

# **Clay County, Arkansas**

## **Financial and Compliance Report**

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

---



CLAY COUNTY, ARKANSAS  
TABLE OF CONTENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Financial and Compliance Report

REGULATORY BASIS FINANCIAL STATEMENTS

	<u>Exhibit</u>
Balance Sheet – Regulatory Basis (Unaudited)	A
Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis (Unaudited)	B
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis (Unaudited)	C

SUPPLEMENTARY INFORMATION

	<u>Schedule</u>
Combining Balance Sheet – Other Funds in the Aggregate – Regulatory Basis (Unaudited)	1
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Funds in the Aggregate – Regulatory Basis (Unaudited)	2
Notes to Schedules 1 and 2	
Other General Information	
Schedule of Selected Information for the Last Five Years – General Fund - Regulatory Basis (Unaudited)	3-1
Schedule of Selected Information for the Last Five Years – Road Fund - Regulatory Basis (Unaudited)	3-2
Schedule of Selected Information for the Last Five Years – Other Funds in the Aggregate - Regulatory Basis (Unaudited)	3-3

# Arkansas

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



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

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

Clay 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 Clay County, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated February 23, 2024. 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 2022:

County Judge: Mike Patterson  
Treasurer: Teresa Akers  
Sheriff and Tax Collector: Terry Miller  
County Clerk: Brande Boyd  
Circuit Clerk: Janet Kilbreath  
Assessor: Tracy Gurley  
County Librarians: Gay Johnson (Piggott)  
Kathy Butler (Corning)  
Deana Mills (Rector) retired January 28, 2022; Amy Ward (Rector) appointed January 28, 2022  
District Court Clerk: Jamie McClelland

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  
February 23, 2024  
LOCO01122

CLAY COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2022  
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,866,301	\$ 2,323,829	\$ 4,716,311
Accounts receivable	80,454	20,038	191,812
Interfund receivables			10,934
TOTAL ASSETS	<u>\$ 1,946,755</u>	<u>\$ 2,343,867</u>	<u>\$ 4,919,057</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 89,597	\$ 374,875	\$ 85,469
Interfund payables	10,934		
Settlements pending	1,216	1,352	643,871
Total Liabilities	<u>101,747</u>	<u>376,227</u>	<u>729,340</u>
Fund Balances:			
Restricted		1,967,640	4,189,727
Assigned	9,874		
Unassigned	1,835,134		(10)
Total Fund Balances	<u>1,845,008</u>	<u>1,967,640</u>	<u>4,189,717</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,946,755</u>	<u>\$ 2,343,867</u>	<u>\$ 4,919,057</u>

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

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

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 723,025	\$ 1,604,291	\$ 398,690
Federal aid	51,313	1,854	1,443,772
Property taxes	1,140,089	547,889	443,667
Sales taxes	536,602	772,218	
Fines, forfeitures, and costs	184,689		94,469
Interest	19,920	10,542	8,107
Officers' fees	112,783		41,592
Emergency 911 fees			278,270
Jail fees	64,327		
Donations			11,791
Rent from Black River Area Development	8,172		
Treasurer's commission	107,533		18,361
Collector's commission	190,791		45,608
Taxes apportioned - Assessor's salary and expense	304,593		
Other	205,946	30,109	16,011
<b>TOTAL REVENUES</b>	<b>3,649,783</b>	<b>2,966,903</b>	<b>2,800,338</b>
Less: Treasurer's commission	35,266	40,164	11,445
<b>NET REVENUES</b>	<b>3,614,517</b>	<b>2,926,739</b>	<b>2,788,893</b>
EXPENDITURES			
Current:			
General government	1,615,041		410,919
Law enforcement	1,499,910		69,513
Highways and streets		2,654,810	55,414
Public safety	19,157		406,477
Health	35,806		
Recreation and culture	1,242		534,495
Social services	121,470		1,591
Total Current	3,292,626	2,654,810	1,478,409
Debt Service:			
Note principal	3,963		
Note interest	4,209		
<b>TOTAL EXPENDITURES</b>	<b>3,300,798</b>	<b>2,654,810</b>	<b>1,478,409</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>313,719</b>	<b>271,929</b>	<b>1,310,484</b>
FUND BALANCES - JANUARY 1	1,531,289	1,695,711	2,879,233
FUND BALANCES - DECEMBER 31	\$ 1,845,008	\$ 1,967,640	\$ 4,189,717

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

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

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 536,805	\$ 723,025	\$ 186,220	\$ 1,206,000	\$ 1,604,291	\$ 398,291
Federal aid	1,200	51,313	50,113		1,854	1,854
Property taxes	937,000	1,140,089	203,089	427,500	547,889	120,389
Sales taxes	450,000	536,602	86,602	600,000	772,218	172,218
Fines, forfeitures, and costs	181,400	184,689	3,289			
Interest	1,000	19,920	18,920	3,500	10,542	7,042
Officers' fees	83,000	112,783	29,783			
Jail fees	45,533	64,327	18,794			
Rent from Black River Area Development		8,172	8,172			
Treasurer's commission	100,000	107,533	7,533			
Collector's commission	160,000	190,791	30,791			
Taxes apportioned - Assessor's salary and expense	230,000	304,593	74,593			
Other	120,864	205,946	85,082	2,660	30,109	27,449
TOTAL REVENUES	2,846,802	3,649,783	802,981	2,239,660	2,966,903	727,243
Less: Treasurer's commission	44,000	35,266	8,734	32,053	40,164	(8,111)
NET REVENUES	2,802,802	3,614,517	811,715	2,207,607	2,926,739	719,132
EXPENDITURES						
Current:						
General government	1,647,906	1,615,041	32,865			
Law enforcement	1,833,490	1,499,910	333,580			
Highways and streets				3,094,473	2,654,810	439,663
Public safety	33,634	19,157	14,477			
Health	36,625	35,806	819			
Recreation and culture	800	1,242	(442)			
Social services	128,341	121,470	6,871			
Total Current	3,680,796	3,292,626	388,170	3,094,473	2,654,810	439,663
Debt Service:						
Note principal		3,963	(3,963)			
Note interest		4,209	(4,209)			
TOTAL EXPENDITURES	3,680,796	3,300,798	379,998	3,094,473	2,654,810	439,663
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(877,994)	313,719	1,191,713	(886,866)	271,929	1,158,795
FUND BALANCES - JANUARY 1	195,962	1,531,289	1,335,327	813,476	1,695,711	882,235
FUND BALANCES - DECEMBER 31	\$ (682,032)	\$ 1,845,008	\$ 2,527,040	\$ (73,390)	\$ 1,967,640	\$ 2,041,030

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

CLAY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Cost	Assessor's Amendment no. 79	County Clerk Cost	County Recorder's Cost	County Libraries	Child Support Cost
ASSETS									
Cash and cash equivalents	\$ 53,029	\$ 74,388	\$ 99,441	\$ 2,969	\$ 16,393	\$ 23,327	\$ 18,682	\$ 737,961	\$ 1,520
Accounts receivable			397	255		547	2,172	16,833	
Interfund receivables									
TOTAL ASSETS	<u>\$ 53,029</u>	<u>\$ 74,388</u>	<u>\$ 99,838</u>	<u>\$ 3,224</u>	<u>\$ 16,393</u>	<u>\$ 23,874</u>	<u>\$ 20,854</u>	<u>\$ 754,794</u>	<u>\$ 1,520</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 94	\$ 46		\$ 12	\$ 11	\$ 944	\$ 57	\$ 6,227	\$ 11
Interfund payables									
Settlements pending								42	
Total Liabilities	<u>94</u>	<u>46</u>		<u>12</u>	<u>11</u>	<u>944</u>	<u>57</u>	<u>6,269</u>	<u>11</u>
Fund Balances:									
Restricted	52,935	74,342	\$ 99,838	3,212	16,382	22,930	20,797	748,525	1,509
Unassigned									
Total Fund Balances	<u>52,935</u>	<u>74,342</u>	<u>99,838</u>	<u>3,212</u>	<u>16,382</u>	<u>22,930</u>	<u>20,797</u>	<u>748,525</u>	<u>1,509</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 53,029</u>	<u>\$ 74,388</u>	<u>\$ 99,838</u>	<u>\$ 3,224</u>	<u>\$ 16,393</u>	<u>\$ 23,874</u>	<u>\$ 20,854</u>	<u>\$ 754,794</u>	<u>\$ 1,520</u>

CLAY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS									
	Drug Control	Communication, Facility and Equipment	Jail Fees Act 1188	County Detention Facility	Boating Safety	Emergency 911	Act 988 Municipal Court	Public Defender	Circuit Court Juvenile Division
ASSETS									
Cash and cash equivalents	\$ 2	\$ 22,569	\$ 144	\$ 11	\$ 5,490	\$ 392,370	\$ 48	\$ 31,940	\$ 12,933
Accounts receivable			1,540	12		3,556	490	849	1,358
Interfund receivables									
TOTAL ASSETS	<u>\$ 2</u>	<u>\$ 22,569</u>	<u>\$ 1,684</u>	<u>\$ 23</u>	<u>\$ 5,490</u>	<u>\$ 395,926</u>	<u>\$ 538</u>	<u>\$ 32,789</u>	<u>\$ 14,291</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 12		\$ 11		\$ 95	\$ 2,181	\$ 11	\$ 11	\$ 11
Interfund payables									
Settlements pending									
Total Liabilities	<u>12</u>		<u>11</u>		<u>95</u>	<u>2,181</u>	<u>11</u>	<u>11</u>	<u>11</u>
Fund Balances:									
Restricted		\$ 22,569	1,673	\$ 23	5,395	393,745	527	32,778	14,280
Unassigned	(10)								
Total Fund Balances	<u>(10)</u>	<u>22,569</u>	<u>1,673</u>	<u>23</u>	<u>5,395</u>	<u>393,745</u>	<u>527</u>	<u>32,778</u>	<u>14,280</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2</u>	<u>\$ 22,569</u>	<u>\$ 1,684</u>	<u>\$ 23</u>	<u>\$ 5,490</u>	<u>\$ 395,926</u>	<u>\$ 538</u>	<u>\$ 32,789</u>	<u>\$ 14,291</u>



CLAY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS								
	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	Jail Operation and Maintenance	Law Library	Drug Dog	Emergency Task Force	Sheriff Car Camera Donations	Chalk Bluff Grant
ASSETS									
Cash and cash equivalents	\$ 1,436	\$ 1,238	\$ 2,428,700	\$ 51,158	\$ 25,392	\$ 8,095	\$ 4,405	\$ 845	\$ 56,596
Accounts receivable	35			2,778			2,400		
Interfund receivables									
TOTAL ASSETS	<u>\$ 1,471</u>	<u>\$ 1,238</u>	<u>\$ 2,428,700</u>	<u>\$ 53,936</u>	<u>\$ 25,392</u>	<u>\$ 8,095</u>	<u>\$ 6,805</u>	<u>\$ 845</u>	<u>\$ 56,596</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable			\$ 4,363	\$ 201	\$ 11		\$ 199		\$ 37
Interfund payables									
Settlements pending									
Total Liabilities			<u>4,363</u>	<u>201</u>	<u>11</u>		<u>199</u>		<u>37</u>
Fund Balances:									
Restricted	\$ 1,471	\$ 1,238	2,424,337	53,735	25,381	\$ 8,095	6,606	\$ 845	56,559
Unassigned									
Total Fund Balances	<u>1,471</u>	<u>1,238</u>	<u>2,424,337</u>	<u>53,735</u>	<u>25,381</u>	<u>8,095</u>	<u>6,606</u>	<u>845</u>	<u>56,559</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,471</u>	<u>\$ 1,238</u>	<u>\$ 2,428,700</u>	<u>\$ 53,936</u>	<u>\$ 25,392</u>	<u>\$ 8,095</u>	<u>\$ 6,805</u>	<u>\$ 845</u>	<u>\$ 56,596</u>

CLAY COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS		CUSTODIAL FUNDS						
	Courthouse Roof Project Grant	Public Safety Equipment Grant	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	District Court Accounts	Totals
ASSETS									
Cash and cash equivalents	\$ 1,400		\$ 605	\$ 405,417	\$ 22,935	\$ 77,415	\$ 72,746	\$ 64,711	\$ 4,716,311
Accounts receivable	58,590	\$ 100,000							191,812
Interfund receivables	10,934								10,934
TOTAL ASSETS	<u>\$ 70,924</u>	<u>\$ 100,000</u>	<u>\$ 605</u>	<u>\$ 405,417</u>	<u>\$ 22,935</u>	<u>\$ 77,415</u>	<u>\$ 72,746</u>	<u>\$ 64,711</u>	<u>\$ 4,919,057</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 70,924								\$ 85,469
Interfund payables									
Settlements pending			\$ 605	\$ 405,417	\$ 22,935	\$ 77,415	\$ 72,746	\$ 64,711	643,871
Total Liabilities	<u>70,924</u>		<u>605</u>	<u>405,417</u>	<u>22,935</u>	<u>77,415</u>	<u>72,746</u>	<u>64,711</u>	<u>729,340</u>
Fund Balances:									
Restricted		\$ 100,000							4,189,727
Unassigned									(10)
Total Fund Balances		<u>100,000</u>							<u>4,189,717</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 70,924</u>	<u>\$ 100,000</u>	<u>\$ 605</u>	<u>\$ 405,417</u>	<u>\$ 22,935</u>	<u>\$ 77,415</u>	<u>\$ 72,746</u>	<u>\$ 64,711</u>	<u>\$ 4,919,057</u>

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

Schedule 2

	SPECIAL REVENUE FUNDS							
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Cost	Assessor's Amendment no. 79	County Clerk Cost	County Recorder's Cost	County Libraries
REVENUES								
State aid					\$ 5,580			\$ 54,571
Federal aid								21,275
Property taxes								443,051
Fines, forfeitures, and costs			\$ 7,365	\$ 3,154				
Interest	\$ 310	\$ 297	631	10	107	\$ 131	\$ 118	2,826
Officers' fees						10,378	28,521	
Emergency 911 fees								
Donations								8,531
Treasurer's commission	18,361							
Collector's commission		45,608						
Other								14,532
<b>TOTAL REVENUES</b>	<b>18,671</b>	<b>45,905</b>	<b>7,996</b>	<b>3,164</b>	<b>5,687</b>	<b>10,509</b>	<b>28,639</b>	<b>544,786</b>
Less: Treasurer's commission			99			142	391	6,571
<b>NET REVENUES</b>	<b>18,671</b>	<b>45,905</b>	<b>7,897</b>	<b>3,164</b>	<b>5,687</b>	<b>10,367</b>	<b>28,248</b>	<b>538,215</b>
EXPENDITURES								
Current:								
General government	8,021	32,144			11	4,717	31,888	
Law enforcement				11				
Highways and streets								
Public safety								
Recreation and culture								501,374
Social services								
<b>TOTAL EXPENDITURES</b>	<b>8,021</b>	<b>32,144</b>		<b>11</b>	<b>11</b>	<b>4,717</b>	<b>31,888</b>	<b>501,374</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>10,650</b>	<b>13,761</b>	<b>7,897</b>	<b>3,153</b>	<b>5,676</b>	<b>5,650</b>	<b>(3,640)</b>	<b>36,841</b>
FUND BALANCES - JANUARY 1	42,285	60,581	91,941	59	10,706	17,280	24,437	711,684
FUND BALANCES - DECEMBER 31	\$ 52,935	\$ 74,342	\$ 99,838	\$ 3,212	\$ 16,382	\$ 22,930	\$ 20,797	\$ 748,525

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

Schedule 2

	SPECIAL REVENUE FUNDS						
	Child Support Cost	Drug Control	Communication, Facility and Equipment	Jail Fees Act 1188	County Detention Facility	Boating Safety	Act 988 Municipal Court
REVENUES							
State aid						\$ 1,343	
Federal aid							
Property taxes							
Fines, forfeitures, and costs				\$ 18,905	\$ 423		\$ 5,065
Interest	\$ 9		\$ 35	11		33	4
Officers' fees	1,350		1,055				
Emergency 911 fees							278,270
Donations							
Treasurer's commission							
Collector's commission							
Other			21				1,458
<b>TOTAL REVENUES</b>	<b>1,359</b>		<b>1,111</b>	<b>18,916</b>	<b>423</b>	<b>1,376</b>	<b>282,597</b>
Less: Treasurer's commission	19			254		18	70
<b>NET REVENUES</b>	<b>1,340</b>		<b>1,111</b>	<b>18,662</b>	<b>423</b>	<b>1,358</b>	<b>278,839</b>
EXPENDITURES							
Current:							
General government	991						
Law enforcement		\$ 12	9,475	15,080	425		5,464
Highways and streets							
Public safety						247	385,949
Recreation and culture							
Social services							
<b>TOTAL EXPENDITURES</b>	<b>991</b>	<b>12</b>	<b>9,475</b>	<b>15,080</b>	<b>425</b>	<b>247</b>	<b>385,949</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>349</b>	<b>(12)</b>	<b>(8,364)</b>	<b>3,582</b>	<b>(2)</b>	<b>1,111</b>	<b>(465)</b>
FUND BALANCES - JANUARY 1	1,160	2	30,933	(1,909)	25	4,284	500,855
FUND BALANCES - DECEMBER 31	\$ 1,509	\$ (10)	\$ 22,569	\$ 1,673	\$ 23	\$ 5,395	\$ 393,745

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

Schedule 2

	SPECIAL REVENUE FUNDS							
	Public Defender	Circuit Court Juvenile Division	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	Jail Operation and Maintenance	Law Library	Drug Dog
REVENUES								
State aid								
Federal aid					\$ 1,413,181			
Property taxes				\$ 616				
Fines, forfeitures, and costs	\$ 11,895	\$ 5,910				\$ 36,521	\$ 5,231	
Interest	212	80	\$ 10	10		252	152	
Officers' fees			288					
Emergency 911 fees								
Donations								\$ 360
Treasurer's commission								
Collector's commission								
Other								
<b>TOTAL REVENUES</b>	<b>12,107</b>	<b>5,990</b>	<b>298</b>	<b>626</b>	<b>1,413,181</b>	<b>36,773</b>	<b>5,383</b>	<b>360</b>
Less: Treasurer's commission	20	39	3	8		53		
<b>NET REVENUES</b>	<b>12,087</b>	<b>5,951</b>	<b>295</b>	<b>618</b>	<b>1,413,181</b>	<b>36,720</b>	<b>5,383</b>	<b>360</b>
EXPENDITURES								
Current:								
General government			800	816	44,250			
Law enforcement	9,353	4,764			15,746	6,813	11	
Highways and streets					55,414			
Public safety					19,119			
Recreation and culture					24,920			
Social services					1,591			
<b>TOTAL EXPENDITURES</b>	<b>9,353</b>	<b>4,764</b>	<b>800</b>	<b>816</b>	<b>161,040</b>	<b>6,813</b>	<b>11</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,734</b>	<b>1,187</b>	<b>(505)</b>	<b>(198)</b>	<b>1,252,141</b>	<b>29,907</b>	<b>5,372</b>	<b>360</b>
FUND BALANCES - JANUARY 1	30,044	13,093	1,976	1,436	1,172,196	23,828	20,009	7,735
FUND BALANCES - DECEMBER 31	\$ 32,778	\$ 14,280	\$ 1,471	\$ 1,238	\$ 2,424,337	\$ 53,735	\$ 25,381	\$ 8,095

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

Schedule 2

	SPECIAL REVENUE FUNDS					
	Emergency Task Force	Sheriff Car Camera Donations	Chalk Bluff Grant	Local Law Enforcement Block Grant	Courthouse Roof Project Grant	Public Safety Equipment Grant
						Totals
REVENUES						
State aid					\$ 237,196	\$ 398,690
Federal aid				\$ 2,359	6,957	1,443,772
Property taxes						443,667
Fines, forfeitures, and costs						94,469
Interest						8,107
Officers' fees						41,592
Emergency 911 fees						278,270
Donations	\$ 2,900					11,791
Treasurer's commission						18,361
Collector's commission						45,608
Other						16,011
TOTAL REVENUES	2,900			2,359	244,153	2,800,338
Less: Treasurer's commission						11,445
NET REVENUES	2,900			2,359	244,153	2,788,893
EXPENDITURES						
Current:						
General government					287,281	410,919
Law enforcement				2,359		69,513
Highways and streets						55,414
Public safety	1,162					406,477
Recreation and culture			\$ 8,201			534,495
Social services						1,591
TOTAL EXPENDITURES	1,162		8,201	2,359	287,281	1,478,409
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,738		(8,201)		(43,128)	1,310,484
FUND BALANCES - JANUARY 1	4,868	\$ 845	64,760		43,128	2,879,233
FUND BALANCES - DECEMBER 31	\$ 6,606	\$ 845	\$ 56,559	\$ 0	\$ 0	\$ 4,189,717

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

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated 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 Cost	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 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 Libraries	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.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.
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.

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

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail Fees Act 1188	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.
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.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Act 988 Municipal Court	Ark. Code Ann. § 27-22-103 established fund to account for the fine for failure to insure motor vehicles to be used for the purchase and maintenance of rescue, emergency medical, and law enforcement vehicles, communications equipment, animals owned or used by law enforcement agencies, life-saving medical apparatus, and law enforcement apparatus to be used for those purposes.
Public Defender	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund to be used for defense of indigents.
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.
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.



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

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

<u>Fund Name</u>	<u>Fund Description</u>
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.
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. Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund used for the defense of indigents.
Law Library	Ark. Code Ann. § 16-10-307 established fund to receive costs to be used for any purpose related to establishment, maintenance, and operations of a county law library.
Drug Dog	Established to account for donations for purchase and care of a drug dog.
Emergency Task Force	Established to account for donations to help fund the Emergency Task Force.
Sheriff Car Camera Donations	Established to account for donations to purchase camera equipment for law enforcement vehicles.
Chalk Bluff Grant	Established to account for a parks and tourism grant received from the Department of Finance and Administration for operating expenses for facilities at Chalk Bluff Civil War Battlefield Park and for other purposes.
Local Law Enforcement Block Grant	Established to account for federal grant for bullet proof vests for Sheriff's deputies.
Courthouse Roof Project Grant	Established to account for grants from the Arkansas Historic Preservation Program and United States Department of Agriculture to replace roofs for the county courthouses.

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

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

<u>Fund Name</u>	<u>Fund Description</u>
Public Safety Equipment Grant	Established to account for grant received from the Arkansas Public Safety Equipment Grant Program for the purchase of law enforcement equipment aiding in improving trust and relationships between law enforcement and their communities.

Treasurer's accounts consist primarily of property taxes and fines 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, drug buy and inmate trust money.

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

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.

CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(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.

**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.

**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.

CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

1. (Continued)

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

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

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

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

Cash and Cash Equivalents

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

Settlements Pending

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

**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.

CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

1. (Continued)

**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.

There were no assigned fund balances at year-end.

2. **Details of Fund Balance Classifications**

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances			
Restricted for:			
General government			\$ 2,615,941
Law enforcement			362,956
Highways and streets		\$ 1,967,640	
Public safety			405,746
Recreation and culture			805,084
Total Restricted		<u>1,967,640</u>	<u>4,189,727</u>
Assigned to:			
General government	<u>\$ 9,874</u>		
Unassigned	<u>1,835,134</u>		<u>(10)</u>
Totals	<u>\$ 1,845,008</u>	<u>\$ 1,967,640</u>	<u>\$ 4,189,717</u>

3. **Commitments**

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

	December 31, 2022
Long-term liabilities	\$ 1,525,883
Reappraisal contract	<u>21,960</u>
Total Commitments	<u>\$ 1,547,843</u>

CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**3. Commitments (Continued)**

Long-term Liabilities

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

	<u>December 31, 2022</u>
<u>Direct Borrowings</u>	
Promissory note to the United States Department of Agriculture dated August 26, 2010, used in aid of construction of a Head Start building. Total amount authorized is \$140,000. Interest is to accrue at 4% from the date of each advance. Payments are to be made from General Fund beginning January 28, 2011, from rentals received from Black River Area Development Council. Terms are 248 monthly payments of \$681 and will mature in 2040. The note is secured with a \$140,000 revenue bond issued in accordance with Clay County Court Order no. 2010-19 (June 28, 2010), and is held by the United States Department of Agriculture. The bond is a special obligation of the County and will be returned once the note is paid in full. Accordingly, the bond has been excluded from long-term liabilities.	\$ 103,069
Financed purchase agreement dated December 15, 2022, with Cadence Equipment Finance in the amount of \$1,312,500 with an interest rate of 5.22% for the purchase of five (5) Caterpillar Motor Graders. Monthly payments of \$21,063 for 60 months and a final payment of \$262,500. No payments were made during 2022.	<u>1,312,500</u>
Total Direct Borrowings	<u>1,415,569</u>
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost.	<u>110,314</u>
Total Long-term liabilities	<u>\$ 1,525,883</u>

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

The County's outstanding notes from direct borrowings of \$103,069, that are secured by bonds that are held by the United States Department of Agriculture, contain a provision that in an event of default, the Trustee may 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 of law or equity available under the Constitution and laws of the State.

The County's outstanding financed purchases from direct borrowings of \$1,312,500 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.

CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**3. Commitments (Continued)**

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2022	Maturities to December 31, 2022
<u>Direct Borrowings</u>					
8/26/10	7/26/40	4.00%	\$ 140,000	\$ 103,069	\$ 36,931
12/15/22	12/15/27	5.22%	1,312,500	1,312,500	
Total Direct Borrowings			<u>1,452,500</u>	<u>1,415,569</u>	<u>36,931</u>
Total Long-Term Debt			<u>\$ 1,452,500</u>	<u>\$ 1,415,569</u>	<u>\$ 36,931</u>

Changes in Long-Term Debt

	Balance January 01, 2022	Issued	Retired	Balance December 31, 2022
<u>Direct Borrowings</u>				
Notes payable	\$ 107,032	\$ 0	\$ 3,963	\$ 103,069
Financed purchases	0	1,312,500	0	1,312,500
Total Direct Borrowings	<u>107,032</u>	<u>1,312,500</u>	<u>3,963</u>	<u>1,415,569</u>
Total Long-Term Debt	<u>\$ 107,032</u>	<u>\$ 1,312,500</u>	<u>\$ 3,963</u>	<u>\$ 1,415,569</u>

Debt Service Requirements to Maturity

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

Years Ending December 31,	Direct Borrowings		
	Principal	Interest	Total
2023	\$ 192,966	\$ 67,958	\$ 260,924
2024	203,092	57,833	260,925
2025	213,896	47,028	260,924
2026	225,276	35,647	260,923
2027	499,762	23,662	523,424
2028 through 2032	27,313	13,548	40,861
2033 through 2037	33,362	7,498	40,860
2038 through 2040	<u>19,902</u>	<u>1,072</u>	<u>20,974</u>
Totals	<u>\$ 1,415,569</u>	<u>\$ 254,246</u>	<u>\$ 1,669,815</u>

CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**3. Commitments (Continued)**

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions Corporation on November 26, 2018, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$1,830 for a total of \$109,800 beginning January 2019. Contract expense for 2022 was \$21,960.

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

<u>Year</u>	<u>December 31, 2022</u>
2023	<u>\$ 21,960</u>

**4. Joint Venture: Regional Library**

Clay, Greene, and Randolph Counties entered into an agreement in January 1978, in accordance with Ark. Code Ann. § 13-2-401 to establish the Northeast Arkansas Regional Library. The agreement states that the purpose is to provide library services supplementary and in addition to those of the County Library in each of the said counties. The affairs should be governed, directed, and controlled by a commission known as the Northeast Arkansas Regional Library Commission. The library headquarters shall be the Greene County Library in Paragould. The County Library did not pay in regional library expenditures in 2022. Contact the Regional Library at 120 North 12<sup>th</sup> Street, Paragould, Arkansas 72450 to obtain financial statements.

**5. Arkansas Public Employees Retirement System**

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.25% as of July 1, 2022. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2022, (date of APERS Employer Allocation Report) were \$389,409.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the County's share of the collective net pension liability. The County's proportionate share of the collective net pension liability at June 30, 2022, (actuarial valuation date and measurement date) was \$3,278,862.



CLAY COUNTY, ARKANSAS  
OTHER GENERAL INFORMATION  
DECEMBER 31, 2022  
(UNAUDITED)

**6. Capital Assets**

The County's capital assets records are summarized below :

	December 31, 2022
Land and buildings	\$ 2,622,385
Equipment	4,016,019
Total	<u>\$ 6,638,404</u>

**7. Corona Virus (COVID-19)**

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). In 2021, the County was awarded \$2,826,361 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$2,826,361 of this amount has been received. In 2022, the County was awarded \$100,000 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021. In 2022 and 2023, the County received funds in the amount of \$50,000 and \$50,000, respectively. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

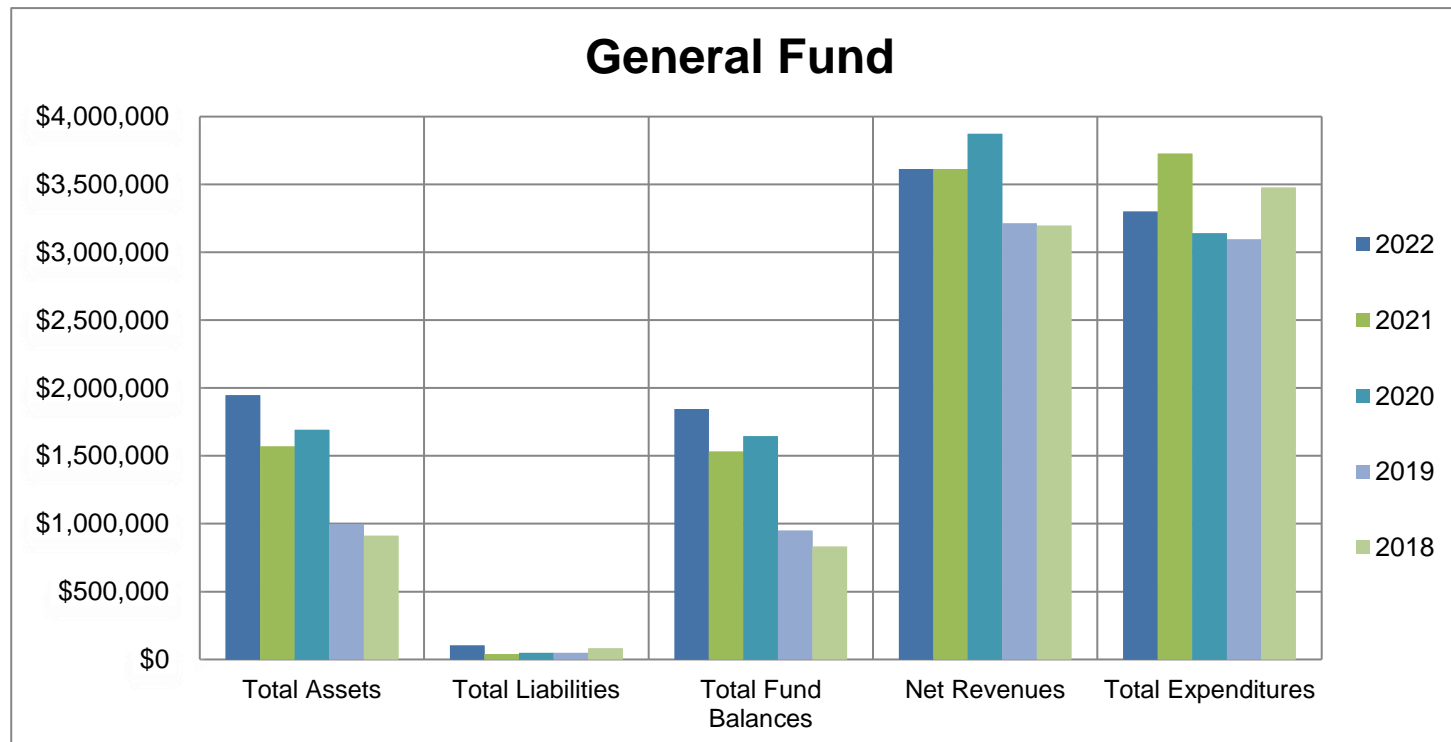
**8. Interlocal Agreement - District Court**

Clay County entered into a cost-sharing agreement with Greene County and the Cities of Paragould, Piggott, Corning and Rector to facilitate adequate District Court personnel and support for the 17<sup>th</sup> Judicial District. The agreement creates the new position of Managing Court Clerk, who, along with all Court deputies and staff, will serve under the sole direction of the District Judge but shall be considered employees of Greene County for the purposes of being subject to its employee handbook. Additionally, the Managing Court Clerk will be classified as an exempt employee. The entities' share of the expenses will be prorated as follows: 40% by Greene County, 10% by Clay County, 40% by Paragould, 3.7% by Piggott and Corning, and 2.6% by Rector. Greene County will send a monthly itemized bill to each county and city for the agreed-upon share of expenses. Clay County paid a total of \$27,110 to Greene County in 2022 for their share of the prorated expenses.

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

Schedule 3-1

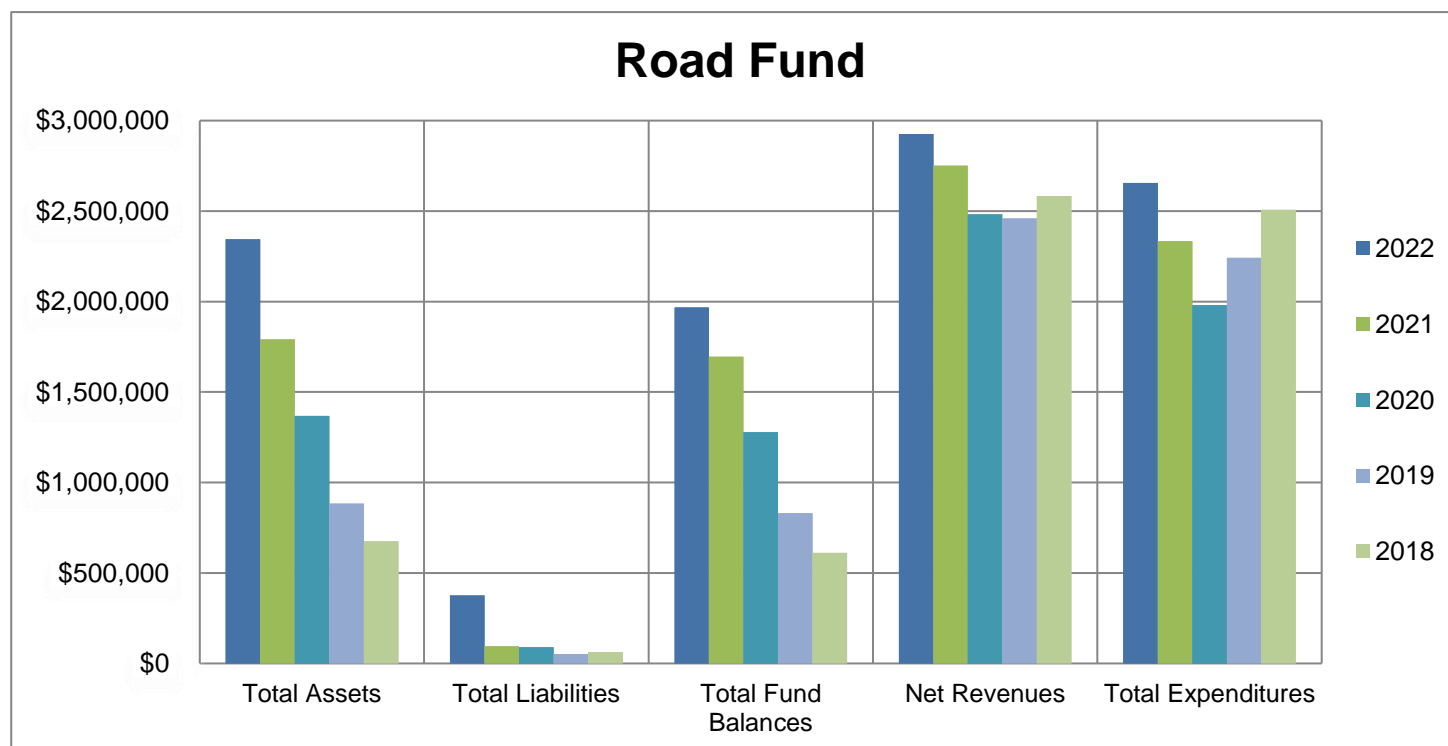
<u>General</u>	2022	2021	2020	2019	2018
Total Assets	\$ 1,946,755	\$ 1,569,689	\$ 1,692,819	\$ 996,701	\$ 911,950
Total Liabilities	101,747	38,400	48,796	47,926	80,639
Total Fund Balances	1,845,008	1,531,289	1,644,023	948,775	831,311
Net Revenues	3,614,517	3,613,789	3,874,214	3,213,467	3,197,136
Total Expenditures	3,300,798	3,726,523	3,140,657	3,096,003	3,476,649
Total Other Financing Sources/Uses					



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

Schedule 3-2

<u>Road</u>	2022	2021	2020	2019	2018
Total Assets	\$ 2,343,867	\$ 1,790,047	\$ 1,368,830	\$ 882,641	\$ 675,107
Total Liabilities	376,227	94,336	90,246	52,340	63,695
Total Fund Balances	1,967,640	1,695,711	1,278,584	830,301	611,142
Net Revenues	2,926,739	2,750,847	2,481,361	2,459,914	2,582,946
Total Expenditures	2,654,810	2,333,720	1,980,494	2,240,755	2,507,194
Total Other Financing Sources/Uses					



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

Schedule 3-3

<u>Other Funds in the Aggregate</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Assets	\$ 4,919,057	\$ 3,278,966	\$ 1,832,435	\$ 1,449,542	\$ 1,243,035
Total Liabilities	729,340	419,742	301,206	301,774	288,434
Total Fund Balances	4,189,717	2,859,224	1,531,229	1,147,768	954,601
Net Revenues	2,788,893	2,648,083	1,406,595	878,824	885,660
Total Expenditures	1,478,409	1,320,088	1,023,134	685,657	899,190
Total Other Financing Sources/Uses					

