUDITED)

**3. Commitments (Continued)**

Noncancellable Lease

The County entered into a noncancellable lease agreement for three motor graders on November 28, 2016. Terms of the lease are monthly rental payments of \$3,018 per month for 36 months. At the end of the lease term, the County will return the graders to the lessor. The County is obligated for the following amounts for the next three years:

<u>Year</u>	<u>December 31, 2016</u>
2017	\$ 36,216
2018	36,216
2019	<u>33,198</u>
Total	<u>\$ 105,630</u>

Rental expense for 2016 was \$3,018.

Reappraisal Contract

The County entered into a contract dated December 7, 2012, with Total Assessment Solutions Corporation for reappraisal services. Terms of the contract require monthly payments of \$26,347 beginning January 1, 2013, for a period of five years. The County is obligated for the following amounts for the next year:

<u>Year</u>	<u>December 31, 2016</u>
2017	<u>\$316,166</u>

Reappraisal expense for 2016 was \$316,166.

**4: Interfund Transfers**

The General Fund transferred \$1,374 to the Road Fund for operations. Within Other Funds in the Aggregate, the Airport transferred \$44,429 to the Airport Revenue Bond Debt Service for debt service payments.

**5: Pledged Revenues**

The County pledged future airport revenues to repay \$505,000 in bonds that were issued in 2012 to provide funding for refunding airport debt and improvements. Total principal and interest remaining on the bonds are \$389,596 and \$88,013, respectively, payable through October 10, 2027. For 2016, principal and interest paid were \$35,747 and \$19,789, respectively. Airport sales and rental income for 2016 was \$112,234.

**6: Jointly Governed Organization**

Fourteenth Judicial Drug Task Force

The Prosecuting Attorney of the Fourteenth Judicial District, the Sheriff's departments of Baxter, Boone, Marion, and Newton Counties, and Police Departments of Harrison and Mountain Home entered into an agreement to establish the Fourteenth Judicial Drug Task Force. Funding was provided through a Drug Law Enforcement grant applied for by the Prosecuting Attorney of the Fourteenth Judicial District. Financial statements of the Fourteenth Judicial Drug Task Force were not available.

Ozark Mountain Solid Waste District

The Ozark Mountain Solid Waste District is a jointly governed organization comprised of representatives from Baxter, Boone, Carroll, Marion, Newton, and Searcy Counties and participating cities within the aforementioned counties. Representatives are the respective judges and mayors unless some other representative is appointed by the participating entity. Baxter County made no payments to the Ozark Mountain Solid Waste District in 2016.

BAXTER COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2016  
(UNAUDITED)

**7: Arkansas Public Employees Retirement System**

Plan Description

The County contributes to the Arkansas Public Employees Retirement System (APERS), a cost-sharing multiple-employer defined benefit pension plan. APERS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for APERS. That report may be obtained by writing to Arkansas Public Employees Retirement System, 124 W. Capitol, Suite 400, Little Rock, Arkansas 72201, by calling 1-800-682-7377, or on their website [www.apers.org](http://www.apers.org).

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2016 were \$811,158.

Net Pension Liability

The County's proportionate share of the collective net pension liability at June 30, 2016 (actuarial valuation date and measurement date) was \$7,383,611.

**8: Capital Assets**

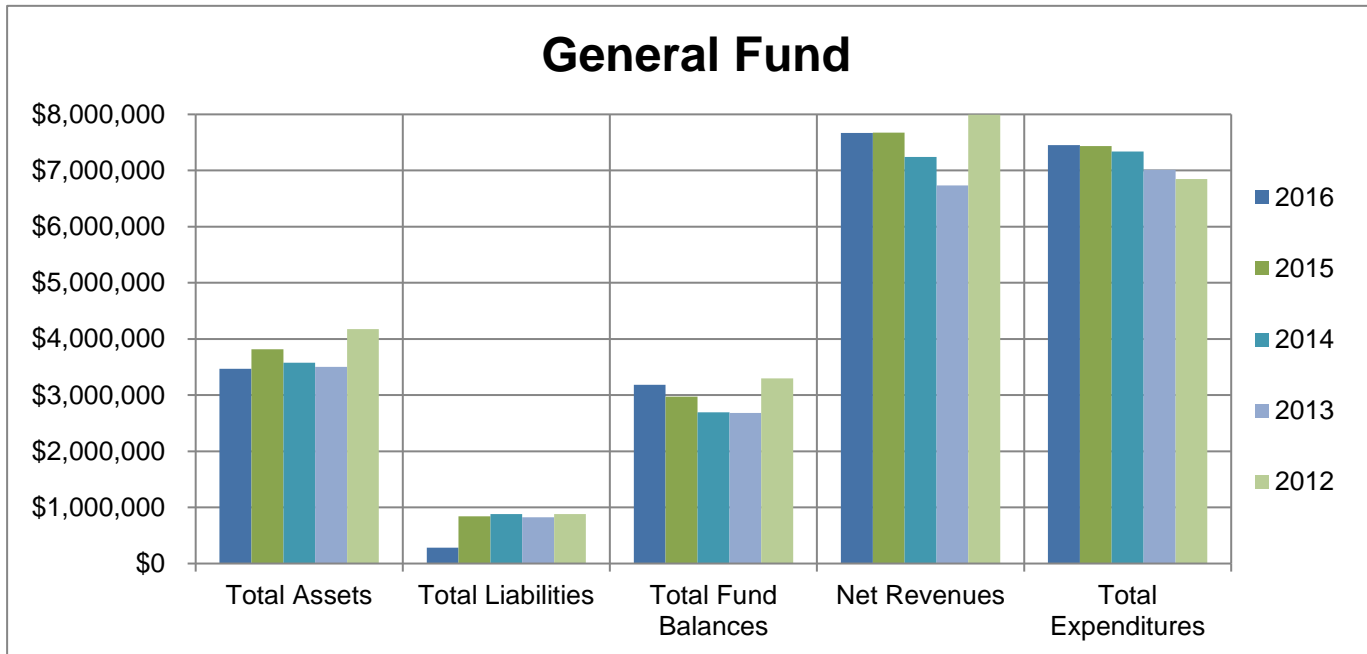
The County's capital assets records are summarized below:

	December 31, 2016
Land & Buildings	\$ 10,907,008
Construction in Progress	35,517
Improvements	2,976,444
Equipment	<u>12,298,263</u>
Total	<u>\$ 26,217,232</u>

BAXTER COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 3-1

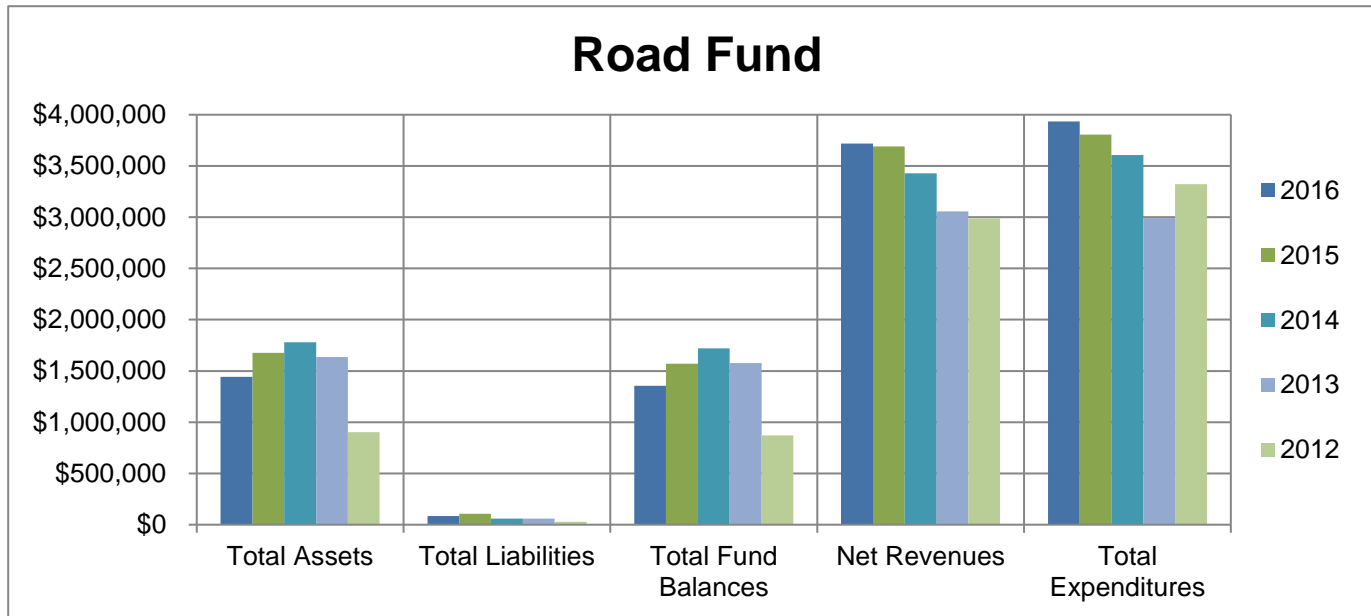
<u>General</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total Assets	\$ 3,467,790	\$ 3,815,207	\$ 3,574,081	\$ 3,501,921	\$ 4,177,061
Total Liabilities	282,718	840,672	879,319	821,384	878,885
Total Fund Balances	3,185,072	2,974,535	2,694,762	2,680,537	3,298,176
Net Revenues	7,666,297	7,675,290	7,243,760	6,736,678	7,995,142
Total Expenditures	7,454,386	7,434,412	7,338,147	7,012,916	6,849,494
Total Other Financing Sources/Uses	(1,374)	38,895	108,612	(341,401)	(224,210)



BAXTER COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 3-2

<u>Road</u>	2016	2015	2014	2013	2012
Total Assets	\$ 1,441,857	\$ 1,678,080	\$ 1,779,924	\$ 1,635,567	\$ 901,521
Total Liabilities	85,381	106,043	58,951	58,664	28,933
Total Fund Balances	1,356,476	1,572,037	1,720,973	1,576,903	872,588
Net Revenues	3,718,389	3,690,083	3,429,396	3,057,717	2,986,614
Total Expenditures	3,935,324	3,807,426	3,607,491	2,992,050	3,321,487
Total Other Financing Sources/Uses	1,374	(31,593)	322,165	638,648	384,327



BAXTER COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
 DECEMBER 31, 2016  
 (UNAUDITED)

Schedule 3-3

<u>Other Funds in the Aggregate</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total Assets	\$ 3,338,151	\$ 3,468,118	\$ 3,635,201	\$ 3,612,219	\$ 3,211,028
Total Liabilities	410,660	626,776	670,766	728,590	723,137
Total Fund Balances	2,927,491	2,841,342	2,964,435	2,883,629	2,487,891
Net Revenues	2,490,564	3,027,585	2,504,298	2,676,104	2,986,067
Total Expenditures	2,404,415	3,143,376	2,330,167	2,254,567	3,105,327
Total Other Financing Sources/Uses		(7,302)	(93,325)	(25,799)	(78,230)

