

Conway County, Arkansas

Regulatory Basis Financial Statements and Other Reports

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CONWAY COUNTY, ARKANSAS
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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**

Independent Auditor's Report

Conway 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 Conway 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, 2022, and the related Statements of Revenues, Expenses, and Changes in Fund Balances and 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 Conway County, Arkansas, as of December 31, 2022; the regulatory basis revenues, expenditures, and changes in net position; and the budgetary comparisons for the general fund and road fund for the year then ended, in accordance with the financial reporting provisions of 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 Conway County, Arkansas, as of December 31, 2022, or the revenues, expenditures, and changes in net position 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.

Emphasis of Matter

As discussed in Note 1 to the financial statements, in 2022 the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, Leases. Our opinions are not modified with respect to this matter.

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 January 30, 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



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

Little Rock, Arkansas
January 30, 2024
LOCO01522

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

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

Conway 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 Conway County, Arkansas (County), as of and for the year ended December 31, 2022, 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 January 30, 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 January 30, 2024.

Purpose of This Report

The purpose of this report is solely to described 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, appearing to read "Timothy R. Jones".

Timothy R. Jones, CPA, CFF
Deputy Legislative Auditor

Little Rock, Arkansas
January 30, 2024

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

MANAGEMENT LETTER

Conway 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 2022:

County Judge: Jimmy Hart
Treasurer: Wayne DeSalvo
Sheriff: Mike Smith
Tax Collector: Norbert Gunderman
County Clerk: Phyllis Giddens
Circuit Clerk: Darlene Massingill
Assessor: Mark Stobaugh
County Librarian: Jay Carter

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.

Other Issue

A check that was issued for \$21,110 and mailed to a vendor was altered and cashed. County personnel discovered this upon notification from the vendor, and the funds were recovered from the bank.

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 black ink, appearing to read "Timothy R. Jones".

Timothy R. Jones, CPA, CFF
Deputy Legislative Auditor

Little Rock, Arkansas
January 30, 2024

CONWAY COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2022

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,900,239	\$ 1,407,620	\$ 8,542,143
Accounts receivable	84,200	29,199	39,690
	<u>1,984,439</u>	<u>1,436,819</u>	<u>8,581,833</u>
TOTAL ASSETS	<u>\$ 1,984,439</u>	<u>\$ 1,436,819</u>	<u>\$ 8,581,833</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 72,797	\$ 80,299	\$ 282,675
Settlements pending			2,099,404
Total Liabilities	<u>72,797</u>	<u>80,299</u>	<u>2,382,079</u>
Fund Balances:			
Restricted			4,072,676
Assigned		1,356,520	2,127,078
Unassigned	1,911,642		
Total Fund Balances	<u>1,911,642</u>	<u>1,356,520</u>	<u>6,199,754</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,984,439</u>	<u>\$ 1,436,819</u>	<u>\$ 8,581,833</u>

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

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

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 912,011	\$ 2,750,158	\$ 334,020
Federal aid	338,260	56,659	2,050,125
Property taxes	2,100,040	958,130	682,554
Sales taxes	1,036,566	838,075	3,191,445
Fines, forfeitures, and costs	443,134		62,652
Interest	859	247	12,301
Officers' fees	280,922		188,658
Jail fees	201,045		
Franchise fees	8,020		
911 fees			570,142
Road reimbursement		612,782	
Auction proceeds			20,942
Treasurer's commission	192,160		41,163
Collector's commission	259,070		72,169
Taxes apportioned - Assessor's salary and expense	388,746		
Other	496,067	5,722	23,402
TOTAL REVENUES	6,656,900	5,221,773	7,249,573
Less: Treasurer's commission	59,994	62,827	55,498
NET REVENUES	6,596,906	5,158,946	7,194,075
EXPENDITURES			
Current:			
General government	2,477,730		1,463,871
Law enforcement	4,422,477		228,128
Highways and streets		5,200,282	126,068
Public safety			2,702,809
Health	31,964		1,303,709
Recreation and culture	6,000		583,258
Social services	137,893		979
Total Current	7,076,064	5,200,282	6,408,822
Debt Service:			
Financed purchase principal	62,536	76,409	182,331
Financed purchase interest	2,774	3,005	11,989
TOTAL EXPENDITURES	7,141,374	5,279,696	6,603,142

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

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (544,468)	\$ (120,750)	\$ 590,933
OTHER FINANCING SOURCES (USES)			
Transfers in			197,760
Transfers out	(142,112)		(55,648)
Sales taxes remitted to community college			(860,931)
Contributions from cities			30,000
Loan proceeds		412,021	566,942
TOTAL OTHER FINANCING SOURCES (USES)	(142,112)	412,021	(121,877)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(686,580)	291,271	469,056
FUND BALANCES - JANUARY 1	2,598,222	1,065,249	5,730,698
FUND BALANCES - DECEMBER 31	\$ 1,911,642	\$ 1,356,520	\$ 6,199,754

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

CONWAY 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

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 646,500	\$ 912,011	\$ 265,511	\$ 1,798,872	\$ 2,750,158	\$ 951,286
Federal aid	20,000	338,260	318,260	6,300	56,659	50,359
Property taxes	1,800,000	2,100,040	300,040	999,000	958,130	(40,870)
Sales taxes	855,000	1,036,566	181,566	742,500	838,075	95,575
Fines, forfeitures, and costs	503,700	443,134	(60,566)			
Interest	4,500	859	(3,641)	1,710	247	(1,463)
Officers' fees	288,000	280,922	(7,078)			
Jail fees	572,500	201,045	(371,455)			
Franchise fees	7,650	8,020	370			
Insurance proceeds	54,186		(54,186)			
Road reimbursement					612,782	612,782
Treasurer's commission	153,000	192,160	39,160			
Collector's commission	261,000	259,070	(1,930)			
Taxes apportioned - Assessor's salary and expense	342,000	388,746	46,746			
Other	468,557	496,067	27,510	83,700	5,722	(77,978)
TOTAL REVENUES	5,976,593	6,656,900	680,307	3,632,082	5,221,773	1,589,691
Less: Treasurer's commission		59,994	(59,994)		62,827	(62,827)
NET REVENUES	5,976,593	6,596,906	620,313	3,632,082	5,158,946	1,526,864
EXPENDITURES						
Current:						
General government	4,198,056	2,477,730	1,720,326			
Law enforcement	4,823,384	4,422,477	400,907			
Highways and streets				5,663,747	5,200,282	463,465
Health	34,500	31,964	2,536			
Recreation and culture	6,750	6,000	750			
Social services	149,850	137,893	11,957			
Total Current	9,212,540	7,076,064	2,136,476	5,663,747	5,200,282	463,465
Debt Service:						
Financed purchase principal		62,536	(62,536)		76,409	(76,409)
Financed purchase interest		2,774	(2,774)		3,005	(3,005)
TOTAL EXPENDITURES	9,212,540	7,141,374	2,071,166	5,663,747	5,279,696	384,051

CONWAY 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

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (3,235,947)</u>	<u>\$ (544,468)</u>	<u>\$ 2,691,479</u>	<u>\$ (2,031,665)</u>	<u>\$ (120,750)</u>	<u>\$ 1,910,915</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	2,265,419		(2,265,419)	126,068		(126,068)
Transfers out	(149,613)	(142,112)	7,501	(33,000)		33,000
Loan proceeds				892,189	412,021	(480,168)
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,115,806</u>	<u>(142,112)</u>	<u>(2,257,918)</u>	<u>985,257</u>	<u>412,021</u>	<u>(573,236)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(1,120,141)</u>	<u>(686,580)</u>	<u>433,561</u>	<u>(1,046,408)</u>	<u>291,271</u>	<u>1,337,679</u>
FUND BALANCES - JANUARY 1	<u>2,000,000</u>	<u>2,598,222</u>	<u>598,222</u>	<u>1,185,000</u>	<u>1,065,249</u>	<u>(119,751)</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 879,859</u></u>	<u><u>\$ 1,911,642</u></u>	<u><u>\$ 1,031,783</u></u>	<u><u>\$ 138,592</u></u>	<u><u>\$ 1,356,520</u></u>	<u><u>\$ 1,217,928</u></u>

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

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

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, sales taxes, property taxes, federal aid, and interest 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.

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.

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1: Summary of Significant Accounting Policies (Continued)

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.

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.

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, fees, trust funds, excess commissions, interest earned, law library funds, unapportioned schools, and mineral 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.

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1: Summary of Significant Accounting Policies (Continued)

E. Property Taxes

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

F. Budget Law

1. Legal Requirements

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

2. Accounting

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

G. Fund Balance Classification Policies and Procedures

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

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

There were no committed fund balances at year-end.

NOTE 2: Cash 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)	\$ 1,260,031	\$ 1,267,471
Collateralized:		
Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name	<u>10,588,011</u>	<u>13,254,661</u>
Total Deposits	<u><u>\$ 11,848,042</u></u>	<u><u>\$ 14,522,132</u></u>

The above total deposits do not include cash on hand of \$1,960.

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

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, 2022, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Property taxes	\$ 10		
Fines, forfeitures, and costs	26,892		\$ 575
Interest	33		
Officers' fees	14,505		4,067
Jail fees	5,048		
911 fees			9,253
Other	9,809		360
Treasurer's commission charged	27,903	\$ 29,199	25,435
Totals	<u>\$ 84,200</u>	<u>\$ 29,199</u>	<u>\$ 39,690</u>

NOTE 5: Accounts Payable

The accounts payable balance at December 31, 2022, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 72,797</u>	<u>\$ 80,299</u>	<u>\$ 282,675</u>

NOTE 6: Federal Funds Program Compliance

The grants of American Rescue Plan Act, Coronavirus Aid, Local Assistance and Tribal Consistency (LACT), Nuclear Grant, Community Development Block Grant, and Federal Emergency Management Agency (FEMA) Flood Mitigation Assistance Grant, were not examined in accordance with the specified federal compliance requirements described in Part IV of the applicable OMB Compliance Supplement and therefore, any instances of noncompliance with these requirements have not been determined. Disbursements that are not in accordance with these requirements are subject to reimbursement by the County. The County is in the process of obtaining a federal compliance audit.

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 7: 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			\$ 1,271,066
Law enforcement			324,082
Public safety			267,194
Health			706,934
Recreation and culture			986,980
Remittance to the community college			83,546
Capital outlay			432,874
Total Restricted			<u>4,072,676</u>
Assigned to:			
Highways and streets		\$ 1,356,520	
Public safety			2,127,078
Total Assigned		<u>1,356,520</u>	<u>2,127,078</u>
Unassigned	\$ 1,911,642		
Totals	<u>\$ 1,911,642</u>	<u>\$ 1,356,520</u>	<u>\$ 6,199,754</u>

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, 2022, the legal debt limit for bonded debt was \$33,453,120. 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, 2022, the legal debt limit for short-term financing obligations was \$9,591,518, respectively. The amount of short-term financing obligations was \$1,702,039 leaving a legal debt margin of \$7,889,479.

NOTE 9: Commitments

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

	December 31, 2022
Long-term liabilities	\$ 1,702,007
Reappraisal contract	463,000
Construction contract	<u>89,232</u>
Total Commitments	<u>\$ 2,254,239</u>

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 9: 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>	
Financed purchase with Petit Jean State Bank, dated March 1, 2018, in the amount of \$306,000 with interest rate of 2.20% for the purchase of (9) 2018 Ford Explorers, (2) 2018 Dodge Chargers, and (2) 2018 Dodge Ram trucks for the County Sheriff's office. Annual payments of \$65,310 are to be made for 5 years. Payments are to be made from the General Fund.	\$ 63,837
Financed purchase with Petit Jean State Bank, dated March 27, 2018, in the amount of \$63,001 with interest rate of 2.20% for the purchase of a 1997 Freightliner Pierce Pumper Truck for the Springfield Fire Department. Annual payments of \$13,443 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	13,147
Financed purchase with Petit Jean State Bank, dated May 3, 2018, with Petit Jean State Bank in the amount of \$78,855 with interest rate of 2.20% for the purchase of 3.25 acres with a building for the Jerusalem Fire Department. Annual payments of \$16,828 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	16,458
Financed purchase with Petit Jean State Bank, dated July 25, 2019, in the amount of \$40,000 with interest rate of 2.70% for the purchase of 1.07 acres of land and a building for the Jerusalem Fire Department. Annual payments of \$8,660 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	16,640
Financed purchase with Petit Jean State Bank, dated May 6, 2020, in the amount of \$53,274 with interest rate of 2.20% for the purchase of 2020 Dodge Ram 3500 firetruck for the Petit Jean Fire Department. Annual payments of \$11,368 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	32,650
Financed purchase with Petit Jean State Bank, dated August 24, 2018, in the amount of \$86,486 with interest rate of 2.20% for the purchase of a 2018 Kenworth T370 Tanker Truck for the Cleveland Fire Department. Annual payments of \$18,458 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	18,042
Financed purchase with Petit Jean State Bank, dated June 20, 2018, in the amount of \$150,000 with interest rate of 2.20% for the purchase of a metal building, septic system and a HVAC unit for the Center Ridge Fire Department. Annual payments of \$32,010 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	31,328
Financed purchase with Petit Jean State Bank, dated March 4, 2020, in the amount of \$31,343 with interest rate of 2.70% for the purchase of 2019 Dodge Ram 3500 firetruck for the Blackwell Fire Department. Annual payments of \$6,786 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	19,302
Financed purchase with Petit Jean State Bank, dated August 25, 2020, in the amount of \$160,000 with interest rate of 2.10% for the purchase of 2010 International E1 Pumper for the Blackwell Fire Department. Annual payments of \$34,045 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	97,974
Financed purchase with Petit Jean State Bank, dated January 6, 2021, in the amount of \$150,000 with interest rate of 2.10% for the purchase of a 2011 Crimson International commercial pumper for the Overcup Fire Department. Annual payments of \$31,915 are to be made for 5 years. Payments are to be made from the Fire Department Fund.	121,226
Financed purchase with Petit Jean State Bank, dated March 3, 2022, in the amount of \$180,937 with interest rate of 2.10% for the purchase of a 2020 John Deere Excavator for the Road Department. Annual payments of \$38,504 are to be made for 5 years. Payments are to be made by the Road Department.	180,937

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 9: Commitments (Continued)

Long-term Liabilities (Continued)

Financed purchase with Petit Jean State Bank, dated June 23, 2022, in the amount of \$231,084 with interest rate of 2.35% for the purchase of a 2019 John Deere 672G Motor Grader for the Road Department. Annual payments of \$49,531 are to be made for 5 years. Payments are to be made by the Road Department.	\$ 231,084
Financed purchase with Petit Jean State Bank, dated March 3, 2022, in the amount of \$150,000 with interest rate of 2.10% for the purchase of a 2022 International HV607 Tanker Truck for the St. Vincent Fire Department. Annual payments of \$31,918 are to be made for 5 years. Payments are to be made by the Fire Department Fund.	150,000
Financed purchase with Petit Jean State Bank, dated March 14, 2022, in the amount of \$196,725 with interest rate of 2.10% for the purchase of a 2023 Freightliner Tanker Truck for the Sardis Fire Department. Annual payments of \$41,860 are to be made for 5 years. Payments are to be made by the Fire Department Fund.	196,725
Financed purchase with Petit Jean State Bank, dated April 27, 2022, in the amount of \$58,375 with interest rate of 2.35% for the purchase of equipment for the Overcup Fire Department. Annual payments of \$12,576 are to be made for 5 years. Payments are to be made by the Fire Department Fund.	58,675
Financed purchase with Petit Jean State Bank, dated April 27, 2022, in the amount of \$97,277 with interest rate of 2.35% for the purchase of a 2022 Dodge Ram 3500 for the Cleveland Fire Department. Annual payments of \$20,849 are to be made for 5 years. Payments are to be made by the Fire Department Fund.	97,277
Financed purchase with Petit Jean State Bank, dated April 27, 2022, in the amount of \$30,000 with interest rate of 2.35% for the purchase of a 2000 E-one Pumper Truck for Hillcreek Fire Department. Five monthly payments of \$6,165 beginning April 27, 2023. Payments are to be made by the Fire Department Fund.	30,000
Promissory note with Petit Jean State Bank, dated May 31, 2022, in the amount of \$34,265 with interest rate of 2.35% for the purchase of equipment for the Cleveland Fire Department. Annual payments of \$7,346 are to be made for 5 years. Payments are to be made by the Fire Department Fund.	34,265
Financed purchase agreement with John Deere Financial, dated June 15, 2021, in the amount of \$196,600 with interest rate of 0.90% for the purchase of a 2018 road grader. 60 monthly payments of \$3,352 beginning July 15, 2021. Payments are to be made from the Road Fund.	138,542
Financed purchase agreement with John Deere Financial, dated December 9, 2021, in the amount of \$191,515 with interest rate of 0.90% for the purchase of a 2019 motor grader. 60 monthly payments of \$3,265 beginning January 10, 2022. Payments are to be made from the Road Fund.	153,898
Total Long-term liabilities	<u>\$ 1,702,007</u>

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

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 9: Commitments (Continued)

Long-term Liabilities (Continued)

The County's outstanding direct borrowings of \$1,702,007 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.

Compensated Absences

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

Post Employment Benefits Other Than Pensions

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

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>					
3/1/18	3/1/23	2.20%	\$ 306,000	\$ 63,837	\$ 242,163
3/27/18	3/25/23	2.20%	63,001	13,147	49,854
5/3/18	5/3/23	2.20%	78,855	16,458	62,397
7/25/19	7/25/24	2.70%	40,000	16,640	23,360
5/6/20	5/5/25	2.20%	53,274	32,650	20,624
8/24/18	8/24/23	2.20%	86,486	18,042	68,444
6/20/18	6/20/23	2.20%	150,000	31,328	118,672
3/4/20	3/4/25	2.70%	31,343	19,302	12,041
8/25/20	8/25/25	2.10%	160,000	97,974	62,026
1/6/21	1/5/26	2.10%	150,000	121,226	28,774
3/3/22	3/3/27	2.10%	180,937	180,937	0
6/23/22	6/23/27	2.35%	231,084	231,084	0
3/3/22	3/3/27	2.10%	150,000	150,000	0
3/14/22	3/14/27	2.10%	196,725	196,725	0
4/27/22	4/27/27	2.35%	58,675	58,675	0
4/27/22	4/27/27	2.35%	97,277	97,277	0
4/27/22	8/27/23	2.35%	30,000	30,000	0
5/31/22	5/31/27	2.35%	34,265	34,265	0
6/15/21	6/15/26	0.90%	196,600	138,542	58,058
12/9/21	12/10/26	0.90%	191,515	153,898	37,617
Total Direct Borrowings			<u>\$ 2,486,037</u>	<u>\$ 1,702,007</u>	<u>\$ 784,030</u>

Changes in Long-Term Debt

	Balance January 01, 2022	Issued	Retired	Balance December 31, 2022
<u>Direct Borrowings</u>				
Financed purchases	<u>\$ 1,044,320</u>	<u>\$ 978,963</u>	<u>\$ 321,276</u>	<u>\$ 1,702,007</u>

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 9: Commitments (Continued)

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	\$ 517,996	\$ 33,558	\$ 551,554
2024	351,800	22,970	374,770
2025	349,886	16,205	366,091
2026	284,216	9,569	293,785
2027	198,109	4,413	202,522
Totals	<u>\$ 1,702,007</u>	<u>\$ 86,715</u>	<u>\$ 1,788,722</u>

County-Wide Reappraisal Contract

The County entered into a contract with Arkansas Computer Assisted Mass Appraisal (CAMA) Technology, Inc. for a county-wide reappraisal. The County is obligated for 36 monthly payments of \$12,861 for a total of \$463,000 beginning February 1, 2023. Contract expense for 2022 was \$137,000.

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

Year	December 31, 2022
2023	\$ 141,472
2024	154,333
2025	167,195
Total	<u>\$ 463,000</u>

Construction Contract

The County was contractually obligated for the following construction contract at December 31, 2022:

Project Name	Completed Date	Contract Balance December 31, 2022
Wallace Tower Project	May 30, 2023	<u>\$ 89,232</u>

NOTE 10: Interfund Transfers

The General Fund transferred \$142,112 to Other Funds in the Aggregate to supplement the operations of Emergency 911 and the Public Defender. Within Other Funds in the Aggregate, the Fire Department Fund transferred \$55,648 to supplement the operations of Emergency 911.

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 11: Jointly Governed Organizations

West River Valley Solid Waste Management District

Conway, Crawford, Franklin, Johnson, Logan, Perry, Pope, Scott, and Yell Counties and the Cities of Van Buren, Ozark, Atkins, Booneville, Alma, Clarksville, Russellville, Paris, Charleston, Morrilton, Waldron, and Dardanelle entered into an agreement in 1991 to form the West River Valley Solid Waste Management District, in accordance with Ark. Code Ann. § 8-6-708. The County did not provide any funding for the West River Valley Solid Waste Management District in 2022. Separate financial statements may be obtained at 24087 Highway 164 Clarksville AR. 72830.

Fifteenth Judicial District Drug Task Force

The Prosecuting Attorney of the Fifteenth Judicial District, the Sheriff's Departments of Conway, Logan, Scott, and Yell Counties, and the Police Departments of Paris, Booneville, Magazine, Waldron, Plainview, Ola, Dardanelle, Danville, Morrilton, Oppelo, Menifee, Mansfield, and Plumerville entered into an agreement to establish the Fifteenth Judicial District Drug Task Force. Funding was provided through a Drug Law Enforcement Program grant applied for by the Prosecuting Attorney of the Fifteenth Judicial District. The County provided funding in the amount of \$15,000 to the Fifteenth Judicial District Drug Task Force during 2022. Financial statements of the Fifteenth District Drug Task force are not available.

Central Arkansas Intermodal Authority

Conway and Perry Counties entered into an agreement in 2016 to form the Central Arkansas Intermodal Authority in accordance with Ark. Code Ann. § 14-143-103. The County did not provide any funding for the District in 2022.

NOTE 12: 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.

Property Program – This program is a blanket policy with coverage up to \$1,100,000,000 for any one loss with a \$1,000 deductible. The County shall pay into the program each year a charge established by the Risk Management Fund Board for covered county property.

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.

CONWAY COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 12: Risk Management (Continued)

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 \$500,000 per case with an annual aggregate of \$750,000. 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.

NOTE 13: 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 5.25% 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 \$913,093.

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 \$7,688,334.

NOTE 14: 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 \$4,049,091 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$4,049,091 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.

CONWAY COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2022

Schedule 1

	SPECIAL REVENUE FUNDS							
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	County Clerk's Cost	Court Recorder Cost	County Library	Child Support Cost	Drug Control
ASSETS								
Cash and cash equivalents	\$ 25,624	\$ 221,219	\$ 69,038	\$ 19,336	\$ 118,197	\$ 1,003,409	\$ 19,465	\$ 55,478
Accounts receivable			500	1,030	3,169	2,333		
TOTAL ASSETS	<u>\$ 25,624</u>	<u>\$ 221,219</u>	<u>\$ 69,538</u>	<u>\$ 20,366</u>	<u>\$ 121,366</u>	<u>\$ 1,005,742</u>	<u>\$ 19,465</u>	<u>\$ 55,478</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 156	\$ 14,246				\$ 18,762		
Settlements pending								
Total Liabilities	<u>156</u>	<u>14,246</u>				<u>18,762</u>		
Fund Balances:								
Restricted	25,468	\$ 206,973	\$ 69,538	\$ 20,366	\$ 121,366	986,980	\$ 19,465	\$ 55,478
Assigned								
Total Fund Balances	<u>25,468</u>	<u>206,973</u>	<u>69,538</u>	<u>20,366</u>	<u>121,366</u>	<u>986,980</u>	<u>19,465</u>	<u>55,478</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 25,624</u>	<u>\$ 221,219</u>	<u>\$ 69,538</u>	<u>\$ 20,366</u>	<u>\$ 121,366</u>	<u>\$ 1,005,742</u>	<u>\$ 19,465</u>	<u>\$ 55,478</u>

CONWAY COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

	SPECIAL REVENUE FUNDS							
	County Detention Facility	Boating Safety	Emergency 911	Fire Equipment and Training (Act 833)	Indigent Criminal Defense	Adult Drug Court	Circuit Clerk's Commissioner's Fee	Assessor's Late Assessment Fee
ASSETS								
Cash and cash equivalents	\$ 7,119	\$ 952	\$ 117,053	\$ 209,617	\$ 19,847	\$ 13,227	\$ 5,189	\$ 4,604
Accounts receivable			9,253			360	127	
TOTAL ASSETS	<u>\$ 7,119</u>	<u>\$ 952</u>	<u>\$ 126,306</u>	<u>\$ 209,617</u>	<u>\$ 19,847</u>	<u>\$ 13,587</u>	<u>\$ 5,316</u>	<u>\$ 4,604</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 140	\$ 13,170	\$ 11,464	\$ 1,579			
Settlements pending								
Total Liabilities		<u>140</u>	<u>13,170</u>	<u>11,464</u>	<u>1,579</u>			
Fund Balances:								
Restricted	\$ 7,119	812		198,153	18,268	\$ 13,587	\$ 5,316	\$ 4,604
Assigned			113,136					
Total Fund Balances	<u>7,119</u>	<u>812</u>	<u>113,136</u>	<u>198,153</u>	<u>18,268</u>	<u>13,587</u>	<u>5,316</u>	<u>4,604</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 7,119</u>	<u>\$ 952</u>	<u>\$ 126,306</u>	<u>\$ 209,617</u>	<u>\$ 19,847</u>	<u>\$ 13,587</u>	<u>\$ 5,316</u>	<u>\$ 4,604</u>

CONWAY COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

SPECIAL REVENUE FUNDS

	American Rescue Plan Act	Fire Departments	County Hospital	Community College (UACCM)	District Court Cost	Nuclear Response	Communication Facility and Equipment
ASSETS							
Cash and cash equivalents	\$ 1,059,978	\$ 2,036,200	\$ 698,580	\$ 77,487	\$ 18,677	\$ 69,041	\$ 140,528
Accounts receivable		8,430	8,354	6,059	75		
TOTAL ASSETS	\$ 1,059,978	\$ 2,044,630	\$ 706,934	\$ 83,546	\$ 18,752	\$ 69,041	\$ 140,528
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 192,470	\$ 30,688					
Settlements pending							
Total Liabilities	192,470	30,688					
Fund Balances:							
Restricted	867,508		\$ 706,934	\$ 83,546	\$ 18,752	\$ 69,041	\$ 140,528
Assigned		2,013,942					
Total Fund Balances	867,508	2,013,942	706,934	83,546	18,752	69,041	140,528
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,059,978	\$ 2,044,630	\$ 706,934	\$ 83,546	\$ 18,752	\$ 69,041	\$ 140,528

CONWAY COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2022

Schedule 1

	CAPITAL PROJECTS FUND	CUSTODIAL FUNDS					
	Library Building	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Totals
ASSETS							
Cash and cash equivalents	\$ 432,874	\$ 166,531	\$ 438,841	\$ 14,868	\$ 224,419	\$ 1,254,745	\$ 8,542,143
Accounts receivable							39,690
TOTAL ASSETS	<u>\$ 432,874</u>	<u>\$ 166,531</u>	<u>\$ 438,841</u>	<u>\$ 14,868</u>	<u>\$ 224,419</u>	<u>\$ 1,254,745</u>	<u>\$ 8,581,833</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable							\$ 282,675
Settlements pending		\$ 166,531	\$ 438,841	\$ 14,868	\$ 224,419	\$ 1,254,745	2,099,404
Total Liabilities		<u>166,531</u>	<u>438,841</u>	<u>14,868</u>	<u>224,419</u>	<u>1,254,745</u>	<u>2,382,079</u>
Fund Balances:							
Restricted	\$ 432,874						4,072,676
Assigned							2,127,078
Total Fund Balances	<u>432,874</u>						<u>6,199,754</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 432,874</u>	<u>\$ 166,531</u>	<u>\$ 438,841</u>	<u>\$ 14,868</u>	<u>\$ 224,419</u>	<u>\$ 1,254,745</u>	<u>\$ 8,581,833</u>

CONWAY 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

Schedule 2

	SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	County Clerk's Cost	Court Recorder Cost	County Library	Child Support Cost	Drug Control	County Detention Facility
REVENUES									
State aid						\$ 103,728			
Federal aid						285			
Property taxes						328,023			
Sales taxes									
Fines, forfeitures, and costs			\$ 10,480					\$ 20,070	
Interest	\$ 5	\$ 41	15	\$ 2	\$ 21	282	\$ 4	68	\$ 1
Officers' fees				10,782	41,152		828		2,340
911 fees									
Auction proceeds								20,942	
Treasurer's commission	41,163	72,169							
Collector's commission									
Other	8	115	49	10	77	10,851	14		5
TOTAL REVENUES	41,176	72,325	10,544	10,794	41,250	443,169	846	41,080	2,346
Less: Treasurer's commission		3	217	206	567	5,012	17		9
NET REVENUES	41,176	72,322	10,327	10,588	40,683	438,157	829	41,080	2,337
EXPENDITURES									
Current:									
General government	25,610	63,014			31,779				
Law enforcement			6,282					24,020	
Highways and streets									
Public safety									
Health									
Recreation and culture						549,297			
Social services									
Total Current	25,610	63,014	6,282		31,779	549,297		24,020	
Debt Service:									
Financed purchase principal									
Financed purchase interest									
TOTAL EXPENDITURES	25,610	63,014	6,282		31,779	549,297		24,020	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	15,566	9,308	4,045	10,588	8,904	(111,140)	829	17,060	2,337
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
Sales taxes remitted to community college									
Contributions from cities						30,000			
Loan proceeds									
TOTAL OTHER FINANCING SOURCES (USES)						30,000			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	15,566	9,308	4,045	10,588	8,904	(81,140)	829	17,060	2,337
FUND BALANCES - JANUARY 1	9,902	197,665	65,493	9,778	112,462	1,068,120	18,636	38,418	4,782
FUND BALANCES - DECEMBER 31	\$ 25,468	\$ 206,973	\$ 69,538	\$ 20,366	\$ 121,366	\$ 986,980	\$ 19,465	\$ 55,478	\$ 7,119

CONWAY 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

Schedule 2

	SPECIAL REVENUE FUNDS								
	Boating Safety	Emergency 911	Fire Equipment and Training (Act 833)	Indigent Criminal Defense	Adult Drug Court	Circuit Clerk's Commissioner's Fee	Assessor's Late Assessment Fee	American Rescue Plan Act	Fire Departments
REVENUES									
State aid	\$ 1,433		\$ 107,648						\$ 500
Federal aid								\$ 2,024,545	
Property taxes							\$ 818		25,690
Sales taxes									1,284,361
Fines, forfeitures, and costs				\$ 13,340	\$ 1,697				
Interest	1	\$ 64	49	3	3	\$ 1	1	122	10,144
Officers' fees						262			
911 fees		570,142							
Auction proceeds									
Treasurer's commission									
Collector's commission									
Other	3	143	135	10	371	4	3	252	10,815
TOTAL REVENUES	1,437	570,349	107,832	13,353	2,071	267	822	2,024,919	1,331,510
Less: Treasurer's commission	28			174	34	3	3		18,183
NET REVENUES	1,409	570,349	107,832	13,179	2,037	264	819	2,024,919	1,313,327
EXPENDITURES									
Current:									
General government								1,311,527	
Law enforcement	5,208			15,390	2,702			95,333	
Highways and streets								126,068	
Public safety		986,833	111,771					139,092	1,405,297
Health									
Recreation and culture								33,761	
Social services								754	
Total Current	5,208	986,833	111,771	15,390	2,702			1,706,535	1,405,297
Debt Service:									
Financed purchase principal			20,394						161,937
Financed purchase interest			414						11,575
TOTAL EXPENDITURES	5,208	986,833	132,579	15,390	2,702			1,706,535	1,578,809
EXCESS OF REVENUES OVER (UNDER)									
EXPENDITURES	(3,799)	(416,484)	(24,747)	(2,211)	(665)	264	819	318,384	(265,482)
OTHER FINANCING SOURCES (USES)									
Transfers in		190,260		7,500					
Transfers out									(55,648)
Sales taxes remitted to community college									
Contributions from cities									
Loan proceeds									566,942
TOTAL OTHER FINANCING SOURCES (USES)		190,260		7,500					511,294
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)									
EXPENDITURES AND OTHER USES	(3,799)	(226,224)	(24,747)	5,289	(665)	264	819	318,384	245,812
FUND BALANCES - JANUARY 1	4,611	339,360	222,900	12,979	14,252	5,052	3,785	549,124	1,768,130
FUND BALANCES - DECEMBER 31	\$ 812	\$ 113,136	\$ 198,153	\$ 18,268	\$ 13,587	\$ 5,316	\$ 4,604	\$ 867,508	\$ 2,013,942

CONWAY 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

Schedule 2

	SPECIAL REVENUE FUNDS						CAPITAL PROJECTS FUNDS		
	County Hospital	Community College (UACCM)	District Court Cost	Nuclear Response	Center for Exceptional Children	Communication Facility and Equipment	Courthouse Renovation	Library Building	Totals
REVENUES									
State aid	\$ 36,098			\$ 51,250			\$ 33,363		\$ 334,020
Federal aid	286			24,784	\$ 225				2,050,125
Property taxes	328,023								682,554
Sales taxes	953,542	\$ 953,542							3,191,445
Fines, forfeitures, and costs			\$ 17,065						62,652
Interest	1,180		20	49		\$ 52		\$ 173	12,301
Officers' fees						133,294			188,658
911 fees									570,142
Auction proceeds									20,942
Treasurer's commission									41,163
Collector's commission									72,169
Other				18		19		500	23,402
TOTAL REVENUES	1,319,129	953,542	17,085	76,101	225	133,365	33,363	673	7,249,573
Less: Treasurer's commission	17,972	13,012	58						55,498
NET REVENUES	1,301,157	940,530	17,027	76,101	225	133,365	33,363	673	7,194,075
EXPENDITURES									
Current:									
General government							31,941		1,463,871
Law enforcement			18,512			60,681			228,128
Highways and streets									126,068
Public safety				59,816					2,702,809
Health	1,303,709								1,303,709
Recreation and culture								200	583,258
Social services					225				979
Total Current	1,303,709		18,512	59,816	225	60,681	31,941	200	6,408,822
Debt Service:									
Financed purchase principal									182,331
Financed purchase interest									11,989
TOTAL EXPENDITURES	1,303,709		18,512	59,816	225	60,681	31,941	200	6,603,142
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(2,552)	940,530	(1,485)	16,285		72,684	1,422	473	590,933
OTHER FINANCING SOURCES (USES)									
Transfers in									197,760
Transfers out									(55,648)
Sales taxes remitted to community college		(860,931)							(860,931)
Contributions from cities									30,000
Loan proceeds									566,942
TOTAL OTHER FINANCING SOURCES (USES)		(860,931)							(121,877)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(2,552)	79,599	(1,485)	16,285		72,684	1,422	473	469,056
FUND BALANCES - JANUARY 1	709,486	3,947	20,237	52,756		67,844	(1,422)	432,401	5,730,698
FUND BALANCES - DECEMBER 31	\$ 706,934	\$ 83,546	\$ 18,752	\$ 69,041	\$ 0	\$ 140,528	\$ 0	\$ 432,874	\$ 6,199,754

CONWAY 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.
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.
Court Recorder 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 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.
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.
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 commercial mobile radio service providers for 911 emergency services.

CONWAY 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>
Fire Equipment and Training (Act 833)	Ark. Code Ann. § 14-284-403 requires fire protection premium tax funds to be distributed by the county to local fire districts for equipment, training, capital improvements, insurance for buildings, utility costs, or other expenditures necessary for upgrading fire service.
Indigent Criminal Defense	Ark. Code Ann. § 14-20-102 established fund to receive funds distributed in accordance with Ark. Code Ann. § 16-10-307 to be used to pay reasonable and necessary costs incurred in the defense an representation of indigent person.
Adult 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.
Circuit Clerk's 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.
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.
Fire Departments	Established fund to receive a voluntary property tax, sales tax, and other revenues to be used to finance capital improvements and operating and maintenance cost of the Conway County Rural Fire Departments.
County Hospital	Conway County Ordinance no. 2000-14 (July 21, 2000) established fund to receive property and sales tax revenue levied to assist constructing, operating, and maintaining the hospital facilities owned by the County.
Community College (UACCM)	Conway County Ordinance no. 2000-56 (August 24, 2000) established a fund to receive sales tax revenue levied to assist the University of Arkansas Community College at Morrilton (UACCM) in constructing, improvements to, and operating and maintaining facilities owned by the college.
District Court Cost	Ark. Code Ann. § 16-17-126 authorizes district court filing fees for writs of garnishment and executions to be appropriated for any permissible use in the administration of the district court.

CONWAY 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>
Nuclear Response	Established to receive state, federal, and local grants to be expended for safety related matters concerning Arkansas Nuclear One.
Center for Exceptional Children	Established to receive state funds in the form of grants to be passed through to the Center for Exceptional Children.
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.
Courthouse Renovation	Established to receive grant to be expended for renovations to the courthouse.
Library Building	Established to account for donations restricted by donors and grants for the purchase of computers and library expansion.

Treasurer's accounts consist primarily of treasurer's commission, law library funds, and interest 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, and inmate trust money.

County Clerk's accounts consist primarily of trust money.

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

CONWAY COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2022
(Unaudited)

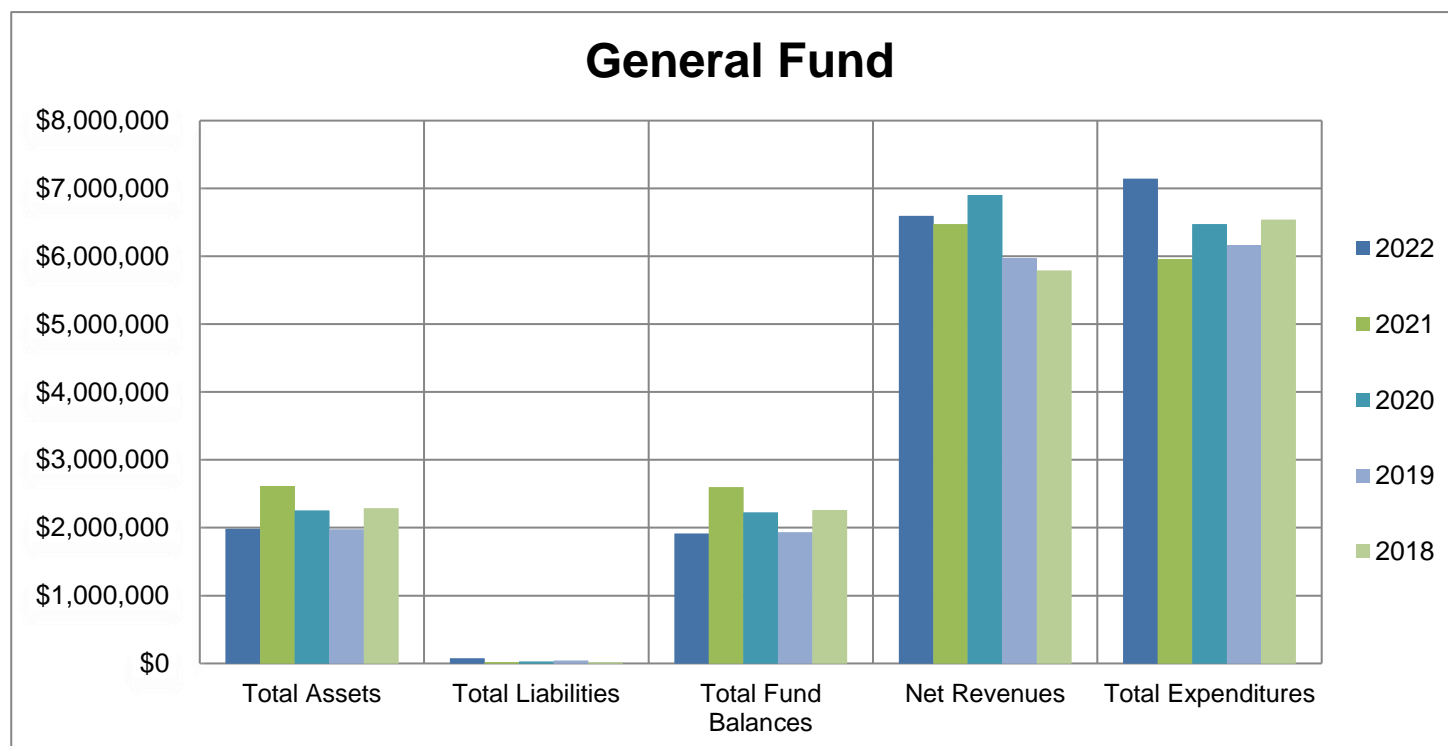
Schedule 3

	December 31, 2022
Land	\$ 236,208
Buildings	11,356,720
Equipment	<u>15,734,212</u>
Total	<u><u>\$ 27,327,140</u></u>

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

Schedule 4-1

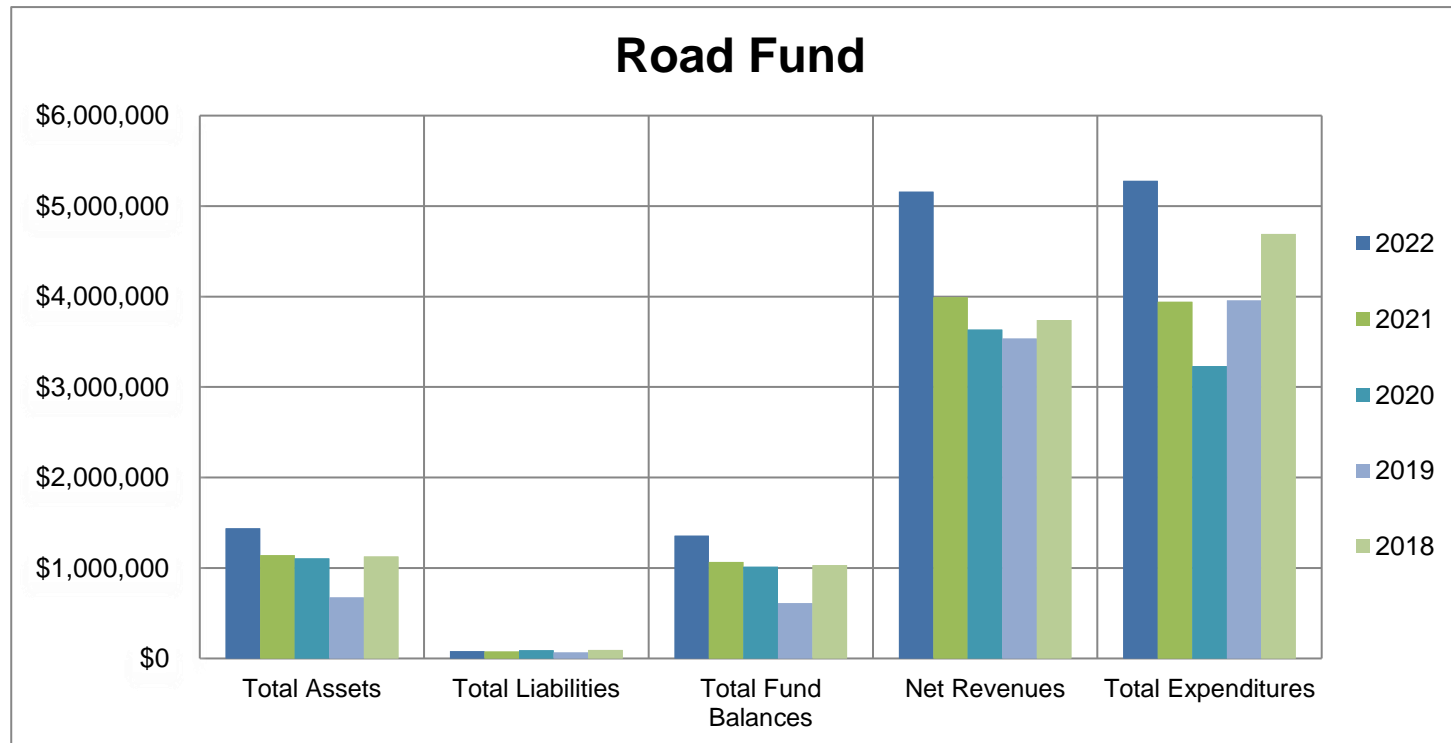
<u>General</u>	2022	2021	2020	2019	2018
Total Assets	\$ 1,984,439	\$ 2,614,205	\$ 2,251,356	\$ 1,972,701	\$ 2,285,342
Total Liabilities	72,797	15,983	27,807	39,364	23,446
Total Fund Balances	1,911,642	2,598,222	2,223,549	1,933,337	2,261,896
Net Revenues	6,596,906	6,472,826	6,903,040	5,974,998	5,787,649
Total Expenditures	7,141,374	5,959,030	6,473,705	6,164,434	6,540,987
Total Other Financing Sources/Uses	(142,112)	(139,123)	(139,123)	(139,123)	166,877



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

Schedule 4-2

<u>Road</u>	2022	2021	2020	2019	2018
Total Assets	\$ 1,436,819	\$ 1,140,170	\$ 1,105,215	\$ 674,620	\$ 1,125,538
Total Liabilities	80,299	74,921	90,570	65,025	95,428
Total Fund Balances	1,356,520	1,065,249	1,014,645	609,595	1,030,110
Net Revenues	5,158,946	3,992,772	3,634,805	3,535,258	3,739,970
Total Expenditures	5,279,696	3,942,168	3,229,755	3,955,773	4,692,809
Total Other Financing Sources/Uses	412,021				(65,000)



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

Schedule 4-3

<u>Other Funds in the Aggregate</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Assets	\$ 8,581,833	\$ 7,655,894	\$ 6,027,706	\$ 6,380,563	\$ 5,774,001
Total Liabilities	2,382,079	1,925,196	1,204,392	1,709,133	904,549
Total Fund Balances	6,199,754	5,730,698	4,823,314	4,671,430	4,869,452
Net Revenues	7,194,075	7,117,096	4,830,669	4,100,328	4,323,579
Total Expenditures	6,603,142	5,610,742	4,267,801	3,709,201	4,078,588
Total Other Financing Sources/Uses	(121,877)	(598,970)	(410,984)	(589,149)	(152,576)

