

Clark County, Arkansas

**Regulatory Basis Financial Statements
and Other Reports**

December 31, 2023

LEGISLATIVE JOINT AUDITING COMMITTEE



CLARK COUNTY, ARKANSAS
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Arkansas



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

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House Chair
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Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the regulatory basis financial statements of Clark County, Arkansas (County), which are comprised of the Balance Sheet – Regulatory Basis for the general fund, road fund, and other funds in the aggregate as of December 31, 2023, the related Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis; and the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis for the year then ended, and the related notes to the financial statements.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying regulatory basis financial statements referred to above present fairly, in all material respects, the regulatory basis financial position of the general fund, road fund, and other funds in the aggregate of Clark County, Arkansas, as of December 31, 2023; the regulatory basis revenues, expenditures, and changes in fund balance; and the budgetary comparisons for the general fund and road fund for the year then ended, in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412 described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying regulatory basis financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the general fund, road fund, and other funds in the aggregate of Clark County, Arkansas, as of December 31, 2023, or the revenues, expenditures, and changes in fund balance and, where applicable, cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared by the County on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements permitted by the State of Arkansas.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412, as described in Note 1, to meet the requirements permitted by the State of Arkansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatements of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the regulatory basis financial statements as a whole. The accompanying supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information listed in the table of contents is fairly stated in all material respects, in relation to the regulatory basis financial statements as a whole on the basis of accounting described in Note 1.

Other Information

Management is responsible for the other information included in the report. The other information is comprised of the schedules listed in the table of contents but does not include the regulatory basis financial statements, supplemental information, and our auditor's reports thereon. Our opinions on the regulatory basis financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the regulatory basis financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of the testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

ARKANSAS LEGISLATIVE AUDIT

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

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
November 21, 2024
LOCO01023

Arkansas



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

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

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

Independent Auditor's Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory basis financial statements of the general fund, road fund, and other funds in the aggregate of Clark County, Arkansas (County), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the County's regulatory basis financial statements, and have issued our report thereon dated November 21, 2024. We issued an adverse opinion because the financial statements are prepared by the County on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, with respect to the regulatory basis of accounting described in Note 1, our opinions on the general fund, road fund, and other funds in the aggregate were unmodified.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

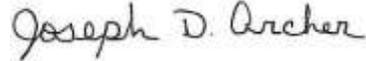
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also reported to management of the County in a separate letter dated November 21, 2024.

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 results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record, and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink that reads "Joseph D. Archer". The signature is written in a cursive, slightly slanted style.

Joseph D. Archer, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 21, 2024

Arkansas



Sen. David Wallace
Senate Chair
Sen. John Payton
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Rep. Jimmy Gazaway
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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

MANAGEMENT LETTER

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

The commentary contained in this letter relates to the following officials who held office during 2023:

County Judge: Troy Tucker
Treasurer: Karen Arnold
Sheriff and Tax Collector: Jason Watson
County Clerk: Tracy Pruitt
Circuit Clerk: Brian Daniel
Assessor: Mona Vance
County Librarian: Betsy Fisher
District Court Clerk: Penny Ross

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

County Sheriff

On April 14, 2023, a County Narcotics Officer (Officer) utilized a County-owned vehicle for a personal out-of-town trip without permission, according to County officials. During this trip, the Officer wrecked the County vehicle, causing the County to incur towing and storage fees totaling \$2,617. Subsequently, the vehicle was determined to be a total loss, and the County received insurance proceeds of \$16,960 for the loss of the vehicle and was reimbursed \$2,617 for the towing and storage fees. The Officer was placed on administrative leave without pay for five days and retired in July 2023. In addition, the Officer's timesheet reflects that he worked 8 hours on the day of the accident; however, the information contained in the accident report indicates the Officer was not working that day.

Furthermore, the Sheriff's Drug Buy Fund issued checks totaling \$1,400 to the Officer during 2023. The Sheriff's Office was able to provide supporting documentation for \$500, leaving \$900 in drug buy funds unaccounted for.

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in blue ink that reads "Joseph D. Archer".

Joseph D. Archer, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 21, 2024

CLARK COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 6,065,789	\$ 3,376,889	\$ 12,795,541
Accounts receivable	616,397	39,763	124,655
Interfund receivables			72,103
TOTAL ASSETS	<u>\$ 6,682,186</u>	<u>\$ 3,416,652</u>	<u>\$ 12,992,299</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 102,880	\$ 217,826	\$ 122,998
Interfund payables	72,103		
Settlements pending			3,368,501
Total Liabilities	<u>174,983</u>	<u>217,826</u>	<u>3,491,499</u>
Fund Balances:			
Restricted	835	3,198,826	8,909,332
Committed	210,182		552,021
Assigned	1,506,678		39,447
Unassigned	4,789,508		
Total Fund Balances	<u>6,507,203</u>	<u>3,198,826</u>	<u>9,500,800</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6,682,186</u>	<u>\$ 3,416,652</u>	<u>\$ 12,992,299</u>

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

CLARK COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
REVENUES			
State aid	\$ 1,039,590	\$ 2,250,518	\$ 147,356
Federal aid	242,268	652	56,038
Property taxes	1,315,316	255,788	614,875
Sales taxes	2,517,092	2,275,064	2,468,686
Fines, forfeitures, and costs	322,938		108,020
Interest	319,155	184,198	542,878
Officers' fees	41,082		127,855
Sanitation fees	715,948		
Jail fees	235,068		4,599
Insurance premium contribution	17,983		
911 surcharges			296,940
Phone commissions and commissary			27,755
Marina fees			24,769
Treasurer's commission	167,430		29,404
Collector's commission	222,644		68,077
Taxes apportioned - Assessor's salary and expense	485,556		
Other	338,204	70,813	33,516
	<u>7,980,274</u>	<u>5,037,033</u>	<u>4,550,768</u>
TOTAL REVENUES			
Less: Treasurer's commission	74,753	62,878	21,674
	<u>7,905,521</u>	<u>4,974,155</u>	<u>4,529,094</u>
NET REVENUES			
EXPENDITURES			
Current:			
General government	2,194,299		190,322
Law enforcement	3,431,273		687,021
Highways and streets		4,641,186	
Public safety	105,694		232,252
Sanitation	1,380,508		1,597,897
Health	90,223		
Recreation and culture	13,500		322,852
Social services	99,859		
Total Current	<u>7,315,356</u>	<u>4,641,186</u>	<u>3,030,344</u>
Debt Service:			
Bond principal			530,000
Bond interest and other charges			142,906
Financed purchase principal	62,839	9,259	
Financed purchase interest	8,698	1,766	
	<u>7,386,893</u>	<u>4,652,211</u>	<u>3,703,250</u>
TOTAL EXPENDITURES			

CLARK COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 518,628	\$ 321,944	\$ 825,844
OTHER FINANCING SOURCES (USES)			
Transfers in			22,000
Transfers out			(22,000)
Sales taxes remitted to Economic Development Corporation			(1,741,474)
TOTAL OTHER FINANCING SOURCES (USES)			(1,741,474)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	518,628	321,944	(915,630)
FUND BALANCES - JANUARY 1	5,988,575	2,876,882	10,416,430
FUND BALANCES - DECEMBER 31	\$ 6,507,203	\$ 3,198,826	\$ 9,500,800

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

CLARK 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, 2023

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 980,733	\$ 1,039,590	\$ 58,857	\$ 1,874,346	\$ 2,250,518	\$ 376,172
Federal aid	240,068	242,268	2,200	11,934	652	(11,282)
Property taxes	1,179,578	1,315,316	135,738	234,915	255,788	20,873
Sales taxes	2,342,735	2,517,092	174,357	2,036,893	2,275,064	238,171
Fines, forfeitures, and costs	342,103	322,938	(19,165)			
Interest	151,002	319,155	168,153	79,001	184,198	105,197
Officers' fees	38,531	41,082	2,551			
Gas and oil company reimbursements		715,948	715,948			
Jail fees	203,092	235,068	31,976			
Insurance premium contribution	5,041	17,983	12,942			
Sanitation fees	530,854		(530,854)			
Treasurer's commission	145,067	167,430	22,363			
Collector's commission	187,047	222,644	35,597			
Taxes apportioned - Assessor's salary and expense	399,319	485,556	86,237			
Other	365,462	338,204	(27,258)	81,311	70,813	(10,498)
TOTAL REVENUES	7,110,632	7,980,274	869,642	4,318,400	5,037,033	718,633
Less: Treasurer's commission		74,753	(74,753)		62,878	(62,878)
NET REVENUES	7,110,632	7,905,521	794,889	4,318,400	4,974,155	655,755
EXPENDITURES						
Current:						
General government	4,137,691	2,194,299	1,943,392			
Law enforcement	3,774,182	3,431,273	342,909			
Highways and streets				6,009,610	4,641,186	1,368,424
Public safety	113,144	105,694	7,450			
Sanitation	1,598,434	1,380,508	217,926			
Health	112,400	90,223	22,177			
Recreation and culture	13,500	13,500	0			
Social services	116,362	99,859	16,503			
Total Current	9,865,713	7,315,356	2,550,357	6,009,610	4,641,186	1,368,424
Debt Service:						
Financed purchase principal		62,839	(62,839)		9,259	(9,259)
Financed purchase interest		8,698	(8,698)		1,766	(1,766)
TOTAL EXPENDITURES	9,865,713	7,386,893	2,478,820	6,009,610	4,652,211	1,357,399

CLARK 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, 2023

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (2,755,081)	\$ 518,628	\$ 3,273,709	\$ (1,691,210)	\$ 321,944	\$ 2,013,154
OTHER FINANCING SOURCES (USES) Transfers in	1,600,000		(1,600,000)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,155,081)	518,628	1,673,709	(1,691,210)	321,944	2,013,154
FUND BALANCES - JANUARY 1	3,611,876	5,988,575	2,376,699	2,424,891	2,876,882	451,991
FUND BALANCES - DECEMBER 31	<u>\$ 2,456,795</u>	<u>\$ 6,507,203</u>	<u>\$ 4,050,408</u>	<u>\$ 733,681</u>	<u>\$ 3,198,826</u>	<u>\$ 2,465,145</u>

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

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1: Summary of Significant Accounting Policies

A. Financial Reporting Entity

The County is a political subdivision of the state governed by an elected quorum court. The reporting entity includes all the funds of the County.

B. Basis of Presentation - Regulatory

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

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

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

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

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

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

Capital Projects Funds - Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlay, including the acquisition or construction of capital facilities and other capital assets See Schedules 1 and 2 for Capital Projects Funds as reported with other funds in the aggregate.

Debt Service Funds - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. See Schedules 1 and 2 the Debt Service Fund as reported with other funds in the aggregate.

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

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1: Summary of Significant Accounting Policies

C. Basis of Accounting - Regulatory

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

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

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, sanitation fees, trust funds, excess commissions, and property taxes 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.

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.

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

F. Budget Law

1. Legal Requirements

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

2. Accounting

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

G. Fund Balance Classification Policies and Procedures

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

The County does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The County does not have a policy addressing which resources to use within the unrestricted fund balance when committed, assigned, or unassigned fund balances are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

NOTE 2: Cash Deposits with Financial Institutions

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 1,285,351	\$ 1,218,684
Collateralized:		
Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name	20,250,848	20,875,324
Uninsured and uncollateralized	700,849	700,849
Total Deposits	\$ 22,237,048	\$ 22,794,857

The above total deposits do not include cash on hand of \$1,171.

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2023, \$700,849 of the County's bank balances were exposed to custodial credit risk. The balances exposed to custodial credit risk were deposited in money market accounts consisting of United States Government Obligations, which are not insured or collateralized.

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

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.

NOTE 4: Accounts Receivable

The accounts receivable balance at December 31, 2023, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Property taxes	\$ 53,227	\$ 8,711	\$ 21,117
Fines, forfeitures, and costs	31,602		7,309
Interest	990		1,360
Officers' fees	3,222		8,292
Sanitation fees	75,484		
Jail fees	19,361		271
911 surcharges			497
Phone commissions and commissary			2,153
Treasurer's commission	167,430		3,071
Collector's commission	222,644		68,077
Taxes apportioned - Assessor's salary and expense	4,230		
Other	1,289		1,805
Treasurer's commission charged	36,918	31,052	10,703
Totals	<u>\$ 616,397</u>	<u>\$ 39,763</u>	<u>\$ 124,655</u>

NOTE 5: Accounts Payable

The accounts payable balance at December 31, 2023, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 102,880</u>	<u>\$ 217,826</u>	<u>\$ 122,998</u>

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 6: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

	December 31, 2023	
	Interfund Receivables	Interfund Payables
General Fund		\$ 72,103
Other Funds in the Aggregate:		
Special Revenue Funds:		
American Rescue Plan Act	\$ 72,103	
	\$ 72,103	\$ 72,103

Interfund receivables and payables consist of interfund loans. These balances were repaid on January 17, 2024.

NOTE 7: Details of Fund Balance Classifications

Fund balance classifications at December 31, 2023, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 4,109,124
Law enforcement			601,882
Highways and streets		\$ 3,198,826	
Public safety			2,332,537
Recreation and culture	\$ 835		1,082,506
Capital outlay			82,434
Debt service			700,849
Total Restricted	835	3,198,826	8,909,332
Committed for:			
General government	210,182		
Law enforcement			262,668
Capital outlay			289,353
Total Committed	210,182		552,021
Assigned to:			
Law enforcement			11,639
Sanitation	1,506,678		
Recreation and culture			27,808
Total Assigned	1,506,678		39,447
Unassigned	4,789,508		
Totals	\$ 6,507,203	\$ 3,198,826	\$ 9,500,800

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 8: 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, 2023, the legal debt limit for bonded debt was \$29,083,079. 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, 2023, the legal debt limit for short-term financing obligations was \$8,652,005. The amount of short-term financing obligations was \$142,053 leaving a legal debt margin of \$8,509,952.

NOTE 9: Commitments

Total commitments consist of the following at December 31, 2023:

	December 31, 2023
Long-term liabilities	\$ 9,368,615
Leases	1,017,136
Reappraisal contract	316,572
Construction contracts	89,656
 Total Commitments	 \$ 10,791,979

Long-term Liabilities

Long-term liabilities at December 31, 2023, are comprised of the following:

	December 31, 2023
<u>Bonds</u>	
Sales & Use Tax Bond, Series 2021, dated October 5, 2021, in the amount of \$8,460,000, due in annual installments of \$170,000 to \$660,000 due June 1, beginning in 2022 through June 2036; interest rate of 1.125% to 2.00% due June 1 and December 1 beginning June 2022. Payments are to be made from the 2021 Sales and Use Tax Bond Fund.	\$ 7,760,000
<u>Direct Borrowings</u>	
Financed purchase dated October 10, 2023, with Southern Bancorp bank in the amount of \$151,312 on the purchase of a 2023 Caterpillar Grader with interest at 6.89%. Monthly payments of \$5,512 beginning November 10, 2023, for 30 months. Payments are to be made from the Road Fund.	142,053
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	26,710
Landfill closure and postclosure care costs	1,439,852
 Total Long-term liabilities	 \$ 9,368,615

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

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 9: Commitments (Continued)

The County's outstanding bonds payable of \$7,760,000 contain a provision that in an event of default, the Trustee may, and upon written request of the owners of not less than 10% in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the County and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

The County's outstanding direct borrowings of \$142,053 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.

Post Employment Benefits Other Than Pensions

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

Landfill Closure and Postclosure Care Costs

Clark County is the owner of permit #044-S4-R2 to operate a Class IV solid waste landfill. State and federal regulations require a final cover to be placed on the landfill site when the County stops accepting waste and to perform certain maintenance and monitoring functions at the site for two years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, a portion of these closure and postclosure care costs have been recognized as a commitment each year based on landfill capacity used as of the balance sheet date.

The estimated commitment for the landfill closure and postclosure care costs is \$1,439,852 as of December 31, 2023, and represents the cumulative amount reported to date of \$1,032,854 based on 75% usage of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$406,998 as the remaining estimated capacity is filled. The area has an estimated remaining permitted volume of 228,186 cubic yards which is estimated to exhaust in 30.9 years.

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, 2023. However, the actual costs of closure and postclosure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

In accordance with Arkansas Department of Environmental Quality (ADEQ) Regulation 22, Chapter 14; Clark County has elected to use the Local Governmental Financial Test to demonstrate financial assurance for closure and postclosure care costs. A copy of the financial assurance obligation can be obtained from ADEQ as approved on November 16, 2023.

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2023	Maturities to December 31, 2023
<u>Bonds</u>					
10/5/21	6/1/36	1.125-2.00%	\$ 8,460,000	\$ 7,760,000	\$ 700,000
<u>Direct Borrowings</u>					
10/10/23	4/10/26	6.89%	151,312	142,053	9,259
Total Long-Term Debt			<u>\$ 8,611,312</u>	<u>\$ 7,902,053</u>	<u>\$ 709,259</u>

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 9: Commitments (Continued)

Changes in Long-Term Debt

	Balance January 01, 2023	Issued	Retired	Balance December 31, 2023
Bonds payable	\$ 8,290,000	\$ 0	\$ 530,000	\$ 7,760,000
<u>Direct Borrowings</u>				
Financed purchases	447,439	151,312	456,698 *	142,053
Total Long-Term Debt	<u>\$ 8,737,439</u>	<u>\$ 151,312</u>	<u>\$ 986,698</u>	<u>\$ 7,902,053</u>

- Includes early retirement of debt of \$384,600 of trade in allowances paid directly to the lender.

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2023:

Years Ending December 31,	Bonds			Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 540,000	\$ 130,056	\$ 670,056	\$ 58,053	\$ 8,083	\$ 66,136
2025	550,000	119,156	669,156	62,241	3,898	66,139
2026	560,000	108,056	668,056	21,759	318	22,077
2027	570,000	99,250	669,250			
2028	580,000	92,419	672,419			
2029 through 2033	3,015,000	329,897	3,344,897			
2034 through 2036	1,945,000	58,850	2,003,850			
Totals	<u>\$ 7,760,000</u>	<u>\$ 937,684</u>	<u>\$ 8,697,684</u>	<u>\$ 142,053</u>	<u>\$ 12,299</u>	<u>\$ 154,352</u>

Leases

The County entered into a lease agreement for a 2024 Mack sanitation truck on May 30, 2023. Terms of the lease are monthly rental payments of \$3,664 for 29 months. At the end of the lease term, the County is guaranteed a \$205,000 buy back which will pay the amount remaining on the lease agreement.

The County entered into a lease agreement for a 2024 Mack sanitation truck on August 14, 2023. Terms of the lease are monthly rental payments of \$3,723 for 29 months. At the end of the lease term, the County is guaranteed a \$205,000 buy back which will pay the amount remaining on the lease agreement.

The County entered into a lease agreement for a 2024 Mack sanitation truck on December 12, 2023. Terms of the lease are monthly rental payments of \$5,465 for 47 months. At the end of the lease term, the County is guaranteed a \$175,000 buyback which will pay the amount remaining on the lease agreement.

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 9: Commitments (Continued)

The County is obligated for the following amounts for the next four years:

<u>Year</u>	<u>December 31, 2023</u>
2024	\$ 154,226
2025	352,007
2026	274,188
2027	<u>236,715</u>
Total	<u>\$ 1,017,136</u>

Lease expense for 2023, was \$40,539.

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions Corporation on October 23, 2020, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$13,764 for a total of \$825,840 beginning January 15, 2021. Contract expense for 2023 was \$165,168.

The County is obligated for the following amounts at December 31, 2023:

<u>Year</u>	<u>December 31, 2023</u>
2024	\$ 165,168
2025	<u>151,404</u>
Total	<u>\$ 316,572</u>

Construction Contracts

The County was contractually obligated for the following construction contracts at December 31, 2023:

<u>Project Name</u>	<u>Completed</u>	<u>Contract Balance December 31, 2023</u>
Health Department Building Remodel & Addition	May 2024	\$ 51,290
Landfill West Area Closure & Pond Improvements	January 2024	17,502
Landfill Northeast Cell Construction	January 2024	<u>20,864</u>
Total Construction Contracts		<u>\$ 89,656</u>

NOTE 10: Interfund Transfers

Within Other Funds in the Aggregate (Jail Maintenance Fund) transferred \$22,000 to the Jail Operation and Maintenance Fee Fund to supplement jail operations.

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 11: Pledged Revenues

The County pledged future 0.5% sales and use taxes to repay \$8,460,000 in bonds that were issued in 2021 to provide funding for the purpose of financing all or a portion of the cost of capital improvements to existing roads, street, and related structures, including particularly, without limitation, overpasses, underpasses, bridges and sidewalks, and any necessary land, easements, rights of way and related intersection improvements, drainage and traffic control devices and improvements. The improvements include particularly, without limitation, the Clark County Truck Bypass. Total principal and interest remaining on the bonds are \$7,760,000 and \$937,684, respectively, payable through June 2036. For 2023, principal and interest paid were \$530,000 and \$140,756, respectively.

The Debt Service Fund received \$678,806 in sales taxes in 2023. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used for any lawful purposes for which tax receipts may be used.

NOTE 12: Jointly Governed Organizations

A. Group "6" Narcotics Enforcement Unit

The Prosecuting Attorneys of the Seventh and Ninth (East) Judicial Districts, the Sheriffs' Departments of Clark, and Grant Counties, and the Police Departments of Malvern, Sheridan, and Arkadelphia entered into an agreement to establish the Group "6" Narcotics Enforcement Unit. The agreement covers the period July 1, 2023 to July 1, 2024, and may be extended upon written mutual agreement. Funding was provided through federal and state grants in addition to contributions from the participating entities. The County made no contributions to or on behalf of the Group "6" Narcotics Enforcement Unit in 2023. Separate financial statements for the Group "6" Narcotics Enforcement Unit are not available.

B. Southwest Arkansas Regional Intermodal Authority

Clark, Montgomery, Pike, and Dallas Counties and the Cities of Gurdon, Prescott, Glenwood, Caddo Valley, Murfreesboro, Arkadelphia, and Amity entered into an agreement on May 18, 2010, to establish the Southwest Arkansas Regional Intermodal Authority pursuant to Ark. Code Ann. §§ 14-143-101 – 14-143-129. The Authority shall be governed by a board of directors consisting of eighteen members appointed by the participants' Mayors and County Judges. Each participating City will receive one member and each County will receive two members. Annual dues are \$2,000 per county and \$1,000 per city based on \$1,000 for each board member. Dues are payable in January of each year. No payments were made by the County to the Southwest Arkansas Regional Intermodal Authority other than the annual membership dues of \$2,000. Separate financial statements for the Southwest Arkansas Regional Intermodal Authority are not available.

C. Southwest Central Regional Solid Waste Management District

Pursuant to Act 752 of the Acts of Arkansas of 1991, the Southwest Central Regional Solid Waste Management District and Board were organized to protect public health and environmental quality for its service area by establishing a regional solid waste management system in the Arkansas Counties of Clark, Garland, and Hot Spring. The District's board of directors is composed in accordance with the requirements of the Act and is comprised of representatives of the counties in the District and representatives of all first class cities, of all cities with a population over 2,000 and of the largest city of each county in the District. The County made no contributions to or disbursements on behalf of the District in 2023. All financial transactions are between the District and the Hot Spring County Solid Waste Authority, Inc. Separate financial statements of the Southwest Central Regional Solid Waste Management District are available at 1000 Central Avenue, Hot Springs, AR, 71903.

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

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.

Vehicle Program

A. Liability - This program may pay all sums the County legally must pay as damages because of bodily injury, death, or property damage to which this agreement applies involving a covered county vehicle and for which the County is liable. The limit of payment by the program is \$25,000 for bodily injury per person, \$50,000 for bodily injury per accident, and \$25,000 for property damage per accident. The County shall pay into the program each year a charge established annually by the Risk Management Fund Board for covered county vehicles owned or leased by the County.

B. Physical Damage - This program covers vehicles (excluding mobile equipment) which are the property of the participating county. Property is valued at the full cost to repair or replace the property after deduction for depreciation. Loss amounts payable will be reduced by the deductible amount of \$500 per occurrence. The County agrees to pay into the program each year a service charge established annually by the Risk Management Fund Board for covered property.

General Liability Program - The program shall provide legal defense in civil rights suits against the county government of a participating county and pay judgments imposed on County officials and employees and the county government and county-formed boards and commissions. Coverage is limited to \$350,000 per case with an annual aggregate of \$350,000. The County agrees to pay into the program each year a rate established by the Risk Management Fund Board.

The County also participates in the Self-Insured Fidelity Bond Program administered by the Governmental Bonding Board. This program covers actual losses sustained by the participating entity through any fraudulent or dishonest act or acts committed by any of the officials or employees, acting alone or in collusion with others, during the bond period to an amount not exceeding the lesser of \$300,000 or the amount of the bond. Premiums for coverage are determined by the State Risk Manager and approved by the Board. These premiums are paid by the State Treasurer from funds withheld from the County Aid Fund. There is a \$2,500 deductible per occurrence.

The County has acquired additional insurance policies pertaining to the County Sheriff's Work Release Volunteer Program and Court Referral Alternative Sentencing (Probation Workers and Courthouse Community Service Workers). Policy limits are \$2,500 per occurrence accidental death and dismemberment coverage and \$25,000 per occurrence accident medical expense coverage.

CLARK COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 14: Arkansas Public Employees Retirement System

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.5% as of July 1, 2023. 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, 2023, were \$625,254.

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, 2023, was \$5,366,159.

NOTE 15: Corona Virus (COVID-19)

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). In 2022, the County was awarded \$114,451 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021, and as of the report date, \$114,451 of this amount has been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

NOTE 16: Federal Funds Program Compliance

The County has not yet received the report for the audit of federal grants in accordance with federal program requirements, therefore, any instances of noncompliance with these requirements have not been determined. However, the County has entered a contract for an accounting firm to perform a federal compliance audit. Disbursements that are not in accordance with these requirements are subject to reimbursement by the County.

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2023

Schedule 1

SPECIAL REVENUE FUNDS									
	Various Fire Departments	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no.79	County Clerk's Cost	County Recorder's Cost	County Public Library
ASSETS									
Cash and cash equivalents		\$ 89,448	\$ 563,535	\$ 27,226	\$ 46,898	\$ 60,537	\$ 19,239	\$ 210,919	\$ 963,127
Accounts receivable	\$ 320	3,101	68,289	335	412	24	864	9,558	12,885
Interfund receivables									
TOTAL ASSETS	\$ 320	\$ 92,549	\$ 631,824	\$ 27,561	\$ 47,310	\$ 60,561	\$ 20,103	\$ 220,477	\$ 976,012
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable			\$ 1,433		\$ 1,037			\$ 2,005	\$ 5,143
Settlements pending									
Total Liabilities			1,433		1,037			2,005	5,143
Fund Balances:									
Restricted	\$ 320	\$ 92,549	630,391	\$ 27,561	46,273	\$ 60,561	\$ 20,103	218,472	943,061
Committed									
Assigned									27,808
Total Fund Balances	320	92,549	630,391	27,561	46,273	60,561	20,103	218,472	970,869
TOTAL LIABILITIES AND FUND BALANCES	\$ 320	\$ 92,549	\$ 631,824	\$ 27,561	\$ 47,310	\$ 60,561	\$ 20,103	\$ 220,477	\$ 976,012

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2023

Schedule 1

	SPECIAL REVENUE FUNDS								
	Support Collection Costs	Breathalyzer	Jail Operation and Maintenance Fee	Boating Safety	CMRS 911 Board (Commercial Mobile Radio Service)	Victim/Witness	Public Defender	Drug Court	Public Safety
ASSETS									
Cash and cash equivalents	\$ 25,046	\$ 11,490	\$ 3,967	\$ 14,011	\$ 2,240,491	\$ 19,565	\$ 375,243	\$ 12,474	\$ 2,970
Accounts receivable	121	65	2,672	18	3,589	2,098	1,564	318	53
Interfund receivables									
TOTAL ASSETS	\$ 25,167	\$ 11,555	\$ 6,639	\$ 14,029	\$ 2,244,080	\$ 21,663	\$ 376,807	\$ 12,792	\$ 3,023
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 519				\$ 11,497		\$ 779		
Settlements pending									
Total Liabilities	519				11,497		779		
Fund Balances:									
Restricted	24,648	\$ 11,555		\$ 14,029	2,232,583	\$ 21,663	376,028	\$ 12,792	\$ 3,023
Committed									
Assigned			\$ 6,639						
Total Fund Balances	24,648	11,555	6,639	14,029	2,232,583	21,663	376,028	12,792	3,023
TOTAL LIABILITIES AND FUND BALANCES	\$ 25,167	\$ 11,555	\$ 6,639	\$ 14,029	\$ 2,244,080	\$ 21,663	\$ 376,807	\$ 12,792	\$ 3,023

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2023

Schedule 1

	SPECIAL REVENUE FUNDS							
	Juvenile Division	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Fee	American Rescue Plan Act	Clark County Marina	Jail Maintenance	Office of Emergency Services
ASSETS								
Cash and cash equivalents	\$ 5,620	\$ 13	\$ 8,612	\$ 6,617	\$ 3,044,965	\$ 115,919	\$ 279,619	\$ 96,611
Accounts receivable	9		24	66		203	12,950	
Interfund receivables					72,103			
TOTAL ASSETS	\$ 5,629	\$ 13	\$ 8,636	\$ 6,683	\$ 3,117,068	\$ 116,122	\$ 292,569	\$ 96,611
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable					\$ 70,000		\$ 24,901	
Settlements pending								
Total Liabilities					70,000		24,901	
Fund Balances:								
Restricted	\$ 5,629	\$ 13	\$ 8,636	\$ 6,683	3,047,068	\$ 116,122		\$ 96,611
Committed							262,668	
Assigned							5,000	
Total Fund Balances	5,629	13	8,636	6,683	3,047,068	116,122	267,668	96,611
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,629	\$ 13	\$ 8,636	\$ 6,683	\$ 3,117,068	\$ 116,122	\$ 292,569	\$ 96,611

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2023

Schedule 1

	SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND
	Special Grant	Iron Mountain Trail System	Communication Facility and Equipment	Drug Enforcement	Law Library	Jail Construction	Road Construction	2021 Economic Development Bonds
ASSETS								
Cash and cash equivalents	\$ 20,283	\$ 23,323	\$ 38,209	\$ 2,501	\$ 27,286	\$ 287,993	\$ 82,434	\$ 700,849
Accounts receivable			2,434		1,323	1,360		
Interfund receivables								
TOTAL ASSETS	<u>\$ 20,283</u>	<u>\$ 23,323</u>	<u>\$ 40,643</u>	<u>\$ 2,501</u>	<u>\$ 28,609</u>	<u>\$ 289,353</u>	<u>\$ 82,434</u>	<u>\$ 700,849</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 5,684							
Settlements pending								
Total Liabilities	<u>5,684</u>							
Fund Balances:								
Restricted	14,599	\$ 23,323	\$ 40,643	\$ 2,501	\$ 28,609		\$ 82,434	\$ 700,849
Committed						\$ 289,353		
Assigned								
Total Fund Balances	<u>14,599</u>	<u>23,323</u>	<u>40,643</u>	<u>2,501</u>	<u>28,609</u>	<u>289,353</u>	<u>82,434</u>	<u>700,849</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 20,283</u>	<u>\$ 23,323</u>	<u>\$ 40,643</u>	<u>\$ 2,501</u>	<u>\$ 28,609</u>	<u>\$ 289,353</u>	<u>\$ 82,434</u>	<u>\$ 700,849</u>

CLARK COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2023

Schedule 1

CUSTODIAL FUNDS								
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	District Court Accounts	County Judge's Accounts	Totals
ASSETS								
Cash and cash equivalents	\$ 949,757	\$ 227,783	\$ 55,553	\$ 53,458	\$ 1,951,639	\$ 53,335	\$ 76,976	\$ 12,795,541
Accounts receivable								124,655
Interfund receivables								72,103
TOTAL ASSETS	\$ 949,757	\$ 227,783	\$ 55,553	\$ 53,458	\$ 1,951,639	\$ 53,335	\$ 76,976	\$ 12,992,299
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 122,998
Settlements pending	\$ 949,757	\$ 227,783	\$ 55,553	\$ 53,458	\$ 1,951,639	\$ 53,335	\$ 76,976	3,368,501
Total Liabilities	949,757	227,783	55,553	53,458	1,951,639	53,335	76,976	3,491,499
Fund Balances:								
Restricted								8,909,332
Committed								552,021
Assigned								39,447
Total Fund Balances								9,500,800
TOTAL LIABILITIES AND FUND BALANCES	\$ 949,757	\$ 227,783	\$ 55,553	\$ 53,458	\$ 1,951,639	\$ 53,335	\$ 76,976	\$ 12,992,299

CLARK 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS								
	Various Fire Departments	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment no.79	County Clerk's Cost	County Recorder's Cost	County Public Library
REVENUES									
State aid						\$ 6,515			\$ 79,854
Federal aid					\$ 2,187				
Property taxes									302,216
Sales taxes	\$ 48,406								
Fines, forfeitures, and costs					5,142				
Interest		\$ 4,543	\$ 32,118	\$ 1,466	3,367	3,575	\$ 997	\$ 11,609	50,472
Officers' fees				3,529			10,041	106,001	
Jail fees									
911 surcharges									
Phone commissions and commissary									
Marina fees									
Treasurer's commission		29,404							
Collector's commission			68,077						
Other								22,387	4,059
TOTAL REVENUES	48,406	33,947	100,195	4,995	10,696	10,090	11,038	139,997	436,601
Less: Treasurer's commission	648	61	430	65	116	48	150	1,920	5,034
NET REVENUES	47,758	33,886	99,765	4,930	10,580	10,042	10,888	138,077	431,567
EXPENDITURES									
Current:									
General government		21,089	33,158			5,871	9,094	120,051	
Law enforcement					23,785				
Public safety	47,759								
Sanitation									
Recreation and culture									322,852
Total Current	47,759	21,089	33,158		23,785	5,871	9,094	120,051	322,852
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	47,759	21,089	33,158		23,785	5,871	9,094	120,051	322,852
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1)	12,797	66,607	4,930	(13,205)	4,171	1,794	18,026	108,715
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
Sales taxes remitted to Economic Development Corporation									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1)	12,797	66,607	4,930	(13,205)	4,171	1,794	18,026	108,715
FUND BALANCES - JANUARY 1	321	79,752	563,784	22,631	59,478	56,390	18,309	200,446	862,154
FUND BALANCES - DECEMBER 31	\$ 320	\$ 92,549	\$ 630,391	\$ 27,561	\$ 46,273	\$ 60,561	\$ 20,103	\$ 218,472	\$ 970,869

CLARK 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS								
	Support Collection Costs	Breathalyzer	Jail Operation and Maintenance Fee	Boating Safety	CMRS 911 Board (Commercial Mobile Radio Service)	Victim/Witness	Public Defender	Drug Court	Public Safety
REVENUES									
State aid				\$ 1,908			\$ 1,598		
Federal aid						\$ 13,438			
Property taxes									
Sales taxes									
Fines, forfeitures, and costs		\$ 767	\$ 32,542			29,332	18,844	\$ 2,200	\$ 348
Interest	\$ 1,439	633	3,079	789	\$ 120,087	1,302	22,009	803	161
Officers' fees	683								
Jail fees			4,599						
911 surcharges					296,940				
Phone commissions and commissary									
Marina fees									
Treasurer's commission									
Collector's commission									
Other					1,000				
TOTAL REVENUES	2,122	1,400	40,220	2,697	418,027	44,072	42,451	3,003	509
Less: Treasurer's commission	27	19	550	36	6,261	375	528	38	6
NET REVENUES	2,095	1,381	39,670	2,661	411,766	43,697	41,923	2,965	503
EXPENDITURES									
Current:									
General government	1,059								
Law enforcement			116,228	1,007		51,106	44,407	3,131	
Public safety					176,678				
Sanitation									
Recreation and culture									
Total Current	1,059		116,228	1,007	176,678	51,106	44,407	3,131	
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	1,059		116,228	1,007	176,678	51,106	44,407	3,131	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,036	1,381	(76,558)	1,654	235,088	(7,409)	(2,484)	(166)	503
OTHER FINANCING SOURCES (USES)									
Transfers in			22,000						
Transfers out									
Sales taxes remitted to Economic Development Corporation									
TOTAL OTHER FINANCING SOURCES (USES)			22,000						
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,036	1,381	(54,558)	1,654	235,088	(7,409)	(2,484)	(166)	503
FUND BALANCES - JANUARY 1	23,612	10,174	61,197	12,375	1,997,495	29,072	378,512	12,958	2,520
FUND BALANCES - DECEMBER 31	\$ 24,648	\$ 11,555	\$ 6,639	\$ 14,029	\$ 2,232,583	\$ 21,663	\$ 376,028	\$ 12,792	\$ 3,023

CLARK 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS								
	Juvenile Division	Voting System Grant	Circuit Clerk Commissioner's Fee	Assessor's Late Fee	American Rescue Plan Act	Clark County Marina	Jail Maintenance	Economic Development Corporation of Clark County (EDCCC)	Office of Emergency Services
REVENUES									
State aid							\$ 29,797		\$ 22,000
Federal aid									25,050
Property taxes				\$ 1,011			311,648		
Sales taxes								\$ 1,741,474	
Fines, forfeitures, and costs	\$ 35								
Interest	302		\$ 369	344	\$ 209,025	\$ 5,914	13,079		4,824
Officers' fees	735		3,300						
Jail fees									
911 surcharges									
Phone commissions and commissary									
Marina fees						24,769			
Treasurer's commission									
Collector's commission									
Other									
TOTAL REVENUES	1,072		3,669	1,355	209,025	30,683	354,524	1,741,474	51,874
Less: Treasurer's commission	17		49			411	4,643		
NET REVENUES	1,055		3,620	1,355	209,025	30,272	349,881	1,741,474	51,874
EXPENDITURES									
Current:									
General government									
Law enforcement							334,246		
Public safety									2,131
Sanitation					1,597,897				
Recreation and culture									
Total Current					1,597,897		334,246		2,131
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES					1,597,897		334,246		2,131
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,055		3,620	1,355	(1,388,872)	30,272	15,635	1,741,474	49,743
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out							(22,000)		
Sales taxes remitted to Economic Development Corporation								(1,741,474)	
TOTAL OTHER FINANCING SOURCES (USES)							(22,000)	(1,741,474)	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,055		3,620	1,355	(1,388,872)	30,272	(6,365)		49,743
FUND BALANCES - JANUARY 1	4,574	\$ 13	5,016	5,328	4,435,940	85,850	274,033		46,868
FUND BALANCES - DECEMBER 31	\$ 5,629	\$ 13	\$ 8,636	\$ 6,683	\$ 3,047,068	\$ 116,122	\$ 267,668	\$ 0	\$ 96,611

CLARK 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, 2023

Schedule 2

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND	Totals
	Special Grant	Iron Mountain Trail System	Communication Facility and Equipment	Drug Enforcement	Law Library	Jail Construction	Road Construction	
REVENUES								
State aid	\$ 5,684							\$ 147,356
Federal aid	15,363							56,038
Property taxes								614,875
Sales taxes								2,468,686
Fines, forfeitures, and costs					\$ 18,810		\$ 678,806	108,020
Interest			\$ 28		1,306	\$ 16,108	\$ 4,688	28,442
Officers' fees			3,566					127,855
Jail fees								4,599
911 surcharges								296,940
Phone commissions and commissary			27,755					27,755
Marina fees								24,769
Treasurer's commission								29,404
Collector's commission								68,077
Other			878		5,192			33,516
TOTAL REVENUES	21,047		32,227		25,308	16,108	4,688	4,550,768
Less: Treasurer's commission					242			21,674
NET REVENUES	21,047		32,227		25,066	16,108	4,688	4,529,094
EXPENDITURES								
Current:								
General government								190,322
Law enforcement	11,363		85,438	\$ 1,400	14,910			687,021
Public safety	5,684							232,252
Sanitation								1,597,897
Recreation and culture								322,852
Total Current	17,047		85,438	1,400	14,910			3,030,344
Debt Service:								
Bond principal							530,000	530,000
Bond interest and other charges							142,906	142,906
TOTAL EXPENDITURES	17,047		85,438	1,400	14,910		672,906	3,703,250
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	4,000		(53,211)	(1,400)	10,156	16,108	4,688	34,342
OTHER FINANCING SOURCES (USES)								
Transfers in								22,000
Transfers out								(22,000)
Sales taxes remitted to Economic Development Corporation								(1,741,474)
TOTAL OTHER FINANCING SOURCES (USES)								(1,741,474)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	4,000		(53,211)	(1,400)	10,156	16,108	4,688	34,342
FUND BALANCES - JANUARY 1	10,599	\$ 23,323	93,854	3,901	18,453	273,245	77,746	666,507
FUND BALANCES - DECEMBER 31	\$ 14,599	\$ 23,323	\$ 40,643	\$ 2,501	\$ 28,609	\$ 289,353	\$ 82,434	\$ 700,849

CLARK COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
Various Fire Departments	Clark County Ordinance no. 2007-12 (September 11, 2007) established fund to receive 1% of the proceeds from the 1% county wide sales tax through a special election and to distribute the funds equally among the rural fire departments of Clark County.
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.
District Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.
Assessor's Amendment no.79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County 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.
Support Collection Costs	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Breathalyzer	Ark. Code Ann. § 16-10-307 established fund to receive revenues generated from court costs to be used to maintain and purchase breathalyzer.

CLARK COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail Operation and Maintenance Fee	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. Clark County Ordinance no. 2009-2(June 9, 2009)(pursuant to Ark. Code Ann. § 16-17-129) levee 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.
Boating Safety	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.
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.
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.
Public Defender	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 an representation of indigent person. Ark. Code Ann. § 17-19-301 authorized a bail bond fee of \$20 to be collected, which shall be remitted to the Arkansas Public Defender Commission. Three dollars of each fee is remitted back to the county quarterly to be used to defray the operating expenses of the public defender office.
Drug Court	Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judges to be used for the benefit and administration of the drug court program.
Public Safety	Ark. Code Ann. § 27-34-108 established fund to receive 25% of the district court fines levied for violations of the Child Passenger Protection Code to be used for promotion of public safety.
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.

CLARK COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
Voting System Grant	Ark. Code Ann. § 19-5-1247 established fund to receive grants from the Secretary of State County Voting System Grant Fund to purchase voting system equipment, programming, and maintenance.
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 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.
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.
Clark County Marina	Clark County Ordinance no. 2007-12 (September 11, 2007) established fund to receive a percentage of revenues from the sub-lease of property on DeGray Lake to be used for continued development of the public use areas on DeGray Lake as required by the Army Corp of Engineers.
Jail Maintenance	Clark County Ordinance no. 2009-6 (September 14, 2009) established fund to receive revenue collections from general purpose property tax. Expenditures are limited to maintenance of the jail.
Economic Development Corporation of Clark County (EDCCC)	Established to receive and remit a one-half cent sales and use tax to EDCCC to be used solely for economic development. The sales tax was approved by voters on June 12, 2007, for a period of seven years, and subsequently, on March 11, 2014, and June 8, 2021, for additional seven year periods.
Office of Emergency Services	Established to receive federal and state aid to be used for occurrence of a major emergency or disaster.
Special Grant	Clark County Ordinance no. 2019-8 (June 10, 2019) established fund to receive and disburse miscellaneous grant funds.
Iron Mountain Trail System	Clark County Ordinance no. 2019-1 (January 14, 2019) established fund to receive grants for phase 4 of the Iron Mountain Trail System to be used for the expansion of the Iron Mountain Trail System.

CLARK COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2023

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

<u>Fund Name</u>	<u>Fund Description</u>
Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected, phone commission funds, and profits earned from prisoner commissary services to be used to train operations staff; operate, equip, repair, or replace existing communication equipment; purchase additional communications equipment; otherwise improve a communications facility or system for the sheriff's department; or purchase vehicles, weapons, or other equipment for the sheriff's department.
Drug Enforcement	Ark. Code Ann. § 14-21-201 established fund for direct expenses associated with the investigation of criminal drug laws. Source of all funds shall be appropriated by the quorum court.
Law Library	Ark. Code Ann. §§ 16-23-101 - 105 established fund to receive costs levied on criminal and civil cases to be used for any purpose related to the establishment, maintenance, and operations of a county law library.
Jail Construction	Clark County Ordinance no. 2005-01 (February 15, 2005) established fund with revenues from the sale of General Revenue promissory notes to be used for the expansion of current jail facilities or construction of a new jail.
Road Construction	Clark County Ordinance no. 2021-16 (August 25, 2021) authorized the issuance of sales and use tax bonds for the purpose of financing all or a portion of the cost of capital improvements to existing roads, streets, and related structures, including particularly, without limitation, overpasses, underpasses, bridges and sidewalks, and any necessary land, easements, rights of way and related intersection improvements, drainage and traffic control devices and improvements. The improvements include particularly, without limitation, the Clark County Truck Bypass.
2021 Economic Development Bonds	Clark County Ordinance no. 2021-16 (August 25, 2021) established fund for the purpose of providing funds for the payment of principal and interest on the bond issue.

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

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

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

County Clerk's accounts consist primarily of trust money and settlements due to the treasurer and payroll taxes to be disbursed to the appropriate entities.

CLARK COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2023

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

Fund Name

Fund Description

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

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

County Judge's account consist of sanitation fees collected but not yet settled with the Treasurer.

CLARK COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2023
(Unaudited)

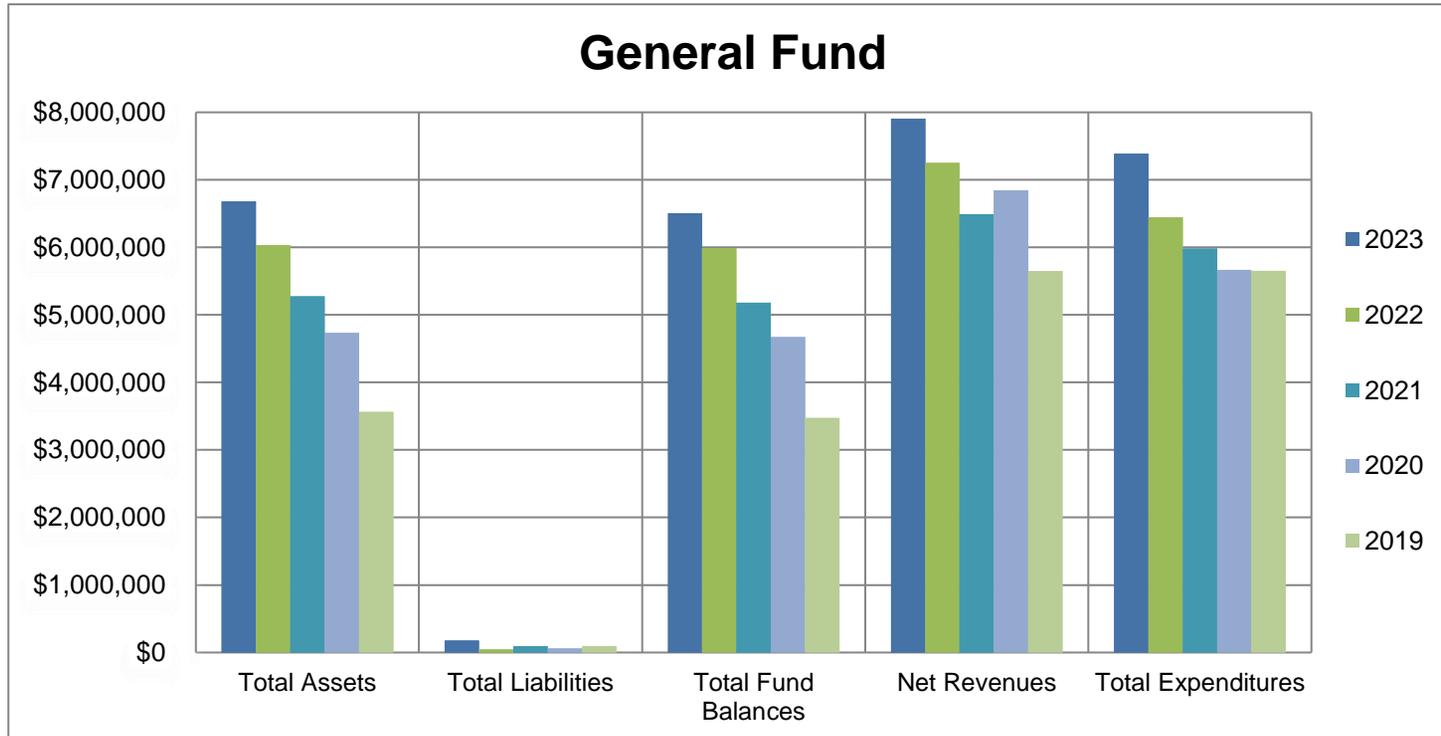
Schedule 3

	December 31, 2023
Land	\$ 658,274
Buildings	7,005,396
Equipment	<u>11,278,379</u>
Total	<u>\$ 18,942,049</u>

CLARK COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
 DECEMBER 31, 2023
 (Unaudited)

Schedule 3-1

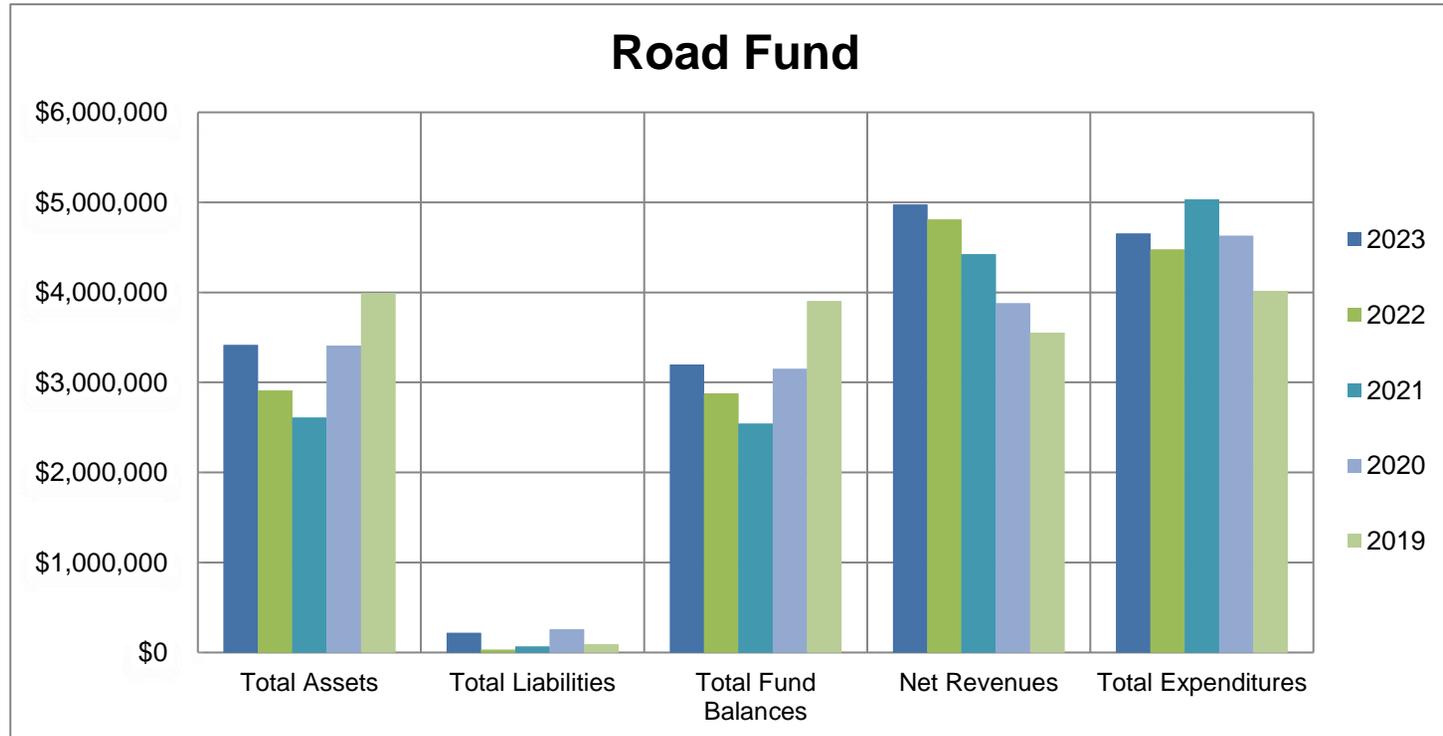
<u>General</u>	2023	2022	2021	2020	2019
Total Assets	\$ 6,682,186	\$ 6,033,017	\$ 5,275,489	\$ 4,730,733	\$ 3,564,482
Total Liabilities	174,983	44,442	93,808	59,457	92,521
Total Fund Balances	6,507,203	5,988,575	5,181,681	4,671,276	3,471,961
Net Revenues	7,905,521	7,249,360	6,491,034	6,847,004	5,649,613
Total Expenditures	7,386,893	6,442,466	5,980,629	5,667,689	5,653,084
Total Other Financing Sources/Uses				20,000	(158,922)



CLARK COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS
 DECEMBER 31, 2023
 (Unaudited)

Schedule 3-2

<u>Road</u>	2023	2022	2021	2020	2019
Total Assets	\$ 3,416,652	\$ 2,908,050	\$ 2,607,975	\$ 3,407,618	\$ 3,992,038
Total Liabilities	217,826	31,168	65,580	256,580	88,638
Total Fund Balances	3,198,826	2,876,882	2,542,395	3,151,038	3,903,400
Net Revenues	4,974,155	4,809,742	4,423,204	3,877,050	3,552,081
Total Expenditures	4,652,211	4,475,255	5,031,847	4,629,412	4,016,799
Total Other Financing Sources/Uses					



CLARK COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
 DECEMBER 31, 2023
 (Unaudited)

Schedule 3-3

<u>Other Funds in the Aggregate</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total Assets	\$ 12,992,299	\$ 14,010,060	\$ 17,085,333	\$ 5,576,947	\$ 5,074,663
Total Liabilities	3,491,499	3,593,630	1,787,313	1,364,115	1,348,321
Total Fund Balances	9,500,800	10,416,430	15,298,020	4,212,832	3,726,342
Net Revenues	4,529,094	6,559,567	6,137,366	3,660,321	3,054,152
Total Expenditures	3,703,250	9,478,063	1,636,769	1,314,302	1,329,768
Total Other Financing Sources/Uses	(1,741,474)	(1,963,094)	6,570,965	(1,859,529)	(1,551,387)

