

Crittenden County, Arkansas

Financial and Compliance Report

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



CRITTENDEN 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

Crittenden 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 Crittenden County, Arkansas, as of and for the year ended December 31, 2022, and have issued our report thereon dated March 14, 2024. Management of the County is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The finding contained in this section relates to the following officials who held office during 2022:

County Judge: Woody Wheeless
Treasurer: Matt Thompson
Sheriff: Michael Allen
Tax Collector: Ellen Foote
County Clerk: Paula Brown
Circuit Clerk: Terry Hawkins
Assessor: Kimberly Hollowell

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

Noncompliance with state law and accepted accounting practices was noted in the office of the **County Clerk**.

County Clerk

Review of County payroll records revealed the following issues regarding timely submission of reports/amounts:

- Federal withholdings and employee matching amounts reported on Internal Revenue Service (IRS) Forms 941 for 2022 were not remitted timely, resulting in penalties and interest of \$6,958; the County paid this amount, in August 2023.
- Quarterly remittances to the State of Arkansas Division of Workforce Services (DWS), as well as employer contributions of \$9,782, were not submitted for all of 2021 and the first quarter of 2022, resulting in penalties and interest of \$2,122. Subsequently, in July 2022, the County made a payment of \$11,747; however, due to lack of support documentation, we were unable to determine if this payment was to satisfy the previously mentioned amounts.
- We were unable to determine whether the remaining remittances and contributions for the last 3 quarters 2022 were filed and remitted timely due to lack of support documentation; however, on May 23, 2023, DWS filed a lien upon all County- owned real and personal property for delinquent, non-filed months of April and May 2022 in the amount of \$4,628, including the filing fee of \$8. This lien was satisfied in August of 2023. According to DWS, as of March 13, 2024, the County was current through June 2023. The third and fourth quarters of 2023, due by October 31, 2023, and January 31, 2024, respectively, have not been filed or remitted.

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
March 14, 2024
LOCO01822

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

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 12,985,489	\$ 5,974,338	\$ 25,736,860
Accounts receivable	1,184,271	60,029	429,678
Interfund receivables		130,000	
	<u>14,169,760</u>	<u>6,164,367</u>	<u>26,166,538</u>
TOTAL ASSETS	<u>\$ 14,169,760</u>	<u>\$ 6,164,367</u>	<u>\$ 26,166,538</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 117,789	\$ 4,565	\$ 289,234
Interfund payables	130,000		
Settlements pending	2,500		3,723,525
Total Liabilities	<u>250,289</u>	<u>4,565</u>	<u>4,012,759</u>
Fund Balances:			
Restricted			17,343,879
Committed			4,291,473
Assigned	780	6,159,802	518,427
Unassigned	13,918,691		
Total Fund Balances	<u>13,919,471</u>	<u>6,159,802</u>	<u>22,153,779</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 14,169,760</u>	<u>\$ 6,164,367</u>	<u>\$ 26,166,538</u>

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

CRITTENDEN 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	\$ 893,355	\$ 2,230,752	\$ 303,007
Federal aid	132,061	7,451	4,855,724
Property taxes	315,389	482,390	191,201
Sales taxes	3,351,689	1,431,665	7,158,326
Fines, forfeitures, and costs	1,034,369		386,476
Interest	63,200	32,587	91,685
Officers' fees	197,723		314,333
Franchise fees	29,696		
Southland breakage and gaming tax	3,811,624		
Insurance premiums collected	19,464		
Jail fees			572,785
Sanitation fees			153,485
Emergency 911 fees			420,900
Treasurer's commission	227,624		53,744
Collector's commission	381,249		161,178
Taxes apportioned - Assessor's salary and expense	641,525		
Other	497,555	48,849	147,880
TOTAL REVENUES	11,596,523	4,233,694	14,810,724
Less: Treasurer's commission	87,485	33,757	80,728
NET REVENUES	11,509,038	4,199,937	14,729,996
EXPENDITURES			
Current:			
General government	3,900,889		2,321,154
Law enforcement	4,753,503		7,019,488
Highways and streets	38,251	3,104,597	
Public safety	34,000		392,369
Sanitation			60,789
Health	113,044		21,325
Recreation and culture	19,500		635,726
Social services	52,721		
Total Current	8,911,908	3,104,597	10,450,851
Debt Service:			
Financed purchase principal		164,184	
Financed purchase interest		23,244	
TOTAL EXPENDITURES	8,911,908	3,292,025	10,450,851

CRITTENDEN 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
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 2,597,130	\$ 907,912	\$ 4,279,145
OTHER FINANCING SOURCES (USES)			
Transfers in			465,017
Transfers out	(465,000)		(17)
TOTAL OTHER FINANCING SOURCES (USES)	(465,000)		465,000
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,132,130	907,912	4,744,145
FUND BALANCES - JANUARY 1	11,787,341	5,251,890	17,409,634
FUND BALANCES - DECEMBER 31	\$ 13,919,471	\$ 6,159,802	\$ 22,153,779

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

CRITTENDEN 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	\$ 140,477	\$ 893,355	\$ 752,878	\$ 1,970,007	\$ 2,230,752	\$ 260,745
Federal aid	28,000	132,061	104,061		7,451	7,451
Property taxes	335,000	315,389	(19,611)	427,000	482,390	55,390
Sales taxes	3,012,000	3,351,689	339,689	1,300,000	1,431,665	131,665
Fines, forfeitures, and costs	112,000	1,034,369	922,369			
Interest	34,000	63,200	29,200	20,000	32,587	12,587
Officers' fees	157,400	197,723	40,323			
Franchise fees	40,000	29,696	(10,304)			
Southland breakage and gaming tax	3,200,000	3,811,624	611,624			
Insurance premiums collected	23,000	19,464	(3,536)			
Treasurer's commission	240,000	227,624	(12,376)			
Collector's commission	346,000	381,249	35,249			
Taxes apportioned - Assessor's salary and expense	503,500	641,525	138,025			
Other	553,600	497,555	(56,045)	69,500	48,849	(20,651)
TOTAL REVENUES	8,724,977	11,596,523	2,871,546	3,786,507	4,233,694	447,187
Less: Treasurer's commission		87,485	(87,485)		33,757	(33,757)
NET REVENUES	8,724,977	11,509,038	2,784,061	3,786,507	4,199,937	413,430
EXPENDITURES						
Current:						
General government	4,638,250	3,900,889	737,361			
Law enforcement	5,261,553	4,753,503	508,050			
Highways and streets		38,251	(38,251)	3,817,234	3,104,597	712,637
Public safety		34,000	(34,000)			
Health	136,252	113,044	23,208			
Recreation and culture		19,500	(19,500)			
Social services	58,587	52,721	5,866			
Total Current	10,094,642	8,911,908	1,182,734	3,817,234	3,104,597	712,637
Debt Service:						
Financed purchase principal					164,184	(164,184)
Financed purchase interest					23,244	(23,244)
TOTAL EXPENDITURES	10,094,642	8,911,908	1,182,734	3,817,234	3,292,025	525,209

CRITTENDEN 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)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (1,369,665)	\$ 2,597,130	\$ 3,966,795	\$ (30,727)	\$ 907,912	\$ 938,639
OTHER FINANCING SOURCES (USES)						
Transfers in	750,000		(750,000)			
Transfers out	(260,000)	(465,000)	(205,000)			
TOTAL OTHER FINANCING SOURCES (USES)	490,000	(465,000)	(955,000)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(879,665)	2,132,130	3,011,795	(30,727)	907,912	938,639
FUND BALANCES - JANUARY 1	10,729,311	11,787,341	1,058,030	5,223,653	5,251,890	28,237
FUND BALANCES - DECEMBER 31	<u>\$ 9,849,646</u>	<u>\$ 13,919,471</u>	<u>\$ 4,069,825</u>	<u>\$ 5,192,926</u>	<u>\$ 6,159,802</u>	<u>\$ 966,876</u>

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

CRITTENDEN 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	Court Automation	Assessor's Amendment No. 79	County Recorder's Cost / Machinery and Equipment	County Library	Landfill	Reappraisal Cost	Child Support Cost
ASSETS									
Cash and cash equivalents	\$ 161,824	\$ 176,139	\$ 164,295	\$ 54,778	\$ 166,791	\$ 150,570	\$ 4,228,786	\$ 25,146	\$ 324
Accounts receivable	53,750	161,191	1,331	125	22,372	10,749	28,111	1	
TOTAL ASSETS	<u>\$ 215,574</u>	<u>\$ 337,330</u>	<u>\$ 165,626</u>	<u>\$ 54,903</u>	<u>\$ 189,163</u>	<u>\$ 161,319</u>	<u>\$ 4,256,897</u>	<u>\$ 25,147</u>	<u>\$ 324</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 440	\$ 6,222				\$ 1,477			
Settlements pending									
Total Liabilities	<u>440</u>	<u>6,222</u>				<u>1,477</u>			
Fund Balances:									
Restricted	215,134	331,108	\$ 165,626	\$ 54,903	\$ 189,163			\$ 25,147	\$ 324
Committed							\$ 4,256,897		
Assigned						159,842			
Total Fund Balances	<u>215,134</u>	<u>331,108</u>	<u>165,626</u>	<u>54,903</u>	<u>189,163</u>	<u>159,842</u>	<u>4,256,897</u>	<u>25,147</u>	<u>324</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 215,574</u>	<u>\$ 337,330</u>	<u>\$ 165,626</u>	<u>\$ 54,903</u>	<u>\$ 189,163</u>	<u>\$ 161,319</u>	<u>\$ 4,256,897</u>	<u>\$ 25,147</u>	<u>\$ 324</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS								
	Sheriff's Communication Facility and Equipment	Drug Control	Jail	Search and Rescue	Emergency 911	Public Defender	Drug Court Fees Act 490	Juvenile Division	Circuit Clerk Commissioner's Fee
ASSETS									
Cash and cash equivalents	\$ 16,714	\$ 16,910	\$ 8,591,895	\$ 13,377	\$ 207,722	\$ 60,438	\$ 1,905	\$ 21,578	\$ 15,950
Accounts receivable		167	136,969	13	3,930	8,734	400	615	31
TOTAL ASSETS	<u>\$ 16,714</u>	<u>\$ 17,077</u>	<u>\$ 8,728,864</u>	<u>\$ 13,390</u>	<u>\$ 211,652</u>	<u>\$ 69,172</u>	<u>\$ 2,305</u>	<u>\$ 22,193</u>	<u>\$ 15,981</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable			\$ 159,484	\$ 18	\$ 684			\$ 1,082	
Settlements pending									
Total Liabilities			<u>159,484</u>	<u>18</u>	<u>684</u>			<u>1,082</u>	
Fund Balances:									
Restricted	\$ 16,714	\$ 17,077	8,317,095	13,372	194,968		\$ 2,305		\$ 15,981
Committed									
Assigned			252,285		16,000	\$ 69,172		21,111	
Total Fund Balances	<u>16,714</u>	<u>17,077</u>	<u>8,569,380</u>	<u>13,372</u>	<u>210,968</u>	<u>69,172</u>	<u>2,305</u>	<u>21,111</u>	<u>15,981</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 16,714</u>	<u>\$ 17,077</u>	<u>\$ 8,728,864</u>	<u>\$ 13,390</u>	<u>\$ 211,652</u>	<u>\$ 69,172</u>	<u>\$ 2,305</u>	<u>\$ 22,193</u>	<u>\$ 15,981</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS								CAPITAL PROJECTS FUND
	Assessor's Late Fee	American Rescue Plan Act	Police Radar and Equipment	Emergency Management	East Arkansas Youth Services	Renovation Grant	Mental Health Collaboration Grant	Law Library	Community Development Block Grant - Earle Library
ASSETS									
Cash and cash equivalents	\$ 16,835	\$ 7,794,111	\$ 35,116	\$ 17	\$ 18,421	\$ 9,488	\$ 2,428	\$ 61,655	\$ 122
Accounts receivable	164							1,025	
TOTAL ASSETS	<u>\$ 16,999</u>	<u>\$ 7,794,111</u>	<u>\$ 35,116</u>	<u>\$ 17</u>	<u>\$ 18,421</u>	<u>\$ 9,488</u>	<u>\$ 2,428</u>	<u>\$ 62,680</u>	<u>\$ 122</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable		\$ 112,445	\$ 540		\$ 6,842				
Settlements pending									
Total Liabilities		<u>112,445</u>	<u>540</u>		<u>6,842</u>				
Fund Balances:									
Restricted	\$ 16,999	7,681,666			11,579	\$ 9,488	\$ 2,428	\$ 62,680	\$ 122
Committed			34,576						
Assigned				\$ 17					
Total Fund Balances	<u>16,999</u>	<u>7,681,666</u>	<u>34,576</u>	<u>17</u>	<u>11,579</u>	<u>9,488</u>	<u>2,428</u>	<u>62,680</u>	<u>122</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 16,999</u>	<u>\$ 7,794,111</u>	<u>\$ 35,116</u>	<u>\$ 17</u>	<u>\$ 18,421</u>	<u>\$ 9,488</u>	<u>\$ 2,428</u>	<u>\$ 62,680</u>	<u>\$ 122</u>

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

Schedule 1

	CUSTODIAL FUNDS							
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	County Judge Accounts	Juvenile Probation Account	Totals
ASSETS								
Cash and cash equivalents	\$ 2,765,083	\$ 155,827	\$ 314,493	\$ 184,338	\$ 302,708	\$ 566	\$ 510	\$ 25,736,860
Accounts receivable								429,678
TOTAL ASSETS	\$ 2,765,083	\$ 155,827	\$ 314,493	\$ 184,338	\$ 302,708	\$ 566	\$ 510	\$ 26,166,538
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 289,234
Settlements pending	\$ 2,765,083	\$ 155,827	\$ 314,493	\$ 184,338	\$ 302,708	\$ 566	\$ 510	3,723,525
Total Liabilities	<u>2,765,083</u>	<u>155,827</u>	<u>314,493</u>	<u>184,338</u>	<u>302,708</u>	<u>566</u>	<u>510</u>	<u>4,012,759</u>
Fund Balances:								
Restricted								17,343,879
Committed								4,291,473
Assigned								518,427
Total Fund Balances								<u>22,153,779</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 2,765,083	\$ 155,827	\$ 314,493	\$ 184,338	\$ 302,708	\$ 566	\$ 510	\$ 26,166,538

CRITTENDEN 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	Court Automation	Assessor's Amendment No. 79	County Recorder's Cost / Machinery and Equipment	County Library	Landfill	Reappraisal Cost
REVENUES								
State aid				\$ 12,728		\$ 67,781		\$ 187,635
Federal aid								
Property taxes						185,019		
Sales taxes								
Fines, forfeitures, and costs			\$ 20,385					
Interest	\$ 641	\$ 751	617	229	\$ 733	168	\$ 24,441	64
Officers' fees					300,651			
Jail fees								
Sanitation fees							153,485	
Emergency 911 fees								
Treasurer's commission	53,744							
Collector's commission		161,178						
Other		1,305			3,731	1,703		
TOTAL REVENUES	54,385	163,234	21,002	12,957	305,115	254,671	177,926	187,699
Less: Treasurer's commission	7	2	6	134	3,242	1,836	182	1
NET REVENUES	54,378	163,232	20,996	12,823	301,873	252,835	177,744	187,698
EXPENDITURES								
Current:								
General government	35,323	95,882	1,062	7,899	327,312			187,635
Law enforcement								
Public safety								
Sanitation							60,789	
Health								
Recreation and culture						401,711		
TOTAL EXPENDITURES	35,323	95,882	1,062	7,899	327,312	401,711	60,789	187,635
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	19,055	67,350	19,934	4,924	(25,439)	(148,876)	116,955	63
OTHER FINANCING SOURCES (USES)								
Transfers in						260,000		
Transfers out								
TOTAL OTHER FINANCING SOURCES (USES)						260,000		
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	19,055	67,350	19,934	4,924	(25,439)	111,124	116,955	63
FUND BALANCES - JANUARY 1	196,079	263,758	145,692	49,979	214,602	48,718	4,139,942	25,084
FUND BALANCES - DECEMBER 31	\$ 215,134	\$ 331,108	\$ 165,626	\$ 54,903	\$ 189,163	\$ 159,842	\$ 4,256,897	\$ 25,147

CRITTENDEN 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	Sheriff's Communication Facility and Equipment	Drug Control	Jail	Search and Rescue	Emergency 911	Public Defender	Drug Court Fees Act 490
REVENUES								
State aid					\$ 1,875		\$ 1,821	
Federal aid								
Property taxes								
Sales taxes				\$ 7,158,326				
Fines, forfeitures, and costs			\$ 17,240	231,255			92,392	\$ 650
Interest		\$ 38	15	43,315	67	\$ 359		23
Officers' fees	\$ 324	10,978						
Jail fees		148,950		423,835				
Sanitation fees								
Emergency 911 fees						420,900		
Treasurer's commission								
Collector's commission								
Other				134,990		4,424	1,681	
TOTAL REVENUES	324	159,966	17,255	7,991,721	1,942	425,683	95,894	673
Less: Treasurer's commission			178	74,082	14	4	916	
NET REVENUES	324	159,966	17,077	7,917,639	1,928	425,679	94,978	673
EXPENDITURES								
Current:								
General government								
Law enforcement		157,856		6,597,622	6,703		190,675	7,245
Public safety						392,369		
Sanitation								
Health								
Recreation and culture								
TOTAL EXPENDITURES		157,856		6,597,622	6,703	392,369	190,675	7,245
EXCESS OF REVENUES OVER (UNDER)								
EXPENDITURES	324	2,110	17,077	1,320,017	(4,775)	33,310	(95,697)	(6,572)
OTHER FINANCING SOURCES (USES)								
Transfers in							170,000	
Transfers out								
TOTAL OTHER FINANCING SOURCES (USES)							170,000	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)								
EXPENDITURES AND OTHER USES	324	2,110	17,077	1,320,017	(4,775)	33,310	74,303	(6,572)
FUND BALANCES - JANUARY 1		14,604		7,249,363	18,147	177,658	(5,131)	8,877
FUND BALANCES - DECEMBER 31	\$ 324	\$ 16,714	\$ 17,077	\$ 8,569,380	\$ 13,372	\$ 210,968	\$ 69,172	\$ 2,305

CRITTENDEN 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							
	Juvenile Division	Circuit Clerk Commissioner's Fee	Assessor's Late Fee	American Rescue Plan Act	Police Radar and Equipment	Emergency Management	East Arkansas Youth Services	Renovation Grant
REVENUES								
State aid							\$ 31,167	
Federal aid				\$ 4,657,349				
Property taxes			\$ 6,182					
Sales taxes								
Fines, forfeitures, and costs	\$ 12,812							
Interest	15	\$ 60	51	19,688	\$ 148			
Officers' fees		2,380						
Jail fees								
Sanitation fees								
Emergency 911 fees								
Treasurer's commission								
Collector's commission								
Other	46							
TOTAL REVENUES	12,873	2,440	6,233	4,677,037	148		31,167	
Less: Treasurer's commission		1	1					
NET REVENUES	12,873	2,439	6,232	4,677,037	148		31,167	
EXPENDITURES								
Current:								
General government				1,666,041				
Law enforcement	37,598				3,861			
Public safety								
Sanitation								
Health								
Recreation and culture							35,640	
TOTAL EXPENDITURES	37,598			1,666,041	3,861		35,640	
EXCESS OF REVENUES OVER (UNDER)								
EXPENDITURES	(24,725)	2,439	6,232	3,010,996	(3,713)		(4,473)	
OTHER FINANCING SOURCES (USES)								
Transfers in	35,000					\$ 17		
Transfers out								
TOTAL OTHER FINANCING SOURCES (USES)	35,000					17		
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)								
EXPENDITURES AND OTHER USES	10,275	2,439	6,232	3,010,996	(3,713)	17	(4,473)	
FUND BALANCES - JANUARY 1	10,836	13,542	10,767	4,670,670	38,289		16,052	\$ 9,488
FUND BALANCES - DECEMBER 31	\$ 21,111	\$ 15,981	\$ 16,999	\$ 7,681,666	\$ 34,576	\$ 17	\$ 11,579	\$ 9,488

CRITTENDEN 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		CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND	
	Mental Health Collaboration Grant	Law Library	Hospital Building	Community Development Block Grant - Earle Library	Crittenden County Sales and Use Tax Bonds, Series 2017	Totals
REVENUES						
State aid						\$ 303,007
Federal aid				\$ 198,375		4,855,724
Property taxes						191,201
Sales taxes						7,158,326
Fines, forfeitures, and costs		\$ 11,742				386,476
Interest		262				91,685
Officers' fees						314,333
Jail fees						572,785
Sanitation fees						153,485
Emergency 911 fees						420,900
Treasurer's commission						53,744
Collector's commission						161,178
Other						147,880
TOTAL REVENUES		12,004		198,375		14,810,724
Less: Treasurer's commission		122				80,728
NET REVENUES		11,882		198,375		14,729,996
EXPENDITURES						
Current:						
General government						2,321,154
Law enforcement		17,928				7,019,488
Public safety						392,369
Sanitation						60,789
Health			\$ 21,325			21,325
Recreation and culture				198,375		635,726
TOTAL EXPENDITURES		17,928	21,325	198,375		10,450,851
EXCESS OF REVENUES OVER (UNDER)						
EXPENDITURES		(6,046)	(21,325)			4,279,145
OTHER FINANCING SOURCES (USES)						
Transfers in						465,017
Transfers out					\$ (17)	(17)
TOTAL OTHER FINANCING SOURCES (USES)					(17)	465,000
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)						
EXPENDITURES AND OTHER USES		(6,046)	(21,325)		(17)	4,744,145
FUND BALANCES - JANUARY 1	\$ 2,428	68,726	21,325	122	17	17,409,634
FUND BALANCES - DECEMBER 31	\$ 2,428	\$ 62,680	\$ 0	\$ 122	\$ 0	\$ 22,153,779

CRITTENDEN 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.
Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
Assessor's Amendment No. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County Recorder's Cost / Machinery and Equipment	Ark. Code Ann. § 21-6-306 established fund to receive at least 25% of the fees collected by circuit clerks to be used to purchase, maintain, and operate an automated records system.
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.
Landfill	Crittenden County Ordinance no. 1986-1 (June 17, 1986) established fund to receive fees collected by the Treasurer for the purpose of collecting and disposing of solid waste.
Reappraisal Cost	Ark. Code Ann. § 26-26-1907 established fund to pay reappraisals of real property with revenue received from the State.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the Clerk's office.
Sheriff's Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected and phone commission funds to be used for communications equipment and repair and to train operations staff.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.
Jail	Established by Crittenden County Ordinance no. 1997-12 (September 23, 1997) levying 3/4 cent sales and use tax as approved by the voters for the purpose of operating and maintaining jail and related facilities. Additionally, Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners; construction, maintenance, and operation of the county jail; purchase and maintenance of jail equipment; and training, salaries, and certificate pay for jailers and deputy sheriffs.

CRITTENDEN 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>
Search and Rescue	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within a county or for emergency rescue services if the county has not established a patrol.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Public Defender	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund used for defense of indigents.
Drug Court Fees Act 490	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.
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 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.
Police Radar and Equipment	Crittenden County Ordinance no. 1996-17 (August 20, 1996) established fund to receive \$2 of every fine to Municipal Court Clerk's office at West Memphis to be used to purchase police equipment, radar equipment, radar certifications, and emergency equipment.
Emergency Management	Established to account for grants received for Homeland Security and Law Enforcement Terrorism Prevention Program.
East Arkansas Youth Services	Established to account for Juvenile Accountability Block Grant received for the purpose of supporting operations of community corrections expenses such as facility maintenance and repairs, food, insurance, and utilities.
Renovation Grant	Established to account for a historical preservation grant received for courthouse renovations.

CRITTENDEN 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>
Mental Health Collaboration Grant	Established to account for grants received from the Justice and Mental Health Collaboration Program (JMHCP) to help individuals in the justice system with mental illnesses or co-occurring mental health and substance abuse disorders.
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.
Hospital Building	Crittenden County Ordinance no. 2015-18 (December 18, 2015) amending Crittenden County Ordinance no. 2015-7 (May 12, 2015) levying one percent (1%) sales and use tax as approved by the voters for a period of five years to be used to construct and equip a new medical surgical hospital facility or to pay and secure bonds to finance all or a portion of the costs of such construction and equipping.
Community Development Block Grant - Earle Library	Established to account for a grant received from Arkansas Economic Development Commission for the construction of a public library in the City of Earle, Arkansas.
Crittenden County Sales and Use Tax Bonds, Series 2017	Crittenden County Ordinance nos. 2015-19 (December 18, 2015) and 2017-16 (September 19, 2017) as approved by voters authorized the issuance of sales and use tax bonds. This fund was set up in order to facilitate the retirement of the related debt.

Treasurer's accounts consist primarily of property taxes, commissions, and bond money not distributed to the appropriate agencies.

Collector's accounts consist primarily of property 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 payroll, trust money, and fee money to be settled with the Treasurer.

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

County Judge's account consists of planning commission money not yet remitted to the Treasurer.

Juvenile Probation account consists primarily of juvenile fees not yet remitted to the Treasurer.

CRITTENDEN 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 federal aid that are restricted or committed for maintaining and constructing roads.

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

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Special Revenue Funds presented on Schedules 1 and 2 are reported with other funds in the aggregate.

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

Debt Service Funds - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The Debt Service Fund presented on Schedule 2 is 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.

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

1: (Continued)

B. Basis of Accounting - Regulatory

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

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

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 accounts and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, excess commissions and property taxes that have not been transferred to the appropriate entities.

Fund Balance Classifications

1. Restricted fund balance – amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
2. Committed fund balance – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Quorum Court.
3. Assigned fund balance – amounts that are constrained by the Quorum Court's intent to be used for specific purposes, but are neither restricted nor committed.
4. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

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

1: (Continued)

D. Property Taxes

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

E. Budget Law

1. Legal Requirements

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

2. Accounting

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

F. Fund Balance Classification Policies and Procedures

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

For classification of fund balance amounts, restricted resources are considered spent before unrestricted. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

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

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			\$ 8,539,913
Law enforcement			8,597,297
Public safety			194,968
Recreation and culture			11,579
Capital outlay			122
Total Restricted			<u>17,343,879</u>
Committed for:			
Law enforcement			34,576
Sanitation			<u>4,256,897</u>
Total Committed			<u>4,291,473</u>
Assigned to:			
Law enforcement	\$ 780		342,568
Highways and streets		\$ 6,159,802	
Public safety			16,017
Recreation and culture			<u>159,842</u>
Total Assigned	<u>780</u>	<u>6,159,802</u>	<u>518,427</u>
Unassigned	<u>13,918,691</u>		
Totals	<u>\$ 13,919,471</u>	<u>\$ 6,159,802</u>	<u>\$ 22,153,779</u>

3. Commitments

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

	December 31, 2022
Total Long-term liabilities	<u>\$ 8,017,324</u>

CRITTENDEN 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>	
The County entered into a financed purchase agreement for \$207,850 for a Caterpillar Motor Grader dated December 20, 2021. Terms are 60 monthly payments of \$3,734 at 2.989% interest. Payments are made from the Road Fund.	\$ 168,454
The County entered into a financed purchase agreement for \$207,850 for a Caterpillar Motor Grader dated December 20, 2021. Terms are 60 monthly payments of \$3,734 at 2.989% interest. Payments are made from the Road Fund.	168,454
The County entered into a financed purchase agreement for \$207,850 for a Caterpillar Motor Grader dated December 20, 2021. Terms are 60 monthly payments of \$3,734 at 2.989% interest. Payments are made from the Road Fund.	164,677
The County entered into a financed purchase agreement for \$207,850 for a Caterpillar Motor Grader dated January 5, 2022. Terms are 60 monthly payments of \$3,734 at 2.989% interest. Payments are made from the Road Fund.	171,972
The County entered into a financed purchase agreement for \$193,664 for a Knuckleboom Truck dated September 2, 2022. Terms are 60 monthly payments of \$2,736 with a balloon payment of \$54,535. Payments are made from the Road Fund.	<u>187,323</u>
Total Direct Borrowings	<u>860,880</u>
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost.	518,855
Landfill closure and postclosure care costs.	<u>6,637,589</u>
Total Long-term liabilities	<u>\$ 8,017,324</u>

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

The County's outstanding financed purchases from direct borrowings of \$860,880 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.

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

3. Commitments (Continued)

Landfill Closure and Postclosure Care Costs

State and federal laws and regulations require that Crittenden County place a final cover on its landfill when closed and perform certain maintenance functions at the landfill site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County recognizes a portion of these closure and postclosure care costs each year based on landfill capacity used as of each balance sheet date. The estimated liability for landfill closure and postclosure care costs has a balance of \$6,637,589 as of December 31, 2022, which is based on the use of 96.17% of the estimated capacity of the landfill. The County will recognize the remaining cost of closure and postclosure care of \$264,099 as the remaining capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2022. The County expects to close the landfill in 2025. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. The County contracted with Santek Environmental of Arkansas, LLC for operation of landfill as of October 1, 2008. Santek Environmental of Arkansas, LLC has a money market account in the amount of \$1,359,069 located in the bank reserved for the closure and postclosure care costs as of December 31, 2022. The County has an irrevocable line of credit in the amount of \$4,999,851 dated as of June 17, 2023.

Sanitary Landfill Operation Agreement

Crittenden County, Arkansas entered into an agreement on October 1, 2008, with Santek Environmental of Arkansas, LLC. The agreement states that the County desires and that the contractor is willing to manage the landfill with the time period being 12 month periods and may be renewed annually if both parties agree. The contractor will be required to deposit into the financial assurance account an amount equal to the closure and postclosure care cost obligations as required by the state for the period under their management. The contractor agrees to pay the County those fees of tonnage disposed of at the landfill during the term of this agreement in an amount equal to the sum of \$1.35 per ton of solid waste.

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>					
12/20/21	12/20/26	2.99%	\$ 207,850	\$ 168,454	\$ 39,396
12/20/21	12/20/26	2.99%	207,850	168,454	39,396
12/23/21	12/26/26	2.99%	207,850	164,677	43,173
1/5/22	1/5/27	2.99%	207,850	171,972	35,878
9/2/22	9/2/27	3.90%	193,664	187,323	6,341
Total Long-Term Debt			<u>\$ 1,025,064</u>	<u>\$ 860,880</u>	<u>\$ 164,184</u>

Changes in Long-Term Debt

	Balance January 01, 2022	Issued	Retired	Balance December 31, 2022
<u>Direct Borrowings</u>				
Total financed purchases	* \$ 623,550	\$ 401,514	\$ 164,184	\$ 860,880

* Includes three financed-purchase agreements not included in prior report.

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

3. 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	\$ 183,181	\$ 25,145	\$ 208,326
2024	192,826	19,230	212,056
2025	198,925	13,131	212,056
2026	205,203	6,856	212,059
2027	80,745	2,148	82,893
Totals	<u>\$ 860,880</u>	<u>\$ 66,510</u>	<u>\$ 927,390</u>

4. Interfund Transfers

The General Fund transferred \$465,000 to Other Funds in the Aggregate (County Library \$260,000, Public Defender \$170,000, and Juvenile Division \$35,000) for operational purposes. Within Other Funds in the Aggregate, Crittenden County Sales and Use Tax Bond, Series 2017 Fund transferred residual equity of \$17 to Emergency Management Fund for operational purposes and to close the account.

5. Joint Venture: Regional Library

Crittenden and Mississippi Counties entered into an agreement in July 1991 in accordance with Ark. Code Ann. § 13-2-401 to establish the Mississippi County/Crittenden County Regional Library. The agreement states that the purpose for forming the regional library is "...providing improved library services to the people of the two counties. Each county shall provide its own library facilities and exercises exclusive control, ownership, and management thereof and pay the salaries of regional county personnel in that county". The business of the Mississippi County/Crittenden County Regional Library is to be conducted by a regional board, composed of the two administrative County Boards (10 members) which Boards shall continue to function over their respective systems. The Regional Library Board shall approve the employment and termination of regional library personnel, the regional budget and expenditures, and regional library policies. The system headquarters shall be in Mississippi County, Arkansas. No funds were paid by Crittenden County to the Mississippi County/Crittenden County Regional Library. Contract the Mississippi County/Crittenden County Regional Library at 200 North 5th Street, Blytheville, Arkansas 72315 to obtain financial statements.

6. Southland Greyhound Park Breakage and Gaming Tax

The Southland Greyhound Park Breakage and Gaming Tax consist of casino gaming tax and the County's share of The odd cents or breaks after distributions of each pari-mutuel pool. In accordance with Ark. Code Ann. § 23-11-509, breakage is computed as the amount of odd cents remaining in each pari-mutuel pool after redistributions are Made in a sum equal to the next lowest multiple of ten cents (\$.10). Crittenden County and the cities within the County receive a pro rata share totaling one-third (1/3) of the total breakage.

Amendment one hundred to the Arkansas Constitution established a casino gaming tax to be paid by licensee holders conducting casino gaming equal to 13% on the first \$150,000,000 of net gaming receipts and 20% on net receipts that exceeds \$150,000,001. Net casino gaming taxes are distributed as follows: 55% to the State of Arkansas, 17.5% to the Arkansas Racing Commission Purse and Awards Fund, 8% to the county in which the casino is located, and 19.5% to the city in which the casino is located.

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

7. 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 \$1,211,077.

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 \$10,197,391.

8. Capital Assets

The County's capital assets records are summarized below :

	December 31, 2022
Land	\$ 1,201,835
Buildings and improvements	50,879,374
Equipment	5,279,355
Total	<u>\$ 57,360,564</u>

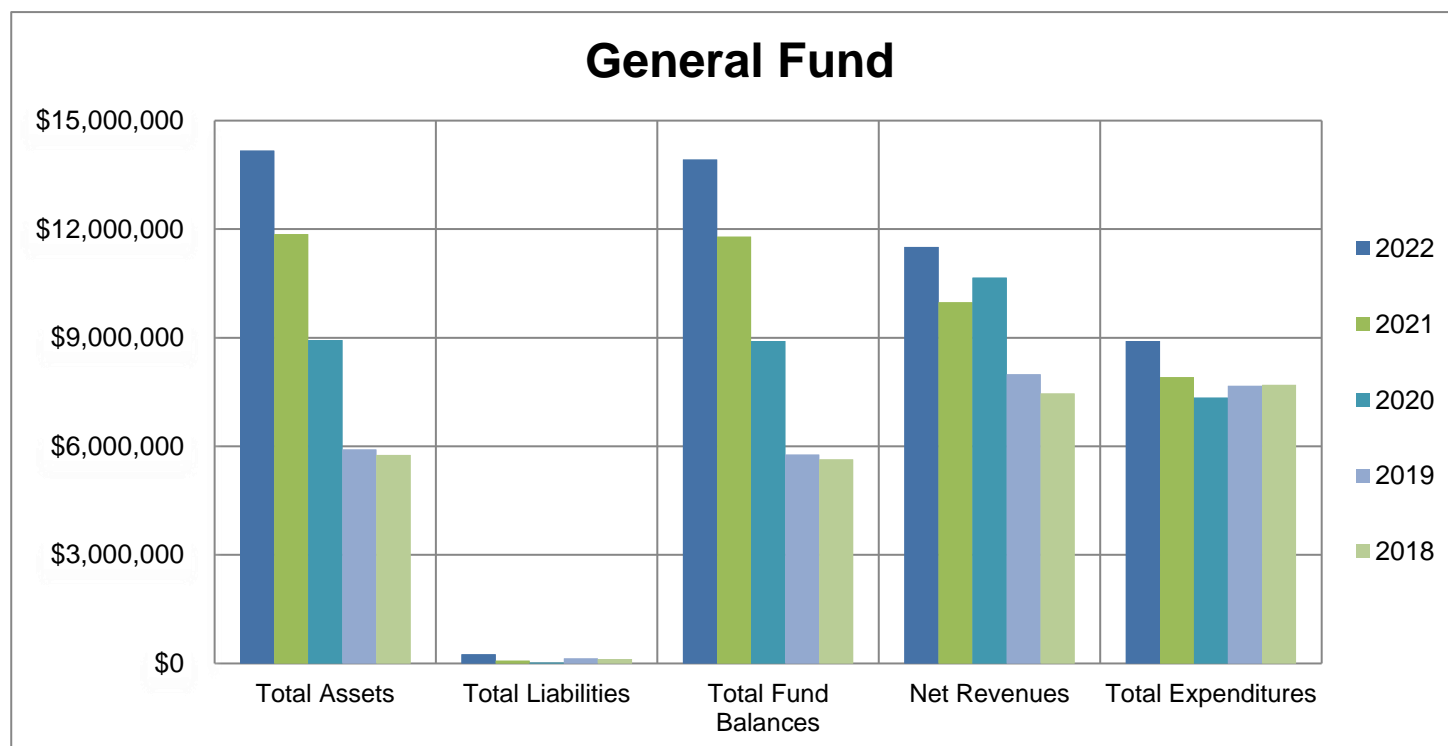
9. Corona Virus (COVID-19)

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 \$9,314,697 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$9,314,697 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.

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

Schedule 3-1

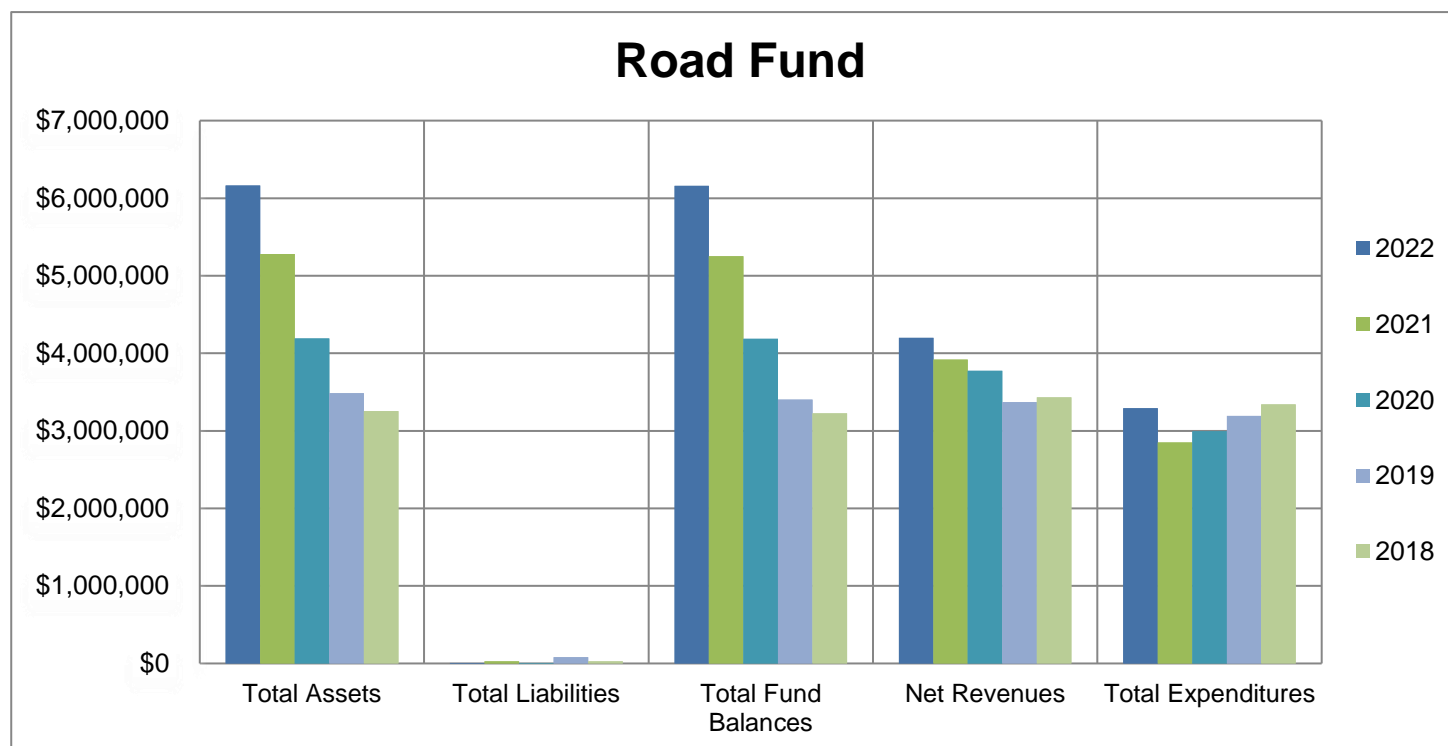
<u>General</u>	2022	2021	2020	2019	2018
Total Assets	\$ 14,169,760	\$ 11,861,890	\$ 8,935,577	\$ 5,910,173	\$ 5,758,316
Total Liabilities	250,289	74,549	23,758	136,242	118,251
Total Fund Balances	13,919,471	11,787,341	8,911,819	5,773,931	5,640,065
Net Revenues	11,509,038	9,982,824	10,659,241	7,988,636	7,456,956
Total Expenditures	8,911,908	7,905,908	7,347,053	7,673,925	7,694,364
Total Other Financing Sources/Uses	(465,000)	798,606	(174,300)	(180,845)	(140,279)



CRITTENDEN 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	\$ 6,164,367	\$ 5,278,883	\$ 4,189,421	\$ 3,483,267	\$ 3,252,213
Total Liabilities	4,565	26,993	4,681	79,238	26,160
Total Fund Balances	6,159,802	5,251,890	4,184,740	3,404,029	3,226,053
Net Revenues	4,199,937	3,917,224	3,773,106	3,368,047	3,431,562
Total Expenditures	3,292,025	2,850,074	2,992,395	3,190,071	3,341,416
Total Other Financing Sources/Uses					



CRITTENDEN 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	\$ 26,166,538	\$ 21,547,476	\$ 23,988,882	\$ 21,126,274	\$ 22,385,160
Total Liabilities	4,012,759	4,137,842	3,850,973	3,390,407	4,635,893
Total Fund Balances	22,153,779	17,409,634	20,137,909	17,735,867	17,749,267
Net Revenues	14,729,996	15,027,928	16,178,880	13,533,709	14,430,445
Total Expenditures	10,450,851	17,036,644	13,955,841	13,727,954	30,418,181
Total Other Financing Sources/Uses	465,000	(798,606)	174,300	180,845	140,279

