

Chicot County, Arkansas

Financial and Compliance Report

December 31, 2021

LEGISLATIVE JOINT AUDITING COMMITTEE



CHICOT COUNTY, ARKANSAS
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Financial and Compliance Report

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Arkansas



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Senate Vice Chair

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Rep. Nelda Speaks
House Vice Chair

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Financial and Compliance Report

Chicot 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 Chicot County, Arkansas, as of and for the year ended December 31, 2021, and have issued our report thereon dated November 28, 2022. Management of the County is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The commentary contained in this section relates to the following officials who held office during 2021:

County Judge: Mack Ball, Jr.
Treasurer: Natali Fabick
Sheriff: Ronald Nichols
Tax Collector: Gail Seamans
County Clerk: Pam Donaldson
Circuit Clerk: Josephine Griffin
Assessor: Faye Tate

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

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

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

ARKANSAS LEGISLATIVE AUDIT

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

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

Little Rock, Arkansas
November 28, 2022
LOCO0921

CHICOT COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2021
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,506,260	\$ 2,435,971	\$ 2,366,491
Accounts receivable	155,248	675	28,587
TOTAL ASSETS	\$ 1,661,508	\$ 2,436,646	\$ 2,395,078
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 34,711	\$ 32,465	\$ 362,274
Settlements pending	977		338,528
Total Liabilities	35,688	32,465	700,802
Fund Balances:			
Restricted		221,071	1,693,876
Committed		2,183,110	
Assigned	199,336		400
Unassigned	1,426,484		
Total Fund Balances	1,625,820	2,404,181	1,694,276
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,661,508	\$ 2,436,646	\$ 2,395,078

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

CHICOT COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 456,774	\$ 1,400,391	\$ 138,102
Federal aid	36,823		1,213,652
Property taxes	859,476	402,366	301,236
Sales taxes	254,096	254,096	1,382,420
Fines, forfeitures, and costs	231,289		60,613
Interest	10,735	12,469	3,695
Officers' fees	23,199		73,790
Sanitation fees	32,749		605,177
Jail fees	36,238		
Hospital lease	180,000		
911 fees			293,797
Rent	104,895		
Park fees			69,026
Treasurer's commission	120,557		15,881
Collector's commission	181,969		16,342
Taxes apportioned - Assessor's salary and expense	215,741		
Other	87,462	7,718	26,380
TOTAL REVENUES	2,832,003	2,077,040	4,200,111
Less: Treasurer's commission	43,216	41,405	53,305
NET REVENUES	2,788,787	2,035,635	4,146,806
EXPENDITURES			
Current:			
General government	1,771,005		201,361
Law enforcement	843,162		3,280
Highways and streets		1,553,893	
Public safety	49,212		230,415
Sanitation	52,371		575,164
Health	27,649		401,322
Recreation and culture	3,877		233,360
Social services	60,816		
Total Current	2,808,092	1,553,893	1,644,902
Debt Service:			
Lease principal		154,505	
Lease interest		16,405	
Note principal			45,123
Note interest			2,512
TOTAL EXPENDITURES	2,808,092	1,724,803	1,692,537

CHICOT COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021
(UNAUDITED)

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (19,305)	\$ 310,832	\$ 2,454,269
OTHER FINANCING SOURCES (USES)			
Transfers in			10,000
Transfers out	(10,000)		
Sales tax remitted to the hospital			(1,467,072)
TOTAL OTHER FINANCING SOURCES (USES)	(10,000)		(1,457,072)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(29,305)	310,832	997,197
FUND BALANCES - JANUARY 1	1,655,125	2,093,349	697,079
FUND BALANCES - DECEMBER 31	\$ 1,625,820	\$ 2,404,181	\$ 1,694,276

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

CHICOT 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, 2021
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 358,000	\$ 456,774	\$ 98,774	\$ 862,000	\$ 1,400,391	\$ 538,391
Federal aid	1,200	36,823	35,623			
Property taxes	712,600	859,476	146,876	344,800	402,366	57,566
Sales taxes	200,000	254,096	54,096	566,000	254,096	(311,904)
Fines, forfeitures, and costs	139,000	231,289	92,289			
Interest	6,520	10,735	4,215	23,000	12,469	(10,531)
Officers' fees	19,000	23,199	4,199			
Sanitation fees	26,849	32,749	5,900			
Jail fees	28,000	36,238	8,238			
Hospital lease	240,000	180,000	(60,000)			
Rent		104,895	104,895			
Treasurer's commission	102,000	120,557	18,557			
Collector's commission	254,000	181,969	(72,031)			
Taxes apportioned - Assessor's salary and expense	230,000	215,741	(14,259)			
Other	137,225	87,462	(49,763)	13,500	7,718	(5,782)
TOTAL REVENUES	2,454,394	2,832,003	377,609	1,809,300	2,077,040	267,740
Less: Treasurer's commission		43,216	(43,216)		41,405	(41,405)
NET REVENUES	2,454,394	2,788,787	334,393	1,809,300	2,035,635	226,335
EXPENDITURES						
Current:						
General government	1,959,993	1,771,005	188,988			
Law enforcement	1,040,794	843,162	197,632			
Highways and streets				2,946,930	1,553,893	1,393,037
Public safety	39,375	49,212	(9,837)			
Sanitation	66,742	52,371	14,371			
Health	30,900	27,649	3,251			
Recreation and culture	6,000	3,877	2,123			
Social services	62,350	60,816	1,534			
Total Current	3,206,154	2,808,092	398,062	2,946,930	1,553,893	1,393,037
Debt Service:						
Lease principal					154,505	(154,505)
Lease interest					16,405	(16,405)
TOTAL EXPENDITURES	3,206,154	2,808,092	398,062	2,946,930	1,724,803	1,222,127

CHICOT 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, 2021
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (751,760)	\$ (19,305)	\$ 732,455	\$ (1,137,630)	\$ 310,832	\$ 1,448,462
OTHER FINANCING SOURCES (USES)						
Transfers in	30,100		(30,100)			
Transfers out		(10,000)	(10,000)			
TOTAL OTHER FINANCING SOURCES (USES)	30,100	(10,000)	(40,100)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(721,660)	(29,305)	692,355	(1,137,630)	310,832	1,448,462
FUND BALANCES - JANUARY 1	907,123	1,655,125	748,002	1,648,642	2,093,349	444,707
FUND BALANCES - DECEMBER 31	\$ 185,463	\$ 1,625,820	\$ 1,440,357	\$ 511,012	\$ 2,404,181	\$ 1,893,169

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

CHICOT COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS

	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Public Library	Solid Waste Management
ASSETS								
Cash and cash equivalents	\$ 10,064	\$ 65,932	\$ 13,780	\$ 15,725	\$ 7,572	\$ 124,014	\$ 135,264	\$ 53,650
Accounts receivable	15,884	995	20	5	594	6,373	44	17
TOTAL ASSETS	\$ 25,948	\$ 66,927	\$ 13,800	\$ 15,730	\$ 8,166	\$ 130,387	\$ 135,308	\$ 53,667
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 46,066
Settlements pending								
Total Liabilities								46,066
Fund Balances:								
Restricted	\$ 25,948	\$ 66,927	\$ 13,800	\$ 15,730	\$ 7,766	\$ 130,387	\$ 135,308	7,601
Assigned					400			
Total Fund Balances	25,948	66,927	13,800	15,730	8,166	130,387	135,308	7,601
TOTAL LIABILITIES AND FUND BALANCES	\$ 25,948	\$ 66,927	\$ 13,800	\$ 15,730	\$ 8,166	\$ 130,387	\$ 135,308	\$ 53,667

CHICOT COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS								
	Reappraisal Cost	Communication Facility and Equipment	Jail Operation and Maintenance	County Detention Facility	Boating Safety and Enforcement	Emergency 911	Circuit Court Juvenile Division	Recycling
ASSETS								
Cash and cash equivalents	\$ 944	\$ 10,430	\$ 143,599	\$ 25,939	\$ 14,384	\$ 53,209	\$ 6,029	\$ 17,301
Accounts receivable		24	4,170	112	5	16	242	6
TOTAL ASSETS	\$ 944	\$ 10,454	\$ 147,769	\$ 26,051	\$ 14,389	\$ 53,225	\$ 6,271	\$ 17,307
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable						\$ 2,478		
Settlements pending								
Total Liabilities						2,478		
Fund Balances:								
Restricted	\$ 944	\$ 10,454	\$ 147,769	\$ 26,051	\$ 14,389	50,747	\$ 6,271	\$ 17,307
Assigned								
Total Fund Balances	944	10,454	147,769	26,051	14,389	50,747	6,271	17,307
TOTAL LIABILITIES AND FUND BALANCES	\$ 944	\$ 10,454	\$ 147,769	\$ 26,051	\$ 14,389	\$ 53,225	\$ 6,271	\$ 17,307

CHICOT COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS

	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	County Park	Hospital Maintenance	Hospital Operation and Maintenance Sales Tax	Courthouse Security Grant	Chicot County Fair Grant
ASSETS							
Cash and cash equivalents	\$ 866	\$ 1,860	\$ 5,392	\$ 68,282	\$ 242,891	\$ 491	\$ 4,000
Accounts receivable		1	3	21	53		
TOTAL ASSETS	\$ 866	\$ 1,861	\$ 5,395	\$ 68,303	\$ 242,944	\$ 491	\$ 4,000
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable			\$ 1,557	\$ 68,282	\$ 242,891		
Settlements pending							
Total Liabilities			1,557	68,282	242,891		
Fund Balances:							
Restricted	\$ 866	\$ 1,861	3,838	21	53	\$ 491	\$ 4,000
Assigned							
Total Fund Balances	866	1,861	3,838	21	53	491	4,000
TOTAL LIABILITIES AND FUND BALANCES	\$ 866	\$ 1,861	\$ 5,395	\$ 68,303	\$ 242,944	\$ 491	\$ 4,000

CHICOT COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUNDS	
	Geographic Information System 911	Office of Emergency Management Grant	Support Collections Costs	American Rescue Plan Act	Bob White Memorial Sheriff's Equipment Grant	United States Department of Agriculture Sheriffs Vehicles and Equipment Grant
ASSETS						
Cash and cash equivalents	\$ 1,000	\$ 334	\$ 5,749	\$ 982,652	\$ 15,780	\$ 830
Accounts receivable			2			
TOTAL ASSETS	<u>\$ 1,000</u>	<u>\$ 334</u>	<u>\$ 5,751</u>	<u>\$ 982,652</u>	<u>\$ 15,780</u>	<u>\$ 830</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,000					
Settlements pending						
Total Liabilities	<u>1,000</u>					
Fund Balances:						
Restricted		\$ 334	\$ 5,751	\$ 982,652	\$ 15,780	\$ 830
Assigned						
Total Fund Balances		<u>334</u>	<u>5,751</u>	<u>982,652</u>	<u>15,780</u>	<u>830</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,000</u>	<u>\$ 334</u>	<u>\$ 5,751</u>	<u>\$ 982,652</u>	<u>\$ 15,780</u>	<u>\$ 830</u>

CHICOT COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 1

CUSTODIAL FUNDS

	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Totals
ASSETS						
Cash and cash equivalents	\$ 173,105	\$ 150	\$ 26,806	\$ 12,715	\$ 125,752	\$ 2,366,491
Accounts receivable						28,587
TOTAL ASSETS	\$ 173,105	\$ 150	\$ 26,806	\$ 12,715	\$ 125,752	\$ 2,395,078
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable						\$ 362,274
Settlements pending	\$ 173,105	\$ 150	\$ 26,806	\$ 12,715	\$ 125,752	338,528
Total Liabilities	173,105	150	26,806	12,715	125,752	700,802
Fund Balances:						
Restricted						1,693,876
Assigned						400
Total Fund Balances						1,694,276
TOTAL LIABILITIES AND FUND BALANCES	\$ 173,105	\$ 150	\$ 26,806	\$ 12,715	\$ 125,752	\$ 2,395,078

CHICOT 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, 2021
 (UNAUDITED)

Schedule 2

SPECIAL REVENUE FUNDS									
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Public Library	Solid Waste Management	Reappraisal Cost
REVENUES									
State aid				\$ 3,014			\$ 14,712		\$ 82,544
Federal aid									
Property taxes							150,446		
Sales taxes									
Fines, forfeitures, and costs			\$ 142						
Interest	\$ 40	\$ 263	89	121	\$ 27	\$ 779	611	\$ 249	8
Officers' fees					6,676	65,704			
Sanitation fees								605,177	
911 fees									
Park fees									
Treasurer's commission	15,881								
Collector's commission		16,342							
Other		46	1	10	10	1,683	452	1,737	
TOTAL REVENUES	15,921	16,651	232	3,145	6,713	68,166	166,221	607,163	82,552
Less: Treasurer's commission	1	313	5	63	124	1,346	3,336	12,240	
NET REVENUES	15,920	16,338	227	3,082	6,589	66,820	162,885	594,923	82,552
EXPENDITURES									
Current:									
General government	14,636	9,954		6,620	1,745	54,648			91,608
Law enforcement									
Public safety									
Sanitation								575,164	
Health									
Recreation and culture							152,000		
Total Current	14,636	9,954		6,620	1,745	54,648	152,000	575,164	91,608
Debt Service:									
Note principal						2,833			
Note interest									
TOTAL EXPENDITURES	14,636	9,954		6,620	1,745	57,481	152,000	575,164	91,608
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,284	6,384	227	(3,538)	4,844	9,339	10,885	19,759	(9,056)
OTHER FINANCING SOURCES (USES)									
Transfers in									10,000
Sales tax remitted to the hospital									
TOTAL OTHER FINANCING SOURCES (USES)									10,000
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,284	6,384	227	(3,538)	4,844	9,339	10,885	19,759	944
FUND BALANCES - JANUARY 1	24,664	60,543	13,573	19,268	3,322	121,048	124,423	(12,158)	
FUND BALANCES - DECEMBER 31	<u>\$ 25,948</u>	<u>\$ 66,927</u>	<u>\$ 13,800</u>	<u>\$ 15,730</u>	<u>\$ 8,166</u>	<u>\$ 130,387</u>	<u>\$ 135,308</u>	<u>\$ 7,601</u>	<u>\$ 944</u>

CHICOT 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, 2021
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Communication Facility and Equipment	Jail Operation and Maintenance	County Detention Facility	Boating Safety and Enforcement	Emergency 911	Circuit Court Juvenile Division	Recycling	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee
REVENUES									
State aid				\$ 970					
Federal aid									
Property taxes									\$ 344
Sales taxes									
Fines, forfeitures, and costs	\$ 763	\$ 58,448	\$ 1,260						
Interest	53		142	78	\$ 178	\$ 33	\$ 98	\$ 5	9
Officers' fees	789					495			
Sanitation fees									
911 fees					293,797				
Park fees									
Treasurer's commission									
Collector's commission									
Other	4	131	5	3	318	2	1		1
TOTAL REVENUES	1,609	58,579	1,407	1,051	294,293	530	99	5	354
Less: Treasurer's commission	45	1,175	28	21	2,227	6	2		7
NET REVENUES	1,564	57,404	1,379	1,030	292,066	524	97	5	347
EXPENDITURES									
Current:									
General government									
Law enforcement									
Public safety					222,774				
Sanitation									
Health									
Recreation and culture									
Total Current					222,774				
Debt Service:									
Note principal					42,290				
Note interest					2,512				
TOTAL EXPENDITURES					267,576				
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,564	57,404	1,379	1,030	24,490	524	97	5	347
OTHER FINANCING SOURCES (USES)									
Transfers in									
Sales tax remitted to the hospital									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,564	57,404	1,379	1,030	24,490	524	97	5	347
FUND BALANCES - JANUARY 1	8,890	90,365	24,672	13,359	26,257	5,747	17,210	861	1,514
FUND BALANCES - DECEMBER 31	\$ 10,454	\$ 147,769	\$ 26,051	\$ 14,389	\$ 50,747	\$ 6,271	\$ 17,307	\$ 866	\$ 1,861

CHICOT 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, 2021
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	County Park	Hospital Maintenance	Hospital Operation and Maintenance Sales Tax	Courthouse Renovation	Courthouse Security Grant	Chicot County Fair Grant	Geographic Information System 911	Office of Emergency Management Grant	Support Collections Costs
REVENUES									
State aid		\$ 14,712		\$ 22,150					
Federal aid									
Property taxes		150,446							
Sales taxes			\$ 1,382,420						
Fines, forfeitures, and costs									
Interest	\$ 87	110	682		\$ 1				\$ 32
Officers' fees									126
Sanitation fees									
911 fees									
Park fees	69,026								
Treasurer's commission									
Collector's commission									
Other	2,499	447	4,029						1
TOTAL REVENUES	71,612	165,715	1,387,131	22,150	1				159
Less: Treasurer's commission	1,376	3,324	27,663						3
NET REVENUES	70,236	162,391	1,359,468	22,150	1				156
EXPENDITURES									
Current:									
General government				22,150					
Law enforcement									
Public safety							\$ 1,028		
Sanitation									
Health		170,322							
Recreation and culture	81,360								
Total Current	81,360	170,322		22,150			1,028		
Debt Service:									
Note principal									
Note interest									
TOTAL EXPENDITURES	81,360	170,322		22,150			1,028		
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(11,124)	(7,931)	1,359,468		1		(1,028)		156
OTHER FINANCING SOURCES (USES)									
Transfers in									
Sales tax remitted to the hospital			(1,467,072)						
TOTAL OTHER FINANCING SOURCES (USES)			(1,467,072)						
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(11,124)	(7,931)	(107,604)		1		(1,028)		156
FUND BALANCES - JANUARY 1	14,962	7,952	107,657		490	\$ 4,000	1,028	\$ 334.00	5,595
FUND BALANCES - DECEMBER 31	<u>\$ 3,838</u>	<u>\$ 21</u>	<u>\$ 53</u>	<u>\$ 0</u>	<u>\$ 491</u>	<u>\$ 4,000</u>	<u>\$ 0</u>	<u>\$ 334</u>	<u>\$ 5,751</u>

CHICOT 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, 2021
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUNDS			Totals
	Arkansas Economic Development COVID-19 Grant	American Rescue Plan Act	Bob White Memorial Sheriff's Equipment Grant	United States Department of Agriculture 911 Dispatch Equipment Grant	United States Department of Agriculture Sheriffs Vehicles and Equipment Grant	
REVENUES						
State aid						\$ 138,102
Federal aid	\$ 231,000	\$ 982,652				1,213,652
Property taxes						301,236
Sales taxes						1,382,420
Fines, forfeitures, and costs						60,613
Interest						3,695
Officers' fees						73,790
Sanitation fees						605,177
911 fees						293,797
Park fees						69,026
Treasurer's commission						15,881
Collector's commission						16,342
Other			\$ 15,000			26,380
TOTAL REVENUES	231,000	982,652	15,000			4,200,111
Less: Treasurer's commission						53,305
NET REVENUES	231,000	982,652	15,000			4,146,806
EXPENDITURES						
Current:						
General government						201,361
Law enforcement			3,280			3,280
Public safety				\$ 6,613		230,415
Sanitation						575,164
Health	231,000					401,322
Recreation and culture						233,360
Total Current	231,000		3,280	6,613		1,644,902
Debt Service:						
Note principal						45,123
Note interest						2,512
TOTAL EXPENDITURES	231,000		3,280	6,613		1,692,537
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		982,652	11,720	(6,613)		2,454,269
OTHER FINANCING SOURCES (USES)						
Transfers in						10,000
Sales tax remitted to the hospital						(1,467,072)
TOTAL OTHER FINANCING SOURCES (USES)						(1,457,072)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES		982,652	11,720	(6,613)		997,197
FUND BALANCES - JANUARY 1			4,060	6,613	\$ 830	697,079
FUND BALANCES - DECEMBER 31	\$ 0	\$ 982,652	\$ 15,780	\$ 0	\$ 830	\$ 1,694,276

CHICOT COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2021

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of Treasurer's gross commissions to operate the Treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commission to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County Clerk's Cost	Ark. Code Ann. § 21-6-413 established fund to receive fees collected by county clerks to be used for automated record systems and any legitimate county purpose.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive fees collected by circuit clerks to be used for automated record systems and any legitimate county purpose.
County Public Library	Ark. Code Ann. § 13-2-404 established fund to account for library property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
Solid Waste Management	Ark. Code Ann. § 8-6-212 authorizes counties to fund a solid waste management system for the county by assessing fees, charges, and licenses. Each fee, charge, and license shall be based on fee schedule contained in an ordinance. County Ordinance no. 1990-1 (February 21, 1990) authorized solid waste management fees.
Reappraisal Cost	Ark. Code Ann. § 26-26-1907 established fund to pay reappraisals of real property with revenue received from the State.
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.
Jail Operation and Maintenance	Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners, including construction and maintenance of the county jail.
County Detention Facility	Ark. Code Ann. § 12-41-505 established fund to receive 90% of a \$40 booking and administration fee assessed on persons convicted of a felony or Class A misdemeanor to be used exclusively for the maintenance, operation, and capital expenditures of a county jail or regional detention facility or for certificate pay for law enforcement and jailer personnel.

CHICOT COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2021

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 the county or for emergency rescue services if the county has not established a patrol.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Circuit Court Juvenile Division	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
Recycling	Established to account for grants received from the Southeast Arkansas Regional Solid Waste Management District for the improvement of waste reduction and/or recycling programs.
Circuit Clerk Commissioner's Fee	Ark. Code Ann. § 21-6-412 established fund to receive fee awarded, when appointed as commissioner, for a sale of real or personal property under judicial decree. The funds are to be used to offset administrative costs associated with the performance of the Commissioner's duties and for general operations expense of the office of circuit clerk.
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201 established fund to receive \$.50 fee on delinquent persons which shall be used by the county assessor to help pay for the expense of assessing property.
County Park	Chicot County Ordinance no. 1981-3 (February 26, 1981) established fund to account for the County Park rental collection and operating expenses.
Hospital Maintenance	Ark. Const. amend. 32 established fund to collect and disburse property tax to be used for maintenance, operation, and support of public hospital.
Hospital Operation and Maintenance Sales Tax	Chicot County Ordinance no. 2009-07 (March 25, 2009) established fund to account for the receipts and disbursements of the dedicated sales tax for Chicot Memorial Medical Center.
Courthouse Renovation	Established to account for a grant received from Arkansas Historic Preservation for the purpose of courthouse improvements.
Courthouse Security Grant	Established to account for General Improvement Fund Grant (GIF grant) received from South East Arkansas Economic Development Commission to install wiring for surveillance equipment and panic alert button system in the County Courthouse.
Chicot County Fair Grant	Established to account for a grant received for the purpose of County Fair improvements.
Geographic Information System 911	Established to account for a grant received for the purpose of Geographic Information System Address Point Mapping.

CHICOT COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2021

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

<u>Fund Name</u>	<u>Fund Description</u>
Office of Emergency Management Grant	Established to account for grants received from Homeland Security for Law Enforcement Terrorism Prevention Program.
Support Collections Costs	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Arkansas Economic Development COVID-19 Grant	Established to account for a Community Development Block Grant (CDBG) COVID-19 Assistance to Rural Hospitals through the Arkansas Economic Development Commission for the Chicot Memorial Medical Center.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.
Bob White Memorial Sheriff's Equipment Grant	Established to account for grant received through the Bob White Memorial Foundation to purchase safety equipment for law enforcement officers, public, traffic control, waterway safety, and emergency rescue.
United States Department of Agriculture 911 Dispatch Equipment Grant	Chicot County Ordinance no. 2017-05 (October 17, 2017) established fund to account for grant receipts and disbursements.
United States Department of Agriculture Sheriffs Vehicles and Equipment Grant	Chicot County Ordinance no. 2017-06 (November 14, 2017) established fund to account for grant receipts and disbursements.

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

Collector's accounts consist primarily of a change fund.

Sheriff's accounts consist primarily of Circuit Court and Foreign bonds and fees.

County Clerk's accounts consist primarily of retirement payments to be settled with APERS.

Circuit Clerk's accounts consist primarily of trust money and settlements due to the treasurer.

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

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

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

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

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

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

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

Road Fund - The Road Fund (Special Revenue Fund) is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Road Fund accounts for and reports proceeds of state highway turnback, property taxes, and sales 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 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 Funds presented on Schedules 1 and 2 are reported with other funds in the aggregate.

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

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

1. (Continued)

B. Basis of Accounting - Regulatory

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

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

C. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, and Treasurer's Commission, officers' fees, interest, sales tax and funds held in trust 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.

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

1. (Continued)

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.

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

2. Details of Fund Balance Classifications

Fund balance classifications at December 31, 2021, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 1,238,832
Law enforcement			204,675
Highways and streets		\$ 221,071	
Public safety			65,627
Sanitation			24,908
Health			74
Recreation and culture			143,150
Capital outlay			16,610
Total Restricted		<u>221,071</u>	<u>1,693,876</u>
Committed for:			
Highways and streets		<u>2,183,110</u>	
Assigned to:			
General government	<u>\$ 199,336</u>		<u>400</u>
Unassigned	<u>1,426,484</u>		
Totals	<u>\$ 1,625,820</u>	<u>\$ 2,404,181</u>	<u>\$ 1,694,276</u>

3. Commitments

Total commitments consist of the following at December 31, 2021:

	December 31, 2021
Long-term liabilities	\$ 987,437
Residential solid waste contract	1,110,305
Noncancellable leases	251,076
Ambulance contract	952,000
Reappraisal contract	<u>274,824</u>
Total Commitments	<u>\$ 3,575,642</u>

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

3. Commitments (Continued)

Long-term Liabilities

Long-term liabilities at December 31, 2021, are comprised of the following:

	December 31, 2021
<u>Direct Borrowings</u>	
Note payable dated May 3, 2017, with First Service Bank in the amount of \$206,686 with interest rate of 2.86% for the purchase of a 911 phone system. Annual payments of \$44,802 for four years and a final payment of \$45,540. Payments are to be made from the 911 Fund.	\$ 44,002
Lease Purchase dated June 30, 2020, with John Deere Financial in the amount of \$802,512 with interest rate of 2.5% for the purchases of three John Deere Motor Graders. Monthly payments of \$14,242 for sixty months. Payments are to be made from the Road Fund.	572,190
<u>Contract-Purchase Agreement</u>	
Contract-purchase agreement dated May 1, 2017, with Business Information Systems (BIS) in the amount of \$97,200 with zero interest rate for the purchase of computer equipment and software. Down payment of \$68,870 made in 2017 with a balance of \$28,330, followed by five annual payments of \$5,666. Payments are to be made from the County Recorders Cost Fund.	8,499
Total Direct Borrowings	624,691
District Court Judge's and Clerk's Retirement unfunded liability. The actuarial assumed rate of interest is 8%. The City of Dermott and Chicot County have agreed to share the cost on a 50/50 basis. The amount of liability reflected represents only the County's portion.	42,631
Landfill closure and postclosure care costs	320,115
Total Long-term liabilities	\$ 987,437

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

The County's outstanding note and lease purchase from direct borrowings of \$616,192 contain a provision that in an event of default, outstanding amounts, at the Lender's sole option, may be declared immediately due and payable, and the Lender may exercise any rights and remedies, including the right to immediate possession of the collateral, available to it under applicable law.

Landfill Closure and Postclosure Care Costs

Chicot County is the owner of permit #0237-S to operate a Class IV Construction and Demolition solid waste landfill. State and federal regulators require a final cover to be placed on the landfill site when the County stops accepting waste and perform certain maintenance and monitoring functions at the site for two years after closure. Although closure and post-closure care costs will be paid only near or after the date the landfill stops accepting waste, a portion of these cost are being recognized as a commitment each year based on landfill capacity used as of the balance sheet date. The estimated commitment for the landfill closure and post-closure care costs has a balance of \$320,115 as of December 31, 2021, and represents the cumulative amount reported to date based on 97% usage of landfill. The County will recognize the remaining estimated cost of closure and post-closure care of \$8,895 as the remaining capacity is filled. At present utilization rate, the landfill is estimated to exhaust in 1.9 years from the balance sheet date.

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

3. Commitments (Continued)

Landfill Closure and Postclosure Care Costs (Continued)

Estimated costs are based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2021. However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County is required by Ark. Code Ann. §§ 8-6-1602 – 1603 to establish financial assurance for the cost of closure and post-closure care in compliance with state regulations and the solid waste permit. The County is in compliance with these requirements.

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2021	Maturities to December 31, 2021
<u>Direct Borrowings</u>					
5/3/17	4/15/22	2.86%	\$ 206,686	\$ 44,002	\$ 162,684
6/3/20	6/30/25	2.50%	802,512	572,190	230,322
5/1/17	12/19/22	0.00%	97,200	8,499	88,701
Total Direct Borrowings			<u>1,106,398</u>	<u>624,691</u>	<u>481,707</u>

Changes in Long-Term Debt

	Balance January 01, 2021	Issued	Retired	Balance December 31, 2021
<u>Direct Borrowings</u>				
Notes payable	\$ 86,292	\$ 0	\$ 42,290	\$ 44,002
Capital leases	726,695	0	154,505	572,190
Contract-Purchase	11,332	0	2,833	8,499
Total Direct Borrowings	<u>824,319</u>	<u>0</u>	<u>199,628</u>	<u>624,691</u>

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

3. Commitments (Continued)

Debt Service Requirements to Maturity

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

Years Ending December 31,	Direct Borrowings		
	Principal	Interest	Total
2022	\$ 208,080	\$ 14,036	\$ 222,116
2023	165,251	8,492	173,743
2024	166,525	4,384	170,909
2025	84,835	620	85,455
Totals	<u>\$ 624,691</u>	<u>\$ 27,532</u>	<u>\$ 652,223</u>

Noncancellable Leases

The County entered into a noncancellable lease agreement for a John Deere dozer on October 31, 2019. Terms of the lease are monthly rental payments of \$3,035 for thirty-six months. At the end of the lease term, the County has the option to purchase the backhoe loader at market value.

The County entered into a noncancellable lease agreement for a John Deere backhoe loader on December 31, 2020. Terms of the lease are monthly rental payments of \$1,335 for thirty-six months. At the end of the lease term, the County has the option to purchase the backhoe loader at market value.

The County entered into a rental agreement for a John Deere motor grader on November 19, 2021. Terms of the agreement require \$194,982 to be paid in monthly rental payments of \$3,250 for sixty months. At the end of the agreement term, the County has the option to purchase the motor grader at market value.

The County is obligated for the following for the next five years:

Year	December 31, 2021
2022	\$ 82,327
2023	55,010
2024	38,996
2025	38,996
2026	35,747
Total	<u>\$ 251,076</u>

Rental expense for 2021 was \$56,686.

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

3. Commitments (Continued)

County-Wide Reappraisal Contract

The County entered into a contract dated January 1, 2020, with Total Assessment Solutions Corporation, for a county-wide reappraisal. Terms of the contract require \$458,040 to be paid in monthly rental payments of \$7,633 for 60 months. Contract expense for 2021 was \$91,608.

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

<u>Year</u>	<u>December 31, 2021</u>
2022	\$ 91,608
2023	91,608
2024	<u>91,608</u>
Total	<u>\$ 274,824</u>

Ambulance Service Contract

The County entered into a contract dated August 1, 2020 with Pafford Medical Services, Inc. for ambulance service. The County is obligated to 60 monthly payments of \$19,833 with a balance of \$952,000. Contract expense for 2021 was \$238,000.

Residential Solid Waste Contract

The County entered into a contract dated December 5, 2003 with Get Rid of It of Arkansas, Inc., for residential collection and disposal of solid waste. The contract allows the County to renew for additional five-year periods upon 90 days' notice to the contractor on terms and conditions to be agreed to by the parties in writing prior to the renewal thereof. The County renewed the contract October 1, 2018, and obligated for 60 months payments of various amounts with a remaining balance of \$1,110,305 at December 31, 2021. Contract expense for 2021 was \$531,036.

4. Interfund Transfers

The General Fund transferred \$10,000 to Other Funds in the Aggregate for Reappraisal Cost.

5. Joint Venture: Regional Library

Bradley, Chicot, Desha, Drew, and Lincoln Counties entered into an agreement on March of 1994, in accordance with Ark. Code Ann. § 13-2-401 to establish the Southeast Arkansas Regional Library. The agreement states that the Regional Library Board shall employ a regional director to serve for such time and on such terms as the Board may prescribe and to be paid from the Regional budget. County and branch library employees are to be recommended by county library boards and to be employed with the approval of the Regional Board, the salaries to be paid from regional funds. The parties agreed that the regional budget shall pay utility and janitorial costs. Each county shall contribute their respective property tax funds for the operation of the Southeast Arkansas Regional Library. The County paid \$152,000 for regional library expenditures in 2021. Separate financial statements of the Southeast Arkansas Regional Library are available at the Regional Library in Monticello.

6. Jointly Governed Organizations

Southeast Arkansas Regional Solid Waste Management District

Arkansas, Ashley, Bradley, Chicot, Cleveland, Desha, Drew, Grant, Jefferson, and Lincoln Counties entered into an agreement in 1991 for the Southeast Arkansas Regional Solid Waste Management District in accordance with Ark. Code Ann. § 8-6-703. The County did not provide any funding for the Southeast Arkansas Regional Solid Waste Management District. Separate financial statements may be obtained at: P.O. Box 6806, Pine Bluff, Arkansas 71611.

CHICOT COUNTY, ARKANSAS
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6. Jointly Governed Organizations (Continued)

Tenth Judicial District Drug Task Force

The Sheriffs' Departments of Ashley, Bradley, Chicot, Desha, and Drew Counties entered into an agreement to establish the Tenth Judicial District Drug Task Force. Funding was provided through a Drug Law Enforcement Program grant applied for by the Prosecuting Attorney of the Tenth Judicial District. No contributions or payments for expenditures were made to the Tenth Judicial District Drug Task Force by the County. The 2021 financial statements of the Tenth Judicial District Drug Task Force have not been audited.

7. Assignment and Lease of Chicot County Hospital Facilities (Chicot Memorial Hospital)

Chicot County Ordinance no. 2010-01 (March 23, 2010) authorized the assignment and lease of the Chicot Memorial Hospital to the Chicot Memorial Medical Center, an Arkansas nonprofit corporation. The lease agreement stipulates that Chicot Memorial Medical Center shall lease the Hospital estate and equipment for an initial period of 25 years and shall have the option to extend the lease for two successive terms of 25 years each. Chicot Memorial Medical Center assumes all rights and responsibilities for the operation of the Hospital and related ancillary facilities.

8. Arkansas Public Employees Retirement System

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. 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, 2021 (date of APERS Employer Allocation Report) were \$219,304.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the County's share of the collective net pension liability. The County's proportionate share of the collective net pension liability at June 30, 2021 (actuarial valuation date and measurement date) was \$551,145.

CHICOT COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2021
(UNAUDITED)

9. Capital Assets

The County's capital assets records are summarized below :

	December 31, 2021
<u>General Fixed Assets</u>	
Land and Buildings	\$ 3,462,460
Equipment	<u>3,922,274</u>
Total	<u>\$ 7,384,734</u>
<u>Hospital Fixed Assets</u>	
Land and Buildings	\$ 9,753,054
Equipment	<u>17,204,882</u>
Total	<u>\$ 26,957,936</u>

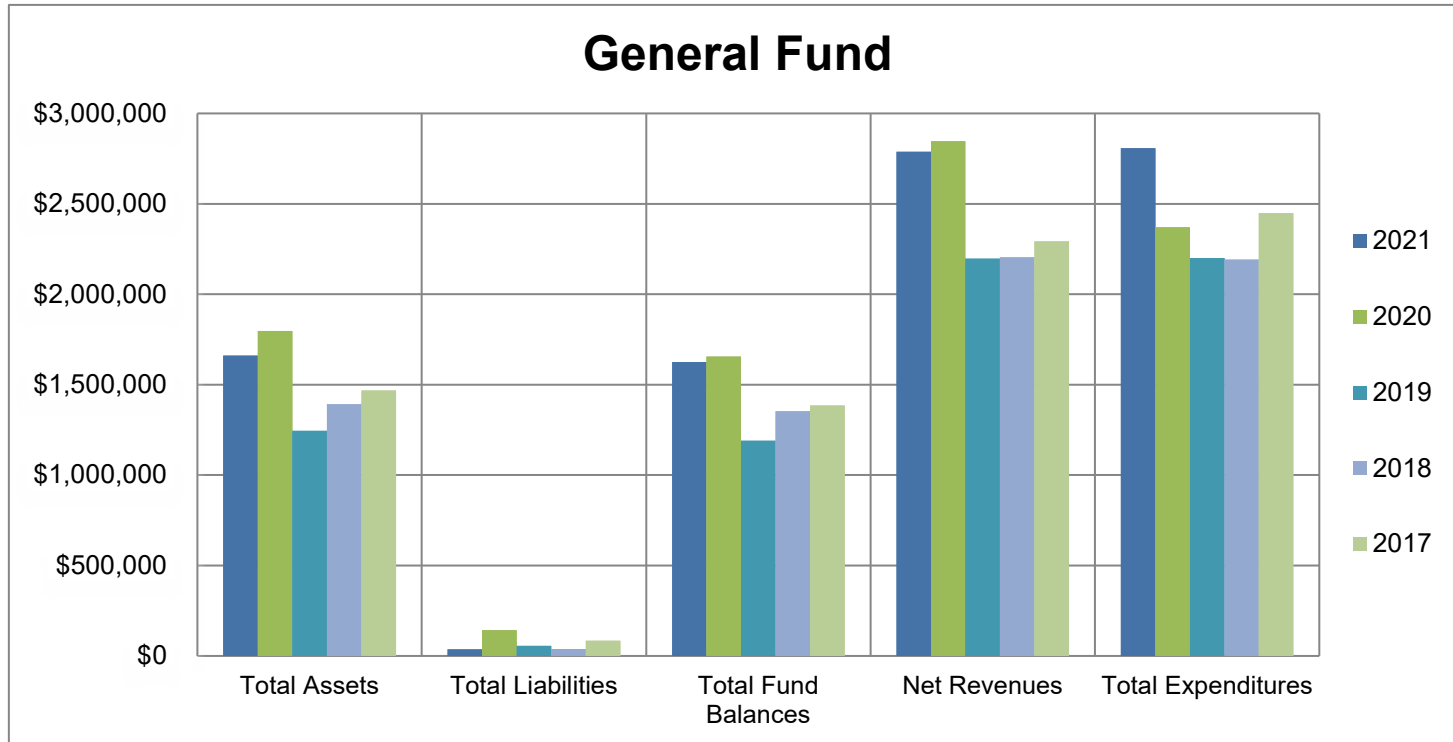
10. Corona Virus (COVID-19)

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). The County was awarded \$1,965,304 in federal aid from the American Rescue Plan Act of 2021, as of report date, \$1,965,304 of this amount had been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

CHICOT COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 3-1

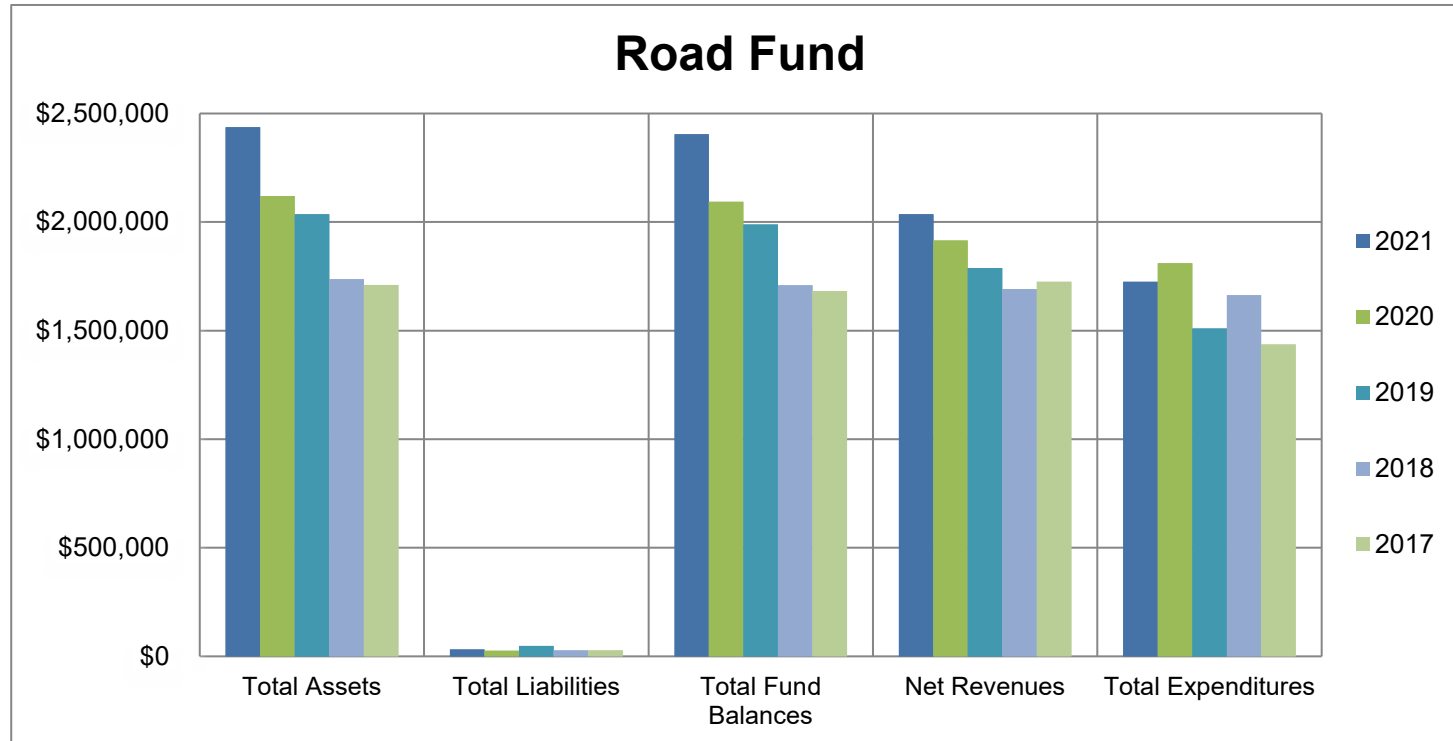
General	2021	2020	2019	2018	2017
Total Assets	\$ 1,661,508	\$ 1,797,392	\$ 1,244,509	\$ 1,391,829	\$ 1,467,902
Total Liabilities	35,688	142,267	55,289	38,283	83,588
Total Fund Balances	1,625,820	1,655,125	1,189,220	1,353,546	1,384,314
Net Revenues	2,788,787	2,845,466	2,196,643	2,203,196	2,291,863
Total Expenditures	2,808,092	2,370,515	2,200,940	2,191,444	2,448,386
Total Other Financing Sources/Uses	(10,000)	(9,046)	(160,029)	(42,270)	(144,566)



CHICOT COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 3-2

<u>Road</u>	2021	2020	2019	2018	2017
Total Assets	\$ 2,436,646	\$ 2,119,770	\$ 2,036,182	\$ 1,737,096	\$ 1,709,710
Total Liabilities	32,465	26,421	47,908	27,857	27,387
Total Fund Balances	2,404,181	2,093,349	1,988,274	1,709,239	1,682,323
Net Revenues	2,035,635	1,915,176	1,788,461	1,690,798	1,724,411
Total Expenditures	1,724,803	1,810,101	1,509,426	1,663,882	1,436,192
Total Other Financing Sources/Uses					



CHICOT COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
 DECEMBER 31, 2021
 (UNAUDITED)

Schedule 3-3

<u>Other Funds in the Aggregate</u>	2021	2020	2019	2018	2017
Total Assets	\$ 2,395,078	\$ 1,116,854	\$ 1,106,301	\$ 1,051,433	\$ 856,997
Total Liabilities	700,802	419,775	441,189	365,797	714,730
Total Fund Balances	1,694,276	697,079	665,112	685,636	142,267
Net Revenues	4,146,806	4,599,784	2,476,604	3,006,421	2,477,548
Total Expenditures	1,692,537	3,220,798	1,561,729	1,541,497	1,799,950
Total Other Financing Sources/Uses	(1,457,072)	(1,347,019)	(935,399)	(921,555)	(1,217,788)

