

# **Franklin County, Arkansas**

## **Regulatory Basis Financial Statements and Other Reports**

**December 31, 2024 and 2023**

LEGISLATIVE JOINT AUDITING COMMITTEE

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**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair



**Rep. Robin Lundstrum**  
House Chair  
**Rep. RJ Hawk**  
House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## **LEGISLATIVE JOINT AUDITING COMMITTEE**

### **ARKANSAS LEGISLATIVE AUDIT**

#### **Independent Auditor's Report**

Franklin 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 Franklin 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, 2024 and 2023; the related Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis; the Statement of Revenues, Expenditures, and Change in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis for the years 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 Franklin County, Arkansas, as of December 31, 2024 and 2023; the regulatory basis revenues, expenditures, and changes in fund balance; and the budgetary comparisons for the general fund and road fund for the years 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 Franklin County, Arkansas, as of December 31, 2024 and 2023, or the revenues, expenditures, and changes in fund balance and, where applicable, cash flows thereof for the years then ended.

##### ***Basis for Opinions***

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

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

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

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

### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

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

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

### ***Supplementary Information***

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

### ***Other Information***

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

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

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 5, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of the testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

ARKANSAS LEGISLATIVE AUDIT

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

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
November 5, 2025  
LOCO02424



Sen. Jim Petty  
Senate Chair  
Sen. Jim Dotson  
Senate Vice Chair



Rep. Robin Lundstrum  
House Chair  
Rep. RJ Hawk  
House Vice Chair

Kevin William White, CPA, JD  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

### Independent Auditor's Report

Franklin 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 Franklin County, Arkansas (County), as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the County's regulatory basis financial statements, and have issued our report thereon dated November 5, 2025. We issued an adverse opinion because the financial statements are prepared by the County on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, with respect to the regulatory basis of accounting described in Note 1, our opinions on the general fund, road fund, and other funds in the aggregate were unmodified.

### Report on Internal Control Over Financial Reporting

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

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

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

### Report on Compliance and Other Matters

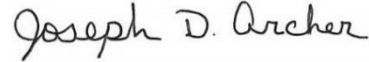
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements, noncompliance with which could have a direct and material effect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

We also reported to management of the County in a separate letter dated November 5, 2025.

### **Purpose of This Report**

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in dark ink that reads "Joseph D. Archer". The signature is written in a cursive, flowing style.

Joseph D. Archer, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
November 5, 2025

# Arkansas



**Sen. Jim Petty**  
Senate Chair  
**Sen. Jim Dotson**  
Senate Vice Chair

**Rep. Robin Lundstrum**  
House Chair  
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House Vice Chair

**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### MANAGEMENT LETTER

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

The findings contained in this letter relate to the following officials who held office during 2024 and 2023:

County Judge: Rickey Bowman  
Treasurer: Shelly Wilson  
Sheriff: Johnny Crocker  
Tax Collector: Margaret Hamilton  
County Clerk: Tammy Sisson  
Circuit Clerk: Janice King  
Assessor: Rose McKinnon  
County Librarian: Brianna Lamb (Ozark)  
Hannah Gillean (Charleston)  
District Court Clerk: Shae Johnson (Appointed December 22, 2024)  
Scout Ingram (Resigned December 17, 2024)

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.

#### County Judge and County Treasurer

The County utilizes the vendor, ProMed Ambulance, for billing management of emergency medical services provided by the County. Credit card payments collected by the vendor, on behalf of the County, were not remitted in a timely manner. Credit card payments totaling \$139,887 collected from October 2022 to May 2025 were remitted to the County 91 days or more past due as shown below:

|                      | Remittance of Patient Credit Card Payments |          |           |           |            |
|----------------------|--------------------------------------------|----------|-----------|-----------|------------|
|                      | Year Collected                             |          |           |           |            |
|                      | 2022                                       | 2023     | 2024      | 2025      | Total      |
| Days until remitted: |                                            |          |           |           |            |
| 91-180 Days          |                                            | \$ 6,817 | \$ 7,894  | \$ 10,456 | \$ 25,167  |
| 181-270 Days         |                                            | 1,205    | 15,785    | 8,708     | 25,698     |
| 271-360 Days         | \$ 26,438                                  |          | 24,251    |           | 50,689     |
| 1+ year              |                                            | 125      | 38,208    |           | 38,333     |
| Totals               | \$ 26,438                                  | \$ 8,147 | \$ 86,138 | \$ 19,164 | \$ 139,887 |

#### Sheriff

The following items were noted in an analysis of the Sheriff's Circuit Court Bond and Fine bank accounts:

- In 2024 and 2023, the ending balance in the Ozark account had unidentified balances of \$37,681 and \$38,003, respectively.
- In 2024 and 2023, the ending balance in the Charleston account had unidentified balances of \$11,044 and \$8,037, respectively.
- In 2023, cash disbursements journals were not prepared for the Charleston Bond and Fine account, in non compliance with Ark. Code Ann. § 14-25-112.

Similar findings were noted in the past two audit reports dating back to 2021.

## Sheriff (Continued)

The following items were noted in an analysis of the Sheriff's Commissary account:

- In 2023, the Commissary account ending balance was not properly reconciled to the ending book balance, and the ending book balance was incorrect by \$50,487, in noncompliance with Ark. Code Ann. § 14-25-107. A similar finding was noted in the past two audits dating back to 2021.
- In 2023, receipts were not always deposited in a timely manner.
- The Detention Center has a policy which allows State inmates participating in a work release program to make cash withdrawals from their commissary balance to go shopping. In 2024 and 2023, we noted inmate withdrawal checks were not always issued to the inmate but instead issued to jail employees in the amount of \$289 and \$1,065, respectively. We question whether this is a good accounting practice and to find alternative options when inmates do not have proper identification allowing for check cashing. Additionally, resident withdrawal slips with inmate signatures were not always maintained for audit purposes.

The following items were noted in an analysis of the Sheriff's Radio Communication and Equipment account:

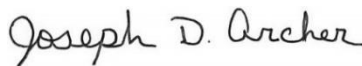
- Cash receipts and disbursements journals were not properly prepared, in noncompliance with Ark. Code Ann. § 14-25-112. A similar finding was noted in the previous report.
- Prenumbered receipts were not issued for revenues received, in noncompliance with Ark. Code Ann. § 14-25-108.
- In 2023, prenumbered checks were not always issued for disbursements totaling \$2,896, in noncompliance with Ark. Code Ann. § 14-25-104.
- In 2023, supporting documentation was not provided for disbursements totaling \$4,369, in noncompliance with Ark. Code Ann. § 14-59-105. A similar finding was noted in the previous report.

The following items were noted in an analysis of the Sheriff's Fee account:

- Cash receipts and disbursements journals were not properly prepared, in noncompliance with Ark. Code Ann. § 14-25-112. A similar finding was noted in the previous report.
- In 2023, receipts were not always deposited in a timely manner.

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



Joseph D. Archer, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
November 5, 2025

FRANKLIN COUNTY, ARKANSAS  
BALANCE SHEET - REGULATORY BASIS  
DECEMBER 31, 2024

Exhibit A

|                                     | General             | Road                | Other Funds<br>in the<br>Aggregate |
|-------------------------------------|---------------------|---------------------|------------------------------------|
| ASSETS                              |                     |                     |                                    |
| Cash and cash equivalents           | \$ 1,989,877        | \$ 2,358,971        | \$ 4,141,169                       |
| Investments                         |                     |                     | 88,923                             |
| Accounts receivable                 | 400,270             |                     | 177,619                            |
|                                     | <u>2,390,147</u>    | <u>2,358,971</u>    | <u>4,407,711</u>                   |
| TOTAL ASSETS                        | <u>\$ 2,390,147</u> | <u>\$ 2,358,971</u> | <u>\$ 4,407,711</u>                |
| LIABILITIES AND FUND BALANCES       |                     |                     |                                    |
| Liabilities:                        |                     |                     |                                    |
| Accounts payable                    | \$ 27,407           | \$ 76,065           | \$ 120,775                         |
| Settlements pending                 |                     |                     | 1,073,367                          |
| Total Liabilities                   | <u>27,407</u>       | <u>76,065</u>       | <u>1,194,142</u>                   |
| Fund Balances:                      |                     |                     |                                    |
| Restricted                          | 51,275              | 2,282,906           | 3,213,569                          |
| Unassigned                          | 2,311,465           |                     |                                    |
| Total Fund Balances                 | <u>2,362,740</u>    | <u>2,282,906</u>    | <u>3,213,569</u>                   |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 2,390,147</u> | <u>\$ 2,358,971</u> | <u>\$ 4,407,711</u>                |

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

FRANKLIN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2024

Exhibit B

|                                                          | General    | Road         | Other Funds<br>in the<br>Aggregate |
|----------------------------------------------------------|------------|--------------|------------------------------------|
| REVENUES                                                 |            |              |                                    |
| State aid                                                | \$ 672,753 | \$ 1,762,995 | \$ 158,095                         |
| Federal aid                                              | 19,905     | 393,853      | 60,231                             |
| Property taxes                                           | 1,619,791  | 852,072      | 659,939                            |
| Sales taxes                                              | 1,089,724  | 447,886      | 2,575,577                          |
| Fines, forfeitures, and costs                            | 599,554    |              | 97,598                             |
| Interest                                                 | 29,342     | 33,705       | 82,144                             |
| Officers' fees                                           | 110,423    |              | 45,700                             |
| Insurance premiums collected                             | 39,080     |              |                                    |
| Jail fees                                                | 424,182    |              | 133,731                            |
| Net increase (decrease) in the fair value of investments |            |              | 22,348                             |
| 911 fees                                                 |            |              | 272,288                            |
| Ambulance fees                                           |            |              | 1,472,528                          |
| Airport rental and fuel sales                            |            |              | 35,720                             |
| Treasurer's commission                                   | 228,645    |              | 25,621                             |
| Collector's commission                                   | 310,644    |              | 65,637                             |
| Taxes apportioned - Assessor's salary and expense        | 359,363    |              |                                    |
| Other                                                    | 413,993    | 169,033      | 82,947                             |
| TOTAL REVENUES                                           | 5,917,399  | 3,659,544    | 5,790,104                          |
| Less: Treasurer's commission                             | 85,398     | 67,694       | 52,746                             |
| NET REVENUES                                             | 5,832,001  | 3,591,850    | 5,737,358                          |
| EXPENDITURES                                             |            |              |                                    |
| Current:                                                 |            |              |                                    |
| General government                                       | 2,527,077  |              | 481,949                            |
| Law enforcement                                          | 2,966,169  |              | 435,936                            |
| Highways and streets                                     |            | 3,118,001    |                                    |
| Public safety                                            | 109,594    |              | 705,989                            |
| Health                                                   | 314,568    |              | 3,775,374                          |
| Recreation and culture                                   | 875        |              | 583,437                            |
| Social services                                          | 98,562     |              | 87,393                             |
| Airport                                                  |            |              | 94,263                             |
| Total Current                                            | 6,016,845  | 3,118,001    | 6,164,341                          |
| Debt Service:                                            |            |              |                                    |
| Bond principal                                           |            |              | 880,000                            |
| Bond interest and other charges                          |            |              | 174,991                            |
| Financed purchase principal                              | 38,078     | 153,029      |                                    |
| Financed purchase interest                               | 2,210      | 26,771       |                                    |
| TOTAL EXPENDITURES                                       | 6,057,133  | 3,297,801    | 7,219,332                          |

FRANKLIN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2024

|                                                                                  | General      | Road         | Other Funds<br>in the<br>Aggregate |
|----------------------------------------------------------------------------------|--------------|--------------|------------------------------------|
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | \$ (225,132) | \$ 294,049   | \$ (1,481,974)                     |
| OTHER FINANCING SOURCES (USES)                                                   |              |              |                                    |
| Transfers in                                                                     |              |              | 9,200                              |
| Transfers out                                                                    | (9,200)      |              |                                    |
| Loan proceeds                                                                    |              |              | 708,218                            |
| TOTAL OTHER FINANCING SOURCES (USES)                                             | (9,200)      |              | 717,418                            |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | (234,332)    | 294,049      | (764,556)                          |
| FUND BALANCES - JANUARY 1                                                        | 2,597,072    | 1,988,857    | 3,978,125                          |
| FUND BALANCES - DECEMBER 31                                                      | \$ 2,362,740 | \$ 2,282,906 | \$ 3,213,569                       |

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

FRANKLIN 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, 2024

Exhibit C

|                                                   | General    |            |                                        | Road         |              |                                        |
|---------------------------------------------------|------------|------------|----------------------------------------|--------------|--------------|----------------------------------------|
|                                                   | Budget     | Actual     | Variance<br>Favorable<br>(Unfavorable) | Budget       | Actual       | Variance<br>Favorable<br>(Unfavorable) |
| REVENUES                                          |            |            |                                        |              |              |                                        |
| State aid                                         | \$ 507,053 | \$ 672,753 | \$ 165,700                             | \$ 1,415,700 | \$ 1,762,995 | \$ 347,295                             |
| Federal aid                                       | 28,720     | 19,905     | (8,815)                                | 320,130      | 393,853      | 73,723                                 |
| Property taxes                                    | 1,059,480  | 1,619,791  | 560,311                                | 528,840      | 852,072      | 323,232                                |
| Sales taxes                                       | 900,000    | 1,089,724  | 189,724                                | 472,500      | 447,886      | (24,614)                               |
| Fines, forfeitures, and costs                     | 405,000    | 599,554    | 194,554                                |              |              |                                        |
| Interest                                          | 22,626     | 29,342     | 6,716                                  | 16,200       | 33,705       | 17,505                                 |
| Officers' fees                                    | 97,200     | 110,423    | 13,223                                 |              |              |                                        |
| Insurance premiums collected                      |            | 39,080     | 39,080                                 |              |              |                                        |
| Jail fees                                         | 261,000    | 424,182    | 163,182                                |              |              |                                        |
| Treasurer's commission                            | 215,257    | 228,645    | 13,388                                 |              |              |                                        |
| Collector's commission                            | 250,000    | 310,644    | 60,644                                 |              |              |                                        |
| Taxes apportioned - Assessor's salary and expense | 330,000    | 359,363    | 29,363                                 |              |              |                                        |
| Other                                             | 435,050    | 413,993    | (21,057)                               | 37,823       | 169,033      | 131,210                                |
| TOTAL REVENUES                                    | 4,511,386  | 5,917,399  | 1,406,013                              | 2,791,193    | 3,659,544    | 868,351                                |
| Less: Treasurer's commission                      |            | 85,398     | (85,398)                               |              | 67,694       | (67,694)                               |
| NET REVENUES                                      | 4,511,386  | 5,832,001  | 1,320,615                              | 2,791,193    | 3,591,850    | 800,657                                |
| EXPENDITURES                                      |            |            |                                        |              |              |                                        |
| Current:                                          |            |            |                                        |              |              |                                        |
| General government                                | 2,788,774  | 2,527,077  | 261,697                                |              |              |                                        |
| Law enforcement                                   | 3,333,175  | 2,966,169  | 367,006                                |              |              |                                        |
| Highways and streets                              |            |            |                                        | 4,211,327    | 3,118,001    | 1,093,326                              |
| Public safety                                     | 137,998    | 109,594    | 28,404                                 |              |              |                                        |
| Health                                            | 850,037    | 314,568    | 535,469                                |              |              |                                        |
| Recreation and culture                            | 875        | 875        | 0                                      |              |              |                                        |
| Social services                                   | 105,393    | 98,562     | 6,831                                  |              |              |                                        |
| Total Current                                     | 7,216,252  | 6,016,845  | 1,199,407                              | 4,211,327    | 3,118,001    | 1,093,326                              |
| Debt Service:                                     |            |            |                                        |              |              |                                        |
| Financed purchase principal                       |            | 38,078     | (38,078)                               |              | 153,029      | (153,029)                              |
| Financed purchase interest                        |            | 2,210      | (2,210)                                |              | 26,771       | (26,771)                               |
| TOTAL EXPENDITURES                                | 7,216,252  | 6,057,133  | 1,159,119                              | 4,211,327    | 3,297,801    | 913,526                                |

FRANKLIN 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, 2024

Exhibit C

|                                                                                  | General        |              |                                        | Road           |              |                                        |
|----------------------------------------------------------------------------------|----------------|--------------|----------------------------------------|----------------|--------------|----------------------------------------|
|                                                                                  | Budget         | Actual       | Variance<br>Favorable<br>(Unfavorable) | Budget         | Actual       | Variance<br>Favorable<br>(Unfavorable) |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | \$ (2,704,866) | \$ (225,132) | \$ 2,479,734                           | \$ (1,420,134) | \$ 294,049   | \$ 1,714,183                           |
| OTHER FINANCING SOURCES (USES)                                                   |                |              |                                        |                |              |                                        |
| Transfers in                                                                     | 18,798         |              | (18,798)                               | 7,852          |              | (7,852)                                |
| Transfers out                                                                    |                | (9,200)      | (9,200)                                |                |              |                                        |
| TOTAL OTHER FINANCING SOURCES (USES)                                             | 18,798         | (9,200)      | (27,998)                               | 7,852          |              | (7,852)                                |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | (2,686,068)    | (234,332)    | 2,451,736                              | (1,412,282)    | 294,049      | 1,706,331                              |
| FUND BALANCES - JANUARY 1                                                        | 2,258,422      | 2,597,072    | 338,650                                | 1,937,707      | 1,988,857    | 51,150                                 |
| FUND BALANCES - DECEMBER 31                                                      | \$ (427,646)   | \$ 2,362,740 | \$ 2,790,386                           | \$ 525,425     | \$ 2,282,906 | \$ 1,757,481                           |

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

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

Exhibit A-1

|                                     | General             | Road                | Other Funds<br>in the<br>Aggregate |
|-------------------------------------|---------------------|---------------------|------------------------------------|
| ASSETS                              |                     |                     |                                    |
| Cash and cash equivalents           | \$ 2,527,249        | \$ 2,084,194        | \$ 4,985,754                       |
| Investments                         |                     |                     | 66,575                             |
| Accounts receivable                 | 280,256             | 2,943               | 133,787                            |
| Interfund receivables               | 9,300               | 1,745               | 130,440                            |
|                                     | <u>2,816,805</u>    | <u>2,088,882</u>    | <u>5,316,556</u>                   |
| TOTAL ASSETS                        | <u>\$ 2,816,805</u> | <u>\$ 2,088,882</u> | <u>\$ 5,316,556</u>                |
| LIABILITIES AND FUND BALANCES       |                     |                     |                                    |
| Liabilities:                        |                     |                     |                                    |
| Accounts payable                    | \$ 216,535          | \$ 100,025          | \$ 128,649                         |
| Interfund payables                  | 3,198               |                     | 138,287                            |
| Settlements pending                 |                     |                     | 1,071,495                          |
| Total Liabilities                   | <u>219,733</u>      | <u>100,025</u>      | <u>1,338,431</u>                   |
| Fund Balances:                      |                     |                     |                                    |
| Restricted                          | 90,577              | 1,988,857           | 3,978,125                          |
| Unassigned                          | 2,506,495           |                     |                                    |
| Total Fund Balances                 | <u>2,597,072</u>    | <u>1,988,857</u>    | <u>3,978,125</u>                   |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 2,816,805</u> | <u>\$ 2,088,882</u> | <u>\$ 5,316,556</u>                |

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

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

Exhibit B-1

|                                                          | General    | Road         | Other Funds<br>in the<br>Aggregate |
|----------------------------------------------------------|------------|--------------|------------------------------------|
| REVENUES                                                 |            |              |                                    |
| State aid                                                | \$ 681,250 | \$ 1,740,208 | \$ 182,772                         |
| Federal aid                                              | 410,747    | 368,375      | 593,851                            |
| Property taxes                                           | 1,280,745  | 682,843      | 545,548                            |
| Sales taxes                                              | 1,020,081  | 419,262      | 2,409,187                          |
| Fines, forfeitures, and costs                            | 465,587    |              | 85,949                             |
| Interest                                                 | 39,022     | 38,152       | 98,804                             |
| Officers' fees                                           | 108,165    |              | 44,615                             |
| Jail fees                                                | 445,002    |              | 105,785                            |
| Net increase (decrease) in the fair value of investments |            |              | (1,148)                            |
| 911 fees                                                 |            |              | 289,881                            |
| Ambulance fees                                           |            |              | 1,493,094                          |
| Airport rental and fuel sales                            |            |              | 32,210                             |
| Treasurer's commission                                   | 206,841    |              |                                    |
| Collector's commission                                   | 276,948    |              | 59,109                             |
| Taxes apportioned - Assessor's salary and expense        | 368,361    |              |                                    |
| Other                                                    | 428,469    | 89,639       | 104,579                            |
| TOTAL REVENUES                                           | 5,731,218  | 3,338,479    | 6,044,236                          |
| Less: Treasurer's commission                             | 74,262     | 66,496       | 21,490                             |
| NET REVENUES                                             | 5,656,956  | 3,271,983    | 6,022,746                          |
| EXPENDITURES                                             |            |              |                                    |
| Current:                                                 |            |              |                                    |
| General government                                       | 2,299,615  |              | 764,191                            |
| Law enforcement                                          | 2,571,876  |              | 327,005                            |
| Highways and streets                                     |            | 3,504,538    |                                    |
| Public safety                                            | 114,755    |              | 645,710                            |
| Health                                                   | 664,222    |              | 2,748,120                          |
| Recreation and culture                                   | 875        |              | 571,065                            |
| Social services                                          | 94,025     |              | 275,015                            |
| Airport                                                  |            |              | 474,916                            |
| Total Current                                            | 5,745,368  | 3,504,538    | 5,806,022                          |
| Debt Service:                                            |            |              |                                    |
| Bond principal                                           |            |              | 800,000                            |
| Bond interest and other charges                          |            |              | 200,451                            |
| Financed purchase principal                              | 217,375    | 137,845      | 28,428                             |
| Financed purchase interest                               | 5,153      | 6,261        | 422                                |
| TOTAL EXPENDITURES                                       | 5,967,896  | 3,648,644    | 6,835,323                          |

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

Exhibit B-1

|                                                                                  | General      | Road         | Other Funds<br>in the<br>Aggregate |
|----------------------------------------------------------------------------------|--------------|--------------|------------------------------------|
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | \$ (310,940) | \$ (376,661) | \$ (812,577)                       |
| OTHER FINANCING SOURCES (USES)                                                   |              |              |                                    |
| Transfers in                                                                     |              |              | 21,155                             |
| Transfers out                                                                    | (21,155)     |              |                                    |
| TOTAL OTHER FINANCING SOURCES (USES)                                             | (21,155)     |              | 21,155                             |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | (332,095)    | (376,661)    | (791,422)                          |
| FUND BALANCES - JANUARY 1                                                        | 2,929,167    | 2,365,518    | 4,769,547                          |
| FUND BALANCES - DECEMBER 31                                                      | \$ 2,597,072 | \$ 1,988,857 | \$ 3,978,125                       |

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

FRANKLIN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit C-1

|                                                   | General    |            |                                        | Road         |              |                                        |
|---------------------------------------------------|------------|------------|----------------------------------------|--------------|--------------|----------------------------------------|
|                                                   | Budget     | Actual     | Variance<br>Favorable<br>(Unfavorable) | Budget       | Actual       | Variance<br>Favorable<br>(Unfavorable) |
| REVENUES                                          |            |            |                                        |              |              |                                        |
| State aid                                         | \$ 520,195 | \$ 681,250 | \$ 161,055                             | \$ 1,416,600 | \$ 1,740,208 | \$ 323,608                             |
| Federal aid                                       | 462,206    | 410,747    | (51,459)                               | 306,522      | 368,375      | 61,853                                 |
| Property taxes                                    | 1,057,725  | 1,280,745  | 223,020                                | 527,040      | 682,843      | 155,803                                |
| Sales taxes                                       | 837,000    | 1,020,081  | 183,081                                | 337,500      | 419,262      | 81,762                                 |
| Fines, forfeitures, and costs                     | 450,900    | 465,587    | 14,687                                 |              |              |                                        |
| Interest                                          | 9,990      | 39,022     | 29,032                                 | 1,530        | 38,152       | 36,622                                 |
| Officers' fees                                    | 118,800    | 108,165    | (10,635)                               |              |              |                                        |
| Jail fees                                         | 270,000    | 445,002    | 175,002                                |              |              |                                        |
| Treasurer's commission                            | 214,933    | 206,841    | (8,092)                                |              |              |                                        |
| Collector's commission                            | 250,000    | 276,948    | 26,948                                 |              |              |                                        |
| Taxes apportioned - Assessor's salary and expense | 300,000    | 368,361    | 68,361                                 |              |              |                                        |
| Other                                             | 440,901    | 428,469    | (12,432)                               | 2,700        | 89,639       | 86,939                                 |
| TOTAL REVENUES                                    | 4,932,650  | 5,731,218  | 798,568                                | 2,591,892    | 3,338,479    | 746,587                                |
| Less: Treasurer's commission                      |            | 74,262     | (74,262)                               |              | 66,496       | (66,496)                               |
| NET REVENUES                                      | 4,932,650  | 5,656,956  | 724,306                                | 2,591,892    | 3,271,983    | 680,091                                |
| EXPENDITURES                                      |            |            |                                        |              |              |                                        |
| Current:                                          |            |            |                                        |              |              |                                        |
| General government                                | 2,553,968  | 2,299,615  | 254,353                                |              |              |                                        |
| Law enforcement                                   | 3,129,466  | 2,571,876  | 557,590                                |              |              |                                        |
| Highways and streets                              |            |            |                                        | 4,285,214    | 3,504,538    | 780,676                                |
| Public safety                                     | 144,546    | 114,755    | 29,791                                 |              |              |                                        |
| Health                                            | 837,412    | 664,222    | 173,190                                |              |              |                                        |
| Recreation and culture                            | 875        | 875        | 0                                      |              |              |                                        |
| Social services                                   | 100,796    | 94,025     | 6,771                                  |              |              |                                        |
| Total Current                                     | 6,767,063  | 5,745,368  | 1,021,695                              | 4,285,214    | 3,504,538    | 780,676                                |
| Debt Service:                                     |            |            |                                        |              |              |                                        |
| Financed purchase principal                       |            | 217,375    | (217,375)                              |              | 137,845      | (137,845)                              |
| Financed purchase interest                        |            | 5,153      | (5,153)                                |              | 6,261        | (6,261)                                |
| TOTAL EXPENDITURES                                | 6,767,063  | 5,967,896  | 799,167                                | 4,285,214    | 3,648,644    | 636,570                                |

FRANKLIN COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Exhibit C-1

|                                                                                  | General        |              |                                        | Road           |              |                                        |
|----------------------------------------------------------------------------------|----------------|--------------|----------------------------------------|----------------|--------------|----------------------------------------|
|                                                                                  | Budget         | Actual       | Variance<br>Favorable<br>(Unfavorable) | Budget         | Actual       | Variance<br>Favorable<br>(Unfavorable) |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | \$ (1,834,413) | \$ (310,940) | \$ 1,523,473                           | \$ (1,693,322) | \$ (376,661) | \$ 1,316,661                           |
| OTHER FINANCING SOURCES (USES)                                                   |                |              |                                        |                |              |                                        |
| Transfers in                                                                     | 19,798         |              | (19,798)                               |                |              |                                        |
| Transfers out                                                                    |                | (21,155)     | (21,155)                               |                |              |                                        |
| TOTAL OTHER FINANCING SOURCES (USES)                                             | 19,798         | (21,155)     | (40,953)                               |                |              |                                        |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | (1,814,615)    | (332,095)    | 1,482,520                              | (1,693,322)    | (376,661)    | 1,316,661                              |
| FUND BALANCES - JANUARY 1                                                        | 2,130,076      | 2,929,167    | 799,091                                | 2,142,629      | 2,365,518    | 222,889                                |
| FUND BALANCES - DECEMBER 31                                                      | \$ 315,461     | \$ 2,597,072 | \$ 2,281,611                           | \$ 449,307     | \$ 1,988,857 | \$ 1,539,550                           |

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

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 1: Summary of Significant Accounting Policies**

**A. Financial Reporting Entity**

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

**B. Basis of Presentation - Regulatory**

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

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

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

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

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

**Road Fund** - The Road Fund (Special Revenue Fund) is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Road Fund accounts for, and reports proceeds of state highway turnback, property taxes, federal aid, and sales tax that are restricted or committed for maintaining and constructing roads.

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

**Special Revenue Funds** - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. See Schedules 1 through 4 for Special Revenue 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 through 4 for the Debt Service Fund 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 Schedules 1 and 3 for Custodial Funds as reported with other funds in the aggregate.

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**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.

**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.

Investments

Investments are reported at fair value.

Settlements Pending

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

Fund Balance Classifications

1. Restricted fund balance – amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
2. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

**E. Property Taxes**

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

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**F. Budget Law**

1. Legal Requirements

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

2. Accounting

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

**G. Fund Balance Classification Policies and Procedures**

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

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

There were no committed or assigned 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:

|                                                                                                           | December 31, 2024   |                     |
|-----------------------------------------------------------------------------------------------------------|---------------------|---------------------|
|                                                                                                           | Carrying<br>Amount  | Bank<br>Balance     |
| Insured (FDIC)                                                                                            | \$ 1,385,881        | \$ 1,433,838        |
| Collateralized:                                                                                           |                     |                     |
| Collateral held by the pledging financial institution's<br>trust department or agent in the County's name | 6,413,656           | 6,648,788           |
| Uninsured and uncollateralized                                                                            | 689,120             | 689,120             |
| Total Deposits                                                                                            | <u>\$ 8,488,657</u> | <u>\$ 8,771,746</u> |

The above total deposits do not include cash on hand of \$1,360.

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial risk. As of December 31, 2024, \$689,120 of the County's bank balances were exposed to custodial credit risk. The balances exposed to custodial credit risk were deposited in money market accounts consisting of Federated Treasury Obligations, which are not insured or collateralized.

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 2: Cash Deposits with Financial Institutions (Continued)**

|                                                                                                           | December 31, 2023   |                      |
|-----------------------------------------------------------------------------------------------------------|---------------------|----------------------|
|                                                                                                           | Carrying<br>Amount  | Bank<br>Balance      |
| Insured (FDIC)                                                                                            | \$ 1,421,602        | \$ 1,451,841         |
| Collateralized:                                                                                           |                     |                      |
| Collateral held by the pledging financial institution's<br>trust department or agent in the County's name | 7,493,327           | 7,941,864            |
| Uninsured and uncollateralized                                                                            | 680,908             | 680,908              |
| Total Deposits                                                                                            | <u>\$ 9,595,837</u> | <u>\$ 10,074,613</u> |

The above total deposits do not include cash on hand of \$1,360.

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of December 31, 2023, \$680,908 of the County's bank balances were exposed to custodial credit risk. The balances exposed to custodial credit risk were deposited in money market accounts consisting of Federated Treasury Obligations, which are not insured or collateralized.

**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: Public Fund Investments**

A summary of investments by fund types is as follows:

| Fund Type      | December 31, 2024<br>Fair Value | December 31, 2023<br>Fair Value |
|----------------|---------------------------------|---------------------------------|
| County Library | <u>\$ 88,923</u>                | <u>\$ 66,575</u>                |

Investments are reported at fair value. Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application* establishes a hierarchy based on the valuation assumptions used to measure the fair value of the asset as follows:

- **Level I** – quoted prices in active markets for identical assets.
- **Level II** – significant other observable assumptions (e.g., quoted prices for similar instruments in active or inactive markets, etc.)
- **Level III** – significant unobservable assumptions (i.e., prices or valuations using unobservable techniques supported by little or no market activity)

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 4: Public Fund Investments (Continued)**

The County's investments are composed of the following:

| <u>December 31, 2024</u> | Quoted Prices in<br>Active Markets for<br>Identical<br>Investments<br>Level I |
|--------------------------|-------------------------------------------------------------------------------|
| <u>Investment Type</u>   |                                                                               |
| Common Stock             | \$ <u>88,923</u>                                                              |

| <u>December 31, 2023</u> | Quoted Prices in<br>Active Markets for<br>Identical<br>Investments<br>Level I |
|--------------------------|-------------------------------------------------------------------------------|
| <u>Investment Type</u>   |                                                                               |
| Common Stock             | \$ <u>66,575</u>                                                              |

The fair value of common stock is measured on a recurring basis and is based on quoted marked prices obtained from independent pricing sources.

**NOTE 5: Accounts Receivable**

The accounts receivable balance at December 31, 2024, is composed of the following:

| <u>Description</u>            | <u>General Fund</u> | <u>Other Funds in<br/>the Aggregate</u> |
|-------------------------------|---------------------|-----------------------------------------|
| Fines, forfeitures, and costs | \$ 34,155           | \$ 6,557                                |
| Officers' fees                | 7,989               | 3,263                                   |
| Jail fees                     | 9,155               | 4,063                                   |
| 911 fees                      |                     | 5,022                                   |
| Ambulance fees                |                     | 132,821                                 |
| Treasurer's commission        | 228,645             | 25,621                                  |
| Other                         | <u>120,326</u>      | <u>272</u>                              |
| Totals                        | <u>\$ 400,270</u>   | <u>\$ 177,619</u>                       |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 5: Accounts Receivable (Continued)**

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

| Description                   | General Fund      | Road Fund       | Other Funds in<br>the Aggregate |
|-------------------------------|-------------------|-----------------|---------------------------------|
| Fines, forfeitures, and costs | \$ 26,923         |                 | \$ 4,573                        |
| Interest                      | 2,788             | \$ 2,943        | 4,396                           |
| Officers' fees                | 6,602             |                 | 2,877                           |
| Jail fees                     | 22,182            |                 | 9,348                           |
| 911 fees                      |                   |                 | 6,775                           |
| Ambulance fees                |                   |                 | 99,818                          |
| Treasurer's commission        | 194,326           |                 |                                 |
| Other                         | 27,435            |                 | 6,000                           |
| Totals                        | <u>\$ 280,256</u> | <u>\$ 2,943</u> | <u>\$ 133,787</u>               |

**NOTE 6: Accounts Payable**

The accounts payable balance at December 31, 2024, is composed of the following:

| Description     | General Fund     | Road Fund        | Other Funds in<br>the Aggregate |
|-----------------|------------------|------------------|---------------------------------|
| Vendor payables | <u>\$ 27,407</u> | <u>\$ 76,065</u> | <u>\$ 120,775</u>               |

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

| Description     | General Fund      | Road Fund         | Other Funds in<br>the Aggregate |
|-----------------|-------------------|-------------------|---------------------------------|
| Vendor payables | <u>\$ 216,535</u> | <u>\$ 100,025</u> | <u>\$ 128,649</u>               |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 7: Interfund Balances**

Individual fund interfund receivable and payable balances are as follows:

|                                  | December 31, 2023        |                       |
|----------------------------------|--------------------------|-----------------------|
|                                  | Interfund<br>Receivables | Interfund<br>Payables |
| General Fund                     | \$ 9,300                 | \$ 3,198              |
| Road Fund                        | 1,745                    |                       |
| Other Funds in the Aggregate:    |                          |                       |
| Special Revenue Funds:           |                          |                       |
| Recorder's Cost                  |                          | 1,633                 |
| Emergency 911                    | 30,000                   | 1,745                 |
| Emergency Medical Services       | 97,242                   |                       |
| Public Defender                  | 3,198                    |                       |
| District Court Probation         |                          | 1,667                 |
| Hospital Tax (Special Sales Tax) |                          | 127,242               |
| Miscellaneous Grant              |                          | 6,000                 |
| Totals                           | <u>\$ 141,485</u>        | <u>\$ 141,485</u>     |

Interfund receivables and payables consist of errors in depositing restricted revenues and interfund loans. These balances were repaid during 2024.

**NOTE 8: Details of Fund Balance Classifications**

Fund balance classifications at December 31, 2024, are composed of the following:

| Description            | General<br>Fund     | Road<br>Fund        | Other Funds in<br>the Aggregate |
|------------------------|---------------------|---------------------|---------------------------------|
| Fund Balances:         |                     |                     |                                 |
| Restricted for:        |                     |                     |                                 |
| General government     |                     |                     | \$ 721,747                      |
| Law enforcement        | \$ 51,275           |                     | 219,255                         |
| Highways and streets   |                     | \$ 2,282,906        |                                 |
| Public safety          |                     |                     | 321,269                         |
| Health                 |                     |                     | 737,603                         |
| Recreation and culture |                     |                     | 445,536                         |
| Airport                |                     |                     | 79,039                          |
| Debt service           |                     |                     | 689,120                         |
| Total Restricted       | <u>51,275</u>       | <u>2,282,906</u>    | <u>3,213,569</u>                |
| Unassigned             | <u>2,311,465</u>    |                     |                                 |
| Totals                 | <u>\$ 2,362,740</u> | <u>\$ 2,282,906</u> | <u>\$ 3,213,569</u>             |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 8: Details of Fund Balance Classifications (Continued)**

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

| Description            | General Fund        | Road Fund           | Other Funds in the Aggregate |
|------------------------|---------------------|---------------------|------------------------------|
| Fund Balances:         |                     |                     |                              |
| Restricted for:        |                     |                     |                              |
| General government     |                     |                     | \$ 1,431,650                 |
| Law enforcement        | \$ 90,577           |                     | 228,300                      |
| Highways and streets   |                     | \$ 1,988,857        |                              |
| Public safety          |                     |                     | 164,563                      |
| Health                 |                     |                     | 1,110,028                    |
| Recreation and culture |                     |                     | 279,435                      |
| Airport                |                     |                     | 83,241                       |
| Debt service           |                     |                     | 680,908                      |
| Total Restricted       | <u>90,577</u>       | <u>1,988,857</u>    | <u>3,978,125</u>             |
| Unassigned             | <u>2,506,495</u>    |                     |                              |
| Totals                 | <u>\$ 2,597,072</u> | <u>\$ 1,988,857</u> | <u>\$ 3,978,125</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, 2024 and 2023, the legal debt limit for bonded debt was \$27,765,142 and \$25,798,897, respectively. There were no property tax secured bond issues.

B. Short-term Financing Obligations

The County is subject to a constitutional limitation for short-term financing obligations equal to 2.5% of the assessed value of taxable property within the County as determined by the last tax assessment. At December 31, 2024 and 2023, the legal debt limit for short-term financing obligations was \$10,252,610 and \$8,562,655, respectively. The amount of short-term financing obligations at December 31, 2024 and 2023 was \$2,018,800 and \$461,847, respectively, leaving a legal debt margin of \$8,233,810 and \$8,100,808, for 2024 and 2023, respectively.

**NOTE 10: Commitments**

Total commitments consist of the following at December 31, 2024 and 2023:

|                        | December 31,<br>2024 | December 31,<br>2023 |
|------------------------|----------------------|----------------------|
| Long-term liabilities  | \$ 6,790,292         | \$ 6,035,341         |
| Leases                 | 37,869               | 281,818              |
| Reappraisal contract   | 233,600              | 350,400              |
| Construction contracts | <u>418,469</u>       | <u>1,293,659</u>     |
| Total Commitments      | <u>\$ 7,480,230</u>  | <u>\$ 7,961,218</u>  |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 10: Commitments (Continued)**

Long-term Liabilities

Long-term liabilities at December 31, 2024 and 2023, are comprised of the following:

|                                                                                                                                                                                                                                                                                                                                                                                | December 31,<br>2024 | December 31,<br>2023 |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|
| <u>Bonds</u>                                                                                                                                                                                                                                                                                                                                                                   |                      |                      |
| Sales and Use Tax Bonds, dated December 1, 2018, in the amount of \$8,750,000, for the purpose of financing the cost of a new jail facility; annual installments of \$135,000 to \$510,000 due on December 1 beginning in 2018 through December 2037; interest at 2% to 3.60% due June 1 and December 1 beginning in 2018. Payments are to be made from the Debt Service Fund. | \$ 4,495,000         | \$ 5,375,000         |
| <u>Direct Borrowings</u>                                                                                                                                                                                                                                                                                                                                                       |                      |                      |
| Financed purchase from Bank OZK dated June 6, 2021, in the amount of \$134,852, to purchase a 2021 Mack Truck and 2019 Viking Trailer. 60 monthly payments of \$2,438 through June 2026, interest imputed at 3.20%. Payments to be made from the Road Fund.                                                                                                                    | 42,768               | 70,149               |
| Financed purchase agreement with Deere Credit, Inc. dated November 29, 2021, in the amount of \$561,316 for three 2019 John Deere motor Graders. Terms of the financed purchase are monthly payments of \$9,571 for 60 months through November 2026, interest imputed at 0.900%. Payments to be made from the Road Fund.                                                       |                      | 330,500              |
| Financed purchase from Bank OZK dated July 6, 2023 in the amount of \$76,502, to purchase two Dodge Durango trucks, monthly payments of \$3,357 through July 2025, interest imputed at 4.95%. Payments to be made from the General Fund.                                                                                                                                       | 23,120               | 61,198               |
| Financed purchase from Caterpillar Financial Services Corporation dated July 17, 2024 in the amount of \$507,797, to purchase two Caterpillar 140-15 Motor Graders, monthly payments of \$6,541 through July 2029, balloon payment of \$224,960, interest imputed at 5.54%. Payments to be made from the Road Fund.                                                            | 484,427              |                      |
| Financed purchase from Caterpillar Financial Services Corporation dated August 27, 2024, in the amount of \$787,766, to purchase three Caterpillar 140-15 Motor Graders, monthly payments of \$10,318 through September 2029, balloon payment of \$337,440, interest imputed at 5.54%. Payments to be made from the Road Fund.                                                 | 760,267              |                      |
| Financed purchase (line of credit) from Bank OZK dated November 30, 2023, (first draw was not until May 28, 2024) in the amount of \$708,218 for the Construction of a new Emergency Medical Service Building, monthly payments of \$16,477 through November 29, 2028, interest rate of 5.45%. Payments to be made from the Emergency Medical Services Fund.                   | 708,218              |                      |
| <b>Total Direct Borrowings</b>                                                                                                                                                                                                                                                                                                                                                 | <b>2,018,800</b>     | <b>461,847</b>       |
| Arkansas District Judge's Retirement unfunded pension liability -Based on a 20-year level amortization of the unfunded pension liability of the former plan for district judges and court clerks. Payments to be made from the General Fund.                                                                                                                                   | 16,203               | 15,921               |
| Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost                                                                                                                                                                                                                                                                             | 260,289              | 182,573              |
| <b>Total Long-term liabilities</b>                                                                                                                                                                                                                                                                                                                                             | <b>\$ 6,790,292</b>  | <b>\$ 6,035,341</b>  |

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

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 10: Commitments (Continued)**

Long-term Liabilities (Continued)

The County's outstanding bonds payable of \$4,495,000 and \$5,375,000 as of December 31, 2024 and 2023, respectively, contain a provision that in an event of default, the Trustee may, and upon written request of the owners of not less than 10% in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the County and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

The County's outstanding direct borrowings of \$2,018,800 and \$461,847 as of December 31, 2024 and 2023, respectively, 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.

Change in Compensated Absences

|                                        | December 31,<br>2024 | December 31,<br>2023 |
|----------------------------------------|----------------------|----------------------|
| Beginning balance compensated absences | \$ 182,573           | \$ 167,821           |
| Ending balance compensated absences    | 260,289              | 182,573              |
| Net increase (decrease)                | <u>\$ 77,716</u>     | <u>\$ 14,752</u>     |

Long-Term Debt Issued and Outstanding

| Date<br>of Issue         | Date of Final<br>Maturity | Rate of<br>Interest | Amount<br>Authorized<br>and Issued | Debt<br>Outstanding<br>December 31, 2024 | Maturities<br>to<br>December 31, 2024 |
|--------------------------|---------------------------|---------------------|------------------------------------|------------------------------------------|---------------------------------------|
| <u>Bonds</u>             |                           |                     |                                    |                                          |                                       |
| 12/1/18                  | 12/1/37                   | 2% - 3.60%          | \$ 8,750,000                       | \$ 4,495,000                             | \$ 4,255,000                          |
| <u>Direct Borrowings</u> |                           |                     |                                    |                                          |                                       |
| 6/6/21                   | 6/10/26                   | 3.20%               | 134,852                            | 42,768                                   | 92,084                                |
| 7/6/23                   | 7/6/25                    | 4.95%               | 76,502                             | 23,120                                   | 53,382                                |
| 7/17/24                  | 7/17/29                   | 5.54%               | 507,797                            | 484,427                                  | 23,370                                |
| 8/27/24                  | 9/6/29                    | 5.54%               | 787,766                            | 760,267                                  | 27,499                                |
| 11/30/23                 | 11/29/28                  | 5.45%               | 708,218                            | 708,218                                  |                                       |
| Total Direct Borrowings  |                           |                     | <u>2,215,135</u>                   | <u>2,018,800</u>                         | <u>196,335</u>                        |
| Total Long-Term Debt     |                           |                     | <u>\$ 10,965,135</u>               | <u>\$ 6,513,800</u>                      | <u>\$ 4,451,335</u>                   |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 10: Commitments (Continued)**

Long-Term Debt Issued and Outstanding (Continued)

| <u>Date<br/>of Issue</u> | <u>Date of Final<br/>Maturity</u> | <u>Rate of<br/>Interest</u> | <u>Amount<br/>Authorized<br/>and Issued</u> | <u>Debt<br/>Outstanding<br/>December 31, 2023</u> | <u>Maturities<br/>to<br/>December 31, 2023</u> |
|--------------------------|-----------------------------------|-----------------------------|---------------------------------------------|---------------------------------------------------|------------------------------------------------|
| <u>Bonds</u>             |                                   |                             |                                             |                                                   |                                                |
| 12/1/18                  | 12/1/37                           | 2% - 3.60%                  | \$ 8,750,000                                | \$ 5,375,000                                      | \$ 3,375,000                                   |
| <u>Direct Borrowings</u> |                                   |                             |                                             |                                                   |                                                |
| 6/6/21                   | 6/10/26                           | 3.20%                       | 134,852                                     | 70,149                                            | 64,703                                         |
| 11/29/21                 | 11/26/26                          | 0.90%                       | 561,316                                     | 330,500                                           | 230,816                                        |
| 7/6/23                   | 7/6/25                            | 4.95%                       | 76,502                                      | 61,198                                            | 15,304                                         |
| Total Direct Borrowings  |                                   |                             | 772,670                                     | 461,847                                           | 310,823                                        |
| Total Long-Term Debt     |                                   |                             | \$ 9,522,670                                | \$ 5,836,847                                      | \$ 3,685,823                                   |

Changes in Long-Term Debt

|                          | <u>Balance<br/>January 01, 2024</u> | <u>Issued</u> | <u>Retired</u> | <u>Balance<br/>December 31, 2024</u> |
|--------------------------|-------------------------------------|---------------|----------------|--------------------------------------|
| Bonds payable            | \$ 5,375,000                        | \$ 0          | \$ 880,000     | \$ 4,495,000                         |
| <u>Direct Borrowings</u> |                                     |               |                |                                      |
| Financed purchases       | 461,847                             | 2,003,781     | 446,828 *      | 2,018,800                            |
| Total Long-Term Debt     | \$ 5,836,847                        | \$ 2,003,781  | \$ 1,326,828   | \$ 6,513,800                         |

\* Includes \$255,721 early retirement of debt

|                          | <u>Balance<br/>January 01, 2023</u> | <u>Issued</u> | <u>Retired</u> | <u>Balance<br/>December 31, 2023</u> |
|--------------------------|-------------------------------------|---------------|----------------|--------------------------------------|
| Bonds payable            | \$ 6,175,000                        | \$ 0          | \$ 800,000     | \$ 5,375,000                         |
| <u>Direct Borrowings</u> |                                     |               |                |                                      |
| Financed purchases       | 768,993                             | 76,502        | 383,648        | 461,847                              |
| Total Long-Term Debt     | \$ 6,943,993                        | \$ 76,502     | \$ 1,183,648   | \$ 5,836,847                         |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 10: Commitments (Continued)**

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2024:

| Years Ending<br>December 31, | Bonds              |                    |                    | Direct Borrowings  |                   |                    |
|------------------------------|--------------------|--------------------|--------------------|--------------------|-------------------|--------------------|
|                              | Principal          | Interest           | Total              | Principal          | Interest          | Total              |
| 2025                         | \$ 295,000         | \$ 148,494         | \$ 443,494         | \$ 357,510         | \$ 101,448        | \$ 458,958         |
| 2026                         | 300,000            | 140,012            | 440,012            | 330,865            | 83,787            | 414,652            |
| 2027                         | 310,000            | 131,388            | 441,388            | 334,339            | 65,696            | 400,035            |
| 2028                         |                    | 122,475            | 122,475            | 336,540            | 46,748            | 383,288            |
| 2029                         |                    | 122,475            | 122,475            | 659,546            | 24,641            | 684,187            |
| 2030 through 2034            | 2,075,000          | 452,006            | 2,527,006          |                    |                   |                    |
| 2035 through 2037            | 1,515,000          | 164,756            | 1,679,756          |                    |                   |                    |
| Totals                       | <u>\$4,495,000</u> | <u>\$1,281,606</u> | <u>\$5,776,606</u> | <u>\$2,018,800</u> | <u>\$ 322,320</u> | <u>\$2,341,120</u> |

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

| Years Ending<br>December 31, | Bonds              |                    |                    | Direct Borrowings |                  |                   |
|------------------------------|--------------------|--------------------|--------------------|-------------------|------------------|-------------------|
|                              | Principal          | Interest           | Total              | Principal         | Interest         | Total             |
| 2024                         | \$ 880,000         | \$ 171,941         | \$1,051,941        | \$ 177,796        | \$ 6,598         | \$ 184,394        |
| 2025                         | 295,000            | 148,494            | 443,494            | 164,761           | 2,853            | 167,614           |
| 2026                         | 300,000            | 140,012            | 440,012            | 119,290           | 609              | 119,899           |
| 2027                         | 310,000            | 131,388            | 441,388            |                   |                  |                   |
| 2028                         |                    | 122,475            | 122,475            |                   |                  |                   |
| 2029 through 2033            | 2,075,000          | 519,563            | 2,594,563          |                   |                  |                   |
| 2034 through 2037            | 1,515,000          | 219,675            | 1,734,675          |                   |                  |                   |
| Totals                       | <u>\$5,375,000</u> | <u>\$1,453,548</u> | <u>\$6,828,548</u> | <u>\$ 461,847</u> | <u>\$ 10,060</u> | <u>\$ 471,907</u> |

Leases

The County entered into a noncancellable lease agreement for a Kobelco Excavator, Strickland Bucket, and Strickland Hydraulic Thumb on February 4, 2021. Terms of the lease are monthly rental payments of \$2,912 for 60 months. At the end of the lease term, the County may choose to purchase the item of equipment by paying the purchase option price plus applicable taxes and other charges due.

The County entered into a noncancellable lease agreement for two 2018 John Deere Motor Graders on August 13, 2021. Terms of the lease are monthly rental payments of \$6,504 for 60 months. At the end of the lease term, the County may choose to purchase the items of equipment by paying the purchase option price. This lease was retired early in 2024.

The County is obligated for the following amounts:

| Year  | December 31, 2024 |
|-------|-------------------|
| 2025  | \$ 34,944         |
| 2026  | 2,925             |
| Total | <u>\$ 37,869</u>  |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 10: Commitments (Continued)**

Leases (Continued)

| Year  | December 31, 2023 |
|-------|-------------------|
| 2024  | \$ 112,989        |
| 2025  | 113,004           |
| 2026  | 55,825            |
| Total | \$ 281,818        |

Lease expense for 2024 and 2023, was \$75,557 and \$106,485, respectively.

County-Wide Reappraisal Contract

The County entered into a contract with AR CAMA Tech. Inc. on November 22, 2021, for a county-wide reappraisal. The County is obligated for 60 monthly payments of \$9,733 for a total of \$584,000 beginning February 1, 2022. Contract expense for 2024 and 2023, was \$116,800.

The County is obligated for the following amounts at December 31, 2024 and 2023:

| Year   | December 31, 2024 | December 31, 2023 |
|--------|-------------------|-------------------|
| 2024   |                   | \$ 116,800        |
| 2025   | \$ 116,800        | 116,800           |
| 2026   | 116,800           | 116,800           |
| Totals | \$ 233,600        | \$ 350,400        |

Construction Contracts

The County was contractually obligated for the following construction contracts at December 31, 2024 and 2023:

| Project Name                 | Completed Date  | Contract Balance<br>December 31, 2024 | Contract Balance<br>December 31, 2023 |
|------------------------------|-----------------|---------------------------------------|---------------------------------------|
| EMS Building                 | August 29, 2024 |                                       | \$ 1,293,659                          |
| Solar Project                | January 1, 2025 | \$ 418,469                            |                                       |
| Total Construction Contracts |                 | \$ 418,469                            | \$ 1,293,659                          |

**NOTE 11: Interfund Transfers**

During 2024, the General Fund transferred \$9,200 to Other Funds in the Aggregate (Public Defender) to supplement operations. During 2023, the General Fund transferred \$21,155 to Other Funds in the Aggregate, \$19,155 to Public Defender and \$2,000 to Ozark-Franklin County Airport to supplement operations.

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 12: Subsequent Events**

On January 15, 2025, the County entered into an equipment loan agreement with Arkansas Energy Office, part of the Arkansas Department of Energy & Environment, for the purchase and installation of a solar array in the amount of \$418,426.

On March 5, 2025, the County purchased a Ford F450 Demers Ambulance from Pinnacle Emergency Vehicles in the amount of \$348,284.

**NOTE 13: Pledged Revenues**

The County pledged future .5% sales and use taxes to repay \$8,750,000 in bonds that were issued in 2018 to provide funding for the construction of a new jail. Total principal and interest remaining on the bonds as of December 31, 2024 are \$4,495,000 and \$1,281,606, respectively, and the total principal and interest remaining on the bonds as of December 31, 2023 are \$5,375,000 and \$1,453,548, respectively, payable through December 1, 2037. For 2024, principal and interest paid were \$880,000 and \$171,941, respectively, and for 2023, principal and interest paid were \$800,000 and \$197,401, respectively.

The Debt Service Fund received \$1,019,673 and \$954,506 in sales taxes in 2024 and 2023, respectively. Any sales taxes collected in excess of debt service payments on these bonds is permitted to be used for any lawful purpose.

**NOTE 14: Joint Venture: Arkansas River Valley Regional Library System**

Franklin, Logan, and Yell Counties entered into an agreement in July 1985 in accordance with Ark. Code Ann. § 13-2-401 to establish the Arkansas River Valley Regional Library System. The agreement states that the Regional Library Board shall employ a regional librarian approved by the Arkansas Library Commission. County and branch personnel shall be recommended by the County Library Board and shall be employed only after approval by the regional librarian and the Arkansas Library Commission with such salaries to be paid from the county funds. The County Library paid \$125,990 and \$116,295, respectively, for regional library expenditures in 2024 and 2023. Separate financial statements of the Arkansas River Valley Regional Library System are not available.

**NOTE 15: Jointly Governed Organizations**

**West River Valley Solid Waste Management District**

Conway, Crawford, Franklin, Johnson, Logan, Perry, Pope, Scott and Yell Counties and the Cities of Van Buren, Ozark, Atkins, Booneville, Alma, Clarksville, Russellville, Paris, Charleston, Morrilton, Waldron, and Dardanelle entered into an agreement in 1991 to form the West River Valley Solid Waste Management District in accordance with Ark. Code Ann. § 8-6-708. The County did not provide any funding for the West River Valley Solid Waste Management District in 2024 or 2023. Separate financial statements may be obtained at: 24087 Highway 164, Clarksville, AR 72830.

**Fifth Judicial District Drug Task Force**

The Prosecuting Attorney of the Fifth Judicial District, the Sheriffs' Departments of Franklin, Johnson, and Pope Counties, and the Police Departments of Russellville, Clarksville, and Ozark entered into an agreement to establish the Fifth Judicial District Drug Task Force. Funding was provided through a Drug Law Enforcement Program grant applied for by the Prosecuting Attorney of the Fifth Judicial District. Financial statements of the Fifth Judicial District Drug Task Force are not available. The County did not contribute any funding to the Fifth Judicial District Drug Task Force in 2024 or 2023.

**NOTE 16: Interlocal Agreements**

**Ozark District Court**

Franklin County and the City of Ozark entered into an agreement concerning the sharing of costs related to the operation of the Franklin County District Court - Ozark Division. This agreement was entered into on December 1, 2017. The City shall split the cost of all business operations, which shall include salaries, utilities, office related expenses and benefits on a 50% sharing ratio. The City of Ozark contributed \$178,216 and \$150,726 to Franklin County in 2024 and 2023, respectively.

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 16: Interlocal Agreements (Continued)**

**District Court Judge**

Franklin County, Johnson County and the Cities of Clarksville, Lamar, Coal Hill, Ozark, Charleston, and Altus entered into an agreement to provide for a District Judge's annual salary to be paid 50% by the state and the remaining 50% to be paid 28.6% by Johnson County, 29.6% by Clarksville, 4% by Lamar, 4% by Coal Hill, 14.6 % by Franklin County, 1.8% by Altus, 12.2% by Ozark, and 5.2% by Charleston. The Judge is an employee of the State of Arkansas and is elected by a four-year term. The County's portion for both December 31, 2024 and 2023 was \$8,563.

**NOTE 17: Hospital Agreement**

On August 8, 2017, Franklin County amended and restated a lease agreement with Mercy Hospital Ozark formally known as St. Edward Health Facilities of Franklin County, an Arkansas nonprofit corporation. The parties agreed to amend and restate the initial lease dated March 28, 2001, in its entirety, such amendment and restatement to be effective as of August 8, 2017. The lease agreement was amended to include the addition to the Hospital of which the aggregate cost is \$5,500,000. The County financed \$1,465,000 of the addition, which is also paid from the one percent sales and use tax (approved by voters on February 6, 2001) annual net proceeds.

On March 28, 2001, Franklin County entered into a lease agreement with Mercy Hospital Ozark formally known as St. Edward Health Facilities of Franklin County, an Arkansas nonprofit corporation. The parties agreed that the commencement date of the lease would be March 28, 2001, with the initial term effective on the commencement date and expiring on June 30, 2024. On June 30, 2024, the agreement was extended for an additional five-year term, expiring on June 30, 2029. The agreement states that the Tenant provide a rental payment of \$1.00 per year and the Landlord provides \$350,000 of the annual net proceeds of a one percent sales and use tax (approved by voters on February 6, 2001) to support the operations of the Hospital. In connection with the lease, the County assigned the operation assets, and the Hospital assumed all contractual liabilities.

**NOTE 18: Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and participation in a public entity risk pool. The amount of settlements, if any, has not exceeded the insurance coverage for each of the past three years. There were no significant reductions in insurance coverage in the major categories of risk from coverage in the prior year.

The County participates in the Association of Arkansas Counties Program (public entity risk pools) for coverage in the following areas:

Workers' Compensation - This program provides statutory benefits for losses incurred by County officials, employees, and volunteer fire fighters while performing work for the County. Rates for counties participating in this program are revised annually based on the cost experience of the particular county or group as determined by the Workers' Compensation Commission.

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

**Vehicle Program**

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

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

FRANKLIN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023

**NOTE 18: Risk Management (Continued)**

General Liability Program - The program shall provide legal defense in civil rights suits against the county government of a participating county and pay judgments imposed on County officials and employees and the county government and county-formed boards and commissions. Coverage is limited to \$350,000 per case with an annual aggregate of \$500,000. The County agrees to pay into the program each year a rate established by the Risk Management Fund Board.

The County participates in the Arkansas Public Entities Insurance Cooperative – Workers' Compensation Trust (APCI-WCT) public entity risk pool for workers' compensation coverage. This program provides benefits for losses incurred by County officials, employees, volunteer fire fighters, and prisoners while performing work for the County. Rates for counties participating in this program are based on the cost experience of the particular county or group, the National Council on Workers' Compensation Insurance and the Workers' Compensation Commission.

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 19: Arkansas Public Employees Retirement System**

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.75% and 5.50% as of July 1, 2024 and 2023, respectively. 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, 2024 and June 30, 2023, (date of APERS Employer Allocation Report) were \$799,257 and \$722,366, respectively.

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, 2024 and June 30, 2023, (actuarial valuation date and measurement date) was \$5,714,101 and \$6,199,618.

**NOTE 20: Corona Virus (COVID-19)**

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). In 2022, the County was awarded \$772,512 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021, and as of the report date, \$772,512 of this amount has been received. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

FRANKLIN COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2024

Schedule 1

|                                     | SPECIAL REVENUE FUNDS     |                           |                             |                              |                                   |                        |                    |                   |                       |
|-------------------------------------|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|--------------------|-------------------|-----------------------|
|                                     | Treasurer's<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | Recorder's<br>Cost | County Library    | Child Support<br>Cost |
| ASSETS                              |                           |                           |                             |                              |                                   |                        |                    |                   |                       |
| Cash and cash equivalents           | \$ 12,384                 | \$ 467,638                | \$ 43,998                   | \$ 1,649                     | \$ 75,802                         | \$ 44,711              | \$ 68,847          | \$ 357,835        | \$ 11,629             |
| Investments                         |                           |                           |                             |                              |                                   |                        |                    | 88,923            |                       |
| Accounts receivable                 | 25,621                    |                           | 295                         |                              |                                   | 838                    | 2,389              |                   | 36                    |
| TOTAL ASSETS                        | <u>\$ 38,005</u>          | <u>\$ 467,638</u>         | <u>\$ 44,293</u>            | <u>\$ 1,649</u>              | <u>\$ 75,802</u>                  | <u>\$ 45,549</u>       | <u>\$ 71,236</u>   | <u>\$ 446,758</u> | <u>\$ 11,665</u>      |
| LIABILITIES AND FUND BALANCES       |                           |                           |                             |                              |                                   |                        |                    |                   |                       |
| Liabilities:                        |                           |                           |                             |                              |                                   |                        |                    |                   |                       |
| Accounts payable                    | \$ 218                    | \$ 115                    | \$ 6,595                    |                              |                                   | \$ 500                 |                    | \$ 1,222          |                       |
| Settlements pending                 |                           |                           |                             |                              |                                   |                        |                    |                   |                       |
| Total Liabilities                   | <u>218</u>                | <u>115</u>                | <u>6,595</u>                |                              |                                   | <u>500</u>             |                    | <u>1,222</u>      |                       |
| Fund Balances:                      |                           |                           |                             |                              |                                   |                        |                    |                   |                       |
| Restricted                          | 37,787                    | 467,523                   | 37,698                      | \$ 1,649                     | \$ 75,802                         | 45,049                 | \$ 71,236          | 445,536           | \$ 11,665             |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 38,005</u>          | <u>\$ 467,638</u>         | <u>\$ 44,293</u>            | <u>\$ 1,649</u>              | <u>\$ 75,802</u>                  | <u>\$ 45,549</u>       | <u>\$ 71,236</u>   | <u>\$ 446,758</u> | <u>\$ 11,665</u>      |

FRANKLIN COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2024

Schedule 1

|                                     | SPECIAL REVENUE FUNDS                                   |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
|-------------------------------------|---------------------------------------------------------|------------------------------------------------------------------------------|---------------------------------------------------|-------------------|----------------------------------|--------------------|-----------------------------|---------------------|-----------------------|
|                                     | Sheriff's<br>Communication<br>Facility and<br>Equipment | Special County<br>Jail Expenditure<br>(Jail Operation<br>and<br>Maintenance) | County<br>Emergency<br>Rescue<br>(Boating Safety) | Emergency<br>911  | Emergency<br>Medical<br>Services | Public<br>Defender | District Court<br>Probation | Adult Drug<br>Court | Juvenile<br>Probation |
| ASSETS                              |                                                         |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
| Cash and cash equivalents           | \$ 50,547                                               | \$ 29,558                                                                    | \$ 9,541                                          | \$ 312,311        | \$ 242,596                       | \$ 6,906           | \$ 22,112                   | \$ 5,059            | \$ 40,964             |
| Investments                         |                                                         |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
| Accounts receivable                 | 3,416                                                   | 5,556                                                                        |                                                   | 5,022             | 133,093                          |                    | 1,353                       |                     |                       |
|                                     | <u>3,416</u>                                            | <u>5,556</u>                                                                 |                                                   | <u>5,022</u>      | <u>133,093</u>                   |                    | <u>1,353</u>                |                     |                       |
| TOTAL ASSETS                        | <u>\$ 53,963</u>                                        | <u>\$ 35,114</u>                                                             | <u>\$ 9,541</u>                                   | <u>\$ 317,333</u> | <u>\$ 375,689</u>                | <u>\$ 6,906</u>    | <u>\$ 23,465</u>            | <u>\$ 5,059</u>     | <u>\$ 40,964</u>      |
| LIABILITIES AND FUND BALANCES       |                                                         |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
| Liabilities:                        |                                                         |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
| Accounts payable                    | \$ 659                                                  | \$ 2,901                                                                     |                                                   | \$ 5,605          | \$ 18,874                        |                    | \$ 435                      |                     | \$ 39                 |
| Settlements pending                 |                                                         |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
| Total Liabilities                   | <u>659</u>                                              | <u>2,901</u>                                                                 |                                                   | <u>5,605</u>      | <u>18,874</u>                    |                    | <u>435</u>                  |                     | <u>39</u>             |
| Fund Balances:                      |                                                         |                                                                              |                                                   |                   |                                  |                    |                             |                     |                       |
| Restricted                          | 53,304                                                  | 32,213                                                                       | \$ 9,541                                          | 311,728           | 356,815                          | \$ 6,906           | 23,030                      | \$ 5,059            | 40,925                |
|                                     | <u>53,304</u>                                           | <u>32,213</u>                                                                | <u>\$ 9,541</u>                                   | <u>311,728</u>    | <u>356,815</u>                   | <u>\$ 6,906</u>    | <u>23,030</u>               | <u>\$ 5,059</u>     | <u>40,925</u>         |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 53,963</u>                                        | <u>\$ 35,114</u>                                                             | <u>\$ 9,541</u>                                   | <u>\$ 317,333</u> | <u>\$ 375,689</u>                | <u>\$ 6,906</u>    | <u>\$ 23,465</u>            | <u>\$ 5,059</u>     | <u>\$ 40,964</u>      |

FRANKLIN COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2024

Schedule 1

|                                     | SPECIAL REVENUE FUNDS                  |                                      |                                |                                        |                        |                                  |                                            | DEBT SERVICE FUND                           |
|-------------------------------------|----------------------------------------|--------------------------------------|--------------------------------|----------------------------------------|------------------------|----------------------------------|--------------------------------------------|---------------------------------------------|
|                                     | Circuit Clerk<br>Commissioner's<br>Fee | Assessor's Late<br>Assessment<br>Fee | American<br>Rescue Plan<br>Act | Hospital Tax<br>(Special Sales<br>Tax) | Miscellaneous<br>Grant | Ozark-Franklin<br>County Airport | Adult Drug<br>Court - Opioid<br>Settlement | Sales and Use Tax<br>Bond Fund, Series 2017 |
| ASSETS                              |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| Cash and cash equivalents           | \$ 4,567                               | \$ 6,762                             | \$ 11,113                      | \$ 453,029                             | \$ 1,483               | \$ 79,039                        | \$ 18,602                                  | \$ 689,120                                  |
| Investments                         |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| Accounts receivable                 |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| TOTAL ASSETS                        | <u>\$ 4,567</u>                        | <u>\$ 6,762</u>                      | <u>\$ 11,113</u>               | <u>\$ 453,029</u>                      | <u>\$ 1,483</u>        | <u>\$ 79,039</u>                 | <u>\$ 18,602</u>                           | <u>\$ 689,120</u>                           |
| LIABILITIES AND FUND BALANCES       |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| Liabilities:                        |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| Accounts payable                    |                                        |                                      | \$ 10,000                      | \$ 72,241                              | \$ 400                 |                                  | \$ 971                                     |                                             |
| Settlements pending                 |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| Total Liabilities                   |                                        |                                      | <u>10,000</u>                  | <u>72,241</u>                          | <u>400</u>             |                                  | <u>971</u>                                 |                                             |
| Fund Balances:                      |                                        |                                      |                                |                                        |                        |                                  |                                            |                                             |
| Restricted                          | \$ 4,567                               | \$ 6,762                             | 1,113                          | 380,788                                | 1,083                  | \$ 79,039                        | 17,631                                     | \$ 689,120                                  |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 4,567</u>                        | <u>\$ 6,762</u>                      | <u>\$ 11,113</u>               | <u>\$ 453,029</u>                      | <u>\$ 1,483</u>        | <u>\$ 79,039</u>                 | <u>\$ 18,602</u>                           | <u>\$ 689,120</u>                           |

FRANKLIN COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
DECEMBER 31, 2024

Schedule 1

|                                     | CUSTODIAL FUNDS         |                         |                       |                            |                             |                            |                     |
|-------------------------------------|-------------------------|-------------------------|-----------------------|----------------------------|-----------------------------|----------------------------|---------------------|
|                                     | Treasurer's<br>Accounts | Collector's<br>Accounts | Sheriff's<br>Accounts | County Clerk's<br>Accounts | Circuit Clerk's<br>Accounts | District Court<br>Accounts | Totals              |
| ASSETS                              |                         |                         |                       |                            |                             |                            |                     |
| Cash and cash equivalents           | \$ 307,984              | \$ 119,357              | \$ 271,597            | \$ 60,486                  | \$ 104,784                  | \$ 209,159                 | \$ 4,141,169        |
| Investments                         |                         |                         |                       |                            |                             |                            | 88,923              |
| Accounts receivable                 |                         |                         |                       |                            |                             |                            | 177,619             |
|                                     |                         |                         |                       |                            |                             |                            |                     |
| TOTAL ASSETS                        | <u>\$ 307,984</u>       | <u>\$ 119,357</u>       | <u>\$ 271,597</u>     | <u>\$ 60,486</u>           | <u>\$ 104,784</u>           | <u>\$ 209,159</u>          | <u>\$ 4,407,711</u> |
| LIABILITIES AND FUND BALANCES       |                         |                         |                       |                            |                             |                            |                     |
| Liabilities:                        |                         |                         |                       |                            |                             |                            |                     |
| Accounts payable                    |                         |                         |                       |                            |                             |                            | \$ 120,775          |
| Settlements pending                 | \$ 307,984              | \$ 119,357              | \$ 271,597            | \$ 60,486                  | \$ 104,784                  | \$ 209,159                 | 1,073,367           |
| Total Liabilities                   | <u>307,984</u>          | <u>119,357</u>          | <u>271,597</u>        | <u>60,486</u>              | <u>104,784</u>              | <u>209,159</u>             | <u>1,194,142</u>    |
| Fund Balances:                      |                         |                         |                       |                            |                             |                            |                     |
| Restricted                          |                         |                         |                       |                            |                             |                            | <u>3,213,569</u>    |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 307,984</u>       | <u>\$ 119,357</u>       | <u>\$ 271,597</u>     | <u>\$ 60,486</u>           | <u>\$ 104,784</u>           | <u>\$ 209,159</u>          | <u>\$ 4,407,711</u> |

FRANKLIN 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, 2024

Schedule 2

|                                                          | SPECIAL REVENUE FUNDS     |                           |                             |                              |                                   |                        |                 |                |                       |
|----------------------------------------------------------|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|-----------------|----------------|-----------------------|
|                                                          | Treasurer's<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | Recorder's Cost | County Library | Child Support<br>Cost |
| REVENUES                                                 |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| State aid                                                |                           |                           |                             |                              | \$ 6,491                          |                        |                 | \$ 70,002      |                       |
| Federal aid                                              |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Property taxes                                           |                           |                           |                             |                              |                                   |                        |                 | 659,212        |                       |
| Sales taxes                                              |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Fines, forfeitures, and costs                            |                           |                           | \$ 8,261                    |                              |                                   |                        |                 |                |                       |
| Interest                                                 | \$ 531                    | \$ 6,418                  | 633                         |                              | 1,159                             | \$ 640                 | \$ 1,219        | 3,551          | \$ 176                |
| Officers' fees                                           |                           |                           |                             |                              |                                   | 8,754                  | 31,000          |                | 540                   |
| Jail fees                                                |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Net increase (decrease) in the fair value of investments |                           |                           |                             |                              |                                   |                        |                 | 22,348         |                       |
| 911 fees                                                 |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Ambulance fees                                           |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Airport rental and fuel sales                            |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Treasurer's commission                                   | 25,621                    |                           |                             |                              |                                   |                        |                 |                |                       |
| Collector's commission                                   |                           | 65,637                    |                             |                              |                                   |                        |                 |                |                       |
| Other                                                    | 216                       | 23                        | 1,333                       |                              |                                   |                        |                 | 8,659          |                       |
| TOTAL REVENUES                                           | 26,368                    | 72,078                    | 10,227                      |                              | 7,650                             | 9,394                  | 32,219          | 763,772        | 716                   |
| Less: Treasurer's commission                             | 12                        | 141                       | 186                         |                              | 154                               | 184                    | 640             | 14,234         | 14                    |
| NET REVENUES                                             | 26,356                    | 71,937                    | 10,041                      |                              | 7,496                             | 9,210                  | 31,579          | 749,538        | 702                   |
| EXPENDITURES                                             |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Current:                                                 |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| General government                                       | 27,118                    | 52,345                    |                             |                              | 1,826                             | 3,789                  | 39,432          |                | 985                   |
| Law enforcement                                          |                           |                           | 9,475                       |                              |                                   |                        |                 |                |                       |
| Public safety                                            |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Health                                                   |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Recreation and culture                                   |                           |                           |                             |                              |                                   |                        |                 | 583,437        |                       |
| Social services                                          |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Airport                                                  |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Total Current                                            | 27,118                    | 52,345                    | 9,475                       |                              | 1,826                             | 3,789                  | 39,432          | 583,437        | 985                   |
| Debt Service:                                            |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Bond principal                                           |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Bond interest and other charges                          |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| TOTAL EXPENDITURES                                       | 27,118                    | 52,345                    | 9,475                       |                              | 1,826                             | 3,789                  | 39,432          | 583,437        | 985                   |
| EXCESS OF REVENUES OVER (UNDER)                          |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| EXPENDITURES                                             | (762)                     | 19,592                    | 566                         |                              | 5,670                             | 5,421                  | (7,853)         | 166,101        | (283)                 |
| OTHER FINANCING SOURCES (USES)                           |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Transfers in                                             |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| Loan proceeds                                            |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| TOTAL OTHER FINANCING SOURCES (USES)                     |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)        |                           |                           |                             |                              |                                   |                        |                 |                |                       |
| EXPENDITURES AND OTHER USES                              | (762)                     | 19,592                    | 566                         |                              | 5,670                             | 5,421                  | (7,853)         | 166,101        | (283)                 |
| FUND BALANCES - JANUARY 1                                | 38,549                    | 447,931                   | 37,132                      | \$ 1,649                     | 70,132                            | 39,628                 | 79,089          | 279,435        | 11,948                |
| FUND BALANCES - DECEMBER 31                              | \$ 37,787                 | \$ 467,523                | \$ 37,698                   | \$ 1,649                     | \$ 75,802                         | \$ 45,049              | \$ 71,236       | \$ 445,536     | \$ 11,665             |

FRANKLIN 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, 2024

Schedule 2

|                                                                                  | SPECIAL REVENUE FUNDS                                   |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
|----------------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------|------------------------------------------------|---------------|----------------------------------|-----------------|-----------------------------|---------------------|-----------------------|
|                                                                                  | Sheriff's<br>Communication<br>Facility and<br>Equipment | Special County Jail<br>Expenditure (Jail<br>Operation and<br>Maintenance) | County Emergency<br>Rescue (Boating<br>Safety) | Emergency 911 | Emergency<br>Medical<br>Services | Public Defender | District Court<br>Probation | Adult Drug<br>Court | Juvenile<br>Probation |
| REVENUES                                                                         |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| State aid                                                                        |                                                         |                                                                           | \$ 1,537                                       | \$ 28,000     | \$ 20,457                        | \$ 991          |                             |                     |                       |
| Federal aid                                                                      |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Property taxes                                                                   |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Sales taxes                                                                      |                                                         |                                                                           |                                                | 522,704       | 222,700                          |                 |                             |                     |                       |
| Fines, forfeitures, and costs                                                    |                                                         | \$ 60,231                                                                 |                                                |               |                                  | 9,056           | \$ 19,209                   | \$ 445              | \$ 396                |
| Interest                                                                         | \$ 679                                                  | 439                                                                       | 132                                            | 2,927         | 5,761                            | 184             | 291                         | 88                  | 614                   |
| Officers' fees                                                                   | 2,577                                                   |                                                                           |                                                |               |                                  |                 |                             |                     | 2,605                 |
| Jail fees                                                                        | 110,888                                                 | 10,110                                                                    |                                                |               |                                  |                 |                             |                     |                       |
| Net increase (decrease) in the fair value of investments                         |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| 911 fees                                                                         |                                                         |                                                                           |                                                | 272,288       |                                  |                 |                             |                     |                       |
| Ambulance fees                                                                   |                                                         |                                                                           |                                                |               | 1,472,528                        |                 |                             |                     |                       |
| Airport rental and fuel sales                                                    |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Treasurer's commission                                                           |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Collector's commission                                                           |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Other                                                                            | 5,696                                                   | 478                                                                       |                                                | 41,362        | 25,137                           |                 |                             |                     |                       |
| TOTAL REVENUES                                                                   | 119,840                                                 | 71,258                                                                    | 1,669                                          | 867,281       | 1,746,583                        | 10,231          | 19,500                      | 533                 | 3,615                 |
| Less: Treasurer's commission                                                     | 666                                                     | 1,368                                                                     | 34                                             | 6,221         |                                  | 205             |                             | 9                   | 78                    |
| NET REVENUES                                                                     | 119,174                                                 | 69,890                                                                    | 1,635                                          | 861,060       | 1,746,583                        | 10,026          | 19,500                      | 524                 | 3,537                 |
| EXPENDITURES                                                                     |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Current:                                                                         |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| General government                                                               |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Law enforcement                                                                  | 150,572                                                 | 72,633                                                                    |                                                |               |                                  | 17,145          | 11,744                      | 2,231               | 2,168                 |
| Public safety                                                                    |                                                         |                                                                           |                                                | 705,989       |                                  |                 |                             |                     |                       |
| Health                                                                           |                                                         |                                                                           |                                                |               | 2,784,493                        |                 |                             |                     |                       |
| Recreation and culture                                                           |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Social services                                                                  |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Airport                                                                          |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Total Current                                                                    | 150,572                                                 | 72,633                                                                    |                                                | 705,989       | 2,784,493                        | 17,145          | 11,744                      | 2,231               | 2,168                 |
| Debt Service:                                                                    |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Bond principal                                                                   |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Bond interest and other charges                                                  |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| TOTAL EXPENDITURES                                                               | 150,572                                                 | 72,633                                                                    |                                                | 705,989       | 2,784,493                        | 17,145          | 11,744                      | 2,231               | 2,168                 |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | (31,398)                                                | (2,743)                                                                   | 1,635                                          | 155,071       | (1,037,910)                      | (7,119)         | 7,756                       | (1,707)             | 1,369                 |
| OTHER FINANCING SOURCES (USES)                                                   |                                                         |                                                                           |                                                |               |                                  |                 |                             |                     |                       |
| Transfers in                                                                     |                                                         |                                                                           |                                                |               |                                  | 9,200           |                             |                     |                       |
| Loan proceeds                                                                    |                                                         |                                                                           |                                                |               | 708,218                          |                 |                             |                     |                       |
| TOTAL OTHER FINANCING SOURCES (USES)                                             |                                                         |                                                                           |                                                |               | 708,218                          | 9,200           |                             |                     |                       |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | (31,398)                                                | (2,743)                                                                   | 1,635                                          | 155,071       | (329,692)                        | 2,081           | 7,756                       | (1,707)             | 1,369                 |
| FUND BALANCES - JANUARY 1                                                        | 84,702                                                  | 34,956                                                                    | 7,906                                          | 156,657       | 686,507                          | 4,825           | 15,274                      | 6,766               | 39,556                |
| FUND BALANCES - DECEMBER 31                                                      | \$ 53,304                                               | \$ 32,213                                                                 | \$ 9,541                                       | \$ 311,728    | \$ 356,815                       | \$ 6,906        | \$ 23,030                   | \$ 5,059            | \$ 40,925             |

FRANKLIN 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, 2024

Schedule 2

|                                                                                  | SPECIAL REVENUE FUNDS                  |                                      |                                |                                        |                        |                                  | DEBT SERVICE FUND                          |              |
|----------------------------------------------------------------------------------|----------------------------------------|--------------------------------------|--------------------------------|----------------------------------------|------------------------|----------------------------------|--------------------------------------------|--------------|
|                                                                                  | Circuit Clerk<br>Commissioner's<br>Fee | Assessor's Late<br>Assessment<br>Fee | American<br>Rescue Plan<br>Act | Hospital Tax<br>(Special Sales<br>Tax) | Miscellaneous<br>Grant | Ozark-Franklin<br>County Airport | Adult Drug<br>Court - Opioid<br>Settlement | Totals       |
| REVENUES                                                                         |                                        |                                      |                                |                                        |                        |                                  |                                            |              |
| State aid                                                                        |                                        |                                      |                                |                                        | \$ 8,834               |                                  | \$ 21,783                                  | \$ 158,095   |
| Federal aid                                                                      |                                        |                                      |                                |                                        | 35,231                 | \$ 25,000                        |                                            | 60,231       |
| Property taxes                                                                   |                                        | \$ 727                               |                                |                                        |                        |                                  |                                            | 659,939      |
| Sales taxes                                                                      |                                        |                                      |                                | \$ 806,202                             |                        | 4,298                            |                                            | 2,575,577    |
| Fines, forfeitures, and costs                                                    |                                        |                                      |                                |                                        |                        |                                  |                                            | 97,598       |
| Interest                                                                         | \$ 66                                  | 96                                   | \$ 4,997                       | 7,063                                  |                        |                                  |                                            | 82,144       |
| Officers' fees                                                                   | 224                                    |                                      |                                |                                        |                        |                                  |                                            | 45,700       |
| Jail fees                                                                        |                                        |                                      |                                | 12,733                                 |                        |                                  |                                            | 133,731      |
| Net increase (decrease) in the fair value of investments                         |                                        |                                      |                                |                                        |                        |                                  |                                            | 22,348       |
| 911 fees                                                                         |                                        |                                      |                                |                                        |                        |                                  |                                            | 272,288      |
| Ambulance fees                                                                   |                                        |                                      |                                |                                        |                        |                                  |                                            | 1,472,528    |
| Airport rental and fuel sales                                                    |                                        |                                      |                                |                                        |                        | 35,720                           |                                            | 35,720       |
| Treasurer's commission                                                           |                                        |                                      |                                |                                        |                        |                                  |                                            | 25,621       |
| Collector's commission                                                           |                                        |                                      |                                |                                        |                        |                                  |                                            | 65,637       |
| Other                                                                            |                                        |                                      |                                |                                        |                        | 43                               |                                            | 82,947       |
| TOTAL REVENUES                                                                   | 290                                    | 823                                  | 4,997                          | 825,998                                | 44,065                 | 65,061                           | 21,783                                     | 5,790,104    |
| Less: Treasurer's commission                                                     | 6                                      |                                      |                                | 28,594                                 |                        |                                  |                                            | 52,746       |
| NET REVENUES                                                                     | 284                                    | 823                                  | 4,997                          | 797,404                                | 44,065                 | 65,061                           | 21,783                                     | 5,737,358    |
| EXPENDITURES                                                                     |                                        |                                      |                                |                                        |                        |                                  |                                            |              |
| Current:                                                                         |                                        |                                      |                                |                                        |                        |                                  |                                            |              |
| General government                                                               |                                        | 134                                  | 350,000                        |                                        | 6,320                  |                                  |                                            | 481,949      |
| Law enforcement                                                                  |                                        |                                      |                                | 153,432                                | 11,434                 |                                  | 4,152                                      | 435,936      |
| Public safety                                                                    |                                        |                                      |                                |                                        |                        |                                  |                                            | 705,989      |
| Health                                                                           |                                        |                                      | 381,338                        | 609,543                                |                        |                                  |                                            | 3,775,374    |
| Recreation and culture                                                           |                                        |                                      |                                |                                        |                        |                                  |                                            | 583,437      |
| Social services                                                                  |                                        |                                      |                                | 77,162                                 | 10,231                 |                                  |                                            | 87,393       |
| Airport                                                                          |                                        |                                      |                                |                                        | 25,000                 | 69,263                           |                                            | 94,263       |
| Total Current                                                                    |                                        | 134                                  | 731,338                        | 840,137                                | 52,985                 | 69,263                           | 4,152                                      | 6,164,341    |
| Debt Service:                                                                    |                                        |                                      |                                |                                        |                        |                                  |                                            |              |
| Bond principal                                                                   |                                        |                                      |                                |                                        |                        |                                  |                                            | 880,000      |
| Bond interest and other charges                                                  |                                        |                                      |                                |                                        |                        |                                  |                                            | 174,991      |
| TOTAL EXPENDITURES                                                               |                                        | 134                                  | 731,338                        | 840,137                                | 52,985                 | 69,263                           | 4,152                                      | 7,219,332    |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | 284                                    | 689                                  | (726,341)                      | (42,733)                               | (8,920)                | (4,202)                          | 17,631                                     | (1,481,974)  |
| OTHER FINANCING SOURCES (USES)                                                   |                                        |                                      |                                |                                        |                        |                                  |                                            |              |
| Transfers in                                                                     |                                        |                                      |                                |                                        |                        |                                  |                                            | 9,200        |
| Loan proceeds                                                                    |                                        |                                      |                                |                                        |                        |                                  |                                            | 708,218      |
| TOTAL OTHER FINANCING SOURCES (USES)                                             |                                        |                                      |                                |                                        |                        |                                  |                                            | 717,418      |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | 284                                    | 689                                  | (726,341)                      | (42,733)                               | (8,920)                | (4,202)                          | 17,631                                     | (764,556)    |
| FUND BALANCES - JANUARY 1                                                        | 4,283                                  | 6,073                                | 727,454                        | 423,521                                | 10,003                 | 83,241                           |                                            | 3,978,125    |
| FUND BALANCES - DECEMBER 31                                                      | \$ 4,567                               | \$ 6,762                             | \$ 1,113                       | \$ 380,788                             | \$ 1,083               | \$ 79,039                        | \$ 17,631                                  | \$ 3,213,569 |

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

Schedule 3

|                                     | SPECIAL REVENUE FUNDS     |                           |                             |                              |                                   |                        |                  |                   |
|-------------------------------------|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|------------------|-------------------|
|                                     | Treasurer's<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | Recorder's Cost  | County Library    |
| ASSETS                              |                           |                           |                             |                              |                                   |                        |                  |                   |
| Cash and cash equivalents           | \$ 41,266                 | \$ 447,795                | \$ 38,123                   | \$ 1,649                     | \$ 70,033                         | \$ 38,978              | \$ 78,572        | \$ 227,072        |
| Investments                         |                           |                           |                             |                              |                                   |                        |                  | 66,575            |
| Accounts receivable                 | 63                        | 589                       | 705                         |                              | 99                                | 650                    | 2,150            | 303               |
| Interfund receivables               |                           |                           |                             |                              |                                   |                        |                  |                   |
|                                     |                           |                           |                             |                              |                                   |                        |                  |                   |
| TOTAL ASSETS                        | <u>\$ 41,329</u>          | <u>\$ 448,384</u>         | <u>\$ 38,828</u>            | <u>\$ 1,649</u>              | <u>\$ 70,132</u>                  | <u>\$ 39,628</u>       | <u>\$ 80,722</u> | <u>\$ 293,950</u> |
| LIABILITIES AND FUND BALANCES       |                           |                           |                             |                              |                                   |                        |                  |                   |
| Liabilities:                        |                           |                           |                             |                              |                                   |                        |                  |                   |
| Accounts payable                    | \$ 2,780                  | \$ 453                    | \$ 1,696                    |                              |                                   |                        |                  | \$ 14,515         |
| Interfund payables                  |                           |                           |                             |                              |                                   |                        | \$ 1,633         |                   |
| Settlements pending                 |                           |                           |                             |                              |                                   |                        |                  |                   |
| Total Liabilities                   | <u>2,780</u>              | <u>453</u>                | <u>1,696</u>                |                              |                                   |                        | <u>1,633</u>     | <u>14,515</u>     |
| Fund Balances:                      |                           |                           |                             |                              |                                   |                        |                  |                   |
| Restricted                          | <u>38,549</u>             | <u>447,931</u>            | <u>37,132</u>               | <u>\$ 1,649</u>              | <u>\$ 70,132</u>                  | <u>\$ 39,628</u>       | <u>79,089</u>    | <u>279,435</u>    |
|                                     |                           |                           |                             |                              |                                   |                        |                  |                   |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 41,329</u>          | <u>\$ 448,384</u>         | <u>\$ 38,828</u>            | <u>\$ 1,649</u>              | <u>\$ 70,132</u>                  | <u>\$ 39,628</u>       | <u>\$ 80,722</u> | <u>\$ 293,950</u> |

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

Schedule 3

| SPECIAL REVENUE FUNDS               |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
|-------------------------------------|-----------------------|---------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------|-------------------|----------------------------------|--------------------|-----------------------------|
|                                     | Child Support<br>Cost | Sheriff's<br>Communication<br>Facility and<br>Equipment | Special County<br>Jail Expenditure<br>(Jail Operation<br>and<br>Maintenance) | County<br>Emergency<br>Rescue<br>(Boating<br>Safety) | Emergency<br>911  | Emergency<br>Medical<br>Services | Public<br>Defender | District Court<br>Probation |
| ASSETS                              |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| Cash and cash equivalents           | \$ 11,931             | \$ 82,955                                               | \$ 31,792                                                                    | \$ 7,895                                             | \$ 123,811        | \$ 508,264                       | \$ 1,624           | \$ 15,891                   |
| Investments                         |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| Accounts receivable                 | 17                    | 6,814                                                   | 3,171                                                                        | 11                                                   | 6,919             | 100,512                          | 3                  | 1,136                       |
| Interfund receivables               |                       |                                                         |                                                                              |                                                      | 30,000            | 97,242                           | 3,198              |                             |
|                                     |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| TOTAL ASSETS                        | <u>\$ 11,948</u>      | <u>\$ 89,769</u>                                        | <u>\$ 34,963</u>                                                             | <u>\$ 7,906</u>                                      | <u>\$ 160,730</u> | <u>\$ 706,018</u>                | <u>\$ 4,825</u>    | <u>\$ 17,027</u>            |
| LIABILITIES AND FUND BALANCES       |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| Liabilities:                        |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| Accounts payable                    |                       | \$ 5,067                                                | \$ 7                                                                         |                                                      | \$ 2,328          | \$ 19,511                        |                    | \$ 86                       |
| Interfund payables                  |                       |                                                         |                                                                              |                                                      | 1,745             |                                  |                    | 1,667                       |
| Settlements pending                 |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| Total Liabilities                   |                       | <u>5,067</u>                                            | <u>7</u>                                                                     |                                                      | <u>4,073</u>      | <u>19,511</u>                    |                    | <u>1,753</u>                |
| Fund Balances:                      |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| Restricted                          | <u>\$ 11,948</u>      | <u>84,702</u>                                           | <u>34,956</u>                                                                | <u>\$ 7,906</u>                                      | <u>156,657</u>    | <u>686,507</u>                   | <u>\$ 4,825</u>    | <u>15,274</u>               |
|                                     |                       |                                                         |                                                                              |                                                      |                   |                                  |                    |                             |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 11,948</u>      | <u>\$ 89,769</u>                                        | <u>\$ 34,963</u>                                                             | <u>\$ 7,906</u>                                      | <u>\$ 160,730</u> | <u>\$ 706,018</u>                | <u>\$ 4,825</u>    | <u>\$ 17,027</u>            |

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

Schedule 3

|                                     | SPECIAL REVENUE FUNDS |                       |                                        |                                         |                                |                                        |                        |                                  |
|-------------------------------------|-----------------------|-----------------------|----------------------------------------|-----------------------------------------|--------------------------------|----------------------------------------|------------------------|----------------------------------|
|                                     | Adult Drug<br>Court   | Juvenile<br>Probation | Circuit Clerk<br>Commissioner's<br>Fee | Assessor's<br>Late<br>Assessment<br>Fee | American<br>Rescue Plan<br>Act | Hospital Tax<br>(Special Sales<br>Tax) | Miscellaneous<br>Grant | Ozark-Franklin<br>County Airport |
| ASSETS                              |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| Cash and cash equivalents           | \$ 7,073              | \$ 39,713             | \$ 4,277                               | \$ 6,064                                | \$ 726,243                     | \$ 629,086                             | \$ 10,003              | \$ 83,241                        |
| Investments                         |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| Accounts receivable                 | 10                    | 296                   | 6                                      | 9                                       | 1,211                          | 3,113                                  | 6,000                  |                                  |
| Interfund receivables               |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
|                                     |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| TOTAL ASSETS                        | <u>\$ 7,083</u>       | <u>\$ 40,009</u>      | <u>\$ 4,283</u>                        | <u>\$ 6,073</u>                         | <u>\$ 727,454</u>              | <u>\$ 632,199</u>                      | <u>\$ 16,003</u>       | <u>\$ 83,241</u>                 |
| LIABILITIES AND FUND BALANCES       |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| Liabilities:                        |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| Accounts payable                    | \$ 317                | \$ 453                |                                        |                                         |                                | \$ 81,436                              |                        |                                  |
| Interfund payables                  |                       |                       |                                        |                                         |                                | 127,242                                | \$ 6,000               |                                  |
| Settlements pending                 |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| Total Liabilities                   | <u>317</u>            | <u>453</u>            |                                        |                                         |                                | <u>208,678</u>                         | <u>6,000</u>           |                                  |
| Fund Balances:                      |                       |                       |                                        |                                         |                                |                                        |                        |                                  |
| Restricted                          | <u>6,766</u>          | <u>39,556</u>         | <u>\$ 4,283</u>                        | <u>\$ 6,073</u>                         | <u>\$ 727,454</u>              | <u>423,521</u>                         | <u>10,003</u>          | <u>\$ 83,241</u>                 |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 7,083</u>       | <u>\$ 40,009</u>      | <u>\$ 4,283</u>                        | <u>\$ 6,073</u>                         | <u>\$ 727,454</u>              | <u>\$ 632,199</u>                      | <u>\$ 16,003</u>       | <u>\$ 83,241</u>                 |

FRANKLIN COUNTY, ARKANSAS  
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
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DECEMBER 31, 2023

Schedule 3

|                                     | DEBT SERVICE FUND                              | CUSTODIAL FUNDS         |                         |                       |                               |                             |                            |                     |
|-------------------------------------|------------------------------------------------|-------------------------|-------------------------|-----------------------|-------------------------------|-----------------------------|----------------------------|---------------------|
|                                     | Sales and Use Tax<br>Bond Fund, Series<br>2017 | Treasurer's<br>Accounts | Collector's<br>Accounts | Sheriff's<br>Accounts | County<br>Clerk's<br>Accounts | Circuit Clerk's<br>Accounts | District Court<br>Accounts | Totals              |
| ASSETS                              |                                                |                         |                         |                       |                               |                             |                            |                     |
| Cash and cash equivalents           | \$ 680,908                                     | \$ 238,442              | \$ 121,952              | \$ 423,232            | \$ 59,902                     | \$ 56,174                   | \$ 171,793                 | \$ 4,985,754        |
| Investments                         |                                                |                         |                         |                       |                               |                             |                            | 66,575              |
| Accounts receivable                 |                                                |                         |                         |                       |                               |                             |                            | 133,787             |
| Interfund receivables               |                                                |                         |                         |                       |                               |                             |                            | 130,440             |
| TOTAL ASSETS                        | <u>\$ 680,908</u>                              | <u>\$ 238,442</u>       | <u>\$ 121,952</u>       | <u>\$ 423,232</u>     | <u>\$ 59,902</u>              | <u>\$ 56,174</u>            | <u>\$ 171,793</u>          | <u>\$ 5,316,556</u> |
| LIABILITIES AND FUND BALANCES       |                                                |                         |                         |                       |                               |                             |                            |                     |
| Liabilities:                        |                                                |                         |                         |                       |                               |                             |                            |                     |
| Accounts payable                    |                                                |                         |                         |                       |                               |                             |                            | \$ 128,649          |
| Interfund payables                  |                                                |                         |                         |                       |                               |                             |                            | 138,287             |
| Settlements pending                 |                                                | \$ 238,442              | \$ 121,952              | \$ 423,232            | \$ 59,902                     | \$ 56,174                   | \$ 171,793                 | 1,071,495           |
| Total Liabilities                   |                                                | <u>238,442</u>          | <u>121,952</u>          | <u>423,232</u>        | <u>59,902</u>                 | <u>56,174</u>               | <u>171,793</u>             | <u>1,338,431</u>    |
| Fund Balances:                      |                                                |                         |                         |                       |                               |                             |                            |                     |
| Restricted                          | <u>\$ 680,908</u>                              |                         |                         |                       |                               |                             |                            | <u>3,978,125</u>    |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 680,908</u>                              | <u>\$ 238,442</u>       | <u>\$ 121,952</u>       | <u>\$ 423,232</u>     | <u>\$ 59,902</u>              | <u>\$ 56,174</u>            | <u>\$ 171,793</u>          | <u>\$ 5,316,556</u> |

FRANKLIN COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Schedule 4

|                                                          | SPECIAL REVENUE FUNDS     |                           |                             |                              |                                   |                        |                    |                |                       |
|----------------------------------------------------------|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|--------------------|----------------|-----------------------|
|                                                          | Treasurer's<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | Recorder's<br>Cost | County Library | Child Support<br>Cost |
| REVENUES                                                 |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| State aid                                                |                           |                           |                             |                              | \$ 6,396                          |                        |                    | \$ 64,912      |                       |
| Federal aid                                              |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Property taxes                                           |                           |                           |                             |                              |                                   |                        |                    | 544,766        |                       |
| Sales taxes                                              |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Fines, forfeitures, and costs                            |                           |                           | \$ 4,459                    |                              |                                   |                        |                    |                |                       |
| Interest                                                 | \$ 862                    | \$ 6,344                  | 658                         | \$ 2                         | 1,151                             | \$ 557                 | \$ 1,352           | 2,497          | \$ 191                |
| Officers' fees                                           |                           |                           |                             |                              |                                   | 9,193                  | 30,453             |                | 504                   |
| Jail fees                                                |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Net increase (decrease) in the fair value of investments |                           |                           |                             |                              |                                   |                        |                    | (1,148)        |                       |
| 911 fees                                                 |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Ambulance fees                                           |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Airport rental and fuel sales                            |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Collector's commission                                   |                           | 59,109                    |                             |                              |                                   |                        |                    |                |                       |
| Other                                                    | 1,614                     | 223                       |                             |                              |                                   |                        | 5,034              | 8,440          |                       |
| TOTAL REVENUES                                           | 2,476                     | 65,676                    | 5,117                       | 2                            | 7,547                             | 9,750                  | 36,839             | 619,467        | 695                   |
| Less: Treasurer's commission                             | 16                        | 120                       | 91                          |                              | 149                               | 209                    | 647                | 12,082         | 41                    |
| NET REVENUES                                             | 2,460                     | 65,556                    | 5,026                       | 2                            | 7,398                             | 9,541                  | 36,192             | 607,385        | 654                   |
| EXPENDITURES                                             |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Current:                                                 |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| General government                                       | 23,081                    | 13,960                    |                             |                              | 6,305                             | 1,489                  | 49,625             |                | 462                   |
| Law enforcement                                          |                           |                           | 9,482                       |                              |                                   |                        |                    |                |                       |
| Public safety                                            |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Health                                                   |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Recreation and culture                                   |                           |                           |                             |                              |                                   |                        |                    | 571,065        |                       |
| Social services                                          |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Airport                                                  |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Total Current                                            | 23,081                    | 13,960                    | 9,482                       |                              | 6,305                             | 1,489                  | 49,625             | 571,065        | 462                   |
| Debt Service:                                            |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Bond principal                                           |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Bond interest and other charges                          |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Financed purchase principal                              |                           |                           |                             |                              |                                   |                        |                    | 28,428         |                       |
| Financed purchase interest                               |                           |                           |                             |                              |                                   |                        |                    | 422            |                       |
| TOTAL EXPENDITURES                                       | 23,081                    | 13,960                    | 9,482                       |                              | 6,305                             | 1,489                  | 49,625             | 599,915        | 462                   |
| EXCESS OF REVENUES OVER (UNDER)                          |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| EXPENDITURES                                             | (20,621)                  | 51,596                    | (4,456)                     | 2                            | 1,093                             | 8,052                  | (13,433)           | 7,470          | 192                   |
| OTHER FINANCING SOURCES (USES)                           |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| Transfers in                                             |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)        |                           |                           |                             |                              |                                   |                        |                    |                |                       |
| EXPENDITURES AND OTHER USES                              | (20,621)                  | 51,596                    | (4,456)                     | 2                            | 1,093                             | 8,052                  | (13,433)           | 7,470          | 192                   |
| FUND BALANCES - JANUARY 1                                | 59,170                    | 396,335                   | 41,588                      | 1,647                        | 69,039                            | 31,576                 | 92,522             | 271,965        | 11,756                |
| FUND BALANCES - DECEMBER 31                              | \$ 38,549                 | \$ 447,931                | \$ 37,132                   | \$ 1,649                     | \$ 70,132                         | \$ 39,628              | \$ 79,089          | \$ 279,435     | \$ 11,948             |

FRANKLIN COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Schedule 4

|                                                          | SPECIAL REVENUE FUNDS                                   |                                                                           |                                                |                  |                                  |                    |                             |                     |
|----------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------|------------------------------------------------|------------------|----------------------------------|--------------------|-----------------------------|---------------------|
|                                                          | Sheriff's<br>Communication<br>Facility and<br>Equipment | Special County Jail<br>Expenditure (Jail<br>Operation and<br>Maintenance) | County Emergency<br>Rescue (Boating<br>Safety) | Emergency<br>911 | Emergency<br>Medical<br>Services | Public<br>Defender | District Court<br>Probation | Adult Drug<br>Court |
| REVENUES                                                 |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| State aid                                                |                                                         |                                                                           | \$ 1,565                                       | \$ 28,000        | \$ 15,295                        | \$ 1,549           |                             |                     |
| Federal aid                                              |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Property taxes                                           |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Sales taxes                                              |                                                         |                                                                           |                                                | 281,415          | 583,450                          |                    |                             |                     |
| Fines, forfeitures, and costs                            |                                                         | \$ 55,235                                                                 |                                                |                  |                                  | 9,012              | \$ 14,823                   | \$ 2,000            |
| Interest                                                 | \$ 639                                                  | 572                                                                       | 118                                            | 2,012            | 7,974                            | 32                 | 229                         | 107                 |
| Officers' fees                                           | 2,666                                                   |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Jail fees                                                | 90,186                                                  | 7,537                                                                     |                                                |                  |                                  |                    |                             |                     |
| Net increase (decrease) in the fair value of investments |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| 911 fees                                                 |                                                         |                                                                           |                                                | 289,881          |                                  |                    |                             |                     |
| Ambulance fees                                           |                                                         |                                                                           |                                                |                  | 1,493,094                        |                    |                             |                     |
| Airport rental and fuel sales                            |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Collector's commission                                   |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Other                                                    | 3,956                                                   |                                                                           |                                                | 41,173           | 29,639                           |                    |                             |                     |
| TOTAL REVENUES                                           | 97,447                                                  | 63,344                                                                    | 1,683                                          | 642,481          | 2,129,452                        | 10,593             | 15,052                      | 2,107               |
| Less: Treasurer's commission                             |                                                         | 1,303                                                                     | 33                                             | 6,495            |                                  | 212                |                             | 40                  |
| NET REVENUES                                             | 97,447                                                  | 62,041                                                                    | 1,650                                          | 635,986          | 2,129,452                        | 10,381             | 15,052                      | 2,067               |
| EXPENDITURES                                             |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Current:                                                 |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| General government                                       |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Law enforcement                                          | 55,870                                                  | 66,001                                                                    |                                                |                  |                                  | 26,397             | 13,388                      | 1,370               |
| Public safety                                            |                                                         |                                                                           | 560                                            | 626,646          |                                  |                    |                             |                     |
| Health                                                   |                                                         |                                                                           |                                                |                  | 1,869,007                        |                    |                             |                     |
| Recreation and culture                                   |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Social services                                          |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Airport                                                  |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Total Current                                            | 55,870                                                  | 66,001                                                                    | 560                                            | 626,646          | 1,869,007                        | 26,397             | 13,388                      | 1,370               |
| Debt Service:                                            |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Bond principal                                           |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Bond interest and other charges                          |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Financed purchase principal                              |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Financed purchase interest                               |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| TOTAL EXPENDITURES                                       | 55,870                                                  | 66,001                                                                    | 560                                            | 626,646          | 1,869,007                        | 26,397             | 13,388                      | 1,370               |
| EXCESS OF REVENUES OVER (UNDER)                          |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| EXPENDITURES                                             | 41,577                                                  | (3,960)                                                                   | 1,090                                          | 9,340            | 260,445                          | (16,016)           | 1,664                       | 697                 |
| OTHER FINANCING SOURCES (USES)                           |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| Transfers in                                             |                                                         |                                                                           |                                                |                  |                                  | 19,155             |                             |                     |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)        |                                                         |                                                                           |                                                |                  |                                  |                    |                             |                     |
| EXPENDITURES AND OTHER USES                              | 41,577                                                  | (3,960)                                                                   | 1,090                                          | 9,340            | 260,445                          | 3,139              | 1,664                       | 697                 |
| FUND BALANCES - JANUARY 1                                | 43,125                                                  | 38,916                                                                    | 6,816                                          | 147,317          | 426,062                          | 1,686              | 13,610                      | 6,069               |
| FUND BALANCES - DECEMBER 31                              | \$ 84,702                                               | \$ 34,956                                                                 | \$ 7,906                                       | \$ 156,657       | \$ 686,507                       | \$ 4,825           | \$ 15,274                   | \$ 6,766            |

FRANKLIN COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

Schedule 4

|                                                                                  | SPECIAL REVENUE FUNDS |                                        |                                         |                                |                                        |                        |                                  | DEBT<br>SERVICE FUND                           |              |
|----------------------------------------------------------------------------------|-----------------------|----------------------------------------|-----------------------------------------|--------------------------------|----------------------------------------|------------------------|----------------------------------|------------------------------------------------|--------------|
|                                                                                  | Juvenile<br>Probation | Circuit Clerk<br>Commissioner's<br>Fee | Assessor's<br>Late<br>Assessment<br>Fee | American<br>Rescue Plan<br>Act | Hospital Tax<br>(Special Sales<br>Tax) | Miscellaneous<br>Grant | Ozark-Franklin<br>County Airport | Sales and Use<br>Tax Bond Fund,<br>Series 2017 | Totals       |
| REVENUES                                                                         |                       |                                        |                                         |                                |                                        |                        |                                  |                                                |              |
| State aid                                                                        |                       |                                        |                                         |                                |                                        | \$ 65,055              |                                  |                                                | \$ 182,772   |
| Federal aid                                                                      |                       |                                        |                                         |                                |                                        | 593,851                |                                  |                                                | 593,851      |
| Property taxes                                                                   |                       |                                        | \$ 782                                  |                                |                                        |                        |                                  |                                                | 545,548      |
| Sales taxes                                                                      |                       |                                        |                                         |                                | \$ 587,579                             |                        | \$ 2,237                         | \$ 954,506                                     | 2,409,187    |
| Fines, forfeitures, and costs                                                    | \$ 420                |                                        |                                         |                                |                                        |                        |                                  |                                                | 85,949       |
| Interest                                                                         | 638                   | \$ 63                                  | 90                                      | \$ 23,101                      | 8,357                                  |                        |                                  | 41,258                                         | 98,804       |
| Officers' fees                                                                   | 1,340                 | 459                                    |                                         |                                |                                        |                        |                                  |                                                | 44,615       |
| Jail fees                                                                        |                       |                                        |                                         |                                | 8,062                                  |                        |                                  |                                                | 105,785      |
| Net increase (decrease) in the fair value of investments                         |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | (1,148)      |
| 911 fees                                                                         |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | 289,881      |
| Ambulance fees                                                                   |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | 1,493,094    |
| Airport rental and fuel sales                                                    |                       |                                        |                                         |                                |                                        |                        | 32,210                           |                                                | 32,210       |
| Collector's commission                                                           |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | 59,109       |
| Other                                                                            |                       |                                        |                                         |                                |                                        | 12,000                 | 2,500                            |                                                | 104,579      |
| TOTAL REVENUES                                                                   | 2,398                 | 522                                    | 872                                     | 23,101                         | 603,998                                | 670,906                | 36,947                           | 995,764                                        | 6,044,236    |
| Less: Treasurer's commission                                                     | 42                    | 10                                     |                                         |                                |                                        |                        |                                  |                                                | 21,490       |
| NET REVENUES                                                                     | 2,356                 | 512                                    | 872                                     | 23,101                         | 603,998                                | 670,906                | 36,947                           | 995,764                                        | 6,022,746    |
| EXPENDITURES                                                                     |                       |                                        |                                         |                                |                                        |                        |                                  |                                                |              |
| Current:                                                                         |                       |                                        |                                         |                                |                                        |                        |                                  |                                                |              |
| General government                                                               |                       |                                        |                                         | 652,785                        | 186                                    | 16,298                 |                                  |                                                | 764,191      |
| Law enforcement                                                                  | 2,729                 |                                        |                                         | 14,863                         | 127,895                                | 1,560                  |                                  | 7,450                                          | 327,005      |
| Public safety                                                                    |                       |                                        |                                         | 3,504                          |                                        | 15,000                 |                                  |                                                | 645,710      |
| Health                                                                           |                       |                                        |                                         | 298,421                        | 580,692                                |                        |                                  |                                                | 2,748,120    |
| Recreation and culture                                                           |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | 571,065      |
| Social services                                                                  |                       |                                        |                                         |                                | 74,983                                 | 200,032                |                                  |                                                | 275,015      |
| Airport                                                                          |                       |                                        |                                         |                                |                                        | 449,576                | 25,340                           |                                                | 474,916      |
| Total Current                                                                    | 2,729                 |                                        |                                         | 969,573                        | 783,756                                | 682,466                | 25,340                           | 7,450                                          | 5,806,022    |
| Debt Service:                                                                    |                       |                                        |                                         |                                |                                        |                        |                                  |                                                |              |
| Bond principal                                                                   |                       |                                        |                                         |                                |                                        |                        |                                  | 800,000                                        | 800,000      |
| Bond interest and other charges                                                  |                       |                                        |                                         |                                |                                        |                        |                                  | 200,451                                        | 200,451      |
| Financed purchase principal                                                      |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | 28,428       |
| Financed purchase interest                                                       |                       |                                        |                                         |                                |                                        |                        |                                  |                                                | 422          |
| TOTAL EXPENDITURES                                                               | 2,729                 |                                        |                                         | 969,573                        | 783,756                                | 682,466                | 25,340                           | 1,007,901                                      | 6,835,323    |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | (373)                 | 512                                    | 872                                     | (946,472)                      | (179,758)                              | (11,560)               | 11,607                           | (12,137)                                       | (812,577)    |
| OTHER FINANCING SOURCES (USES)                                                   |                       |                                        |                                         |                                |                                        |                        |                                  |                                                |              |
| Transfers in                                                                     |                       |                                        |                                         |                                |                                        |                        | 2,000                            |                                                | 21,155       |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)<br>EXPENDITURES AND OTHER USES | (373)                 | 512                                    | 872                                     | (946,472)                      | (179,758)                              | (11,560)               | 13,607                           | (12,137)                                       | (791,422)    |
| FUND BALANCES - JANUARY 1                                                        | 39,929                | 3,771                                  | 5,201                                   | 1,673,926                      | 603,279                                | 21,563                 | 69,634                           | 693,045                                        | 4,769,547    |
| FUND BALANCES - DECEMBER 31                                                      | \$ 39,556             | \$ 4,283                               | \$ 6,073                                | \$ 727,454                     | \$ 423,521                             | \$ 10,003              | \$ 83,241                        | \$ 680,908                                     | \$ 3,978,125 |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 THROUGH 4  
DECEMBER 31, 2024 AND 2023

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

| <u>Fund Name</u>                                                 | <u>Fund Description</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Treasurer's Automation                                           | Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.                                                                                                                                                                                                                                                                                 |
| Collector's Automation                                           | Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commission to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.                                                                                                                                                                                                                                                                                                 |
| Circuit Court Automation                                         | Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.                                                                                                                                                                                                                                                                                                                             |
| District Court Automation                                        | Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.                                                                                                                                                                                                                                                                                                                                                              |
| Assessor's Amendment no. 79                                      | Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.                                                                                                                                                                                                                                                                                          |
| County Clerk's Cost                                              | Ark. Code Ann. § 21-6-413 established fund to receive fees collected by county clerks to be used for automated record systems and any legitimate county purpose.                                                                                                                                                                                                                                                                                                                                             |
| 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 Library                                                   | Ark. Code Ann. § 13-2-404 established fund to account for library property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.                                                                                                                                                                                                                                                                                                                         |
| Child Support Cost                                               | Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.                                                                                                                                                                                                                                                                                                                                                                                             |
| Sheriff's Communication Facility and Equipment                   | Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected, 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. |
| Special County Jail Expenditure (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.                                                                                                                                                                                                                                                                  |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 THROUGH 4  
DECEMBER 31, 2024 AND 2023

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

| <u>Fund Name</u>                         | <u>Fund Description</u>                                                                                                                                                                                                                                                                                                                                   |
|------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| County Emergency Rescue (Boating Safety) | Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within the county or for emergency rescue services if the county has not established a patrol.                                                                                                                                            |
| Emergency 911                            | Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.                                                                                                                                                                                                                                  |
| Emergency Medical Services               | Ark. Code Ann. §§ 20-13-303 - 20-13-305 and Franklin County Ordinance no. 1986-11 (May 12, 1986) established fund to receive fees to provide for ambulance services for the County.                                                                                                                                                                       |
| 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.                                                          |
| District Court Probation                 | Ark. Code Ann. § 5-4-322 authorized district court probation fees for probation and public service work supervision.                                                                                                                                                                                                                                      |
| Adult Drug Court                         | Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judges to be used for the benefit and administration of the drug court program.                                                                                                                                                                                |
| Juvenile Probation                       | Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.                                                                                                                                        |
| Circuit Clerk Commissioner's Fee         | Ark. Code Ann. § 21-6-412 established fund to receive fee awarded, when appointed as commissioner, for a sale of real or personal property under judicial decree. The funds are to be used to offset administrative costs associated with the performance of the commissioner's duties and for general operations expense of the office of circuit clerk. |
| Assessor's Late Assessment Fee           | Ark. Code Ann. § 26-26-201 established fund to receive \$.50 fee on delinquent persons which shall be used by the county assessor to help pay for the expense of assessing property.                                                                                                                                                                      |
| American Rescue Plan Act                 | Franklin County Ordinance no. 2021-25 (May 13, 2021) established fund 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.                                                             |
| Hospital Tax (Special Sales Tax)         | Established to account for a 1% sales tax to be used to finance health facilities within the County, approved by voters on February 6, 2021.                                                                                                                                                                                                              |

FRANKLIN COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 THROUGH 4  
DECEMBER 31, 2024 AND 2023

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

| <u>Fund Name</u>                         | <u>Fund Description</u>                                                                                                                                                                                                                                                                                                                                                                                                       |
|------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Miscellaneous Grant                      | Established by county to account for miscellaneous grants received from state and federal governments.                                                                                                                                                                                                                                                                                                                        |
| Ozark-Franklin County Airport            | Ark. Code Ann. § 14-357-107 stipulates that all revenues derived from the operation of the airport, after paying the operating expenses and maintenance, may be set aside and used for additional improvements of the airport or for any lawful purpose. The Ozark-Franklin County Airport is jointly owned by the City of Ozark and Franklin County, Arkansas, the Airport Commission oversees the operations of the Airport |
| Adult Drug Court - Opioid Settlement     | Established to account for a grant from State-Wide Opioid Settlement proceeds to be used for evidence-based, evidence-informed, or promising activities, programs, or strategies that expand the availability of treatment for individuals affected by substance use disorders.                                                                                                                                               |
| Sales and Use Tax Bond Fund, Series 2017 | Franklin County Ordinance no. 2017-43 (November 9, 2017) established fund to provide the payment of principal and interest on Sales and Use Tax Bonds, Series 2017.                                                                                                                                                                                                                                                           |

Treasurer's accounts consist primarily of treasurer's commission, Law Library monies, and interest not distributed to the appropriate agencies.

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

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

County Clerk's accounts consist primarily of trust money and fee money to be settled with the treasurer.

Circuit Clerk's accounts consist of trust money.

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

FRANKLIN COUNTY, ARKANSAS  
OTHER INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
DECEMBER 31, 2024 AND 2023  
(Unaudited)

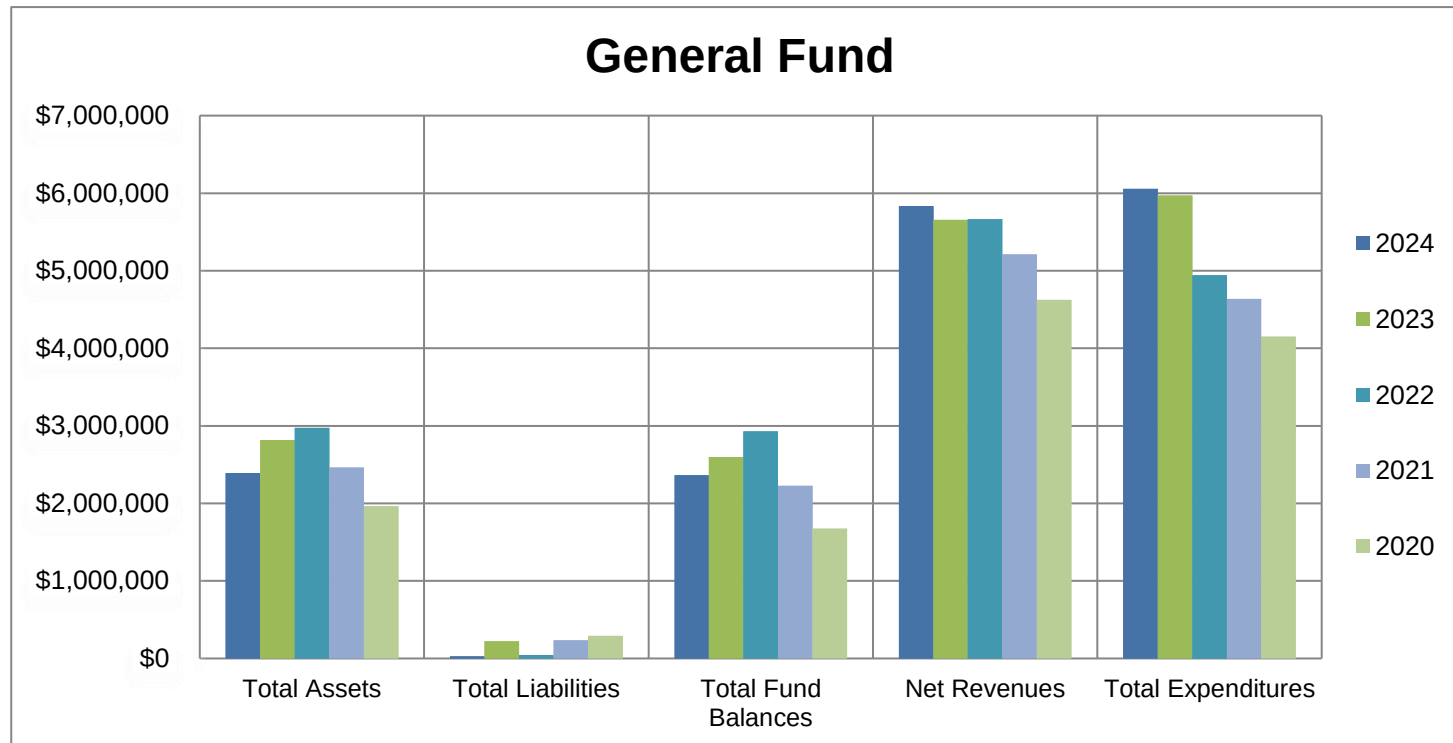
Schedule 5

|                          | December 31,<br>2024 | December 31,<br>2023 |
|--------------------------|----------------------|----------------------|
| Construction in progress | \$ 350,000           | \$ 602,465           |
| Land                     | 625,730              | 625,730              |
| Buildings                | 17,622,690           | 15,623,503           |
| Improvements             | 2,098,206            | 2,085,067            |
| Equipment                | 8,171,380            | 7,429,781            |
|                          | <hr/>                | <hr/>                |
| Totals                   | \$ 28,868,006        | \$ 26,366,546        |
|                          | <hr/> <hr/>          | <hr/> <hr/>          |

FRANKLIN COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
DECEMBER 31, 2024 AND 2023  
(Unaudited)

Schedule 6-1

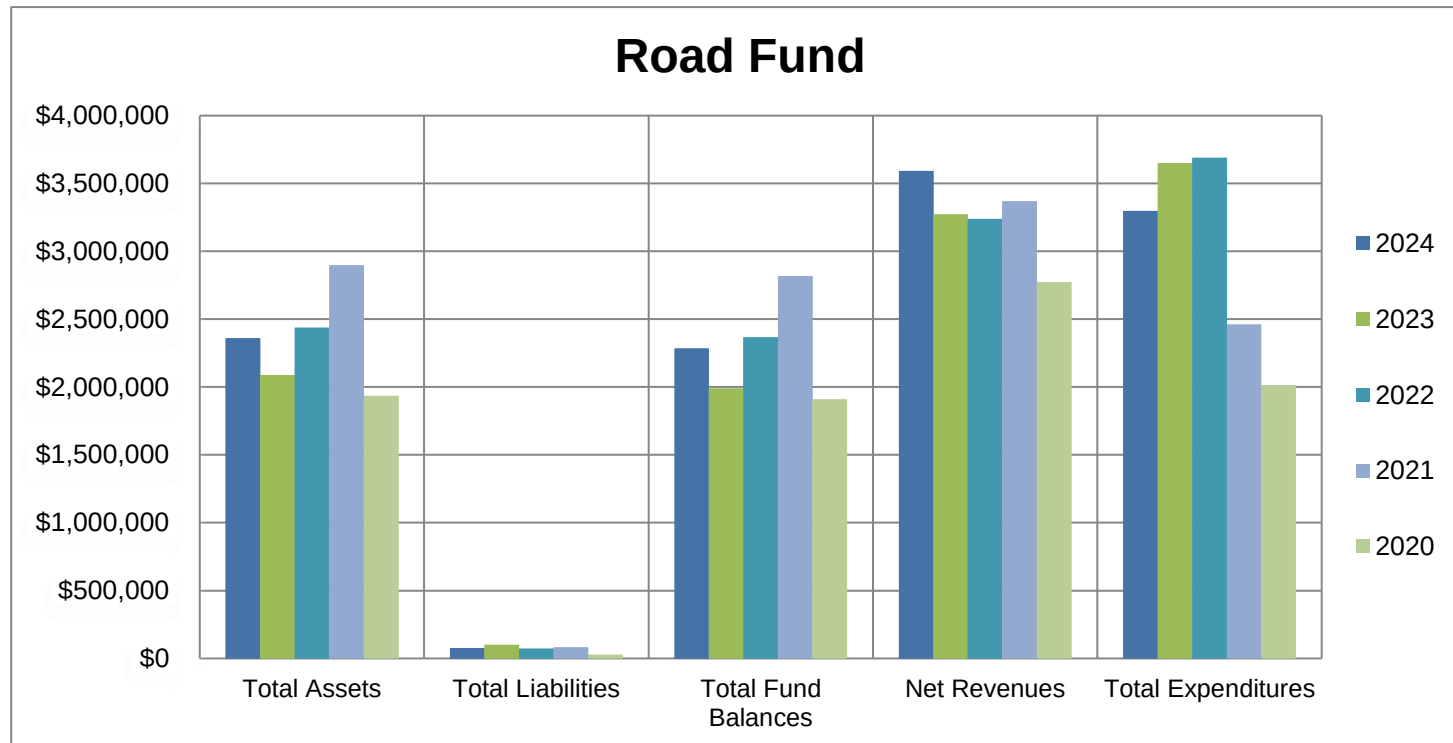
| <u>General</u>                     | 2024         | 2023         | 2022         | 2021         | 2020         |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Total Assets                       | \$ 2,390,147 | \$ 2,816,805 | \$ 2,971,546 | \$ 2,462,911 | \$ 1,963,944 |
| Total Liabilities                  | 27,407       | 219,733      | 42,379       | 235,346      | 290,692      |
| Total Fund Balances                | 2,362,740    | 2,597,072    | 2,929,167    | 2,227,565    | 1,673,252    |
| Net Revenues                       | 5,832,001    | 5,656,956    | 5,662,464    | 5,208,649    | 4,625,391    |
| Total Expenditures                 | 6,057,133    | 5,967,896    | 4,942,037    | 4,636,488    | 4,147,984    |
| Total Other Financing Sources/Uses | (9,200)      | (21,155)     | (18,825)     | (17,848)     | 336,098      |



FRANKLIN COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS  
DECEMBER 31, 2024 AND 2023  
(Unaudited)

Schedule 6-2

| <u>Road</u>                        | 2024         | 2023         | 2022         | 2021         | 2020         |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Total Assets                       | \$ 2,358,971 | \$ 2,088,882 | \$ 2,436,439 | \$ 2,896,898 | \$ 1,934,712 |
| Total Liabilities                  | 76,065       | 100,025      | 70,921       | 80,623       | 26,687       |
| Total Fund Balances                | 2,282,906    | 1,988,857    | 2,365,518    | 2,816,275    | 1,908,025    |
| Net Revenues                       | 3,591,850    | 3,271,983    | 3,237,933    | 3,368,414    | 2,770,761    |
| Total Expenditures                 | 3,297,801    | 3,648,644    | 3,688,690    | 2,460,164    | 2,015,649    |
| Total Other Financing Sources/Uses |              |              |              |              |              |



FRANKLIN COUNTY, ARKANSAS  
SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
DECEMBER 31, 2024 AND 2023  
(Unaudited)

Schedule 6-3

| <u>Other Funds in the Aggregate</u> | <u>2024</u>  | <u>2023</u>  | <u>2022</u>  | <u>2021</u>  | <u>2020</u>  |
|-------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Total Assets                        | \$ 4,407,711 | \$ 5,316,556 | \$ 5,583,294 | \$ 4,075,582 | \$ 3,274,275 |
| Total Liabilities                   | 1,194,142    | 1,338,431    | 813,747      | 1,021,700    | 425,843      |
| Total Fund Balances                 | 3,213,569    | 3,978,125    | 4,769,547    | 3,053,882    | 2,848,432    |
| Net Revenues                        | 5,737,358    | 6,022,746    | 7,039,101    | 6,079,257    | 4,794,701    |
| Total Expenditures                  | 7,219,332    | 6,835,323    | 5,342,261    | 5,891,655    | 6,072,290    |
| Total Other Financing Sources/Uses  | 717,418      | 21,155       | 18,825       | 17,848       | 6,895        |

