

Drew County, Arkansas

Regulatory Basis Financial Statements and Other Reports

December 31, 2022

LEGISLATIVE JOINT AUDITING COMMITTEE



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

Independent Auditor's Report
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*
Management Letter

REGULATORY BASIS FINANCIAL STATEMENTS

| | <u>Exhibit</u> |
|--|----------------|
| Balance Sheet – Regulatory Basis | A |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis | B |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis | C |
| Notes to Financial Statements | |

SUPPLEMENTARY INFORMATION

| | <u>Schedule</u> |
|--|-----------------|
| Combining Balance Sheet – Other Funds in the Aggregate – Regulatory Basis | 1 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Funds in the Aggregate – Regulatory Basis | 2 |
| Notes to Schedules 1 and 2 | |

OTHER INFORMATION

| | |
|---|-----|
| Schedule of Capital Assets (Unaudited) | 3 |
| Schedule of Selected Information for the Last Five Years – General Fund - Regulatory Basis (Unaudited) | 4-1 |
| Schedule of Selected Information for the Last Five Years – Road Fund - Regulatory Basis (Unaudited) | 4-2 |
| Schedule of Selected Information for the Last Five Years – Other Funds in the Aggregate – Regulatory Basis (Unaudited) | 4-3 |



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

Drew 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 Drew 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 Drew 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 Drew 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 February 27, 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
February 27, 2024
LOCO02222

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

Drew 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 Drew 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 February 27, 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 February 27, 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
February 27, 2024

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

Drew 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: Robert Akin
Treasurer: Charlie Searcy
Sheriff: Mark Gober
Tax Collector: Tonya Loveless
County Clerk: Nancy White
Circuit Clerk: Beverly Burks
Assessor: Cheri Adcock

We would like to communicate the following items that came to our attention during this audit. The purpose of such comments 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. These matters were discussed previously with County officials during the course of our audit fieldwork and at the exit conference.

Sheriff

The Sheriff who took office in January 2023 brought to our attention that the Sheriff who left office in December 2022 provided a list of various guns in the custody of the Sheriff's Office. This list, which served as the evidence log, was not properly maintained in that items were handwritten on a legal pad without documentation such as incident number; date taken into evidence; or date of evidence removal, return, or disposal. This list was presented as a complete list of all guns in the possession of the Sheriff's Office on December 28, 2022, with one exception: a gun the Sheriff had given a family member. According to the Sheriff, the family member left this gun at a friend's residence in McGehee, and it was subsequently reported as stolen in October 2022. As of report date, the Sheriff's Office did not have possession of the gun.

County Judge

The County entered into a financed purchase agreement with Commercial Bank and Trust for a Peterbilt truck on May 11, 2022, without documented approval by the Quorum Court, in noncompliance with Ark. Code Ann. § 14-22-112.

County Clerk

The final tax settlement was inaccurate, primarily due to the incorrect prorated courthouse maintenance expense used in the calculation of the Excess Collector's Commission and the Assessor's Salary and Expense, resulting in over/under payments to taxing units.

Other Issues

Nine unauthorized withdrawals totaling \$20,328 were made from multiple County bank accounts from May 11, 2022 through November 22, 2022. County and bank personnel discovered the unauthorized withdrawals, 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
February 27, 2024

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

Exhibit A

| | General | Road | Other Funds in the Aggregate |
|-------------------------------------|---------------------|---------------------|------------------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 6,601,214 | \$ 9,106,041 | \$ 4,780,735 |
| Accounts receivable | 453,120 | 8,952 | 262,298 |
| Interfund receivables | 17,104 | | |
| | <u>7,071,438</u> | <u>9,114,993</u> | <u>5,043,033</u> |
| TOTAL ASSETS | <u>\$ 7,071,438</u> | <u>\$ 9,114,993</u> | <u>\$ 5,043,033</u> |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | \$ 14,910 | \$ 116,084 | \$ 59,861 |
| Interfund payables | | 4,041 | 13,063 |
| Settlements pending | 277,018 | | 1,110,689 |
| Total Liabilities | <u>291,928</u> | <u>120,125</u> | <u>1,183,613</u> |
| Fund Balances: | | | |
| Restricted | | 8,994,868 | 3,700,025 |
| Assigned | 803 | | 159,395 |
| Unassigned | 6,778,707 | | |
| Total Fund Balances | <u>6,779,510</u> | <u>8,994,868</u> | <u>3,859,420</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 7,071,438</u> | <u>\$ 9,114,993</u> | <u>\$ 5,043,033</u> |

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

DREW 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 | \$ 603,977 | \$ 1,905,280 | \$ 212,156 |
| Federal aid | | | 1,769,414 |
| Property taxes | 501,935 | 200,373 | 659,808 |
| Sales taxes | 2,655,714 | 2,747,268 | 915,756 |
| Fines, forfeitures, and costs | 183,867 | | 94,154 |
| Interest | 31,128 | 36,903 | 17,158 |
| Officers' fees | 16,174 | | 121,513 |
| Sanitation fees | | | 872,998 |
| Jail fees | 125,448 | | 98,814 |
| 911 fees | | | 316,503 |
| Rent | 94,017 | | |
| Library reimbursements | 94,340 | | |
| Treasurer's commission | 138,164 | | 25,285 |
| Collector's commission | 289,429 | | 49,513 |
| Taxes apportioned - Assessor's salary and expense | 449,876 | | |
| Other | 231,284 | 119,351 | 161,944 |
| TOTAL REVENUES | 5,415,353 | 5,009,175 | 5,315,016 |
| Less: Treasurer's commission | 50,795 | 97,149 | 43,595 |
| NET REVENUES | 5,364,558 | 4,912,026 | 5,271,421 |
| EXPENDITURES | | | |
| Current: | | | |
| General government | 2,467,944 | | 294,861 |
| Law enforcement | 834,920 | | 2,207,906 |
| Highways and streets | | 5,237,696 | 23,880 |
| Public safety | 50,747 | | 364,575 |
| Sanitation | | | 1,014,354 |
| Health | 54,477 | | 143,042 |
| Recreation and culture | 19,251 | | 215,000 |
| Social services | 151,258 | | |
| Total Current | 3,578,597 | 5,237,696 | 4,263,618 |
| Debt Service: | | | |
| Bond principal | | | 1,050,000 |
| Bond interest and other charges | | | 327,647 |
| Financed purchase principal | | | 95,964 |
| Financed purchase interest | | | 6,353 |
| TOTAL EXPENDITURES | 3,578,597 | 5,237,696 | 5,743,582 |

DREW 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 | \$ 1,785,961 | \$ (325,670) | \$ (472,161) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | | | 325,000 |
| Transfers out | (325,000) | | |
| Proceeds from USDA Rural Development Community Facility Loan | | | 142,278 |
| TOTAL OTHER FINANCING SOURCES (USES) | (325,000) | | 467,278 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) | | | |
| EXPENDITURES AND OTHER USES | 1,460,961 | (325,670) | (4,883) |
| FUND BALANCES - JANUARY 1 | 5,318,549 | 9,320,538 | 3,864,303 |
| FUND BALANCES - DECEMBER 31 | \$ 6,779,510 | \$ 8,994,868 | \$ 3,859,420 |

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

DREW 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 | \$ 373,000 | \$ 603,977 | \$ 230,977 | \$ 1,518,000 | \$ 1,905,280 | \$ 387,280 |
| Property taxes | 401,000 | 501,935 | 100,935 | 160,200 | 200,373 | 40,173 |
| Sales taxes | 1,657,323 | 2,655,714 | 998,391 | 1,900,000 | 2,747,268 | 847,268 |
| Fines, forfeitures, and costs | 228,391 | 183,867 | (44,524) | | | |
| Interest | 500 | 31,128 | 30,628 | 30,000 | 36,903 | 6,903 |
| Officers' fees | 12,000 | 16,174 | 4,174 | | | |
| Jail fees | 82,650 | 125,448 | 42,798 | | | |
| Rent | 85,006 | 94,017 | 9,011 | | | |
| Library reimbursements | 180,061 | 94,340 | (85,721) | | | |
| Treasurer's commission | 115,463 | 138,164 | 22,701 | | | |
| Collector's commission | 202,879 | 289,429 | 86,550 | | | |
| Taxes apportioned - Assessor's salary and expense | 394,774 | 449,876 | 55,102 | | | |
| Other | 127,849 | 231,284 | 103,435 | 77,500 | 119,351 | 41,851 |
| TOTAL REVENUES | 3,860,896 | 5,415,353 | 1,554,457 | 3,685,700 | 5,009,175 | 1,323,475 |
| Less: Treasurer's commission | | 50,795 | (50,795) | | 97,149 | (97,149) |
| NET REVENUES | 3,860,896 | 5,364,558 | 1,503,662 | 3,685,700 | 4,912,026 | 1,226,326 |
| EXPENDITURES | | | | | | |
| Current: | | | | | | |
| General government | 4,237,725 | 2,467,944 | 1,769,781 | | | |
| Law enforcement | 2,840,391 | 834,920 | 2,005,471 | | | |
| Highways and streets | | | | 8,067,432 | 5,237,696 | 2,829,736 |
| Public safety | 95,799 | 50,747 | 45,052 | | | |
| Health | 61,154 | 54,477 | 6,677 | | | |
| Recreation and culture | 26,478 | 19,251 | 7,227 | | | |
| Social services | 166,013 | 151,258 | 14,755 | | | |
| TOTAL EXPENDITURES | 7,427,560 | 3,578,597 | 3,848,963 | 8,067,432 | 5,237,696 | 2,829,736 |

DREW 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 | \$ (3,566,664) | \$ 1,785,961 | \$ 5,352,625 | \$ (4,381,732) | \$ (325,670) | \$ 4,056,062 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | 1,311,386 | | (1,311,386) | | | |
| Transfers out | | (325,000) | (325,000) | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | 1,311,386 | (325,000) | (1,636,386) | | | |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | (2,255,278) | 1,460,961 | 3,716,239 | (4,381,732) | (325,670) | 4,056,062 |
| FUND BALANCES - JANUARY 1 | | 5,318,549 | 5,318,549 | 2,830,508 | 9,320,538 | 6,490,030 |
| FUND BALANCES - DECEMBER 31 | \$ (2,255,278) | \$ 6,779,510 | \$ 9,034,788 | \$ (1,551,224) | \$ 8,994,868 | \$ 10,546,092 |

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

DREW 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, property taxes, and sales taxes that are restricted or committed for maintaining and construction roads.

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

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

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

Debt Service Funds - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. See Schedules 1 and 2 for Debt Service 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.

DREW 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 and savings accounts, and certificates of deposit.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, solid waste collections, interest, Treasurer's Commission, property taxes, Excess Collectors Commission and hospital funds 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.

DREW 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.

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) | \$ 2,613,657 | \$ 2,709,112 |
| Collateralized: | | |
| Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name | 17,873,083 | 18,550,006 |
| Total Deposits | <u>\$ 20,486,740</u> | <u>\$ 21,259,118</u> |

The above total deposits do not include cash on hand of \$1,250.

DREW 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 |
|---|-------------------|-----------------|---------------------------------|
| Fines, forfeitures, and costs | \$ 22,834 | | \$ 6,057 |
| Officers' fees | 1,272 | | 14,044 |
| Sanitation fees | | | 138,742 |
| Jail fees | 33,435 | | 11,804 |
| 911 fees | | | 8,037 |
| Treasurer's commission | 138,164 | | 25,285 |
| Collector's commission | 71,278 | | 49,513 |
| Taxes apportioned - Assessor's salary and expense | 122,069 | | |
| Other | 36,286 | \$ 8,952 | 8,816 |
| Treasurer's commission charged | 27,782 | | |
| Totals | <u>\$ 453,120</u> | <u>\$ 8,952</u> | <u>\$ 262,298</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 | \$ 14,894 | \$ 113,757 | \$ 54,517 |
| Salaries payable | 16 | 2,327 | 5,344 |
| Totals | <u>\$ 14,910</u> | <u>\$ 116,084</u> | <u>\$ 59,861</u> |

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

NOTE 6: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

| | December 31, 2022 | |
|-------------------------------|--------------------------|-----------------------|
| | Interfund Receivables | Interfund Payables |
| General Fund | \$ 17,104 | |
| Road Fund | | \$ 4,041 |
| Other Funds in the Aggregate: | | |
| Special Revenue Funds: | | |
| County Public Library | | 4,665 |
| Debt Service Funds: | | |
| 2013 Series Hospital Bonds | | 8,398 |
| Totals | <u>\$ 17,104</u> | <u>\$ 17,104</u> |

Interfund receivables and payables consist of errors in distribution of Collector's Commission for \$6,314 and Assessor's Salary and expense for \$10,790, totaling \$17,104. These balances are expected to be repaid in 2024.

NOTE 7: Federal Funds Program Compliance

The grant of the American Rescue Plan Act for the year ended December 31, 2022, has not been audited in accordance with federal program requirements and therefore, any instances of noncompliance with federal grant requirements have not been determined. However, an engagement letter was signed on January 10, 2024. Disbursements that are not in accordance with the federal program requirements are subject to reimbursement by the County.

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

NOTE 8: 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 | | | \$ 1,480,333 |
| Law enforcement | | | 448,312 |
| Highways and streets | | \$ 8,994,868 | |
| Public safety | | | 326,973 |
| Recreation and culture | | | 415,430 |
| Capital outlay | | | 20,495 |
| Debt service | | | 1,008,482 |
| Total Restricted | | <u>8,994,868</u> | <u>3,700,025</u> |
| Assigned to: | | | |
| General government | | | 12,928 |
| Law enforcement | \$ 803 | | |
| Sanitation | | | 146,467 |
| Total Assigned | <u>803</u> | | <u>159,395</u> |
| Unassigned | <u>6,778,707</u> | | |
| Totals | <u>\$ 6,779,510</u> | <u>\$ 8,994,868</u> | <u>\$ 3,859,420</u> |

NOTE 9: 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 \$25,311,288. The bonded debt, net of amounts available in the Debt Service Fund for bond retirement, was \$2,323,197, leaving a legal debt margin of \$22,988,091.

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 \$7,114,755. The amount of short-term financing obligations was \$259,876 leaving a legal debt margin of \$6,854,879.

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

NOTE 10: Commitments

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

| | December 31, 2022 |
|-----------------------|----------------------|
| Long-term liabilities | \$ 10,002,256 |
| Lease | 157,092 |
| Reappraisal contract | 506,400 |
| Construction contract | 1,182,313 |
| | <hr/> |
| Total Commitments | \$ 11,848,061 |
| | <hr/> |

Long-term Liabilities

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

| | December 31, 2022 |
|---|-----------------------|
| <u>Bonds</u> | |
| 2013 Refunding and Improvement General Obligation Bonds, dated January 1, 2013, in the amount of \$5,040,000, due in annual installments of \$110,000 - \$265,000 plus interest through February 1, 2039; interest of 2.00% - 3.75%. Payments are to be made from the 2013 Series Hospital Bonds Debt Service Fund. | \$ 2,780,000 |
| Sales and Use Tax Bonds, Series 2016, dated May 23, 2016, in the amount of \$9,775,000, due in annual installments of \$110,000 - \$485,000 plus interest through June 1, 2043; interest of 1.00% - 3.25%. Payments are to be made from the 2016 Series Sales Tax Hospital Bonds Debt Service Fund. | 6,810,000 |
| Total Bonds | <hr/> 9,590,000 <hr/> |
| <u>Direct Borrowings</u> | |
| Financed purchase agreement, dated January 9, 2018, with Commercial Bank & Trust in the amount of \$142,157 for the purchase of a 2018 Peterbilt 348 Garbage Truck; 60 monthly payments of \$2,532 at 2.64% interest. Payments are to be made from the Solid Waste Management Fund. | 2,526 |
| Financed purchase agreement, dated January 9, 2018, with Commercial Bank & Trust in the amount of \$167,157 for the purchase of a 2018 Peterbilt 348 Garbage Truck; 60 monthly payments of \$2,977 at 2.64% interest. Payments are to be made from the Solid Waste Management Fund. | 2,971 |
| Financed purchase agreement, dated May 11, 2022, with Commercial Bank & Trust in the amount of \$285,319 for the purchase of a 2022 Peterbilt Truck, 59 monthly payments of \$5,159 plus 1 final payment of \$5,197 at 3.26% interest. Payments are to be made from the Solid Waste Management Fund. | 254,379 |
| Total Direct Borrowings | <hr/> 259,876 <hr/> |
| Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost. | 48,707 |
| Landfill closure and postclosure care costs. | 103,673 |
| | <hr/> |
| Total Long-term liabilities | \$ 10,002,256 |
| | <hr/> |

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

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

NOTE 10: Commitments (Continued)

The County's outstanding bonds payable of \$2,780,000 and \$6,810,000 contains a provision that in an event of default, the Trustee may, and upon written request of the owners of not less than 25% and 10%, respectively, in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the County and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

The County's outstanding financed purchase agreements from direct borrowings of \$259,876 contain a provision that in an event of default, outstanding amounts, at the Lender's sole option, may be declared immediately due and payable, and the Lender may exercise any rights and remedies, including the right to immediate possession of the collateral, available to it under applicable law.

Landfill Closure and Postclosure Care Costs

Drew County is the owner of permit # 0282-S-4-R1 to operate a Class IV solid waste landfill. State and federal regulations require that Drew County place final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill sight for 30 years after closure. Although closure and postclosure will be paid only near or after the date the landfill stops accepting waste, a portion of these closure and postclosure care costs are being recognized as a commitment each year based on landfill capacity as of the balance sheet date. The estimated liability for landfill closure and postclosure care cost has a balance of \$103,673 as of December 31, 2022, and represents the cumulative amount reported to date based on 12% usage of the landfill. The county will recognize the remaining estimated cost of closure and postclosure care of \$780,924 as the remaining capacity is filled. At the present utilization rate, the landfill site life is estimated to exhaust in 40 years from the balance sheet date.

Estimated costs are based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2022. However, the actual costs may be higher due to inflation, changes in technology, or charges in landfill laws and regulations.

The County is required by Ark. Code Ann. §§ 8-6-1602 – 8-6-1603 to establish financial assurance for the cost and closure and postclosure care in compliance with state regulations and the solid waste permit. The county has provided financial assurance of \$426,340 in the form of certificate of deposit.

Long-Term Debt Issued and Outstanding

| <u>Date of Issue</u> | <u>Date of Final Maturity</u> | <u>Rate of Interest</u> | <u>Amount Authorized and Issued</u> | <u>Debt Outstanding December 31, 2022</u> | <u>Maturities to December 31, 2022</u> |
|--------------------------|-----------------------------------|-----------------------------|---|---|--|
| <u>Bonds</u> | | | | | |
| 1/1/13 | 2/1/39 | 2 - 3.75% | \$ 5,040,000 | \$ 2,780,000 | \$ 2,260,000 |
| 5/23/16 | 6/1/43 | 1 - 3.25% | 9,775,000 | 6,810,000 | 2,965,000 |
| Total Bonds | | | <u>14,815,000</u> | <u>9,590,000</u> | <u>5,225,000</u> |
| <u>Direct Borrowings</u> | | | | | |
| 1/9/18 | 1/9/23 | 2.64% | 142,157 | 2,526 | 139,631 |
| 1/9/18 | 1/9/23 | 2.64% | 167,157 | 2,971 | 164,186 |
| 5/11/22 | 5/11/27 | 3.26% | 285,319 | 254,379 | 30,940 |
| Total Direct Borrowings | | | <u>594,633</u> | <u>259,876</u> | <u>334,757</u> |
| Total Long-Term Debt | | | <u>\$ 15,409,633</u> | <u>\$ 9,849,876</u> | <u>\$ 5,559,757</u> |

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

NOTE 10: Commitments (Continued)

Changes in Long-Term Debt

| | Balance January 01, 2022 | Issued | Retired | Balance December 31, 2022 |
|--------------------------|-----------------------------|-------------------|---------------------|------------------------------|
| Bonds payable | \$ 10,640,000 | \$ 0 | \$ 1,050,000 | \$ 9,590,000 |
| <u>Direct Borrowings</u> | | | | |
| Financed purchases | 70,521 | 285,319 | 95,964 | 259,876 |
| Total Long-Term Debt | <u>\$ 10,710,521</u> | <u>\$ 285,319</u> | <u>\$ 1,145,964</u> | <u>\$ 9,849,876</u> |

Debt Service Requirements to Maturity

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

| Years Ending December 31, | Bonds | | | Direct Borrowings | | |
|------------------------------|---------------------|---------------------|---------------------|-------------------|------------------|-------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2023 | \$ 380,000 | \$ 298,651 | \$ 678,651 | \$ 59,923 | \$ 7,496 | \$ 67,419 |
| 2024 | 395,000 | 287,231 | 682,231 | 56,228 | 5,683 | 61,911 |
| 2025 | 400,000 | 275,411 | 675,411 | 58,089 | 3,823 | 61,912 |
| 2026 | 415,000 | 263,221 | 678,221 | 60,011 | 1,900 | 61,911 |
| 2027 | 425,000 | 250,621 | 675,621 | 25,625 | 209 | 25,834 |
| 2028 through 2032 | 2,340,000 | 1,046,494 | 3,386,494 | | | |
| 2033 through 2037 | 2,740,000 | 640,420 | 3,380,420 | | | |
| 2038 through 2042 | 2,320,000 | 198,748 | 2,518,748 | | | |
| 2043 | 175,000 | 2,078 | 177,078 | | | |
| Totals | <u>\$ 9,590,000</u> | <u>\$ 3,262,875</u> | <u>\$12,852,875</u> | <u>\$ 259,876</u> | <u>\$ 19,111</u> | <u>\$ 278,987</u> |

Lease

The County entered into a lease agreement for a Yealink Phone System with accessories on May 2, 2022. Terms of the lease are monthly rental payments of \$3,832 for 48 months. At the end of the lease term, the County will return the equipment or re-negotiate the contract. The County is obligated for the following amounts for the next four years:

| Year | December 31, 2022 |
|-------|-------------------|
| 2023 | \$ 45,978 |
| 2024 | 45,978 |
| 2025 | 45,978 |
| 2026 | 19,158 |
| Total | <u>\$ 157,092</u> |

Lease expense for 2022, was \$26,821.

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

NOTE 10: Commitments (Continued)

County-Wide Reappraisal Contract

The County entered into a contract with CAMA Technology on November 29, 2021, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$10,550 for a total of \$633,000 beginning January 1, 2022. Contract expense for 2022, was \$126,600.

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

| <u>Year</u> | <u>December 31, 2022</u> |
|-------------|--------------------------|
| 2023 | \$ 126,600 |
| 2024 | 126,600 |
| 2025 | 126,600 |
| 2026 | <u>126,600</u> |
| Total | <u>\$ 506,400</u> |

Construction Contract

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

| <u>Project Name</u> | <u>Completed Date</u> | <u>Contract Balance December 31, 2022</u> |
|---|-----------------------|---|
| Renovation of Existing HVAC and Electrical Systems and Associated Components Project | June 2023 | <u>\$ 1,182,313</u> |

NOTE 11: Interfund Transfers

The General Fund transferred to Other Funds in the Aggregate \$325,000 (Sanitation and Reappraisal Cost) for operations.

NOTE 12: Pledged Revenues

A. 2013 Series Hospital Bonds

The County pledged future 1.8 mill property tax levies to repay \$5,040,000 in Refunding and Improvement General Obligation Bonds that were issued in 2013 to finance improvements for Drew Memorial Hospital and refund 2004 Bonds. Total principal and interest remaining on the bonds are \$2,780,000 and \$870,324, respectively, payable through 2039. For 2022, principal and interest paid were \$380,000 and \$102,471, respectively.

The 2013 Series Hospital Bonds Debt Service Fund received \$418,775 in property taxes for the pledged 1.8 mill tax in 2022.

B. 2016 Series Hospital Sales and Use Tax Bonds

The County pledged future .25% sales and use taxes to repay \$9,775,000 in Sales and Use Tax bonds that were issued in 2016 to provide funding for the Drew Memorial Hospital Addition and Renovation Project. Total principal and interest remaining on the bonds are \$6,810,000 and \$2,392,551, respectively, payable through June 1, 2043. For 2022, principal and interest paid were \$670,000 and \$225,176, respectively.

The Sales and Use Tax 2016 Debt Service Fund received \$915,756 in sales taxes in 2022. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used to redeem bonds prior to maturity.

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

NOTE 13: Joint Venture: Regional Library

Bradley, Chicot, Desha, Drew, and Lincoln Counties entered into an agreement on March 23, 1994 in accordance with Ark. Code Ann. § 13-2-401 to establish the Regional Library. The agreement states that Regional Library Board shall employ a regional director to serve for such time as the Board may prescribe and to be paid from the regional budget. County and branch library employees are to be recommended by county library boards and to be employed with the approval of the Regional Board. Their salaries are to be paid from the regional funds. The parties agreed that the regional budget shall pay utility and janitorial costs. Each county library shall contribute their respective property tax funds for the operation of the Southeast Arkansas Regional Library. The County Library paid \$215,000 for regional library expenditures in 2022. Southeast Arkansas Regional Library reimbursed the County \$94,340 for employee benefits. Separate financial statements of the Southeast Arkansas Regional Library are available at the Regional Library in Monticello.

NOTE 14: Jointly Governed Organizations

Southeast Arkansas Regional Solid Waste Management District

Arkansas, Ashley, Bradley, Chicot, Cleveland, Desha, Drew, Grant, Jefferson, and Lincoln Counties entered into an agreement in 1991 to form the Southeast Arkansas Regional Solid Waste Management District. Separate financial statements may be obtained at P. O. Box 6806, Pine Bluff, AR 71611.

Tenth Judicial District Drug Task Force

The Sheriffs' Departments of Ashley, Bradley, Chicot, Desha, and Drew Counties entered into an agreement to establish the Tenth judicial District Drug Task Force. Funding was provided through a Drug Enforcement Program grant applied for by the Prosecuting Attorney of the Tenth Judicial District. No contributions or payments for expenditures were made to the Tenth Judicial District Drug Task Force by the County. The 2022 financial statements of the Tenth Judicial District Drug Task Force have not been audited.

Southeast Arkansas Regional Intermodal Facilities Authority

Drew and Bradley Counties and the Cities of Monticello and Warren entered into an agreement on May 14, 1998, to establish the Southeast Arkansas Regional Intermodal Facilities Authority pursuant to Ark. Code Ann. §§ 14-143-101 – 14-143-129. The Southeast Arkansas Regional Intermodal Facilities Authority shall be governed by a board of directors consisting of 12 members. No contributions or payments for expenditures were made to the Southeast Arkansas Regional Intermodal Facilities Authority. Separate financial statements may be obtained at 101 South Myrtle, Warren, AR 71671.

NOTE 15: 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.

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

NOTE 15: Risk Management (Continued)

Vehicle Program

- A. Liability - This program may pay all sums the County legally must pay as damages because of bodily injury, death, or property damage to which this agreement applies involving a covered county vehicle and for which the County is liable. The limit of payment by the program is \$25,000 for bodily injury per person, \$50,000 for bodily injury per accident, and \$25,000 for property damage per accident. The County shall pay into the program each year a charge established annually by the Risk Management Fund Board for covered county vehicles owned or leased by the County.
- B. Physical Damage - This program covers vehicles (excluding mobile equipment) which are the property of the participating county. Property is valued at the full cost to repair or replace the property after deduction for depreciation. Loss amounts payable will be reduced by the deductible amount of \$500 per occurrence. The County agrees to pay into the program each year a service charge established annually by the Risk Management Fund Board for covered property.

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

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

NOTE 16: 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 \$579,685.

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 \$4,881,011.

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

NOTE 17: 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 \$3,538,827 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, \$3,538,827 of this amount has been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

NOTE 18: Assignment and Lease of Drew County Memorial Hospital Facilities

Drew County Ordinance no. 2012-9 (July 16, 2012) authorized the assignment and lease of the Drew County Memorial Hospital to Drew Memorial Hospital, Inc., an Arkansas nonprofit corporation. On September 6, 2012, Drew Memorial Hospital, Inc. signed a lease agreement with the County to lease the facilities for: (a) monthly rental equal to all amounts required to be paid by the Lessor to the Lenders pursuant to the terms of the Lessor's Series 2010A, 2010B, 2010C Bonds, and (b) the Lessee shall pay all accruing obligations pursuant to each of the contracts, leases, and rental agreements assumed. Pursuant to the service agreement the County has transferred and will transfer to Drew Memorial Hospital, Inc. certain investments. The lease agreement stipulates that Drew Memorial Hospital, Inc. shall lease the Hospital real estate and equipment for 10 years and at the end of each subsequent 10-year renewal term, the lease shall automatically renew upon the same terms and conditions, unless given written notice at least six months prior to the expiration of any such lease. Drew Memorial Hospital, Inc. assumes all rights and responsibilities for the operation of the Hospital and related ancillary facilities.

On December 4, 2023, Drew Memorial Hospital became Baptist Health Medical Center – Drew County, the hospital lease will be extended to Baptist Health Medical Center – Drew County.

NOTE 19: USDA Rural Development Financing for Hospital Construction

The County obtained interim financing of \$14,200,000 from Union Bank for a portion of the cost of improvements to Drew Memorial Hospital Facilities through issuance of Hospital Revenue Temporary Bond dated January 5, 2017. Additionally, the County received approval from USDA Rural Development for long-term financing in the amount of \$15,000,000 with repayment to begin upon completion of construction activities. The County received proceeds from the interim financing of \$5,525,424 and \$2,794,269 in 2018 and 2017, respectively to be used for this project. The interim financing was paid to Union Bank in the amount of \$8,319,693 plus interest of \$285,077 for a total of \$8,604,770 in 2018. The County received \$3,641,678, \$1,758,189, \$597,138, and \$142,278 in 2019, 2020, 2021, and 2022, respectively, from the USDA Rural Development Community Facility Direct loan as permanent financing. The USDA Rural Development Community Facility Direct loan does not constitute an indebtedness of the County.

DREW 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 | Assessor's Amendment no. 79 | County Clerk's Cost | County Recorder's Cost | County Public Library | Solid Waste Management | Reappraisal Cost |
| ASSETS | | | | | | | | | |
| Cash and cash equivalents | \$ 149,748 | \$ 100,549 | \$ 26,196 | \$ 37,127 | \$ 15,294 | \$ 13,363 | \$ 417,616 | \$ 15,173 | \$ 13,558 |
| Accounts receivable | 25,285 | 49,513 | 213 | | 222 | 13,667 | | 144,622 | |
| | | | | | | | | | |
| TOTAL ASSETS | \$ 175,033 | \$ 150,062 | \$ 26,409 | \$ 37,127 | \$ 15,516 | \$ 27,030 | \$ 417,616 | \$ 159,795 | \$ 13,558 |
| LIABILITIES AND FUND BALANCES | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | | \$ 264 | | | \$ 1,200 | \$ 422 | | \$ 13,328 | |
| Interfund payables | | | | | | | \$ 4,665 | | |
| Settlements pending | | | | | | | | | |
| Total Liabilities | | 264 | | | 1,200 | 422 | 4,665 | 13,328 | |
| Fund Balances: | | | | | | | | | |
| Restricted | \$ 175,033 | 149,798 | \$ 26,409 | \$ 37,127 | 14,316 | 13,680 | 412,951 | | \$ 13,558 |
| Assigned | | | | | | 12,928 | | 146,467 | |
| Total Fund Balances | 175,033 | 149,798 | 26,409 | 37,127 | 14,316 | 26,608 | 412,951 | 146,467 | 13,558 |
| | | | | | | | | | |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 175,033 | \$ 150,062 | \$ 26,409 | \$ 37,127 | \$ 15,516 | \$ 27,030 | \$ 417,616 | \$ 159,795 | \$ 13,558 |

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

Schedule 1

| SPECIAL REVENUE FUNDS | | | | | | | | |
|-------------------------------------|---------------------------------|--|------------------|--------------------------------------|--------------------------------------|-------------------|------------------|---------------------------------------|
| | Support Collections Costs | Communication Facility and Equipment | Drug Control | Jail Operation and Maintenance | Boating Safety and Enforcement | Emergency 911 | Public Defender | Circuit Court Juvenile Division |
| ASSETS | | | | | | | | |
| Cash and cash equivalents | \$ 14,550 | \$ 84,374 | \$ 13,883 | \$ 84,839 | \$ 21,950 | \$ 320,258 | \$ 68,724 | \$ 25,899 |
| Accounts receivable | | 2,298 | | 12,442 | | 8,037 | 4,903 | 155 |
| TOTAL ASSETS | <u>\$ 14,550</u> | <u>\$ 86,672</u> | <u>\$ 13,883</u> | <u>\$ 97,281</u> | <u>\$ 21,950</u> | <u>\$ 328,295</u> | <u>\$ 73,627</u> | <u>\$ 26,054</u> |
| LIABILITIES AND FUND BALANCES | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | | \$ 1,666 | \$ 3,624 | | | \$ 1,322 | \$ 1,955 | |
| Interfund payables | | | | | | | | |
| Settlements pending | | | | | | | | |
| Total Liabilities | | <u>1,666</u> | <u>3,624</u> | | | <u>1,322</u> | <u>1,955</u> | |
| Fund Balances: | | | | | | | | |
| Restricted | \$ 14,550 | 85,006 | 10,259 | \$ 97,281 | \$ 21,950 | 326,973 | 71,672 | \$ 26,054 |
| Assigned | | | | | | | | |
| Total Fund Balances | <u>14,550</u> | <u>85,006</u> | <u>10,259</u> | <u>97,281</u> | <u>21,950</u> | <u>326,973</u> | <u>71,672</u> | <u>26,054</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 14,550</u> | <u>\$ 86,672</u> | <u>\$ 13,883</u> | <u>\$ 97,281</u> | <u>\$ 21,950</u> | <u>\$ 328,295</u> | <u>\$ 73,627</u> | <u>\$ 26,054</u> |

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

Schedule 1

| | SPECIAL REVENUE FUNDS | | | | | | | CAPITAL PROJECTS FUNDS | |
|-------------------------------------|--------------------------------------|------------------------|--------------------------------------|--|-------------------------------------|-------------------------------|--------------------------------|--------------------------|-----------------------------|
| | Assessor's late Assessment Fee | District Court Cost | Veteran's Memorial Maintenance | Voluntary Animal Control Spay/Neuter | Justice Assistant Grant (JAG) | County Fair Building Grant | American Rescue Plan Act | Hospital Construction | Farmer's Market Pavilion |
| ASSETS | | | | | | | | | |
| Cash and cash equivalents | \$ 3,090 | \$ 95,669 | \$ 1,868 | \$ 24,912 | \$ 3,567 | \$ 2,479 | \$ 1,068,481 | \$ 5,495 | \$ 15,000 |
| Accounts receivable | | 941 | | | | | | | |
| | | | | | | | | | |
| TOTAL ASSETS | <u>\$ 3,090</u> | <u>\$ 96,610</u> | <u>\$ 1,868</u> | <u>\$ 24,912</u> | <u>\$ 3,567</u> | <u>\$ 2,479</u> | <u>\$ 1,068,481</u> | <u>\$ 5,495</u> | <u>\$ 15,000</u> |
| LIABILITIES AND FUND BALANCES | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | | | | | | | \$ 36,080 | | |
| Interfund payables | | | | | | | | | |
| Settlements pending | | | | | | | | | |
| Total Liabilities | | | | | | | <u>36,080</u> | | |
| Fund Balances: | | | | | | | | | |
| Restricted | \$ 3,090 | \$ 96,610 | \$ 1,868 | \$ 24,912 | \$ 3,567 | \$ 2,479 | 1,032,401 | \$ 5,495 | \$ 15,000 |
| Assigned | | | | | | | | | |
| Total Fund Balances | <u>3,090</u> | <u>96,610</u> | <u>1,868</u> | <u>24,912</u> | <u>3,567</u> | <u>2,479</u> | <u>1,032,401</u> | <u>5,495</u> | <u>15,000</u> |
| | | | | | | | | | |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 3,090</u> | <u>\$ 96,610</u> | <u>\$ 1,868</u> | <u>\$ 24,912</u> | <u>\$ 3,567</u> | <u>\$ 2,479</u> | <u>\$ 1,068,481</u> | <u>\$ 5,495</u> | <u>\$ 15,000</u> |

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

Schedule 1

| | DEBT SERVICE FUNDS | | CUSTODIAL FUNDS | | | | | | |
|--|-------------------------------|--|-------------------------|-------------------------|-----------------------|----------------------------|-----------------------------|----------------------------|---------------------|
| | 2013 Series Hospital Bonds | 2016 Series Sales Tax Hospital Bonds | Treasurer's Accounts | Collector's Accounts | Sheriff's Accounts | County Clerk's Accounts | Circuit Clerk's Accounts | County Judge's Accounts | Totals |
| ASSETS | | | | | | | | | |
| Cash and cash equivalents | \$ 465,201 | \$ 551,679 | \$ 1,016,976 | \$ 1,628 | \$ 28,450 | \$ 1,770 | \$ 19,850 | \$ 42,015 | \$ 4,780,735 |
| Accounts receivable | | | | | | | | | 262,298 |
| TOTAL ASSETS | \$ 465,201 | \$ 551,679 | \$ 1,016,976 | \$ 1,628 | \$ 28,450 | \$ 1,770 | \$ 19,850 | \$ 42,015 | \$ 5,043,033 |
| LIABILITIES AND FUND BALANCES | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | | | | | | | | | \$ 59,861 |
| Interfund payables | \$ 8,398 | | | | | | | | 13,063 |
| Settlements pending | | | \$ 1,016,976 | \$ 1,628 | \$ 28,450 | \$ 1,770 | \$ 19,850 | \$ 42,015 | 1,110,689 |
| Total Liabilities | 8,398 | | 1,016,976 | 1,628 | 28,450 | 1,770 | 19,850 | 42,015 | 1,183,613 |
| Fund Balances: | | | | | | | | | |
| Restricted | 456,803 | \$ 551,679 | | | | | | | 3,700,025 |
| Assigned | | | | | | | | | 159,395 |
| Total Fund Balances | 456,803 | 551,679 | | | | | | | 3,859,420 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 465,201 | \$ 551,679 | \$ 1,016,976 | \$ 1,628 | \$ 28,450 | \$ 1,770 | \$ 19,850 | \$ 42,015 | \$ 5,043,033 |

DREW 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 | Assessor's Amendment no. 79 | County Clerk's Cost | County Recorder's Cost | County Public Library | Solid Waste Management |
| REVENUES | | | | | | | | |
| State aid | | | | \$ 5,238 | | | \$ 26,735 | |
| Federal aid | | | | | | | | |
| Property taxes | | | | | | | 232,654 | |
| Sales taxes | | | | | | | | |
| Fines, forfeitures, and costs | | | \$ 2,258 | | | | | |
| Interest | \$ 683 | \$ 469 | 118 | 174 | \$ 69 | \$ 5 | | |
| Officers' fees | | | | | 2,587 | 109,240 | 1,743 | \$ 3 |
| Sanitation fees | | | | | | | | 872,998 |
| Jail fees | | | | | | | | |
| 911 fees | | | | | | | | |
| Treasurer's commission | 25,285 | | | | | | | |
| Collector's commission | | 49,513 | | | | | | |
| Other | | 400 | 10 | 55 | 28 | 1,106 | 7,667 | 70,735 |
| TOTAL REVENUES | 25,968 | 50,382 | 2,386 | 5,467 | 2,684 | 110,351 | 268,799 | 943,736 |
| Less: Treasurer's commission | | | 43 | 105 | 51 | 2,140 | 5,281 | 15,532 |
| NET REVENUES | 25,968 | 50,382 | 2,343 | 5,362 | 2,633 | 108,211 | 263,518 | 928,204 |
| EXPENDITURES | | | | | | | | |
| Current: | | | | | | | | |
| General government | 4,740 | 31,763 | | 1,093 | 1,792 | 106,338 | | |
| Law enforcement | | | | | | | | |
| Highways and streets | | | | | | | | |
| Public safety | | | | | | | | |
| Sanitation | | | | | | | | 997,288 |
| Health | | | | | | | | |
| Recreation and culture | | | | | | | 215,000 | |
| Total Current | 4,740 | 31,763 | | 1,093 | 1,792 | 106,338 | 215,000 | 997,288 |
| Debt Service: | | | | | | | | |
| Bond principal | | | | | | | | |
| Bond interest and other charges | | | | | | | | |
| Financed purchase principal | | | | | | | | 95,964 |
| Financed purchase interest | | | | | | | | 6,353 |
| TOTAL EXPENDITURES | 4,740 | 31,763 | | 1,093 | 1,792 | 106,338 | 215,000 | 1,099,605 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 21,228 | 18,619 | 2,343 | 4,269 | 841 | 1,873 | 48,518 | (171,401) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | | | | | | | | 300,000 |
| Proceeds from USDA Rural Development Community Facility Loan | | | | | | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | | | | | | | | 300,000 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 21,228 | 18,619 | 2,343 | 4,269 | 841 | 1,873 | 48,518 | 128,599 |
| FUND BALANCES - JANUARY 1 | 153,805 | 131,179 | 24,066 | 32,858 | 13,475 | 24,735 | 364,433 | 17,868 |
| FUND BALANCES - DECEMBER 31 | \$ 175,033 | \$ 149,798 | \$ 26,409 | \$ 37,127 | \$ 14,316 | \$ 26,608 | \$ 412,951 | \$ 146,467 |

DREW 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 | | | | | | | |
|--|-----------------------|---------------------------------|--|--------------|--------------------------------------|--------------------------------------|---------------|-----------------|
| | Reappraisal Cost | Support Collections Costs | Communication Facility and Equipment | Drug Control | Jail Operation and Maintenance | Boating Safety and Enforcement | Emergency 911 | Public Defender |
| REVENUES | | | | | | | | |
| State aid | \$ 110,761 | | | | | \$ 1,305 | | |
| Federal aid | | | | | | | | |
| Property taxes | | | | | | | | |
| Sales taxes | | | | | | | | |
| Fines, forfeitures, and costs | | | | | \$ 4,973 | | | \$ 75,040 |
| Interest | 10 | \$ 67 | \$ 351 | \$ 74 | 193 | 100 | \$ 1,652 | 386 |
| Officers' fees | | 468 | 3,504 | | | | | |
| Sanitation fees | | | | | | | | |
| Jail fees | | | | | 98,814 | | | |
| 911 fees | | | | | | | 316,503 | |
| Treasurer's commission | | | | | | | | |
| Collector's commission | | | | | | | | |
| Other | | | 17,586 | 12 | 1,693 | 20 | 11,952 | 29,795 |
| TOTAL REVENUES | 110,771 | 535 | 21,441 | 86 | 105,673 | 1,425 | 330,107 | 105,221 |
| Less: Treasurer's commission | | | 346 | | 1,840 | 28 | 6,275 | 1,999 |
| NET REVENUES | 110,771 | 535 | 21,095 | 86 | 103,833 | 1,397 | 323,832 | 103,222 |
| EXPENDITURES | | | | | | | | |
| Current: | | | | | | | | |
| General government | 126,600 | | | | | | | |
| Law enforcement | | | 4,265 | 6,941 | 17,639 | 18 | | 116,502 |
| Highways and streets | | | | | | | | |
| Public safety | | | | | | | 356,692 | |
| Sanitation | | | | | | | | |
| Health | | | | | | | | |
| Recreation and culture | | | | | | | | |
| Total Current | 126,600 | | 4,265 | 6,941 | 17,639 | 18 | 356,692 | 116,502 |
| Debt Service: | | | | | | | | |
| Bond principal | | | | | | | | |
| Bond interest and other charges | | | | | | | | |
| Financed purchase principal | | | | | | | | |
| Financed purchase interest | | | | | | | | |
| TOTAL EXPENDITURES | 126,600 | | 4,265 | 6,941 | 17,639 | 18 | 356,692 | 116,502 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (15,829) | 535 | 16,830 | (6,855) | 86,194 | 1,379 | (32,860) | (13,280) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | 25,000 | | | | | | | |
| Proceeds from USDA Rural Development Community Facility Loan | | | | | | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | 25,000 | | | | | | | |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 9,171 | 535 | 16,830 | (6,855) | 86,194 | 1,379 | (32,860) | (13,280) |
| FUND BALANCES - JANUARY 1 | 4,387 | 14,015 | 68,176 | 17,114 | 11,087 | 20,571 | 359,833 | 84,952 |
| FUND BALANCES - DECEMBER 31 | \$ 13,558 | \$ 14,550 | \$ 85,006 | \$ 10,259 | \$ 97,281 | \$ 21,950 | \$ 326,973 | \$ 71,672 |

DREW 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 | | | | | | | |
|--|-----------------------|---------------------------------------|--------------------------------------|------------------------|-------------------------|--------------------------------------|--|-------------------------------------|
| | Drug Court Program | Circuit Court Juvenile Division | Assessor's late Assessment Fee | District Court Cost | Hospital Maintenance | Veteran's Memorial Maintenance | Voluntary Animal Control Spay/Neuter | Justice Assistant Grant (JAG) |
| REVENUES | | | | | | | | |
| State aid | | | | | | | | |
| Federal aid | | | | | | | | |
| Property taxes | | | \$ 625 | | \$ 770 | | \$ 6,984 | |
| Sales taxes | | | | | | | | |
| Fines, forfeitures, and costs | | | | \$ 11,883 | | | | |
| Interest | \$ 51 | \$ 118 | 13 | 422 | 1 | \$ 9 | 98 | |
| Officers' fees | 1,165 | 2,803 | | | | | | |
| Sanitation fees | | | | | | | | |
| Jail fees | | | | | | | | |
| 911 fees | | | | | | | | |
| Treasurer's commission | | | | | | | | |
| Collector's commission | | | | | | | | |
| Other | | 12 | | 120 | 8 | | 84 | |
| TOTAL REVENUES | 1,216 | 2,933 | 638 | 12,425 | 779 | 9 | 7,166 | |
| Less: Treasurer's commission | | 54 | | 241 | 15 | | 139 | |
| NET REVENUES | 1,216 | 2,879 | 638 | 12,184 | 764 | 9 | 7,027 | |
| EXPENDITURES | | | | | | | | |
| Current: | | | | | | | | |
| General government | | | | | | | | |
| Law enforcement | 1,000 | 1,834 | | | | | | |
| Highways and streets | | | | | | | | |
| Public safety | | | | | | | | |
| Sanitation | | | | | | | | |
| Health | | | | | 764 | | | |
| Recreation and culture | | | | | | | | |
| Total Current | 1,000 | 1,834 | | | 764 | | | |
| Debt Service: | | | | | | | | |
| Bond principal | | | | | | | | |
| Bond interest and other charges | | | | | | | | |
| Financed purchase principal | | | | | | | | |
| Financed purchase interest | | | | | | | | |
| TOTAL EXPENDITURES | 1,000 | 1,834 | | | 764 | | | |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 216 | 1,045 | 638 | 12,184 | | 9 | 7,027 | |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | | | | | | | | |
| Proceeds from USDA Rural Development Community Facility Loan | | | | | | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | | | | | | | | |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 216 | 1,045 | 638 | 12,184 | | 9 | 7,027 | |
| FUND BALANCES - JANUARY 1 | 9,288 | 25,009 | 2,452 | 84,426 | | 1,859 | 17,885 | \$ 3,567 |
| FUND BALANCES - DECEMBER 31 | \$ 9,504 | \$ 26,054 | \$ 3,090 | \$ 96,610 | \$ 0 | \$ 1,868 | \$ 24,912 | \$ 3,567 |

DREW 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 | | DEBT SERVICE FUNDS | | |
|--|-------------------------------|--------------------------------|------------------------------|--------------------------|-----------------------------|-------------------------------|--|--------------|
| | County Fair Building Grant | American Rescue Plan Act | Courthouse Security Grant | Hospital Construction | Farmer's Market Pavilion | 2013 Series Hospital Bonds | 2016 Series Sales Tax Hospital Bonds | Totals |
| REVENUES | | | | | | | | |
| State aid | | | \$ 20,000 | | | \$ 48,117 | | \$ 212,156 |
| Federal aid | | \$ 1,769,414 | | | | | | 1,769,414 |
| Property taxes | | | | | | 418,775 | | 659,808 |
| Sales taxes | | | | | | | \$ 915,756 | 915,756 |
| Fines, forfeitures, and costs | | | | | | | | 94,154 |
| Interest | | 10,438 | | | | 258 | 1,399 | 17,158 |
| Officers' fees | | | | | | | | 121,513 |
| Sanitation fees | | | | | | | | 872,998 |
| Jail fees | | | | | | | | 98,814 |
| 911 fees | | | | | | | | 316,503 |
| Treasurer's commission | | | | | | | | 25,285 |
| Collector's commission | | | | | | | | 49,513 |
| Other | | 6,861 | | | | 13,800 | | 161,944 |
| TOTAL REVENUES | | 1,786,713 | 20,000 | | | 480,950 | 917,155 | 5,315,016 |
| Less: Treasurer's commission | | | | | | 9,506 | | 43,595 |
| NET REVENUES | | 1,786,713 | 20,000 | | | 471,444 | 917,155 | 5,271,421 |
| EXPENDITURES | | | | | | | | |
| Current: | | | | | | | | |
| General government | | 22,535 | | | | | | 294,861 |
| Law enforcement | | 2,039,707 | 20,000 | | | | | 2,207,906 |
| Highways and streets | | 23,880 | | | | | | 23,880 |
| Public safety | | 7,883 | | | | | | 364,575 |
| Sanitation | | 17,066 | | | | | | 1,014,354 |
| Health | | | | \$ 142,278 | | | | 143,042 |
| Recreation and culture | | | | | | | | 215,000 |
| Total Current | | 2,111,071 | 20,000 | 142,278 | | | | 4,263,618 |
| Debt Service: | | | | | | | | |
| Bond principal | | | | | | 380,000 | 670,000 | 1,050,000 |
| Bond interest and other charges | | | | | | 102,471 | 225,176 | 327,647 |
| Financed purchase principal | | | | | | | | 95,964 |
| Financed purchase interest | | | | | | | | 6,353 |
| TOTAL EXPENDITURES | | 2,111,071 | 20,000 | 142,278 | | 482,471 | 895,176 | 5,743,582 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | | (324,358) | | (142,278) | | (11,027) | 21,979 | (472,161) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | | | | | | | | 325,000 |
| Proceeds from USDA Rural Development Community Facility Loan | | | | 142,278 | | | | 142,278 |
| TOTAL OTHER FINANCING SOURCES (USES) | | | | 142,278 | | | | 467,278 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | | (324,358) | | | | (11,027) | 21,979 | (4,883) |
| FUND BALANCES - JANUARY 1 | \$ 2,479 | 1,356,759 | | 5,495 | \$ 15,000 | 467,830 | 529,700 | 3,864,303 |
| FUND BALANCES - DECEMBER 31 | \$ 2,479 | \$ 1,032,401 | \$ 0 | \$ 5,495 | \$ 15,000 | \$ 456,803 | \$ 551,679 | \$ 3,859,420 |

DREW 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. |
| Assessor's Amendment no. 79 | Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79. |
| County Clerk's Cost | Ark. Code Ann. § 21-6-413 established fund to receive fees collected by county clerks to be used for automated record systems and any legitimate county purpose. |
| County Recorder's Cost | Ark. Code Ann. § 21-6-306 established fund to receive fees collected by circuit clerks to be used for automated record systems and any legitimate county purpose. |
| County Public Library | Ark. Code Ann. § 13-2-404 established fund to account for library property tax millage levied by the quorum court for the support, operation, and maintenance of the public library. |
| Solid Waste Management | Ark. Code Ann. § 8-6-212 authorizes counties to fund a solid waste management system for the county by assessing fees, charges, and licenses. Each fee, charge, and license shall be based on fee schedule contained in an ordinance. Drew County Ordinance no. 2000-10 (December 23, 2000) authorized solid waste management fees. |
| Reappraisal Cost | Ark. Code Ann. § 26-26-1907 established fund to pay reappraisals of real property with revenue received from the State. |
| Support Collections Costs | Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office. |
| 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. |

DREW 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> |
|---------------------------------|--|
| Drug Control | Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency. |
| Jail Operation and Maintenance | Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners, including construction and maintenance of the county jail. |
| Boating Safety and Enforcement | Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within the county or for emergency rescue services if the county has not established a patrol. |
| Emergency 911 | Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services. |
| Public Defender | Ark. Code Ann. § 17-19-301 authorized a bail bond fee of \$20 to be collected, which shall be remitted to the Arkansas Public Defender Commission. Three dollars of each fee is remitted back to the county quarterly to be used to defray the operating expenses of the public defender office. |
| Drug Court Program | 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 Court Juvenile Division | Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court. |
| 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. |
| 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. |
| Hospital Maintenance | Ark. Const. amend. 32 established fund to collect and disburse a property tax approved by voters in 1984 to be used for maintenance, operation, and support of public hospital. |
| Veteran's Memorial Maintenance | Established to account for donations for Veteran's War Memorial Maintenance. |

DREW 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> |
|--------------------------------------|---|
| Voluntary Animal Control Spay/Neuter | Drew County Ordinance no. 2017-14 (November 20, 2017) established the fund to account for the voluntary tax of ten dollars (\$10) for the support of Drew County's efforts to manage its population of domestic pets and stray domestic animals and for other purposes. |
| Justice Assistant Grant (JAG) | Established to account for grants received from the U. S. Department of Justice to assist in fighting crime in the community. |
| County Fair Building Grant | Established to account for grant received from the State of Arkansas to assist rural county fairs with the construction and improvement of buildings. |
| 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. |
| Courthouse Security Grant | Ark. Code Ann. § 16-10-1006 established fund for the purpose of providing financial assistance to local governments to assist in the implementation of local security and emergency preparedness plans for circuit and district courts. |
| Hospital Construction | Drew County Ordinance no. 2012-7 (July 6, 2012) authorized the issuance of General Obligation Bonds under Ark. Const. amend. 62 for the purposes of refunding the County's Capital Improvement and Refunding Limited Tax General Obligation Bonds Series 2004 and for constructing and equipping capital improvements. |
| Farmer's Market Pavilion | Established to account for a grant received from the Arkansas Department of Parks and Tourism for a 50/50 matching grant to be used to construct an outdoor farmer's market pavilion. |
| 2013 Series Hospital Bonds | Drew County Ordinance no. 2012-7 (July 6, 2012) authorized the issuance of Refunding and Improvement General Obligation Bonds under Ark. Const. amend. 62 for the purposes of refunding the County's Capital Improvement and Refunding Limited Tax General Obligation Bonds Series 2004 and for constructing and equipping capital improvements, and extending and continuing the levy of an existing ad valorem tax in the amount of 1.8 mills for the purpose of retiring such bonds. |
| 2016 Series Sales Tax Hospital Bonds | Drew County Ordinance no. 2015-14 (September 28, 2015) established the fund to received .25% sales and use tax being levied for the purposes of refunding the County's 2011 Sales and Use Tax Bonds and for constructing and equipping capital improvements for the hospital. Drew County Ordinance no. 2016-6 (May 16, 2016) authorized the issuance of Refunding and Improvement General Obligation Bonds under Ark. Const. amend. 62. |

DREW 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 accounts consist primarily of treasurer's commission and hospital revenues. |
|--|---|

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

| | |
|--|--|
| | Sheriff's accounts consist primarily of fees settlement. |
|--|--|

| | |
|--|--|
| | County Clerk's accounts consist primarily of 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 accounts consist primarily of solid waste collections not yet remitted to the Treasurer. |
|--|---|

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

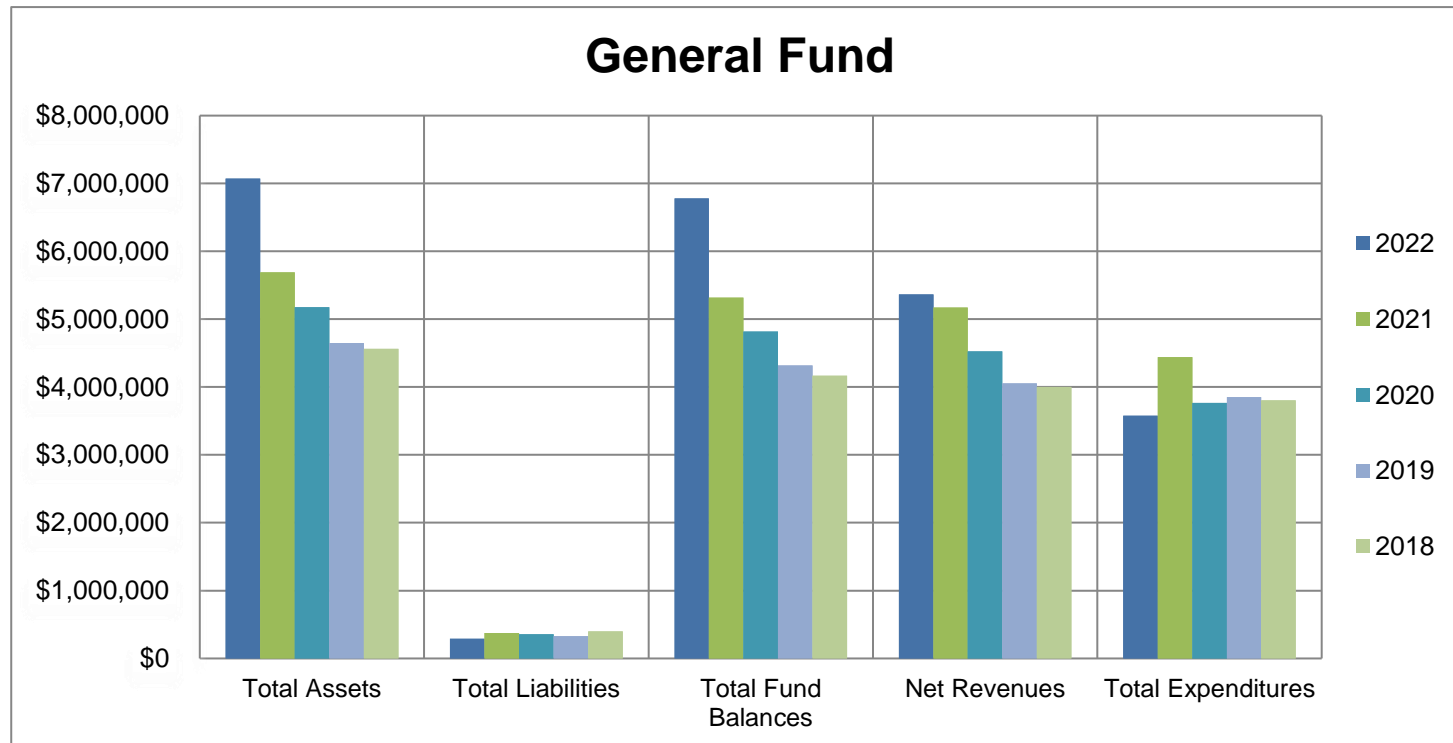
Schedule 3

| | December 31, 2022 |
|-----------|-----------------------------|
| Land | \$ 934,856 |
| Buildings | 7,415,699 |
| Equipment | <u>7,537,071</u> |
| Total | <u><u>\$ 15,887,626</u></u> |

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

Schedule 4-1

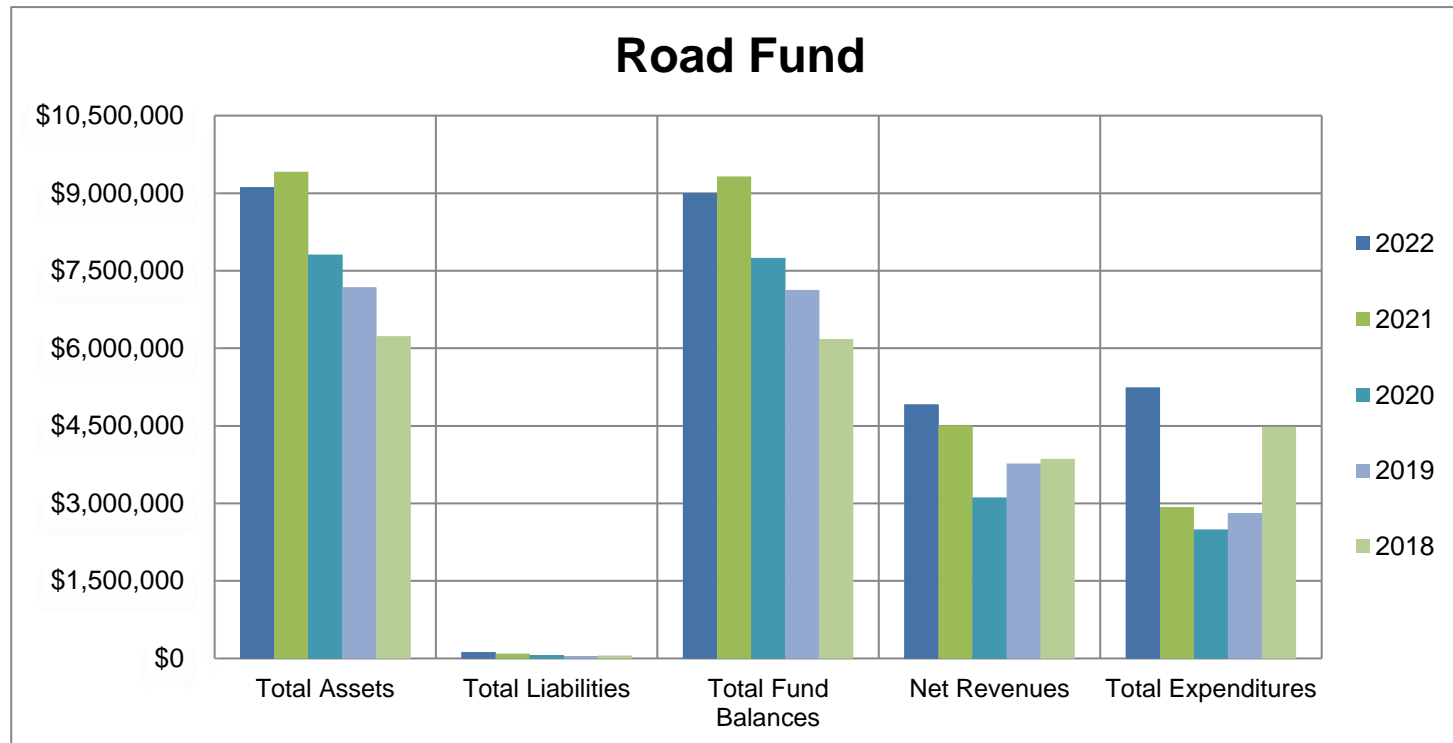
| <u>General</u> | 2022 | 2021 | 2020 | 2019 | 2018 |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Total Assets | \$ 7,071,438 | \$ 5,691,676 | \$ 5,177,942 | \$ 4,649,201 | \$ 4,564,279 |
| Total Liabilities | 291,928 | 373,127 | 358,097 | 330,133 | 399,238 |
| Total Fund Balances | 6,779,510 | 5,318,549 | 4,819,845 | 4,319,068 | 4,165,041 |
| Net Revenues | 5,364,558 | 5,169,102 | 4,526,727 | 4,053,917 | 4,002,624 |
| Total Expenditures | 3,578,597 | 4,438,398 | 3,765,950 | 3,849,990 | 3,805,107 |
| Total Other Financing Sources/Uses | (325,000) | (232,000) | (260,000) | (50,000) | (57,391) |



DREW 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 | \$ 9,114,993 | \$ 9,409,455 | \$ 7,809,055 | \$ 7,177,958 | \$ 6,228,271 |
| Total Liabilities | 120,125 | 88,917 | 64,595 | 49,631 | 54,402 |
| Total Fund Balances | 8,994,868 | 9,320,538 | 7,744,460 | 7,128,327 | 6,173,869 |
| Net Revenues | 4,912,026 | 4,501,498 | 3,110,397 | 3,768,097 | 3,858,966 |
| Total Expenditures | 5,237,696 | 2,925,420 | 2,494,264 | 2,813,639 | 4,475,530 |
| Total Other Financing Sources/Uses | | | | | |



DREW 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 | \$ 5,043,033 | \$ 4,345,353 | \$ 2,982,928 | \$ 3,566,172 | \$ 3,034,593 |
| Total Liabilities | 1,183,613 | 481,050 | 670,537 | 1,547,439 | 1,034,306 |
| Total Fund Balances | 3,859,420 | 3,864,303 | 2,312,391 | 2,018,733 | 2,000,287 |
| Net Revenues | 5,271,421 | 4,966,935 | 3,065,400 | 2,728,401 | 2,792,601 |
| Total Expenditures | 5,743,582 | 4,243,407 | 4,789,098 | 6,400,553 | 8,346,482 |
| Total Other Financing Sources/Uses | 467,278 | 828,384 | 2,017,356 | 3,690,598 | 6,131,949 |

