

**Lafayette County, Arkansas**  
**Regulatory Basis Financial Statements**  
**and Other Reports**

**December 31, 2013**

LEGISLATIVE JOINT AUDITING COMMITTEE

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LAFAYETTE COUNTY, ARKANSAS  
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# Arkansas

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Senate Chair  
**Sen. Linda Chesterfield**  
Senate Vice Chair



**Rep. Mary Broadaway**  
House Chair  
**Rep. Sue Scott**  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### INDEPENDENT AUDITOR'S REPORT

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

#### ***Report on the Financial Statements***

We have audited the accompanying regulatory basis financial statements of the general fund, road fund, and other funds in the aggregate of Lafayette County, Arkansas, as of and for the year ended December 31, 2013, as listed in the table of contents, and the related notes to the financial statements.

#### ***Management's Responsibility 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 Arkansas Code, 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 misstatement, whether due to fraud or error.

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal controls. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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 Arkansas Code, 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.

#### ***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" paragraph, the 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 Lafayette County, Arkansas, as of December 31, 2013, or the revenues, expenditures, and changes in net position and where applicable, cash flows, thereof for the year then ended.

***Basis for Qualified Opinions on Regulatory Basis of Accounting***

The County's financial statements do not disclose all the required information concerning deposit risks. In our opinion, disclosure of this information is required by the regulatory basis of accounting described in Note 1.

***Qualified Opinions on Regulatory Basis of Accounting***

In our opinion, except for the omission of the information described in the "Basis for Qualified Opinions on Regulatory Basis of Accounting" paragraph, the 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 Lafayette County, Arkansas, as of December 31, 2013, and 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 the Arkansas Code described in Note 1.

***Supplementary and Other Information***

Our audit was conducted for the purpose of forming opinions on the accompanying regulatory basis financial statements. The accompanying supplementary information and other information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the omission of the information described above, the information 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.

The other information has not been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements, and accordingly, we do not express an opinion or provide any assurance on such information.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2015 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of the state constitution, laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That 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  
Legislative Auditor

Little Rock, Arkansas  
June 16, 2015  
LOCO03713

# Arkansas

**Sen. Jimmy Hickey, Jr.**  
Senate Chair  
**Sen. Linda Chesterfield**  
Senate Vice Chair



**Rep. Mary Broadaway**  
House Chair  
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House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

### INDEPENDENT AUDITOR'S REPORT

Lafayette 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 accompanying regulatory basis financial statements of the general fund, road fund, and other funds in the aggregate of Lafayette County, Arkansas, as of and for the year ended December 31, 2013, and the related notes to the financial statements, and have issued our report thereon dated June 16, 2015. We issued an adverse opinion because the financial statements are prepared by the County on the basis of the financial reporting provisions of Arkansas Code, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effect 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 qualified because required disclosures were not made concerning deposit risks.

#### 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) to determine the 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiencies to be material weaknesses:

2013-1 To ensure the proper safeguarding of assets, financial accounting duties relating to initiating, receipting, depositing, disbursing, and recording transactions should be distributed among appropriate employees. The County officials, as specified in the Other Issues section of this report, did not segregate these duties to sufficiently reduce the risks of fraud or error and properly safeguard the County's assets, because of limited financial resources. We recommend that the financial accounting duties in each office be segregated among employees to the extent possible.

The County officials, as specified in the Other Issues section of this report, responded and indicated that their offices will segregate the duties relating to initiating, receipting, depositing, disbursing, and recording transactions to the extent possible with the current staffing levels.

## 2013-2 Unaccounted for Funds

State law and proper accounting procedures require all funds received by a county official to be deposited intact.

Arkansas Legislative Audit (ALA) staff conducted a cash count at the **Treasurer and Tax Collector's** Office on December 9, 2014, at which time all monies on hand should have been deposited into the collector's bank accounts. ALA noted the following discrepancies for the period November 7, 2013 through December 9, 2014:

- For the period November 7, 2013 through April 30, 2014, current and delinquent tax receipts totaling \$123,796 were not deposited into the tax collector's bank accounts. Of this amount, \$38,279 represented cash payments and \$85,517 represented payments made by check. As part of pre-trial conditions in United States Federal Court for the former **Treasurer and Tax Collector**, Keesha Rose, April 30, 2014 was the last day in which she was allowed to enter the Lafayette County Courthouse.
- For the period May 1, 2014 through December 9, 2014, deposits to the tax collector's bank accounts were \$135 greater than receipts issued for this period.

In summary, current and delinquent tax receipts issued were \$123,661 greater than amounts deposited for this period November 7, 2013 through December 9, 2014.

As noted in the previous two audits, the **Treasurer and Tax Collector** again did not adhere to state laws and proper accounting procedures relating to depositing of receipts, which constitutes a significant control deficiency in the receipting and depositing processes.

We recommend the **Treasurer and Tax Collector** implement procedures to ensure receipting and depositing processes comply with state laws and proper accounting procedures, deposit all receipts timely, and provide proper training for employees who receipt or deposit funds.

On October 29, 2014, Rose pled guilty in United States Federal Court to one count of Theft Concerning Programs Receiving Federal Funds in violation of Title 18 U.S.C § 666(a)(1)(A). On March 20, 2015, Rose was sentenced to 24 months in prison and ordered to pay \$282,037 in restitution. Ms. Rose reported to the Federal Bureau of Prisons on May 20, 2015, to begin the imposed prison sentence.

Rose resigned as **Treasurer and Tax Collector** effective November 12, 2014, and has not issued a response to this finding.

## 2013-3 Material Misstatement

Arkansas Code requires County management to maintain financial records. The Other Funds in the Aggregate financial records contained misstatements in assets, revenues, and expenditures of \$318,711, \$36,312 and \$1,685, respectively. These misstatements were primarily due to the **Treasurer and Tax Collector** issuing and posting a receipt in the amount of \$103,498 for current property taxes for which no funds were received. In addition, the **Treasurer and Tax Collector** posted checks totaling \$173,616 to the taxing units in 2013 that were not written until 2014. These issues occurred in agency funds. The effect of these errors constitutes a significant control deficiency in the process of preparing financial statements. We recommend County management implement procedures to ensure financial records are properly recorded and posted.

The current **Treasurer and Tax Collector** concurs with the above recommendation and has approved the appropriate entries to the County's financial records.

## 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 the state constitution, laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the Internal Control over Financial Reporting section as items 2013-2 and 2013-3.

## Entity's Response to Findings

The County's response to the findings identified in our audit is described above. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## Other Issues

The following issues are not significant deficiencies, material weaknesses, or material instances of noncompliance, but are issues that are presented to assist in the efficient operation of the County.

The commentary contained in this section relates to the following officials that held office during 2013:

County Judge: Joe Sanders  
Treasurer and Tax Collector: Keesha Rose  
Sheriff: Victor Rose  
County Clerk: Regenia Morton  
Circuit Clerk: Mary Jo Rogers  
Assessor: Becky Barnes  
County Librarians: Rosey Byrd  
Regenia Marracino

Our audit procedures indicated that the Offices of **County Judge, County Clerk, Circuit Clerk, Assessor, and County Librarians** were in substantial compliance with Arkansas fiscal and financial laws. Noncompliance with state law and accepted accounting practices was noted in the Offices of **Sheriff and Treasurer and Tax Collector**. Noncompliance with accepted accounting practices was noted in the Offices of **County Clerk**.

### **Sheriff**

Bank reconciliations were not prepared for the Inmate Property, Fee, and Fines, Forfeitures and Penalties accounts, as required by Ark. Code Ann. §§ 14-25-107 and 16-10-207. A similar finding was issued in the prior two reports.

Cash disbursements journals were not provided for the Fines, Forfeitures and Penalties and Fee accounts, as required by Ark. Code Ann. §§ 14-25-112 and 16-10-207. Additionally, the receipts journal provided for the Fines, Forfeitures and Penalties account was incomplete in noncompliance with Ark. Code Ann. § 16-10-207.

Receipts for the Inmate Property account were not provided, as required by Ark. Code Ann. § 14-25-108.

Cancelled check images provided for the Fee account were not in compliance with Ark. Code Ann. §§ 19-2-501 - 19-2-509.

The Sheriff's Office collected fees for fingerprinting, in noncompliance with Ark. Code Ann. § 21-6-307.

### **Treasurer and Tax Collector**

The **Treasurer and Tax Collector** did not distribute \$25,267 in excess collector's commission to the taxing units or \$5,144 due to the Collector's Automation Fund for 2012, as required by Ark. Code Ann. § 21-6-305 and pursuant to a county court order dated October 29, 2013 filed in County Court Book A8, pages 328-329.

*The following information system weaknesses were discovered during a review of computers:*

#### **Sheriff**

There was no formally documented and approved Disaster Recovery or Business Continuity Plan. This situation could cause the entity to be without computer processing for an extended period of time in the event of a disaster or major interruption and could place undue financial and personnel burdens on the resources of the entity.

#### **Treasurer and Tax Collector**

The Disaster Recovery Plan in place again was inadequate (both technical and end-user) for restoring from short-term and long-term interruptions of computer processing. This situation could cause the entity to be without computer processing for an extended period of time in the event of a disaster or major interruption and could also place a financial and personnel burden on the resources of the entity.

#### **County Clerk**

The Disaster Recovery Plan in place again was inadequate (both technical and end-user) for restoring from short-term and long-term interruptions of computer processing. Also, there was no formally documented and approved Business Continuity Plan. This situation could cause the entity to be without computer processing for an extended period of time in the event of a disaster or major interruption and could also place a financial and personnel burden on the resources of the entity.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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 black ink that reads "June M. Barron". The signature is written in a cursive style with a large initial "J" and "B".

June M. Barron, CPA, CFE  
Deputy Legislative Auditor

Little Rock, Arkansas  
June 16, 2015



LAFAYETTE COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2013

Exhibit A

	General	Road	Other Funds in the Aggregate
<b>ASSETS</b>			
Cash and cash equivalents	\$ 814,669	\$ 1,208,204	\$ 2,916,140
Accounts receivable	41,590	5,483	133,686
TOTAL ASSETS	\$ 856,259	\$ 1,213,687	\$ 3,049,826
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 13,039	\$ 5,685	\$ 33,767
Settlements pending	27,479		802,873
Total Liabilities	40,518	5,685	836,640
Fund Balances (Note 7):			
Nonspendable			632,000
Restricted		1,208,002	1,158,942
Assigned			423,853
Unassigned	815,741		(1,609)
Total Fund Balances	815,741	1,208,002	2,213,186
TOTAL LIABILITIES AND FUND BALANCES	\$ 856,259	\$ 1,213,687	\$ 3,049,826

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

LAFAYETTE COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2013

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
REVENUES			
State aid	\$ 309,600	\$ 1,095,121	\$ 197,070
Federal aid	6,785		242,667
Property taxes	394,486	199,272	97,179
Sales taxes			957,311
Fines, forfeitures, and costs	196,167		93,882
Interest	5,016	9,253	20,431
Officers' fees	89,265		27,345
911 sucharges			94,464
Sanitation fees			117,501
Jail fees			96,851
Phone commissions			5,529
Treasurer's commission	67,811		8,302
Collector's commission	114,864		10,155
Taxes apportioned - Assessor's salary and expense	155,248		
Other	97,276	87,962	19,517
	<u>1,436,518</u>	<u>1,391,608</u>	<u>1,988,204</u>
TOTAL REVENUES			
Less: Treasurer's commission	19,014	23,973	19,956
	<u>1,417,504</u>	<u>1,367,635</u>	<u>1,968,248</u>
NET REVENUES			
EXPENDITURES			
Current:			
General government	690,479		160,184
Law enforcement	748,339		698,028
Highways and streets		1,213,105	
Public safety	46,927		189,597
Sanitation			397,787
Health	16,831		
Recreation and culture			116,900
Social services	38,797		
Industrial development			213,031
Total Current	<u>1,541,373</u>	<u>1,213,105</u>	<u>1,775,527</u>
Debt Service:			
Bond principal			150,000
Bond interest and other charges			177,010
	<u>1,541,373</u>	<u>1,213,105</u>	<u>2,102,537</u>
TOTAL EXPENDITURES			

LAFAYETTE COUNTY, ARKANSAS  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 REGULATORY BASIS  
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (123,869)</u>	<u>\$ 154,530</u>	<u>\$ (134,289)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	61,000		
Transfers out			<u>(61,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>61,000</u>		<u>(61,000)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(62,869)	154,530	(195,289)
FUND BALANCES - JANUARY 1	<u>878,610</u>	<u>1,053,472</u>	<u>2,408,475</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 815,741</u></u>	<u><u>\$ 1,208,002</u></u>	<u><u>\$ 2,213,186</u></u>

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

LAFAYETTE 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, 2013

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 215,155	\$ 309,600	\$ 94,445	\$ 840,000	\$ 1,095,121	\$ 255,121
Federal aid	2,536	6,785	4,249			
Property taxes	421,000	394,486	(26,514)	225,500	199,272	(26,228)
Fines, forfeitures, and costs	229,000	196,167	(32,833)			
Interest	3,650	5,016	1,366	13,000	9,253	(3,747)
Officers' fees	164,500	89,265	(75,235)			
Treasurer's commission	70,000	67,811	(2,189)			
Collector's commission	110,000	114,864	4,864			
Taxes apportioned - Assessor's salary and expense	155,000	155,248	248			
Other	164,152	97,276	(66,876)	118,361	87,962	(30,399)
<b>TOTAL REVENUES</b>	<b>1,534,993</b>	<b>1,436,518</b>	<b>(98,475)</b>	<b>1,196,861</b>	<b>1,391,608</b>	<b>194,747</b>
Less: Treasurer's commission		19,014	(19,014)		23,973	(23,973)
<b>NET REVENUES</b>	<b>1,534,993</b>	<b>1,417,504</b>	<b>(117,489)</b>	<b>1,196,861</b>	<b>1,367,635</b>	<b>170,774</b>
EXPENDITURES						
Current:						
General government	836,112	690,479	145,633			
Law enforcement	841,222	748,339	92,883			
Highways and streets				1,668,228	1,213,105	455,123
Public safety	52,993	46,927	6,066			
Health		16,831	(16,831)			
Social services	25,916	38,797	(12,881)			
<b>TOTAL EXPENDITURES</b>	<b>1,756,243</b>	<b>1,541,373</b>	<b>214,870</b>	<b>1,668,228</b>	<b>1,213,105</b>	<b>455,123</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(221,250)</b>	<b>(123,869)</b>	<b>97,381</b>	<b>(471,367)</b>	<b>154,530</b>	<b>625,897</b>
OTHER FINANCING SOURCES (USES)						
Transfers in	61,000	61,000				
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(160,250)</b>	<b>(62,869)</b>	<b>97,381</b>	<b>(471,367)</b>	<b>154,530</b>	<b>625,897</b>
FUND BALANCES - JANUARY 1	478,000	878,610	400,610	635,000	1,053,472	418,472
FUND BALANCES - DECEMBER 31	<b>\$ 317,750</b>	<b>\$ 815,741</b>	<b>\$ 497,991</b>	<b>\$ 163,633</b>	<b>\$ 1,208,002</b>	<b>\$ 1,044,369</b>

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

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**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 Fund Accounting**

The financial statements are presented in accordance with the regulatory basis of presentation as prescribed or permitted by Arkansas Code. 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. The General Fund heading as it appears in the financial statements includes the following accounts: County General, General Improvement, and 75% Recorder Cost.

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

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

**Special Revenue Funds** - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The following Special Revenue Funds are reported with other funds in the aggregate: County Maintenance, CMRS 911 Board (Commercial Mobile Radio Service), County Clerk's Cost, Solid Waste, Assessor's Amendment no. 79, Reappraisal Cost, Support Collections Costs, Treasurer's Automation, Collector's Automation, County Recorder's Cost, Boating Safety and Enforcement, Jail Maintenance and Operation Sales Tax, Victim/Witness, Communication Facility and Equipment, District Court Automation, District Court Cost, Indigent Defense, Emergency Vehicle, Grants, A-PAK Grant, County Public Library, County Maintenance Escrow, Drug Control, Circuit Clerk Commissioner's Fee, Walker Creek Fire Department, Lake Erling Fire Department, Midway / Boyd Fire Department, River Bend Fire Department, and Voting System Grant.

**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 Jail Bond Debt Service Fund is reported with other funds in the aggregate.

**Permanent Funds** - Permanent Funds are used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs - that is, for the benefit of the government or its citizenry. The Permanent Fund, County Maintenance Escrow Fund is reported with the other funds in the aggregate.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

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

**B. Basis of Presentation - Regulatory Fund Accounting (Continued)**

**Other Funds in the Aggregate (Continued)**

Agency Funds - Agency Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). The following Agency Funds are reported with other funds in the aggregate: Treasurer (Treasurer's Commission, Tax Collector, Law Library Investment, Administration of Justice, Law Library, Red River Levee, Maneice Bayou #1, Maneice Bayou #2, Arkansas Forestry Commission, City of Lewisville, City of Stamps, City of Bradley, City of Buckner, Stamps Rural Fire Department, Bradley School, Lafayette County School, and Long Prairie Drainage); Collector (Current Tax and Delinquent Tax); Sheriff (Fines, Forfeitures, and Penalties, Inmate Property, and Fee); County Clerk (Fee, Tax Clearing, and Trust); and Circuit Clerk (Fee and Trust).

**C. Basis of Accounting**

The financial statements are prepared on the regulatory basis of accounting as prescribed or permitted by Arkansas Code. 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.

**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, officers' fees, inmate funds, funds held in trust, and other funds that have not been transferred to the appropriate entities.

**Fund Balance Classifications**

1. Nonspendable fund balance – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
2. 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.
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.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**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 except for the Circuit Clerk Commissioner's Fee, Walker Creek Fire Department, Lake Erling Fire Department, Midway/Boyd Fire Department, River Bend Fire Department, and Voting System Grant 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.

**NOTE 2: Cash**

Deposit risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk have not been provided as required by Governmental Accounting Standards Board Statement no. 40.

**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.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 4: Accounts Receivable**

The accounts receivable balance at December 31, 2013 is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Property taxes		\$ 1,553	\$ 660
Sales taxes			72,010
Fines, forfeitures and costs	\$ 14,570		5,780
Interest	247		2,777
Officers' fees	4,486		1,547
Jail fees			17,684
911 surcharges			13,757
Collector's commission	21,914		5,144
Sanitation fees			12,325
Phone commissions			2,002
Other	373	3,930	
Totals	<u>\$ 41,590</u>	<u>\$ 5,483</u>	<u>\$ 133,686</u>

**NOTE 5: Accounts Payable**

The accounts payable balance at December 31, 2013 is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 13,039</u>	<u>\$ 5,685</u>	<u>\$ 33,767</u>

**NOTE 6: 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, 2013, the legal debt limit for bonded debt was \$9,479,812. 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, 2013, the legal debt limit for short-term financing obligations was \$2,369,952. There were no short-term financing obligations.



LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

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

Fund balance classifications at December 31, 2013 are composed of the following:

<u>Description</u>	<u>General Fund</u>	<u>Road Fund</u>	<u>Other Funds in the Aggregate</u>
<u>Fund Balances</u>			
Nonspendable:			
County maintenance			\$ 632,000
Restricted for:			
General government			243,423
Law enforcement			100,182
Highways and streets		\$ 1,208,002	
Public safety			138,638
Recreation and culture			148,838
Industrial development			33
Debt service			<u>527,828</u>
Total Restricted		<u>1,208,002</u>	<u>1,158,942</u>
Assigned to:			
Law enforcement			188,126
Sanitation			225,233
Recreation and culture			<u>10,494</u>
Total Assigned			<u>423,853</u>
Unassigned	\$ 815,741		<u>(1,609)</u>
Totals	<u>\$ 815,741</u>	<u>\$ 1,208,002</u>	<u>\$ 2,213,186</u>

**NOTE 8: Deficit Fund Balances**

The following fund has a deficit fund balance as of December 31, 2013:

	<u>December 31, 2013</u>
Other Funds in the Aggregate:	
Special Revenue Fund:	
Grants	\$ (1,609)

**NOTE 9: Commitments**

Total commitments consist of the following at December 31, 2013:

	<u>December 31, 2013</u>
Long-term liabilities	\$ 3,839,849
Reappraisal contract	<u>102,500</u>
Total Commitments	<u>\$ 3,942,349</u>

LAFAYETTE COUNTY, ARKANSAS  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2013

**NOTE 9: Commitments (Continued)**

Long-term Liabilities

Long-term liabilities at December 31, 2013 are comprised of the following:

	December 31, 2013
<u>Bonded Indebtedness</u>	
Sales and Use Tax Bonds Series 2007 - County Jail; annual installments of \$80,000 - \$250,000 plus interest through March 1, 2039; interest at 3.95% to 4.65%. Payments are to be made from the Jail Bond Debt Service Fund.	\$ 3,830,000
 <u>Compensated Absences</u>	 9,849
Total Long-term liabilities	\$ 3,839,849

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

Post Employment Benefits Other Than Pensions

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

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2013:

Years Ending December 31,	Bonds
2014	\$ 256,710
2015	258,199
2016	259,482
2017	255,558
2018	256,635
2019 through 2023	1,289,100
2024 through 2028	1,285,780
2029 through 2033	1,282,600
2034 through 2038	1,281,350
2039	104,650
Total Obligations	6,530,064
Less Interest	2,700,064
Total Principal	\$3,830,000

Reappraisal Contract

The County entered into a contract, dated January 26, 2010, with Arkansas CAMA Technology, Inc., for reappraisal services. The terms of the contract required \$512,500 to be paid in 60 monthly installments of \$8,542 with the first invoice issued February 1, 2010 and the last invoice to be issued December 31, 2014. The County is obligated for \$102,500 in the next year. The reappraisal expense for 2013 was \$102,500.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 10: Interfund Transfers**

Other Funds in the Aggregate transferred \$61,000 to the General Fund for reimbursement of general government, law enforcement, and public safety expenditures.

**NOTE 11: Pledged Revenues**

The County pledged future collections of a .5%, .125%, and .625% local sales and use tax to repay \$4,740,000 in bonds that were issued in 2007 to provide funding for acquiring, constructing, and equipping jail facilities. The .625% sales tax may also be used for maintenance and operation of the jail. Total principal and interest remaining on the bonds are \$3,830,000 and \$2,700,064, respectively, payable through March 1, 2039. For 2013, principal and interest paid were \$150,000 and \$176,521, respectively.

In 2013, the Jail Bond Debt Service and Jail Maintenance and Operation Sales Tax Funds received sales taxes of \$342,781 and \$343,758, respectively. When the bonds are fully paid, the .5% and .125% sales and use taxes shall no longer be levied or collected.

**NOTE 12: Jointly Governed Organizations**

A. South Central Drug Task Force

The Prosecuting Attorneys of the Ninth-West, Eighth-North, and Eighth-South Judicial Districts, the Sheriff's Departments of Sevier, Little River, Howard, Pike, Nevada, Hempstead, and Lafayette Counties, and the Police Departments of DeQueen, Nashville, Prescott, Ashdown, and Hope entered into an agreement to establish the South Central Drug Task Force. The agreement covers the period July 1, 2013 to June 30, 2014 and may be extended upon written mutual agreement. Funding is provided through federal and state grants in addition to contributions from participating entities. In 2013, Lafayette County contributed \$5,591 to the South Central Drug Task Force. Financial statements of the South Central Drug Task Force are not available.

B. Upper Southwest Arkansas Regional Solid Waste Management District

The County paid the Upper Southwest Arkansas Regional Solid Waste Management District \$128,141 in 2013. The Upper Southwest Arkansas Regional Solid Waste Management District is a jointly governed organization comprised of representatives from Howard, Pike, Sevier, Little River, Hempstead, Lafayette, Montgomery, Nevada, and Polk Counties and participating cities within the aforementioned counties. The Upper Southwest Arkansas Regional Solid Waste Management District is governed by a Board of Directors consisting of the respective county judges and mayors unless some other representative is appointed by the participating entity. Separate audited financial statements for the Upper Southwest Arkansas Regional Solid Waste Management District are available at [www.arklegaudit.gov](http://www.arklegaudit.gov).

**NOTE 13: 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.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 13: Risk Management (Continued)**

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 \$500,000. The County agrees to pay into the program each year a rate established by the Risk Management Fund Board. Each county also agrees to pay the first \$500 of the aggregate cost for all expenses on each lawsuit.

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 \$250,000 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 14: Arkansas Public Employees Retirement System**

Plan Description

The County contributes to the Arkansas Public Employees Retirement System (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS 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 PERS. 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

PERS has contributory and non-contributory plans. Contributory members are required by code to contribute 5% of their salary. Each participating employer is required by code 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 December 31, 2013 were \$235,907.

LAFAYETTE COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2013

Schedule 1

SPECIAL REVENUE FUNDS									
	County Maintenance	CMRS 911 Board (Commercial Mobile Radio Service)	County Clerk's Cost	Solid Waste	Assessor's Amendment no. 79	Reappraisal Cost	Support Collections Costs	Treasurer's Automation	Collector's Automation
ASSETS									
Cash and cash equivalents	\$ 39,565	\$ 104,604	\$ 7,939	\$ 207,440	\$ 7,498	\$ 5,075	\$ 4	\$ 46,561	\$ 16,862
Accounts receivable	1,991	13,757	8	32,693			72		5,144
<b>TOTAL ASSETS</b>	<b>\$ 41,556</b>	<b>\$ 118,361</b>	<b>\$ 7,947</b>	<b>\$ 240,133</b>	<b>\$ 7,498</b>	<b>\$ 5,075</b>	<b>\$ 76</b>	<b>\$ 46,561</b>	<b>\$ 22,006</b>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 8,470	\$ 160		\$ 14,900					\$ 28
Settlements pending									
Total Liabilities	<u>8,470</u>	<u>160</u>		<u>14,900</u>					<u>28</u>
Fund Balances:									
Nonspendable									
Restricted	33,086.00	118,201	\$ 7,947		\$ 7,498	\$ 5,075	\$ 76	\$ 46,561	21,978
Assigned				225,233					
Unassigned									
Total Fund Balances	<u>33,086</u>	<u>118,201</u>	<u>7,947</u>	<u>225,233</u>	<u>7,498</u>	<u>5,075</u>	<u>76</u>	<u>46,561</u>	<u>21,978</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 41,556</b>	<b>\$ 118,361</b>	<b>\$ 7,947</b>	<b>\$ 240,133</b>	<b>\$ 7,498</b>	<b>\$ 5,075</b>	<b>\$ 76</b>	<b>\$ 46,561</b>	<b>\$ 22,006</b>

LAFAYETTE COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2013

Schedule 1

	SPECIAL REVENUE FUNDS								
	County Recorder's Cost	Boating Safety and Enforcement	Jail Maintenance and Operation Sales Tax	Victim/Witness	Communication Facility and Equipment	District Court Automation	District Court Cost	Indigent Defense	Emergency Vehicle
<b>ASSETS</b>									
Cash and cash equivalents	\$ 117,056	\$ 18,672	\$ 201,856	\$ 12	\$ 30,273	\$ 3,685	\$ 10,920	\$ 19,567	\$ 2,258
Accounts receivable	1,289		23,396	36	2,012	350		188	250
<b>TOTAL ASSETS</b>	<b><u>\$ 118,345</u></b>	<b><u>\$ 18,672</u></b>	<b><u>\$ 225,252</u></b>	<b><u>\$ 48</u></b>	<b><u>\$ 32,285</u></b>	<b><u>\$ 4,035</u></b>	<b><u>\$ 10,920</u></b>	<b><u>\$ 19,755</u></b>	<b><u>\$ 2,508</u></b>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Accounts payable			\$ 8,153						
Settlements pending									
<b>Total Liabilities</b>			<b><u>8,153</u></b>						
Fund Balances:									
Nonspendable									
Restricted	\$ 118,345	\$ 18,672	28,973	\$ 48	\$ 32,285	\$ 4,035	\$ 10,920	\$ 19,755	\$ 2,508
Assigned			188,126						
Unassigned									
<b>Total Fund Balances</b>	<b><u>118,345</u></b>	<b><u>18,672</u></b>	<b><u>217,099</u></b>	<b><u>48</u></b>	<b><u>32,285</u></b>	<b><u>4,035</u></b>	<b><u>10,920</u></b>	<b><u>19,755</u></b>	<b><u>2,508</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 118,345</u></b>	<b><u>\$ 18,672</u></b>	<b><u>\$ 225,252</u></b>	<b><u>\$ 48</u></b>	<b><u>\$ 32,285</u></b>	<b><u>\$ 4,035</u></b>	<b><u>\$ 10,920</u></b>	<b><u>\$ 19,755</u></b>	<b><u>\$ 2,508</u></b>

LAFAYETTE COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2013

Schedule 1

SPECIAL REVENUE FUNDS								
	Grants	A-PAK Grant	County Public Library	Drug Control	Circuit Clerk Commissioner's Fee	Walker Creek Fire Department	Lake Erling Fire Department	Voting System Grant
ASSETS								
Cash and cash equivalents	\$ (1,609)	\$ 33	\$ 160,808	\$ 1,658	\$ 96	\$ 1,010	\$ 675	\$ 2,593
Accounts receivable			580		168	50	30	
<b>TOTAL ASSETS</b>	<b><u>\$ (1,609)</u></b>	<b><u>\$ 33</u></b>	<b><u>\$ 161,388</u></b>	<b><u>\$ 1,658</u></b>	<b><u>\$ 264</u></b>	<b><u>\$ 1,060</u></b>	<b><u>\$ 705</u></b>	<b><u>\$ 2,593</u></b>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable			\$ 2,056					
Settlements pending								
Total Liabilities			<u>2,056</u>					
Fund Balances:								
Nonspendable								
Restricted		\$ 33	148,838	\$ 1,658	\$ 264	\$ 1,060	\$ 705	\$ 2,593
Assigned			10,494					
Unassigned	\$ (1,609)							
Total Fund Balances	<u>(1,609)</u>	<u>33</u>	<u>159,332</u>	<u>1,658</u>	<u>264</u>	<u>1,060</u>	<u>705</u>	<u>2,593</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ (1,609)</u></b>	<b><u>\$ 33</u></b>	<b><u>\$ 161,388</u></b>	<b><u>\$ 1,658</u></b>	<b><u>\$ 264</u></b>	<b><u>\$ 1,060</u></b>	<b><u>\$ 705</u></b>	<b><u>\$ 2,593</u></b>

LAFAYETTE COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2013

Schedule 1

	<u>DEBT SERVICE FUND</u>	<u>PERMANENT FUND</u>	<u>AGENCY FUNDS</u>					<u>Totals</u>
	<u>Jail Bond Debt Service</u>	<u>County Maintenance Escrow</u>	<u>Treasurer's Accounts</u>	<u>Collector's Accounts</u>	<u>Sheriff's Accounts</u>	<u>County Clerk's Accounts</u>	<u>Circuit Clerk's Accounts</u>	
<b>ASSETS</b>								
Cash and cash equivalents	\$ 476,156	\$ 632,000	\$ 275,890	\$ 69,461	\$ 49,283	\$ 17,830	\$ 390,409	\$ 2,916,140
Accounts receivable	51,672							133,686
<b>TOTAL ASSETS</b>	<u>\$ 527,828</u>	<u>\$ 632,000</u>	<u>\$ 275,890</u>	<u>\$ 69,461</u>	<u>\$ 49,283</u>	<u>\$ 17,830</u>	<u>\$ 390,409</u>	<u>\$ 3,049,826</u>
<b>LIABILITIES AND FUND BALANCES</b>								
Liabilities:								
Accounts payable								\$ 33,767
Settlements pending			\$ 275,890	\$ 69,461	\$ 49,283	\$ 17,830	\$ 390,409	802,873
Total Liabilities			<u>275,890</u>	<u>69,461</u>	<u>49,283</u>	<u>17,830</u>	<u>390,409</u>	<u>836,640</u>
Fund Balances:								
Nonspendable		\$ 632,000						632,000
Restricted	\$ 527,828							1,158,942
Assigned								423,853
Unassigned								(1,609)
Total Fund Balances	<u>527,828</u>	<u>632,000</u>						<u>2,213,186</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 527,828</u>	<u>\$ 632,000</u>	<u>\$ 275,890</u>	<u>\$ 69,461</u>	<u>\$ 49,283</u>	<u>\$ 17,830</u>	<u>\$ 390,409</u>	<u>\$ 3,049,826</u>



LAFAYETTE 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, 2013

Schedule 2

SPECIAL REVENUE FUNDS									
	County Maintenance	CMRS 911 Board (Commercial Mobile Radio Service)	County Clerk's Cost	Solid Waste	Assessor's Amendment no. 79	Reappraisal Cost	Support Collections Costs	Treasurer's Automation	Collector's Automation
REVENUES									
State aid					\$ 883	\$ 95,669			
Federal aid									
Property taxes									
Sales taxes				\$ 270,772					
Fines, forfeitures, and costs									
Interest	\$ 9,007	\$ 1,034	\$ 62	1,662	59		\$ 5	\$ 322	\$ 166
Officers' fees			116				649		
911 sucharges		94,464							
Sanitation fees				117,501					
Jail fees									
Phone commissions									
Treasurer's commission								8,302	
Collector's commission									10,155
Other		8,980		3,277					
<b>TOTAL REVENUES</b>	<b>9,007</b>	<b>104,478</b>	<b>178</b>	<b>393,212</b>	<b>942</b>	<b>95,669</b>	<b>654</b>	<b>8,624</b>	<b>10,321</b>
Less: Treasurer's commission	139	1,675	2	5,785	16		11		186
<b>NET REVENUES</b>	<b>8,868</b>	<b>102,803</b>	<b>176</b>	<b>387,427</b>	<b>926</b>	<b>95,669</b>	<b>643</b>	<b>8,624</b>	<b>10,135</b>
EXPENDITURES									
Current:									
General government	20,122					96,000		3,914	26,088
Law enforcement									
Public safety		82,609							
Sanitation				397,787					
Recreation and culture									
Industrial development									
Total Current	20,122	82,609		397,787		96,000		3,914	26,088
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>20,122</b>	<b>82,609</b>		<b>397,787</b>		<b>96,000</b>		<b>3,914</b>	<b>26,088</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(11,254)	20,194	176	(10,360)	926	(331)	643	4,710	(15,953)
OTHER FINANCING SOURCES (USES)									
Transfers out		(50,000)					(1,000)		
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(11,254)	(29,806)	176	(10,360)	926	(331)	(357)	4,710	(15,953)
FUND BALANCES - JANUARY 1	44,340	148,007	7,771	235,593	6,572	5,406	433	41,851	37,931
FUND BALANCES - DECEMBER 31	\$ 33,086	\$ 118,201	\$ 7,947	\$ 225,233	\$ 7,498	\$ 5,075	\$ 76	\$ 46,561	\$ 21,978

LAFAYETTE 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, 2013

Schedule 2

	SPECIAL REVENUE FUNDS								
	County Recorder's Cost	Boating Safety and Enforcement	Jail Maintenance and Operation Sales Tax	Victim/Witness	Communication Facility and Equipment	District Court Automation	District Court Cost	Indigent Defense	Emergency Vehicle
REVENUES									
State aid		\$ 625							
Federal aid									
Property taxes									
Sales taxes			\$ 343,758						
Fines, forfeitures, and costs			65,810	\$ 6,535		\$ 6,435	\$ 1,794	\$ 8,873	\$ 4,435
Interest	\$ 873	188	3,302		\$ 256	34	93	161	72
Officers' fees	24,109				2,206				
911 sucharges									
Sanitation fees									
Jail fees			96,851						
Phone commissions			2,103		3,426				
Treasurer's commission									
Collector's commission									
Other			1,999						
<b>TOTAL REVENUES</b>	<b>24,982</b>	<b>813</b>	<b>513,823</b>	<b>6,535</b>	<b>5,888</b>	<b>6,469</b>	<b>1,887</b>	<b>9,034</b>	<b>4,507</b>
Less: Treasurer's commission	452	11	9,015	127	121	122	36	150	77
<b>NET REVENUES</b>	<b>24,530</b>	<b>802</b>	<b>504,808</b>	<b>6,408</b>	<b>5,767</b>	<b>6,347</b>	<b>1,851</b>	<b>8,884</b>	<b>4,430</b>
EXPENDITURES									
Current:									
General government	8,743								
Law enforcement			650,303	6,949	4,209	5,913	1,893	10,692	
Public safety									
Sanitation									
Recreation and culture									
Industrial development									
Total Current	8,743		650,303	6,949	4,209	5,913	1,893	10,692	
Debt Service:									
Bond principal									
Bond interest and other charges									
<b>TOTAL EXPENDITURES</b>	<b>8,743</b>		<b>650,303</b>	<b>6,949</b>	<b>4,209</b>	<b>5,913</b>	<b>1,893</b>	<b>10,692</b>	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	15,787	802	(145,495)	(541)	1,558	434	(42)	(1,808)	4,430
OTHER FINANCING SOURCES (USES)									
Transfers out									(10,000)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	15,787	802	(145,495)	(541)	1,558	434	(42)	(1,808)	(5,570)
FUND BALANCES - JANUARY 1	102,558	17,870	362,594	589	30,727	3,601	10,962	21,563	8,078
FUND BALANCES - DECEMBER 31	\$ 118,345	\$ 18,672	\$ 217,099	\$ 48	\$ 32,285	\$ 4,035	\$ 10,920	\$ 19,755	\$ 2,508

LAFAYETTE 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, 2013

Schedule 2

	SPECIAL REVENUE FUNDS							
	Grants	A-PAK Grant	County Public Library	Drug Control	Circuit Clerk Commissioner's Fee	Walker Creek Fire Department	Lake Erling Fire Department	Midway / Boyd Fire Department
REVENUES								
State aid			\$ 27,519			\$ 16,116	\$ 16,116	\$ 16,116
Federal aid	\$ 29,667	\$ 213,000						
Property taxes			73,590			14,504	9,085	
Sales taxes								
Fines, forfeitures, and costs								
Interest			1,328					
Officers' fees					\$ 265			
911 sucharges								
Sanitation fees								
Jail fees								
Phone commissions								
Treasurer's commission								
Collector's commission								
Other			2,761	\$ 2,500				
<b>TOTAL REVENUES</b>	<b>29,667</b>	<b>213,000</b>	<b>105,198</b>	<b>2,500</b>	<b>265</b>	<b>30,620</b>	<b>25,201</b>	<b>16,116</b>
Less: Treasurer's commission			1,623		1	250	157	
<b>NET REVENUES</b>	<b>29,667</b>	<b>213,000</b>	<b>103,575</b>	<b>2,500</b>	<b>264</b>	<b>30,370</b>	<b>25,044</b>	<b>16,116</b>
EXPENDITURES								
Current:								
General government								
Law enforcement	14,807			3,262				
Public safety	19,520					30,267	24,969	16,116
Sanitation								
Recreation and culture			116,900					
Industrial development		213,031						
Total Current	34,327	213,031	116,900	3,262		30,267	24,969	16,116
Debt Service:								
Bond principal								
Bond interest and other charges								
<b>TOTAL EXPENDITURES</b>	<b>34,327</b>	<b>213,031</b>	<b>116,900</b>	<b>3,262</b>		<b>30,267</b>	<b>24,969</b>	<b>16,116</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(4,660)</b>	<b>(31)</b>	<b>(13,325)</b>	<b>(762)</b>	<b>264</b>	<b>103</b>	<b>75</b>	
OTHER FINANCING SOURCES (USES)								
Transfers out								
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(4,660)</b>	<b>(31)</b>	<b>(13,325)</b>	<b>(762)</b>	<b>264</b>	<b>103</b>	<b>75</b>	
FUND BALANCES - JANUARY 1	3,051	64	172,657	2,420		957	630	
<b>FUND BALANCES - DECEMBER 31</b>	<b>\$ (1,609)</b>	<b>\$ 33</b>	<b>\$ 159,332</b>	<b>\$ 1,658</b>	<b>\$ 264</b>	<b>\$ 1,060</b>	<b>\$ 705</b>	<b>\$ 0</b>

LAFAYETTE 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, 2013

Schedule 2

	SPECIAL REVENUE FUNDS		DEBT SERVICE FUND	PERMANENT FUND	Totals
	River Bend Fire Department	Voting System Grant	Jail Bond Debt Service	County Maintenance Escrow	
REVENUES					
State aid	\$ 16,116	\$ 7,910			\$ 197,070
Federal aid					242,667
Property taxes					97,179
Sales taxes			\$ 342,781		957,311
Fines, forfeitures, and costs					93,882
Interest			1,807		20,431
Officers' fees					27,345
911 sucharges					94,464
Sanitation fees					117,501
Jail fees					96,851
Phone commissions					5,529
Treasurer's commission					8,302
Collector's commission					10,155
Other					19,517
<b>TOTAL REVENUES</b>	<b>16,116</b>	<b>7,910</b>	<b>344,588</b>		<b>1,988,204</b>
Less: Treasurer's commission					19,956
<b>NET REVENUES</b>	<b>16,116</b>	<b>7,910</b>	<b>344,588</b>		<b>1,968,248</b>
EXPENDITURES					
Current:					
General government		5,317			160,184
Law enforcement					698,028
Public safety	16,116				189,597
Sanitation					397,787
Recreation and culture					116,900
Industrial development					213,031
Total Current	16,116	5,317			1,775,527
Debt Service:					
Bond principal			150,000		150,000
Bond interest and other charges			177,010		177,010
<b>TOTAL EXPENDITURES</b>	<b>16,116</b>	<b>5,317</b>	<b>327,010</b>		<b>2,102,537</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		2,593	17,578		(134,289)
OTHER FINANCING SOURCES (USES)					
Transfers out					(61,000)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES		2,593	17,578		(195,289)
FUND BALANCES - JANUARY 1			510,250	\$ 632,000	2,408,475
FUND BALANCES - DECEMBER 31	\$ 0	\$ 2,593	\$ 527,828	\$ 632,000	\$ 2,213,186

LAFAYETTE COUNTY, ARKANSAS  
 NOTES TO SCHEDULES 1 AND 2  
 DECEMBER 31, 2013

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

<u>Fund Name</u>	<u>Fund Description</u>
County Maintenance	Lafayette County Ordinance no. 92-3 (October 14, 1992) established fund to receive interest earned on the County Maintenance Escrow Fund as approved by referendum on December 1, 1992 to be used for maintenance and repair of county buildings.
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.
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. Ark. Code Ann. § 21-6-413 established fund to receive at least 35% of fees collected by County Clerks to be used to purchase, maintain, and operate automated records systems.
Solid Waste	Lafayette County Ordinance no. 92-2 (October 14, 1992) established fund to receive a one percent county-wide sales and use tax as approved by referendum on December 1, 1992 to be used for the purpose of solid waste collection, management, disposal, and related purposes.
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.
Reappraisal Cost	Ark. Code Ann. § 26-26-1907 established fund to pay reappraisals of real property with revenue received from State.
Support Collections Costs	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the Clerk's Office.
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of Treasurer's gross commissions to operate the Treasurer's Office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of Collector's gross commissions to operate the Collector's Office and to purchase, maintain, and operate an automated record keeping system.
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 automated records system.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2013

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

<u>Fund Name</u>	<u>Fund Description</u>
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 a county or for emergency rescue services if the county has not established a patrol.
Jail Maintenance and Operation Sales Tax	Lafayette County Ordinance no. 2006-5 (September 13, 2006) established fund to receive a .625% sales and use tax as approved by referendum on December 12, 2006 to be used to operate and maintain the county jail and for debt service.  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.  Ark. Code Ann. § 12-41-505 established fund to receive a \$20 booking and administration fee assessed on persons convicted of a felony or Class A misdemeanor to be used exclusively for the maintenance, operation, and capital expenditures of a county jail or regional detention facility.  Ark. Code Ann. § 16-10-308 established fund to receive court costs to be used for housing prisoners.
Victim/Witness	Ark. Code Ann. § 16-21-151 established fund to receive District Court costs levied to be used by Prosecuting Attorney for operating Victim/Witness program.
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 funds to be used for communications equipment and repair and to train operations staff.
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.
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.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2013

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

<u>Fund Name</u>	<u>Fund Description</u>
Indigent Defense	Ark. Code Ann. § 14-20-102 established fund to receive funds distributed in accordance with Ark. Code Ann. § 16-10-307 to be used to pay reasonable and necessary costs incurred in the defense of indigent persons, the representation of persons against whom involuntary admissions procedures have been brought, and for representation of persons deemed incompetent by the court; defraying the costs of the Juvenile Division of Chancery Court; and for defraying the medical and dental costs for indigent defendants in the county jail.
Emergency Vehicle	Ark. Code Ann. § 27-22-103 established fund to account for the fine for failure to insure motor vehicles to be used for the purchase and maintenance of rescue, emergency medical, and law enforcement vehicles, communications equipment, animals owned or used by law enforcement agencies, life-saving medical apparatus, and law enforcement apparatus to be used for those purposes.
Grants	Fund established to account for grants received for various purposes.
A-PAK Grant	Established to receive Federal Community Development Block Grant proceeds for a loan to industry to A-PAK Corporation for acquiring, renovating, and construction of improvements to industrial property and purchasing equipment.
County Public 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.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to the arresting agency. Lafayette County Ordinance no. 2010-6 (June 10, 2010) established a drug enforcement fund (pursuant to Ark. Code Ann. § 14-21-201) to be administered by the Sheriff.
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 operation expenses of the office of Circuit Clerk.
Walker Creek Fire Department	Ark. Code Ann. § 14-284-403 requires fire protection premium tax funds to be distributed by the County to local fire districts for equipment, training, capital improvements, insurance for buildings, utility costs, or other expenditures necessary for upgrading fire service.

LAFAYETTE COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2013

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

<u>Fund Name</u>	<u>Fund Description</u>
Lake Erling Fire Department	Ark. Code Ann. § 14-284-403 requires fire protection premium tax funds to be distributed by the County to local fire districts for equipment, training, capital improvements, insurance for buildings, utility costs, or other expenditures necessary for upgrading fire service.
Midway / Boyd Fire Department	Ark. Code Ann. § 14-284-403 requires fire protection premium tax funds to be distributed by the County to local fire districts for equipment, training, capital improvements, insurance for buildings, utility costs, or other expenditures necessary for upgrading fire service.
River Bend Fire Department	Ark. Code Ann. § 14-284-403 requires fire protection premium tax funds to be distributed by the County to local fire districts for equipment, training, capital improvements, insurance for buildings, utility costs, or other expenditures necessary for upgrading fire service.
Voting System Grant	Ark. Code Ann. § 19-5-1247 established fund to receive grants from the County Voting System Grant Fund to purchase voting system equipment, programming, and maintenance.
Jail Bond Debt Service	Lafayette County Ordinance no. 2007-2 (February 14, 2007) established fund to receive .125% , .5%, and .625% sales and use taxes as approved by referendum on December 12, 2006 to be used for payment of principal and interest on bonds as they become due at maturity or redemption prior to maturity and the Trustee's and Insurer's fees and expenses.
County Maintenance Escrow	Lafayette County Ordinance no. 92-3 (October 14, 1992) established fund from the remaining proceeds from the sale of the Lafayette County Hospital as approved by referendum on December 1, 1992. Interest earned on this account is credited to the County Maintenance Fund. Per the ordinance and ballot, principal may not be spent.

Treasurer's accounts consist primarily of funds held as an agent for other entities.  
Collector's accounts consist primarily of taxes not yet distributed to the various taxing units.  
Sheriff's accounts consist primarily of fees settlement, bond, evidence, and inmate trust money.  
County Clerk's accounts consist primarily of trust money and fees to be settled with Treasurer.  
Circuit Clerk's accounts consist of trust money and settlements due to Treasurer.



LAFAYETTE COUNTY, ARKANSAS  
OTHER INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
DECEMBER 31, 2013 AND 2013  
(Unaudited)

Schedule 3

	<u>December 31, 2013</u>
Land	\$ 37,232
Buildings	6,149,420
Equipment	<u>3,489,891</u>
Total	<u>\$ 9,676,543</u>

LAFAYETTE COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS  
DECEMBER 31, 2013  
(Unaudited)

Schedule 4

<b><u>General</u></b>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Total Assets	\$ 856,259	\$ 916,768	\$ 903,293	\$ 789,741	\$ 665,853
Total Liabilities	40,518	38,158	7,094	43,359	38,366
Total Fund Balances	815,741	878,610	896,199	746,382	627,487
Net Revenues	1,417,504	1,483,209	1,441,121	1,501,249	1,387,818
Total Expenditures	1,541,373	1,506,797	1,469,419	1,511,408	1,438,500
Total Other Financing Sources/Uses	61,000	61,000	61,000	129,054	113,087
<b><u>Road</u></b>					
Total Assets	\$ 1,213,687	\$ 1,058,776	\$ 1,097,493	\$ 909,254	\$ 835,162
Total Liabilities	5,685	5,304	4,507	7,258	10,509
Total Fund Balances	1,208,002	1,053,472	1,092,986	901,996	824,653
Net Revenues	1,367,635	1,226,507	1,199,191	1,400,649	1,161,926
Total Expenditures	1,213,105	1,145,661	1,008,201	1,423,306	1,227,459
Total Other Financing Sources/Uses				100,000	
<b><u>Other Funds in the Aggregate</u></b>					
Total Assets	\$ 3,049,826	\$ 3,163,401	\$ 3,423,127	\$ 3,434,396	\$ 3,626,045
Total Liabilities	836,640	754,926	767,958	858,091	876,780
Total Fund Balances	2,213,186	2,408,475	2,655,169	2,576,305	2,749,265
Net Revenues	1,968,248	2,183,811	1,872,425	1,832,401	1,756,014
Total Expenditures	2,102,537	2,375,226	1,615,401	1,876,307	2,060,770
Total Other Financing Sources/Uses	(61,000)	(61,000)	(61,000)	(129,054)	(113,087)