

Izard County, Arkansas

Regulatory Basis Financial Statements and Other Reports

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



IZARD COUNTY, ARKANSAS
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LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Independent Auditor's Report

Izard 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 Izard 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; 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 year then ended; and the related notes to the financial statements.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying regulatory basis financial statements referred to above present fairly, in all material respects, the regulatory basis financial position of the general fund, road fund, and other funds in the aggregate of Izard County, Arkansas, as of December 31, 2024; the regulatory basis revenues, expenditures, and changes in fund balance; and the budgetary comparisons for the general fund and road fund for the year then ended, in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412 described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying regulatory basis financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the general fund, road fund, and other funds in the aggregate of Izard County, Arkansas, as of December 31, 2024, or the revenues, expenditures, and changes in fund balance and, where applicable, cash flows thereof for the year then ended.

Basis for Opinions

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

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

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

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

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

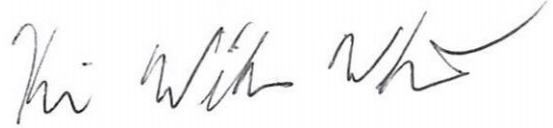
Management is responsible for the other information included in the report. The other information is comprised of the schedules listed in the table of contents but does not include the regulatory basis financial statements, supplemental information, and our auditor's reports thereon. Our opinions on 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 October 7, 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
October 7, 2025
LOCO03324

Arkansas

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

Izard 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 Izard County, Arkansas (County), as of and for the year ended December 31, 2024, 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 October 7, 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described below as item 2024-1, that we consider to be a material weakness.

2024-1: Arkansas Code requires County management to maintain accurate financial records. The financial statements contained omissions/errors that are considered material as specified below:

General Fund financial records contained misstatements for revenue and expenditures of \$371,015 and \$3,221, respectively, primarily due to posting errors and misclassifications of revenues.

The effects of these errors constitute a control deficiency in the process of preparing financial statements. County officials should implement procedures to ensure that transactions are accurately recorded.

County officials concurred with the above recommendation and approved the appropriate entries to the County's financial records.

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 result of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the Report on Internal Control over Financial Reporting section as item 2024-1.

We also reported to management of the County in a separate letter dated October 7, 2025.

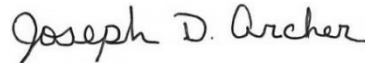
County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's responses to the findings identified in our audit and described previously. The County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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



Joseph D. Archer, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
October 7, 2025

Arkansas

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

MANAGEMENT LETTER

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

The finding contained in this letter relates to the following officials who held office during 2024:

County Judge: Eric Smith
Treasurer: Warren Sanders
Sheriff: Charley Melton
Tax Collector: Joshua Moorehead
County/Circuit Clerk: Joe Cooper
Assessor: Tammy Sanders
County Librarian: Aimee Watts
District Court Clerk: Amber Lee

We would like to communicate the following item that came to our attention during this audit. The purpose of such comment is to provide constructive feedback and guidance, in an effort to assist management in maintaining a satisfactory level of compliance with the state constitution, laws and regulations, and to improve internal control. This matter was discussed previously with County officials during the course of our audit fieldwork and at the exit conference.

County/Circuit Clerk

The minutes of the governing body did not document review the findings contained in the prior year report and the action taken, as required by Ark. Code Ann. § 10-4-418.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the Quorum Court and County management, and other parties as required by Arkansas Code and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record, and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in dark ink that reads "Joseph D. Archer".

Joseph D. Archer, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
October 7, 2025

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

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 2,347,000	\$ 620,592	\$ 3,437,550
Accounts receivable	103,670	5,558	87,912
	<u>103,670</u>	<u>5,558</u>	<u>87,912</u>
TOTAL ASSETS	<u>\$ 2,450,670</u>	<u>\$ 626,150</u>	<u>\$ 3,525,462</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 32,943	\$ 8,019	\$ 127,993
Settlements pending			597,948
Total Liabilities	<u>32,943</u>	<u>8,019</u>	<u>725,941</u>
Fund Balances:			
Restricted		618,131	2,131,498
Assigned	828,851		668,023
Unassigned	1,588,876		
Total Fund Balances	<u>2,417,727</u>	<u>618,131</u>	<u>2,799,521</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,450,670</u>	<u>\$ 626,150</u>	<u>\$ 3,525,462</u>

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

IZARD 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 in the Aggregate
REVENUES			
State aid	\$ 717,448	\$ 1,494,208	\$ 146,569
Federal aid	584,738		341,377
Property taxes	722,472	351,529	161,997
Sales taxes			792,427
Fines, forfeitures, and costs	170,838	5,440	54,961
Interest	90,994	3,842	24,747
Officers' fees	32,862		149,336
Jail fees	680		251,519
911 fees			240,698
Ambulance fees			268,675
Reimbursement for law enforcement	1,058,385		
Treasurer's commission	129,811		14,219
Collector's commission	152,131		36,251
Taxes apportioned - Assessor's salary and expense	328,828		
Other	124,709	70,508	55,896
TOTAL REVENUES	4,113,896	1,925,527	2,538,672
Less: Treasurer's commission	41,327	36,712	32,346
NET REVENUES	4,072,569	1,888,815	2,506,326
EXPENDITURES			
Current:			
General government	1,398,928		296,025
Law enforcement	1,742,327		2,417,491
Highways and streets		1,787,418	267,029
Public safety	83,356		240,333
Health	36,470		679,009
Recreation and culture	16,000		251,133
Social services	611,887		10,903
Total Current	3,888,968	1,787,418	4,161,923
Debt Service:			
Financed purchase principal	8,038	136,803	
Financed purchase interest	1,697	31,374	
TOTAL EXPENDITURES	3,898,703	1,955,595	4,161,923

IZARD 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 in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 173,866</u>	<u>\$ (66,780)</u>	<u>\$ (1,655,597)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			12,132
Transfers out	<u>(12,132)</u>		
TOTAL OTHER FINANCING SOURCES (USES)	<u>(12,132)</u>		<u>12,132</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	161,734	(66,780)	(1,643,465)
FUND BALANCES - JANUARY 1	<u>2,255,993</u>	<u>684,911</u>	<u>4,442,986</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 2,417,727</u></u>	<u><u>\$ 618,131</u></u>	<u><u>\$ 2,799,521</u></u>

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

IZARD 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 Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 759,985	\$ 717,448	\$ (42,537)	\$ 1,455,277	\$ 1,494,208	\$ 38,931
Federal aid	30,000	584,738	554,738			
Property taxes	712,800	722,472	9,672	307,000	351,529	44,529
Fines, forfeitures, and costs	161,000	170,838	9,838		5,440	5,440
Interest	2,200	90,994	88,794	3,000	3,842	842
Officers' fees	33,500	32,862	(638)			
Jail fees		680	680			
Reimbursement for law enforcement	987,705	1,058,385	70,680			
Treasurer's commission	135,000	129,811	(5,189)			
Collector's commission	258,000	152,131	(105,869)			
Taxes apportioned - Assessor's salary and expense	267,000	328,828	61,828			
Other	98,500	124,709	26,209	86,000	70,508	(15,492)
TOTAL REVENUES	3,445,690	4,113,896	668,206	1,851,277	1,925,527	74,250
Less: Treasurer's commission		41,327	(41,327)	34,000	36,712	(2,712)
NET REVENUES	3,445,690	4,072,569	626,879	1,817,277	1,888,815	71,538
EXPENDITURES						
Current:						
General government	1,507,993	1,398,928	109,065			
Law enforcement	1,831,700	1,742,327	89,373			
Highways and streets				2,007,497	1,787,418	220,079
Public safety	88,205	83,356	4,849			
Health	37,502	36,470	1,032			
Recreation and culture	16,000	16,000				
Social services	76,090	611,887	(535,797)			
Total Current	3,557,490	3,888,968	(331,478)	2,007,497	1,787,418	220,079
Debt Service:						
Financed purchase principal		8,038	(8,038)	195,000	136,803	58,197
Financed purchase interest		1,697	(1,697)	29,000	31,374	(2,374)
TOTAL EXPENDITURES	3,557,490	3,898,703	(341,213)	2,231,497	1,955,595	275,902

IZARD 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 Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (111,800)	\$ 173,866	\$ 285,666	\$ (414,220)	\$ (66,780)	\$ 347,440
OTHER FINANCING SOURCES (USES) Transfers out		(12,132)	(12,132)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(111,800)	161,734	273,534	(414,220)	(66,780)	347,440
FUND BALANCES - JANUARY 1	500,000	2,255,993	1,755,993	500,000	684,911	184,911
FUND BALANCES - DECEMBER 31	\$ 388,200	\$ 2,417,727	\$ 2,029,527	\$ 85,780	\$ 618,131	\$ 532,351

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

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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 and property taxes that are restricted or committed for maintaining and constructing roads.

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

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

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

Custodial Funds - Custodial Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). See Schedule 1 for Custodial Funds as reported with other funds in the aggregate.

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, commissions, property taxes, and trust funds that have not been transferred to the appropriate entities and the County Law Library Fund.

Fund Balance Classifications

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

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.

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

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, except for the Senior Center and AEDC Easy K Ranch accounts, Road Fund, and the other operating funds.

G. Fund Balance Classification Policies and Procedures

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

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

There were no committed fund balances at year-end.

NOTE 2: Cash Deposits with Financial Institutions

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 1,839,359	\$ 1,839,859
Collateralized:		
Collateral held by the pledging financial institution's trust department or agent in the County's name	4,121,983	4,144,692
Uninsured and uncollateralized	442,525	442,525
Total Deposits	<u>\$ 6,403,867</u>	<u>\$ 6,427,076</u>

The above total deposits do not include cash on hand of \$1,275.

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, 2024, \$442,525 of the County's bank balances were exposed to custodial credit risk. The balance exposed to custodial credit risk was deposited in a certificate of deposit and was not insured or collateralized.

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 3: Legal or Contractual Provisions for Deposits and Investments

State law generally requires that county funds be deposited in federally insured banks located in the State of Arkansas. The county deposits may be in the form of checking accounts, savings accounts, and time deposits. Public funds may be invested in eligible investment securities having a maturity of not longer than 5 years from the date of acquisition unless, as documented at the time of acquisition, the investment is to fund or support a specific purpose and there are no expectations that the investment will be sold before maturity; an Arkansas bank certificate of deposit; an account established by a local government joint investment trust; or an Arkansas financial institution repurchase agreement for eligible investment securities in which the seller agrees to repurchase the investment at a price including interest earned during the holding period as determined by the repurchase agreement.

NOTE 4: Accounts Receivable

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
State aid			\$ 20,032
Federal aid			66,251
Jail fees			1,507
Reimbursement for law enforcement	\$ 51,436		
Other	52,234	\$ 5,558	122
Totals	<u>\$ 103,670</u>	<u>\$ 5,558</u>	<u>\$ 87,912</u>

NOTE 5: Accounts Payable

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	\$ 23,887	\$ 6,280	\$ 124,217
Salaries payable	8,869	1,739	3,721
Payroll taxes payable	187		55
Totals	<u>\$ 32,943</u>	<u>\$ 8,019</u>	<u>\$ 127,993</u>

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 6: Details of Fund Balance Classifications

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 623,777
Law enforcement			149,192
Highways and streets		\$ 618,131	
Public safety			109,465
Health			577,168
Recreation and culture			671,896
Total Restricted		<u>618,131</u>	<u>2,131,498</u>
Assigned to:			
General government	\$ 828,851		
Law enforcement			668,023
Total Assigned	<u>828,851</u>		<u>668,023</u>
Unassigned	<u>1,588,876</u>		
Totals	<u>\$ 2,417,727</u>	<u>\$ 618,131</u>	<u>\$ 2,799,521</u>

NOTE 7: 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, the legal debt limit for bonded debt was \$18,885,098. 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, the legal debt limit for short-term financing obligations was \$5,185,143. The amount of short-term financing obligations was \$1,178,774, leaving a legal debt margin of \$4,006,369.

NOTE 8: Commitments

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

	December 31, 2024
Long-term liabilities	\$ 1,178,774
Construction contract	<u>1,024,430</u>
Total Commitments	<u>\$ 2,203,204</u>

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 8: Commitments (Continued)

Long-term Liabilities

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

	December 31, 2024
<u>Direct Borrowings</u>	
Financed purchase dated June 3, 2021, with John Deere Financial in the amount of \$471,016, with interest rate of 0.6% for the purchase of three road graders. Monthly payments of \$4,247 for 59 months and a final payment of \$231,000. Payments are to be made from the Road Fund.	\$ 296,707
Financed purchase dated March 29, 2022, with Cadence Bank in the amount of \$465,400, with interest rate of 2.15% for the purchase of road graders. Monthly payments of \$4,511 for 59 months and a final payment of \$232,700. Payments are to be made from the Road Fund.	340,513
Financed purchase dated May 3, 2022, with John Deere Financial in the amount of \$155,016, with interest rate of 3.25% for the purchase of road graders. Monthly payments of \$2,803 for 60 months. Payments are to be made from the Road Fund.	78,067
Financed purchase dated April 10, 2024, with Cadence Bank in the amount of \$448,651, with interest rate of 5.78% for the purchase of three Mack trucks. Monthly payments of \$2,562 for 36 months and a final payment of \$435,000. Payments are to be made from the Road Fund.	445,385
Financed purchase dated April 28, 2023, with First National Bank of IZARD County in the amount of \$26,140, with interest rate of 5.75% for the purchase of a 2023 Ram Truck for the County Assessor. The debt is secured by a certificate of deposit with a balance of \$127,922. Annual payments of \$9,735 for 3 years. Payments are to be made from the General Fund.	18,102
Total Long-term liabilities	<u>\$ 1,178,774</u>

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

The County's outstanding direct borrowings of \$1,178,774 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.

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 8: Commitments (Continued)

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2024	Maturities to December 31, 2024
<u>Direct Borrowings</u>					
6/3/21	6/3/26	0.6%	\$ 471,016	\$ 296,707	\$ 174,309
3/29/22	3/29/27	2.15%	465,400	340,513	124,887
5/3/22	6/3/27	3.25%	155,016	78,067	76,949
4/10/24	5/10/27	5.78%	448,651	445,385	3,266
4/28/23	4/28/26	5.75%	26,140	18,102	8,038
Total Long-Term Debt			<u>\$ 1,566,223</u>	<u>\$ 1,178,774</u>	<u>\$ 387,449</u>

Changes in Long-Term Debt

	Balance January 01, 2024	Issued	Retired	Balance December 31, 2024
<u>Direct Borrowings</u>				
Financed purchases	\$ 1,178,045 ^	\$ 448,651	\$ 447,922 *	\$ 1,178,774

^ Includes a \$26,140 financed purchase dated April 28, 2023, not included in the prior year balance.

* Includes \$303,081 for a balloon payment refinanced in the financed purchase dated April 10, 2024.

Debt Service Requirements to Maturity

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

Years Ending December 31,	Direct Borrowings		
	Principal	Interest	Total
2025	\$ 137,867	\$ 37,095	\$ 174,962
2026	347,267	33,214	380,481
2027	693,640	11,855	705,495
Totals	<u>\$ 1,178,774</u>	<u>\$ 82,164</u>	<u>\$ 1,260,938</u>

Construction Contract

The County was contractually obligated for the following construction contract at December 31, 2024:

Project Name	Completion Date	Contract Balance December 31, 2024
Jail Expansion Project	September 30, 2025	<u>\$ 1,024,430</u>

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 9: Interfund Transfers

The General Fund transferred \$12,132 to Other Funds in the Aggregate (Public Defender) for supplemental funding.

NOTE 10: Jointly Governed Organizations

White River Regional Library

Independence, Stone, Sharp, Cleburne, Izard, and Fulton Counties entered into an agreement in May 1978 in accordance with Ark. Code Ann. § 13-2-401 to establish the White River Regional Library. Initially, the parties agreed to the formation of a regional library for a period of two years. The Board's existence was continued from year to year thereafter unless a participating member gave notice of cancellation 60 days prior to the end of the fiscal year. Independence County cancelled its membership in the White River Regional Library on April 10, 2016. The White River Regional Library Board is comprised of one board member from each of the participating counties. The County Library did not pay any regional library expenditures in 2024. Contact the White River Regional Library at P.O. Box 1107, Mountain View, AR 72560, to obtain financial statements.

White River Regional Solid Waste Management District

The County is a member of the White River Regional Solid Waste Management District (District). The District is a jointly governed organization comprised of Cleburne, Fulton, Independence, Izard, Jackson, Sharp, Stone, Van Buren, White and Woodruff Counties and participating cities within the aforementioned counties. Representatives are the respective county judges and mayors unless some other representative is appointed by the participating entity. Izard County did not make any payments to the White River Regional Solid Waste Management District in 2024.

NOTE 11: 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.

IZARD COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 11: 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 \$350,000. The County agrees to pay into the program each year a rate established by the Risk Management Fund Board.

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

NOTE 12: Arkansas Public Employees Retirement System

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.75% as of July 1, 2024. 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, (date of APERS Employer Allocation Report) were \$531,109.

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, (actuarial valuation date and measurement date) was \$3,797,042.

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

Schedule 1

	SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment No. 79	County Recorder's Cost	County Public Library	Child Support Cost	Drug Control
ASSETS									
Cash and cash equivalents	\$ 65,645	\$ 96,571	\$ 30,755	\$ 6,930	\$ 37,273	\$ 179,389	\$ 674,076	\$ 7,799	\$ 11,403
Accounts receivable							122		
TOTAL ASSETS	<u>\$ 65,645</u>	<u>\$ 96,571</u>	<u>\$ 30,755</u>	<u>\$ 6,930</u>	<u>\$ 37,273</u>	<u>\$ 179,389</u>	<u>\$ 674,198</u>	<u>\$ 7,799</u>	<u>\$ 11,403</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 13					\$ 237	\$ 2,302		
Settlements pending									
Total Liabilities	<u>13</u>					<u>237</u>	<u>2,302</u>		
Fund Balances:									
Restricted	65,632	\$ 96,571	\$ 30,755	\$ 6,930	\$ 37,273	179,152	671,896	\$ 7,799	\$ 11,403
Assigned									
Total Fund Balances	<u>65,632</u>	<u>96,571</u>	<u>30,755</u>	<u>6,930</u>	<u>37,273</u>	<u>179,152</u>	<u>671,896</u>	<u>7,799</u>	<u>11,403</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 65,645</u>	<u>\$ 96,571</u>	<u>\$ 30,755</u>	<u>\$ 6,930</u>	<u>\$ 37,273</u>	<u>\$ 179,389</u>	<u>\$ 674,198</u>	<u>\$ 7,799</u>	<u>\$ 11,403</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS							
	Jail Operation and Maintenance	Boating Safety	Emergency 911	Emergency Medical Services	Adult Drug Court	Circuit Clerk Commissioner's Fee	American Rescue Plan Act	Adult Drug Court- Opioid Settlement
ASSETS								
Cash and cash equivalents	\$ 685,209	\$ 10,077	\$ 111,705	\$ 550,452	\$ 2,819	\$ 7,783	\$ 328,746	\$ 12,384
Accounts receivable	1,507							
TOTAL ASSETS	<u>\$ 686,716</u>	<u>\$ 10,077</u>	<u>\$ 111,705</u>	<u>\$ 550,452</u>	<u>\$ 2,819</u>	<u>\$ 7,783</u>	<u>\$ 328,746</u>	<u>\$ 12,384</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 18,693		\$ 2,240				\$ 102,194	
Settlements pending								
Total Liabilities	<u>18,693</u>		<u>2,240</u>				<u>102,194</u>	
Fund Balances:								
Restricted		\$ 10,077	109,465	\$ 550,452	\$ 2,819	\$ 7,783	226,552	\$ 12,384
Assigned	668,023							
Total Fund Balances	<u>668,023</u>	<u>10,077</u>	<u>109,465</u>	<u>550,452</u>	<u>2,819</u>	<u>7,783</u>	<u>226,552</u>	<u>12,384</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 686,716</u>	<u>\$ 10,077</u>	<u>\$ 111,705</u>	<u>\$ 550,452</u>	<u>\$ 2,819</u>	<u>\$ 7,783</u>	<u>\$ 328,746</u>	<u>\$ 12,384</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS						
	Assessor's Late Assessment Fee	Tobacco Prevention Grant	2020 Juvenile Officer Grant	Court Security Grant-Act 576	Comprehensive Opioid Abuse Program Category 2 Grant	Communication Facilities and Equipment	Reducing the Initiation of Substance Via Education, Resiliency, and Support (RIVERS)
ASSETS							
Cash and cash equivalents	\$ 3,015	\$ (19,484)	\$ 221	\$ 14,266	\$ (32,633)	\$ 60,337	\$ (5,136)
Accounts receivable		20,032			61,015		5,236
TOTAL ASSETS	<u>\$ 3,015</u>	<u>\$ 548</u>	<u>\$ 221</u>	<u>\$ 14,266</u>	<u>\$ 28,382</u>	<u>\$ 60,337</u>	<u>\$ 100</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable		\$ 548			\$ 1,666		\$ 100
Settlements pending							
Total Liabilities		<u>548</u>			<u>1,666</u>		<u>100</u>
Fund Balances:							
Restricted	\$ 3,015		\$ 221	\$ 14,266	26,716	\$ 60,337	
Assigned							
Total Fund Balances	<u>3,015</u>		<u>221</u>	<u>14,266</u>	<u>26,716</u>	<u>60,337</u>	
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,015</u>	<u>\$ 548</u>	<u>\$ 221</u>	<u>\$ 14,266</u>	<u>\$ 28,382</u>	<u>\$ 60,337</u>	<u>\$ 100</u>

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

Schedule 1

	CUSTODIAL FUNDS					
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County/Circuit Clerk's Accounts	District Court Accounts	Totals
ASSETS						
Cash and cash equivalents	\$ 33,946	\$ 111,898	\$ 68,576	\$ 337,633	\$ 45,895	\$ 3,437,550
Accounts receivable						87,912
TOTAL ASSETS	\$ 33,946	\$ 111,898	\$ 68,576	\$ 337,633	\$ 45,895	\$ 3,525,462
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable						\$ 127,993
Settlements pending	\$ 33,946	\$ 111,898	\$ 68,576	\$ 337,633	\$ 45,895	597,948
Total Liabilities	33,946	111,898	68,576	337,633	45,895	725,941
Fund Balances:						
Restricted						2,131,498
Assigned						668,023
Total Fund Balances						2,799,521
TOTAL LIABILITIES AND FUND BALANCES	\$ 33,946	\$ 111,898	\$ 68,576	\$ 337,633	\$ 45,895	\$ 3,525,462

IZARD 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 Automation	Collector's Automation	Circuit Court Automation	District Court Automation	Assessor's Amendment No. 79	County Recorder's Cost	County Public Library	Child Support Cost
REVENUES								
State aid					\$ 5,560		\$ 30,493	
Federal aid								
Property taxes							161,533	
Sales taxes								
Fines, forfeitures, and costs			\$ 3,388	\$ 5,248				
Interest	\$ 562	\$ 600	264	63		\$ 1,630	11,246	\$ 67
Officers' fees						139,699		720
Jail fees								
911 fees								
Ambulance fees								
Treasurer's commission	14,219							
Collector's commission		36,251						
Other							8,839	
TOTAL REVENUES	14,781	36,851	3,652	5,311	5,560	141,329	212,111	787
Less: Treasurer's commission	11	12	79	106	111	2,826	3,949	15
NET REVENUES	14,770	36,839	3,573	5,205	5,449	138,503	208,162	772
EXPENDITURES								
Current:								
General government	15,260	14,710			12,303	153,854		
Law enforcement			4,137	5,155				
Highways and streets								
Public safety								
Health								
Recreation and culture							179,883	
Social services								
TOTAL EXPENDITURES	15,260	14,710	4,137	5,155	12,303	153,854	179,883	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(490)	22,129	(564)	50	(6,854)	(15,351)	28,279	772
OTHER FINANCING SOURCES (USES)								
Transfers in								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(490)	22,129	(564)	50	(6,854)	(15,351)	28,279	772
FUND BALANCES - JANUARY 1	66,122	74,442	31,319	6,880	44,127	194,503	643,617	7,027
FUND BALANCES - DECEMBER 31	\$ 65,632	\$ 96,571	\$ 30,755	\$ 6,930	\$ 37,273	\$ 179,152	\$ 671,896	\$ 7,799

IZARD 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							
	Drug Control	Jail Operation and Maintenance	Boating Safety	Emergency 911	Emergency Medical Services	Public Defender	Adult Drug Court	Juvenile Probation
REVENUES								
State aid			\$ 1,741					
Federal aid								
Property taxes								
Sales taxes		\$ 792,427						
Fines, forfeitures, and costs	\$ 763	25,416				\$ 17,512	\$ 310	\$ 2,324
Interest	96	5,658	101		\$ 4,408			
Officers' fees								5,463
Jail fees		224,902						
911 fees				\$ 240,698				
Ambulance fees					268,675			
Treasurer's commission								
Collector's commission								
Other		3,157		150				
TOTAL REVENUES	859	1,051,560	1,842	240,848	273,083	17,512	310	7,787
Less: Treasurer's commission	17	16,348	37	3,657	4,967	33	6	156
NET REVENUES	842	1,035,212	1,805	237,191	268,116	17,479	304	7,631
EXPENDITURES								
Current:								
General government								
Law enforcement		997,303	2,524			29,832	1,463	7,631
Highways and streets								
Public safety				240,333				
Health					242,760			
Recreation and culture								
Social services								
TOTAL EXPENDITURES		997,303	2,524	240,333	242,760	29,832	1,463	7,631
EXCESS OF REVENUES OVER (UNDER)								
EXPENDITURES	842	37,909	(719)	(3,142)	25,356	(12,353)	(1,159)	
OTHER FINANCING SOURCES (USES)								
Transfers in						12,132		
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)								
EXPENDITURES AND OTHER USES	842	37,909	(719)	(3,142)	25,356	(221)	(1,159)	
FUND BALANCES - JANUARY 1	10,561	630,114	10,796	112,607	525,096	221	3,978	
FUND BALANCES - DECEMBER 31	\$ 11,403	\$ 668,023	\$ 10,077	\$ 109,465	\$ 550,452	\$ 0	\$ 2,819	\$ 0

IZARD 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						
	Circuit Clerk Commissioner's Fee	American Rescue Plan Act	Adult Drug Court- Opioid Settlement	Assessor's Late Assessment Fee	Tobacco Prevention Grant	2020 Juvenile Officer Grant	Court Security Grant-Act 576
REVENUES							
State aid			\$ 15,836		\$ 92,939		
Federal aid							
Property taxes				\$ 464			
Sales taxes							
Fines, forfeitures, and costs							
Interest							
Officers' fees	\$ 285						
Jail fees							
911 fees							
Ambulance fees							
Treasurer's commission							
Collector's commission							
Other							
TOTAL REVENUES	285		15,836	464	92,939		
Less: Treasurer's commission	6			10			
NET REVENUES	279		15,836	454	92,939		
EXPENDITURES							
Current:							
General government		\$ 99,898					
Law enforcement		1,342,332	3,452				
Highways and streets		267,029					
Public safety							
Health					92,939		
Recreation and culture		27,500					
Social services		10,903					
TOTAL EXPENDITURES		1,747,662	3,452		92,939		
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	279	(1,747,662)	12,384	454			
OTHER FINANCING SOURCES (USES)							
Transfers in							
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	279	(1,747,662)	12,384	454			
FUND BALANCES - JANUARY 1	7,504	1,974,214		2,561		\$ 221	\$ 14,266
FUND BALANCES - DECEMBER 31	\$ 7,783	\$ 226,552	\$ 12,384	\$ 3,015	\$ 0	\$ 221	\$ 14,266

IZARD 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			CAPITAL PROJECT FUND	
	Comprehensive Opioid Abuse Program Category 2 Grant	Communication Facilities and Equipment	Reducing the Initiation of Substance Via Education, Resiliency, and Support (RIVERS)	Capital Fair Building Grant	Totals
REVENUES					
State aid					\$ 146,569
Federal aid	\$ 272,617		\$ 68,760		341,377
Property taxes					161,997
Sales taxes					792,427
Fines, forfeitures, and costs					54,961
Interest		\$ 52			24,747
Officers' fees		3,169			149,336
Jail fees		26,617			251,519
911 fees					240,698
Ambulance fees					268,675
Treasurer's commission					14,219
Collector's commission					36,251
Other				\$ 43,750	55,896
TOTAL REVENUES	272,617	29,838	68,760	43,750	2,538,672
Less: Treasurer's commission					32,346
NET REVENUES	272,617	29,838	68,760	43,750	2,506,326
EXPENDITURES					
Current:					
General government					296,025
Law enforcement		23,662			2,417,491
Highways and streets					267,029
Public safety					240,333
Health	274,550		68,760		679,009
Recreation and culture				43,750	251,133
Social services					10,903
TOTAL EXPENDITURES	274,550	23,662	68,760	43,750	4,161,923
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,933)	6,176			(1,655,597)
OTHER FINANCING SOURCES (USES)					
Transfers in					12,132
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,933)	6,176			(1,643,465)
FUND BALANCES - JANUARY 1	28,649	54,161			4,442,986
FUND BALANCES - DECEMBER 31	\$ 26,716	\$ 60,337	\$ 0	\$ 0	\$ 2,799,521

IZARD COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024

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 commissions 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 costs of administering Ark. Const. amend. 79.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive at least 25% of the fees collected by circuit clerks to be used to purchase, maintain, and operate automated records system.
County Public Library	Ark. Code Ann. § 13-2-404 established fund to account for property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.
Jail Operation and Maintenance	Izard County Ordinance no. 2001-5 (May 1, 2001) provides for the levy of a one-half of one percent sales and use tax as per election pursuant to Ark. Code Ann. § 26-73-113 to operate and maintain new or existing jail facilities. Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners; construction, maintenance, and operation of the county jail; purchase and maintenance of jail equipment; and training, salaries, and certificate pay for jailers and deputy sheriffs. The County also deposits unrestricted jail fees to help fund jail expenditures.

IZARD COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024

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

<u>Fund Name</u>	<u>Fund Description</u>
Boating Safety	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within a county or for emergency rescue services if the county has not established a patrol.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Emergency Medical Services	Izard County Ordinance no. 2003-2 (October 7, 2003) established a fee of \$50 per household collected through property taxes pursuant to Act no. 51 of 1979 to provide for emergency medical services.
Public Defender	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund used for defense of indigents.
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 expenses of the office of Circuit Clerk.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from COVID-19 public health emergency.
Adult Drug Court-Opioid Settlement	Established to account for settlements to support individuals struggling with opioid addiction who are involved in the criminal justice system.
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.
Tobacco Prevention Grant	Established by the Tobacco Master Settlement agreement between Attorney Generals of 46 states and major tobacco companies. Revenues are used for tobacco use prevention programs.

IZARD COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024

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

<u>Fund Name</u>	<u>Fund Description</u>
2020 Juvenile Officer Grant	Established to account for a grant received from the Administrative Office of the Courts for mileage reimbursement and technology upgrade for juvenile officers.
Court Security Grant-Act 576	Ark. Code Ann. § 16-10-1006 established fund for the purpose of providing financial assistance to local governments to assist in the implementation of local security and emergency preparedness plans for circuit and district courts.
Comprehensive Opioid Abuse Program Category 2 Grant	Established to track the revenues, expenditures, and/or appropriated transfers of federal assistance through the Comprehensive Opioid Abuse Program Category 2 Grant.
Communication Facilities and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected and phone commission funds to be used for communications equipment and repair and to train operations staff.
Reducing the Initiation of Substance Via Education, Resiliency, and Support (RIVERS)	Established to track the revenues, expenditures, and/or appropriated transfers of federal assistance through the Drug-Free Communities (DFC) Program.
Capital Fair Building Grant	Established to rebuild the fair building that was destroyed by fire.

Treasurer's accounts consist of funds held in the County Law Library Fund and commissions and property taxes not distributed to the appropriate agencies.

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

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

County/Circuit Clerk's accounts consist primarily of fees to be settled with the Treasurer and trust money awaiting disposition by the applicable court.

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

IZARD COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2024
(Unaudited)

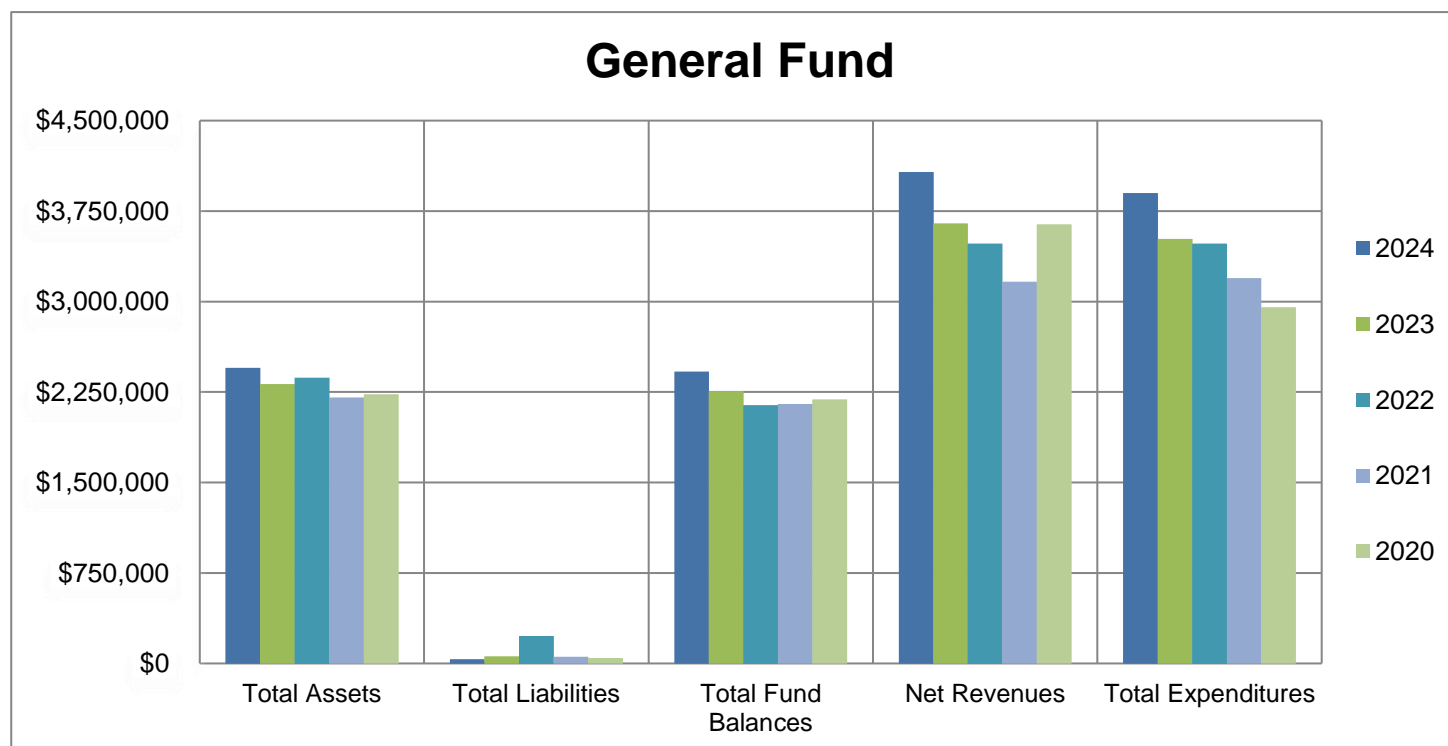
Schedule 3

	December 31, 2024
Land	\$ 134,793
Buildings	3,499,450
Equipment	<u>4,439,754</u>
Total	<u><u>\$ 8,073,997</u></u>

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

Schedule 4-1

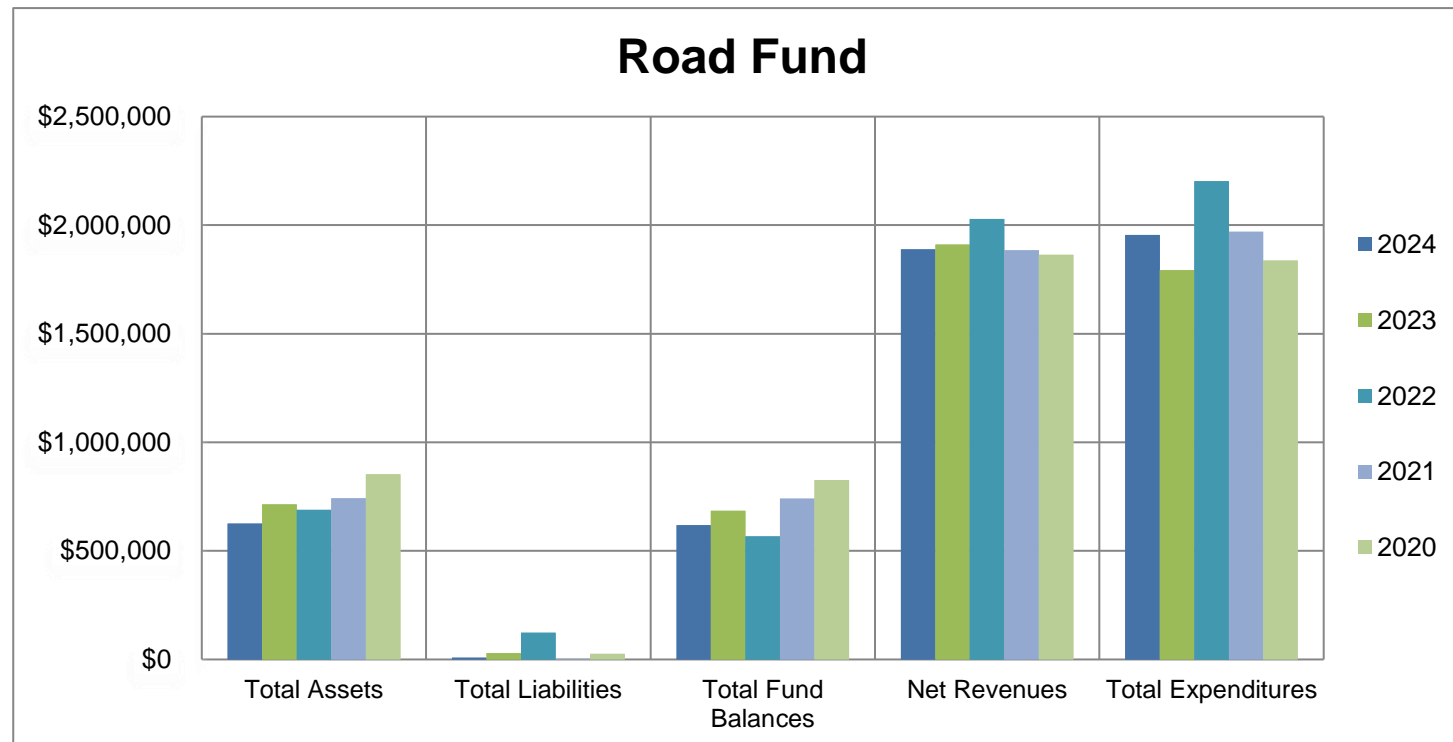
<u>General</u>	2024	2023	2022	2021	2020
Total Assets	\$ 2,450,670	\$ 2,313,443	\$ 2,366,436	\$ 2,203,005	\$ 2,230,093
Total Liabilities	32,943	57,450	227,919	54,004	42,918
Total Fund Balances	2,417,727	2,255,993	2,138,517	2,149,001	2,187,175
Net Revenues	4,072,569	3,646,861	3,480,451	3,163,527	3,637,681
Total Expenditures	3,898,703	3,519,818	3,478,699	3,193,488	2,952,540
Total Other Financing Sources/Uses	(12,132)	(9,567)	(12,236)	(8,213)	(5,992)



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

Schedule 4-2

<u>Road</u>	2024	2023	2022	2021	2020
Total Assets	\$ 626,150	\$ 713,803	\$ 689,175	\$ 742,323	\$ 852,461
Total Liabilities	8,019	28,892	122,894	2,035	25,854
Total Fund Balances	618,131	684,911	566,281	740,288	826,607
Net Revenues	1,888,815	1,911,407	2,028,721	1,883,928	1,862,955
Total Expenditures	1,955,595	1,792,777	2,202,728	1,970,247	1,837,226
Total Other Financing Sources/Uses					



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

Schedule 4-3

<u>Other Funds in the Aggregate</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total Assets	\$ 3,525,462	\$ 4,819,333	\$ 5,256,869	\$ 3,639,176	\$ 1,886,454
Total Liabilities	725,941	376,347	311,778	287,150	228,700
Total Fund Balances	2,799,521	4,442,986	4,945,091	3,352,026	1,657,754
Net Revenues	2,506,326	2,317,001	3,789,684	3,548,943	1,795,368
Total Expenditures	4,161,923	2,828,673	2,208,855	1,862,884	1,594,313
Total Other Financing Sources/Uses	12,132	9,567	12,236	8,213	5,992

