

# **Polk County, Arkansas**

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

**December 31, 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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Sen. David Wallace  
Senate Chair  
Sen. John Payton  
Senate Vice Chair



Rep. Jimmy Gazaway  
House Chair  
Rep. Richard Womack  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

Independent Auditor's Report

Polk 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 Polk County, Arkansas (County), which are comprised of the Balance Sheet – Regulatory Basis for the general fund, road fund, and other funds in the aggregate as of December 31, 2022, and the related Statements of Revenues, Expenses, and Changes in Fund Balances and Budget and Actual – General and Road Funds – Regulatory Basis for the year then ended, and the related notes to the financial statements.

#### *Unmodified Opinions on Regulatory Basis of Accounting*

In our opinion, the accompanying regulatory basis financial statements referred to above present fairly, in all material respects, the regulatory basis financial position of the general fund, road fund, and other funds in the aggregate of Polk County, Arkansas, as of December 31, 2022; the regulatory basis revenues, expenditures, and changes in net position; and the budgetary comparisons for the general fund and road fund for the year then ended, in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412 described in Note 1.

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

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying regulatory basis financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the general fund, road fund, and other funds in the aggregate of Polk County, Arkansas, as of December 31, 2022, or the revenues, expenditures, and changes in net position and, where applicable, cash flows thereof for the year then ended.

#### *Basis for Opinions*

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

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

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

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

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

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

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

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

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

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

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

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

### ***Supplementary Information***

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

### ***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 15, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of the testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

ARKANSAS LEGISLATIVE AUDIT



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

Little Rock, Arkansas  
February 15, 2024  
LOCO05722

# Arkansas

**Sen. David Wallace**  
Senate Chair  
**Sen. John Payton**  
Senate Vice Chair



**Rep. Jimmy Gazaway**  
House Chair  
**Rep. Richard Womack**  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

### Independent Auditor's Report

Polk 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 Polk County, Arkansas (County), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's regulatory basis financial statements, and have issued our report thereon dated February 15, 2024. We issued an adverse opinion because the financial statements are prepared by the County on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-412, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, with respect to the regulatory basis of accounting described in Note 1, our opinions on the general fund, road fund, and other funds in the aggregate were unmodified.

### Report on Internal Control Over Financial Reporting

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

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

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

### Report on Compliance and Other Matters

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

We also reported to management of the County in a separate letter dated February 15, 2024.

### **Purpose of This Report**

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Timothy R. Jones".

Timothy R. Jones, CPA, CFF  
Deputy Legislative Auditor

Little Rock, Arkansas  
February 15, 2024

# Arkansas

**Sen. David Wallace**  
Senate Chair  
**Sen. John Payton**  
Senate Vice Chair



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House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### MANAGEMENT LETTER

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

The commentary contained in this letter relates to the following officials who held office during 2022:

County Judge: Brandon Ellison  
Treasurer: Tanya Fretz  
Sheriff and Tax Collector: Scott Sawyer  
County Clerk: Terri Harrison  
Circuit Clerk: Michelle Schnell  
Assessor: Jovan Thomas  
County Library Board Treasurer: David Williams

No issues came to our attention that we considered necessary to report to management.

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Timothy R. Jones".

Timothy R. Jones, CPA, CFF  
Deputy Legislative Auditor

Little Rock, Arkansas  
February 15, 2024



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

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 5,375,192	\$ 1,838,271	\$ 5,501,043
Accounts receivable	86,549	13,987	129,239
	<u>5,461,741</u>	<u>1,852,258</u>	<u>5,630,282</u>
TOTAL ASSETS	<u>\$ 5,461,741</u>	<u>\$ 1,852,258</u>	<u>\$ 5,630,282</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 152,955	\$ 26,032	\$ 41,455
Settlements pending	240,628		127,972
Total Liabilities	<u>393,583</u>	<u>26,032</u>	<u>169,427</u>
Fund Balances:			
Restricted	569,918	1,826,226	5,453,576
Assigned	692,150		9,521
Unassigned	3,806,090		(2,242)
Total Fund Balances	<u>5,068,158</u>	<u>1,826,226</u>	<u>5,460,855</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,461,741</u>	<u>\$ 1,852,258</u>	<u>\$ 5,630,282</u>

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

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

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 641,898	\$ 2,287,199	\$ 166,507
Federal aid	1,325,814	160,769	2,148,439
Property taxes	817,620	13,201	90,825
Sales taxes	2,099,950		2,099,950
Fines, forfeitures, and costs	239,495		77,512
Interest	14,099	6,610	19,008
Officers' fees	22,179		196,417
911 fees			357,948
Jail fees	259,849		
Insurance premiums collected	325,220		
School resource officer reimbursement	388,786		
Treasurer's commission	139,974		21,768
Collector's commission	249,535		44,619
Taxes apportioned - Assessor's salary and expense	292,321		
Other	308,653	142,523	75,788
TOTAL REVENUES	7,125,393	2,610,302	5,298,781
Less: Treasurer's commission	54,137	24,365	41,040
NET REVENUES	7,071,256	2,585,937	5,257,741
EXPENDITURES			
Current:			
General government	1,332,036		731,938
Law enforcement	4,191,385		1,278,360
Highways and streets	357,174	2,282,690	1,896,613
Public safety	156,123		331,077
Health	24,731		2,000
Recreation and culture			161,764
Social services	188,594		
TOTAL EXPENDITURES	6,250,043	2,282,690	4,401,752

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

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 821,213</u>	<u>\$ 303,247</u>	<u>\$ 855,989</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			58,458
Transfers out	<u>(58,458)</u>		<u></u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(58,458)</u>		<u>58,458</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>762,755</u>	<u>303,247</u>	<u>914,447</u>
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	4,305,403	1,522,979	4,246,637
Restatement adjustment (Note 11)	<u></u>	<u></u>	<u>299,771</u>
FUND BALANCES - JANUARY 1, AS RESTATED	<u>4,305,403</u>	<u>1,522,979</u>	<u>4,546,408</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 5,068,158</u></u>	<u><u>\$ 1,826,226</u></u>	<u><u>\$ 5,460,855</u></u>

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

POLK COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND ROAD FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 587,015	\$ 641,898	\$ 54,883	\$ 1,983,752	\$ 2,287,199	\$ 303,447
Federal aid	1,323,238	1,325,814	2,576	180,000	160,769	(19,231)
Property taxes	686,100	817,620	131,520	190,100	13,201	(176,899)
Sales taxes	1,800,000	2,099,950	299,950			
Fines, forfeitures, and costs	183,000	239,495	56,495			
Interest	5,078	14,099	9,021	3,400	6,610	3,210
Officers' fees	22,400	22,179	(221)			
Jail fees	244	259,849	259,605			
Insurance premiums collected		325,220	325,220			
School resource officer reimbursement		388,786	388,786			
Prisoner Care	244,000		(244,000)			
Treasurer's commission	186,000	139,974	(46,026)			
Collector's commission	300,000	249,535	(50,465)			
Taxes apportioned - Assessor's salary and expense		292,321	292,321			
Other	642,090	308,653	(333,437)	134,627	142,523	7,896
TOTAL REVENUES	5,979,165	7,125,393	1,146,228	2,491,879	2,610,302	118,423
Less: Treasurer's commission		54,137	(54,137)		24,365	(24,365)
NET REVENUES	5,979,165	7,071,256	1,092,091	2,491,879	2,585,937	94,058
EXPENDITURES						
Current:						
General government	2,424,274	1,332,036	1,092,238			
Law enforcement	5,623,005	4,191,385	1,431,620			
Highways and streets	367,000	357,174	9,826	3,097,928	2,282,690	815,238
Public safety	174,606	156,123	18,483			
Health	28,544	24,731	3,813			
Social services	188,563	188,594	(31)			
TOTAL EXPENDITURES	8,805,992	6,250,043	2,555,949	3,097,928	2,282,690	815,238
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(2,826,827)	821,213	3,648,040	(606,049)	303,247	909,296
OTHER FINANCING SOURCES (USES)						
Transfers in	1,368,244		(1,368,244)			
Transfers out	(119,981)	(58,458)	61,523			
TOTAL OTHER FINANCING SOURCES (USES)	1,248,263	(58,458)	(1,306,721)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,578,564)	762,755	2,341,319	(606,049)	303,247	909,296
FUND BALANCES - JANUARY 1	849,777	4,305,403	3,455,626	1,283,389	1,522,979	239,590
FUND BALANCES - DECEMBER 31	\$ (728,787)	\$ 5,068,158	\$ 5,796,945	\$ 677,340	\$ 1,826,226	\$ 1,148,886

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

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

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

**A. Financial Reporting Entity**

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

**B. Basis of Presentation - Regulatory**

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

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

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

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

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

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

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

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

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

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

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

**C. Basis of Accounting - Regulatory**

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

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

**D. Assets, Liabilities, and Fund Balances**

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, officer's fees, excess Treasurer's Commission and excess Collector's Commission that have not been transferred to the appropriate entities.

Fund Balance Classifications

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

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

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

**E. Property Taxes**

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

**F. Budget Law**

1. Legal Requirements

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

2. Accounting

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

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

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

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

There were no committed fund balances at year-end.

**NOTE 2: Cash Deposits with Financial Institutions**

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

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 574,090	\$ 682,555
Collateralized:		
Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name	12,138,948	13,138,691
Total Deposits	<u>\$ 12,713,038</u>	<u>\$ 13,821,246</u>

The above total deposits do not include cash on hand of \$1,468.

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

**NOTE 3: Legal or Contractual Provisions for Deposits and Investments**

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

**NOTE 4: Accounts Receivable**

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
State aid	\$ 1,600		\$ 5,157
Federal aid			7,745
Property taxes	12,876	\$ 71	844
Fines, forfeitures, and costs	15,995		4,789
Interest	2,163	988	2,786
Officers' fees	1,042		18,715
911 fees			6,262
Jail fees	36,410		
Treasurer's commission			21,768
Collector's commission			44,619
Other	16,463	749	2,361
Treasurer's commission charged		12,179	14,193
Totals	<u>\$ 86,549</u>	<u>\$ 13,987</u>	<u>\$ 129,239</u>

**NOTE 5: Accounts Payable**

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 152,955</u>	<u>\$ 26,032</u>	<u>\$ 41,455</u>



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

**NOTE 6: Details of Fund Balance Classifications**

Fund balance classifications at December 31, 2022, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances:			
Restricted for:			
General government			\$ 2,715,892
Law enforcement			528,163
Highways and streets		\$ 1,826,226	1,439,404
Public safety			345,795
Health	\$ 569,918		
Recreation and culture			424,322
Total Restricted	<u>569,918</u>	<u>1,826,226</u>	<u>5,453,576</u>
Assigned to:			
General government			3,235
Law enforcement	692,150		2,677
Public safety			3,609
Total Assigned	<u>692,150</u>		<u>9,521</u>
Unassigned	<u>3,806,090</u>		<u>(2,242)</u>
Totals	<u>\$ 5,068,158</u>	<u>\$ 1,826,226</u>	<u>\$ 5,460,855</u>

**NOTE 7: Deficit Fund Balances**

The following funds have deficit fund balances as of December 31, 2022:

	December 31, 2022
Other Funds in the Aggregate:	
Special Revenue Funds:	
Indigent Criminal Defense	\$ (294)
Bulletproof Vest Grant	<u>(1,948)</u>
Total	<u>\$ (2,242)</u>

**NOTE 8: Legal Debt Limit**

A. Property Tax Secured Bonded Debt

The County is subject to a constitutional limitation for bonded indebtedness equal to 10% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. At December 31, 2022, the legal debt limit for bonded debt was \$23,903,782. There were no property tax secured bond issues.

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

**NOTE 8: Legal Debt Limit (Continued)**

B. Short-term Financing Obligations

The County is subject to a constitutional limitation for short-term financing obligations equal to 2.5% of the assessed value of taxable property within the County as determined by the last tax assessment. At December 31, 2022, the legal debt limit for short-term financing obligations was \$7,051,026. There were no short-term financing obligations.

**NOTE 9: Commitments**

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

	December 31, 2022
Long-term liabilities	\$ 231,466
Reappraisal contract	42,714
Construction contract	432,185
	<hr/>
Total Commitments	<u>\$ 706,365</u>

Long-term Liabilities

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

	December 31, 2022
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	<u>\$ 231,466</u>

Post Employment Benefits Other Than Pensions

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

County-Wide Reappraisal Contract

The County entered into a contract with CAMA Technology, Inc., on March 14, 2022, for a county-wide reappraisal. The County is obligated for 21 monthly payments of \$3,286 for a total of \$69,000 beginning May 1, 2022. Contract expense for 2022, was \$26,286.

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

Year	December 31, 2022
2023	<u>\$ 42,714</u>

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

**NOTE 9: Commitments (Continued)**

Construction Contract

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

<u>Project Name</u>	<u>Completed</u>	<u>Contract Balance December 31, 2022</u>
Jail renovation	March 27, 2023	\$ 432,185

**NOTE 10: Interfund Transfers**

The General Fund transferred \$58,458 to Other Funds in the Aggregate. This amount represented supplemental funding to the Victim/Witness Fund; Bulletproof Vest Grant Fund; Stop Violence against Women Act Grant; and Drug Task Force in the amounts of \$15,419, \$3,400, \$17,139, and \$22,500, respectively.

**NOTE 11: Prior Year Restatement**

The beginning fund balance for Other Funds in the Aggregate increased by \$299,771 to include the fund balance of the Drug Task Force account and Regional Library bank account. The prior year audit treated the Drug Task Force as a custodial fund, and the Regional Library bank account was not included under the County Library Fund.

**NOTE 12: Joint Ventures**

Ouachita Mountains Regional Library

Polk and Montgomery Counties entered into an agreement on March 23, 2010, in accordance with Ark. Code Ann. § 13-2-401 to establish the Ouachita Mountains Regional Library (OMRL). The agreement states the OMRL is to be governed by a six-member board consisting of three members from the Polk County Library Board and three members from the Montgomery County Library Board. The agreement states that on a per capita revenue received by the OMRL from the Arkansas State Library is prorated to the member county Library Boards on a per capita basis. Each member board contributes 10% of these revenues to the OMRL. The County Library did not pay any regional library expenditures in 2022. Separate financial statements of the Ouachita Mountains Regional Library are available at 145A Whittington Street, Mt. Ida, Arkansas 71957.

Eighteenth-West Judicial District Drug Crime Task Force

The Eighteenth-West Judicial District Drug Crime Task Force was established under the provisions of the Anti-drug Act of 1988 and Memorandum of Understanding agreements approved each grant year. The Drug Task Force governing body consists of the Eighteenth-West Judicial District Prosecuting Attorney, Polk County Sheriff, Montgomery County Sheriff, and the Mena Police Department. The term of the agreement is for the period July 1, 2022 to June 30, 2023. The agreement states that each member will contribute \$15,000 annually. In 2022, Polk County contributed the required \$15,000 for the Polk County Sheriff and \$7,500 of the Prosecuting Attorney's required contribution.

**NOTE 13: Jointly Governed Organization**

Upper Southwest Arkansas Regional Solid Waste Management District

The Upper Southwest Arkansas Regional Solid Waste Management District (USWARSWMD) is a jointly governed organization comprised of representatives from Howard, Pike, Sevier, Little River, Hempstead, Lafayette, Montgomery, Nevada, and Polk Counties and the participating cities within the aforementioned counties. The District is governed by a Board of Directors consisting of the respective county judges and mayors of the county seats for the area served unless some other representatives are appointed by the respective entity. The County did not make any payment to or on behalf of USWARSWMD in 2022. Separate audited financial statements of the Upper Southwest Arkansas Regional Solid Waste Management District are available at [www.arklegaudit.gov](http://www.arklegaudit.gov).

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

**NOTE 14: 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.

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.

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

**NOTE 15: 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 5.25% of their salary. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2022, (date of APERS Employer Allocation Report) were \$590,318.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the County's share of the collective net pension liability. The County's proportionate share of the collective net pension liability at June 30, 2022, (actuarial valuation date and measurement date) was \$4,970,542.

**NOTE 16: 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). The County was awarded \$3,877,773 in federal aid from the American Rescue Plan Act of 2021, and as of the report date, all of this amount has been received. In 2022, the County was awarded \$1,646,078 in federal aid from the Local Assistance and Tribal Consistency Fund, which was a part of the American Rescue Plan Act of 2021. In 2022 and 2023, the County received funds in the amount of \$823,039 and \$823,039, respectively. The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain.

**NOTE 17: Employee Self-Insured Benefit Plan**

The County participates in an Employee Self-Insured Benefit Plan. The county is required to maintain a Benefit plan account which will be sufficient at all times to fund plan benefits and plan-related expenses. Insurance premiums collected represent payroll deductions for spouse and dependent coverage premiums collected, and cobra payments received. Health insurance claims administered by Assured Benefits Administrators were paid from this account. As of December 31, 2022, the balance in this account was \$569,918 and is reflected in the financial statements as the General Fund's restricted fund balance.

**NOTE 18: Federal Funds Program Compliance**

The County has not yet received the report for the audit of federal grants in accordance with federal program requirements and therefore, any instances of noncompliance with federal grant requirements have not been determined. However, a federal compliance audit is currently being conducted. Disbursements that are not in accordance with federal program requirements are subject to reimbursement by the County.

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

Schedule 1

SPECIAL REVENUE FUNDS

	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Library	Reappraisal Cost	Child Support Cost
ASSETS									
Cash and cash equivalents	\$ 82,913	\$ 106,431	\$ 13,591	\$ 46,212	\$ 8,221	\$ 343,667	\$ 424,522	\$ 9,077	\$ 4,191
Accounts receivable	21,817	44,682	863	67	889	18,939	1,525	4	9
TOTAL ASSETS	<u>\$ 104,730</u>	<u>\$ 151,113</u>	<u>\$ 14,454</u>	<u>\$ 46,279</u>	<u>\$ 9,110</u>	<u>\$ 362,606</u>	<u>\$ 426,047</u>	<u>\$ 9,081</u>	<u>\$ 4,200</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable						\$ 441	\$ 1,725	\$ 32	
Settlements pending									
Total Liabilities						<u>441</u>	<u>1,725</u>	<u>32</u>	
Fund Balances:									
Restricted	\$ 104,730	\$ 151,113	\$ 14,454	\$ 46,279	\$ 9,110	362,165	424,322	5,814	\$ 4,200
Assigned								3,235	
Unassigned									
Total Fund Balances	<u>104,730</u>	<u>151,113</u>	<u>14,454</u>	<u>46,279</u>	<u>9,110</u>	<u>362,165</u>	<u>424,322</u>	<u>9,049</u>	<u>4,200</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 104,730</u>	<u>\$ 151,113</u>	<u>\$ 14,454</u>	<u>\$ 46,279</u>	<u>\$ 9,110</u>	<u>\$ 362,606</u>	<u>\$ 426,047</u>	<u>\$ 9,081</u>	<u>\$ 4,200</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS								
	Drug Control	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Victim/Witness	Indigent Criminal Defense	Adult Drug Court
ASSETS									
Cash and cash equivalents	\$ 10,538	\$ 10,152	\$ 16,258	\$ 80,576	\$ 14,311	\$ 325,851	\$ 44,422	\$ (392)	\$ 11,023
Accounts receivable	7	71	10	676	8	8,130	2,670	586	1,196
TOTAL ASSETS	<u>\$ 10,545</u>	<u>\$ 10,223</u>	<u>\$ 16,268</u>	<u>\$ 81,252</u>	<u>\$ 14,319</u>	<u>\$ 333,981</u>	<u>\$ 47,092</u>	<u>\$ 194</u>	<u>\$ 12,219</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable						\$ 708		\$ 488	\$ 364
Settlements pending									
Total Liabilities						<u>708</u>		<u>488</u>	<u>364</u>
Fund Balances:									
Restricted	\$ 10,545	\$ 10,223	\$ 16,268	\$ 81,252	\$ 14,319	329,664	\$ 47,092		11,855
Assigned						3,609			
Unassigned								(294)	
Total Fund Balances	<u>10,545</u>	<u>10,223</u>	<u>16,268</u>	<u>81,252</u>	<u>14,319</u>	<u>333,273</u>	<u>47,092</u>	<u>(294)</u>	<u>11,855</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 10,545</u>	<u>\$ 10,223</u>	<u>\$ 16,268</u>	<u>\$ 81,252</u>	<u>\$ 14,319</u>	<u>\$ 333,981</u>	<u>\$ 47,092</u>	<u>\$ 194</u>	<u>\$ 12,219</u>

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

Schedule 1

	SPECIAL REVENUE FUNDS								
	Juvenile Probation Fee	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	Federal Forfeiture	Road Improvement Sales Tax	Office of Emergency Management Safety Day Program	Law Enforcement Block Grant	Bulletproof Vest Grant	Homeland Security Grant
ASSETS									
Cash and cash equivalents	\$ 17,856	\$ 3,360	\$ 4,783	\$ 691	\$ 1,463,775	\$ 1,039	\$ 8,963	\$ (1,948)	\$ 772
Accounts receivable	14	4			12,864	1			
TOTAL ASSETS	<u>\$ 17,870</u>	<u>\$ 3,364</u>	<u>\$ 4,783</u>	<u>\$ 691</u>	<u>\$ 1,476,639</u>	<u>\$ 1,040</u>	<u>\$ 8,963</u>	<u>\$ (1,948)</u>	<u>\$ 772</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable					\$ 37,235				
Settlements pending									
Total Liabilities					<u>37,235</u>				
Fund Balances:									
Restricted	\$ 17,870	\$ 3,364	\$ 4,783	\$ 691	1,439,404	\$ 1,040	\$ 8,963		\$ 772
Assigned									
Unassigned								\$ (1,948)	
Total Fund Balances	<u>17,870</u>	<u>3,364</u>	<u>4,783</u>	<u>691</u>	<u>1,439,404</u>	<u>1,040</u>	<u>8,963</u>	<u>(1,948)</u>	<u>772</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 17,870</u>	<u>\$ 3,364</u>	<u>\$ 4,783</u>	<u>\$ 691</u>	<u>\$ 1,476,639</u>	<u>\$ 1,040</u>	<u>\$ 8,963</u>	<u>\$ (1,948)</u>	<u>\$ 772</u>



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

Schedule 1

SPECIAL REVENUE FUNDS

	Stop Violence Against Women Act Grant	Courthouse Improvement Grant	Communication Facility and Equipment	Juvenile Court Representation	American Rescue Plan Act	Law Library	Public Safety Equipment Grant	Drug Task Force
ASSETS								
Cash and cash equivalents	\$ (5,068)	\$ 82	\$ 18,348	\$ 148	\$ 2,023,007	\$ 53,709		\$ 231,990
Accounts receivable	<u>7,745</u>			<u>60</u>	<u>1,245</u>		<u>\$ 5,157</u>	
TOTAL ASSETS	<u>\$ 2,677</u>	<u>\$ 82</u>	<u>\$ 18,348</u>	<u>\$ 208</u>	<u>\$ 2,024,252</u>	<u>\$ 53,709</u>	<u>\$ 5,157</u>	<u>\$ 231,990</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable						\$ 70		\$ 392
Settlements pending								
Total Liabilities						<u>70</u>		<u>392</u>
Fund Balances:								
Restricted		\$ 82	\$ 18,348	\$ 208	\$ 2,024,252	53,639	\$ 5,157	231,598
Assigned	\$ 2,677							
Unassigned								
Total Fund Balances	<u>2,677</u>	<u>82</u>	<u>18,348</u>	<u>208</u>	<u>2,024,252</u>	<u>53,639</u>	<u>5,157</u>	<u>231,598</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,677</u>	<u>\$ 82</u>	<u>\$ 18,348</u>	<u>\$ 208</u>	<u>\$ 2,024,252</u>	<u>\$ 53,709</u>	<u>\$ 5,157</u>	<u>\$ 231,990</u>

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

Schedule 1

	CUSTODIAL FUNDS					
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Totals
ASSETS						
Cash and cash equivalents	\$ 18,087	\$ 1	\$ 40,837	\$ 55,543	\$ 13,504	\$ 5,501,043
Accounts receivable						129,239
<b>TOTAL ASSETS</b>	<b>\$ 18,087</b>	<b>\$ 1</b>	<b>\$ 40,837</b>	<b>\$ 55,543</b>	<b>\$ 13,504</b>	<b>\$ 5,630,282</b>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable						\$ 41,455
Settlements pending	\$ 18,087	\$ 1	\$ 40,837	\$ 55,543	\$ 13,504	127,972
<b>Total Liabilities</b>	<b>18,087</b>	<b>1</b>	<b>40,837</b>	<b>55,543</b>	<b>13,504</b>	<b>169,427</b>
Fund Balances:						
Restricted						5,453,576
Assigned						9,521
Unassigned						(2,242)
<b>Total Fund Balances</b>						<b>5,460,855</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 18,087</b>	<b>\$ 1</b>	<b>\$ 40,837</b>	<b>\$ 55,543</b>	<b>\$ 13,504</b>	<b>\$ 5,630,282</b>

POLK COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS						
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Library Reappraisal Cost
REVENUES							
State aid				\$ 7,689			\$ 16,739
Federal aid							
Property taxes							90,102
Sales taxes							
Fines, forfeitures, and costs			\$ 6,032				
Interest	\$ 339	\$ 414	48	177	\$ 21	\$ 1,258	1,098
Officers' fees					11,106	166,881	
911 fees							16
Treasurer's commission	21,768						
Collector's commission		44,619					
Other	2					955	49,360
TOTAL REVENUES	22,109	45,033	6,080	7,866	11,127	169,094	157,299
Less: Treasurer's commission			82	114	169	2,462	1,588
NET REVENUES	22,109	45,033	5,998	7,752	10,958	166,632	155,711
EXPENDITURES							
Current:							
General government	9,632	19,344			7,636	131,846	117,375
Law enforcement			1,749				
Highways and streets							
Public safety							
Health							
Recreation and culture							161,751
TOTAL EXPENDITURES	9,632	19,344	1,749		7,636	131,846	161,751
EXCESS OF REVENUES OVER (UNDER)							
EXPENDITURES	12,477	25,689	4,249	7,752	3,322	34,786	(6,040)
OTHER FINANCING SOURCES (USES)							
Transfers in							
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)							
EXPENDITURES AND OTHER USES	12,477	25,689	4,249	7,752	3,322	34,786	(6,040)
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	92,253	125,424	10,205	38,527	5,788	327,379	343,300
Restatement adjustment (Note 11)							87,062
FUND BALANCES - JANUARY 1, AS RESTATED	92,253	125,424	10,205	38,527	5,788	327,379	430,362
FUND BALANCES - DECEMBER 31	\$ 104,730	\$ 151,113	\$ 14,454	\$ 46,279	\$ 9,110	\$ 362,165	\$ 424,322

POLK COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS							
	Child Support Cost	Drug Control	Breathalyzer	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Victim/Witness
REVENUES								
State aid						\$ 1,474		
Federal aid								\$ 51,862
Property taxes								
Sales taxes								
Fines, forfeitures, and costs		\$ 16,544	\$ 777		\$ 9,781			19,796
Interest	\$ 16	36	38	\$ 63	297	45	\$ 1,186	210
Officers' fees	1,224							
911 fees							357,948	
Treasurer's commission								
Collector's commission								
Other		118					359	8,165
TOTAL REVENUES	1,240	16,698	815	63	10,078	1,519	359,493	80,033
Less: Treasurer's commission	18	2			146	22	4,900	
NET REVENUES	1,222	16,696	815	63	9,932	1,497	354,593	80,033
EXPENDITURES								
Current:								
General government	368							
Law enforcement		8,840						106,761
Highways and streets								
Public safety							331,077	
Health								
Recreation and culture								
TOTAL EXPENDITURES	368	8,840					331,077	106,761
EXCESS OF REVENUES OVER (UNDER)								
EXPENDITURES	854	7,856	815	63	9,932	1,497	23,516	(26,728)
OTHER FINANCING SOURCES (USES)								
Transfers in								15,419
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)								
EXPENDITURES AND OTHER USES	854	7,856	815	63	9,932	1,497	23,516	(11,309)
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	3,346	2,689	9,408	16,205	71,320	12,822	309,757	58,401
Restatement adjustment (Note 11)								
FUND BALANCES - JANUARY 1, AS RESTATED	3,346	2,689	9,408	16,205	71,320	12,822	309,757	58,401
FUND BALANCES - DECEMBER 31	\$ 4,200	\$ 10,545	\$ 10,223	\$ 16,268	\$ 81,252	\$ 14,319	\$ 333,273	\$ 47,092

POLK COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS							
	Indigent Criminal Defense	Adult Drug Court	Juvenile Probation Fee	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	Federal Forfeiture	Road Improvement Sales Tax	Office of Emergency Management Safety Day Program
REVENUES								
State aid	\$ 1,509							
Federal aid								
Property taxes					\$ 723			
Sales taxes							\$ 2,099,950	
Fines, forfeitures, and costs	6,936	\$ 7,318	\$ 715					
Interest	7	51	67	\$ 12	14	\$ 2	4,998	\$ 4
Officers' fees				391				
911 fees								
Treasurer's commission								
Collector's commission								
Other							14,726	
TOTAL REVENUES	8,452	7,369	782	403	737	2	2,119,674	4
Less: Treasurer's commission	22	96	12	6			31,400	
NET REVENUES	8,430	7,273	770	397	737	2	2,088,274	4
EXPENDITURES								
Current:								
General government								
Law enforcement	12,987	9,326						
Highways and streets							1,896,613	
Public safety								
Health								
Recreation and culture								
TOTAL EXPENDITURES	12,987	9,326					1,896,613	
EXCESS OF REVENUES OVER (UNDER)								
EXPENDITURES	(4,557)	(2,053)	770	397	737	2	191,661	4
OTHER FINANCING SOURCES (USES)								
Transfers in								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)								
EXPENDITURES AND OTHER USES	(4,557)	(2,053)	770	397	737	2	191,661	4
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	4,263	13,908	17,100	2,967	4,046	689	1,247,743	1,036
Restatement adjustment (Note 11)								
FUND BALANCES - JANUARY 1, AS RESTATED	4,263	13,908	17,100	2,967	4,046	689	1,247,743	1,036
FUND BALANCES - DECEMBER 31	\$ (294)	\$ 11,855	\$ 17,870	\$ 3,364	\$ 4,783	\$ 691	\$ 1,439,404	\$ 1,040

POLK COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS							
	Law Enforcement Block Grant	Bulletproof Vest Grant	Mena Hospital Grant	Homeland Security Grant	Stop Violence Against Women Act Grant	Courthouse Improvement Grant	Communication Facility and Equipment	Juvenile Court Representation
REVENUES								
State aid					\$ 5,383			
Federal aid		\$ 487	\$ 2,000		44,610			
Property taxes								
Sales taxes								
Fines, forfeitures, and costs								\$ 130
Interest								
Officers' fees							\$ 16,815	
911 fees								
Treasurer's commission								
Collector's commission								
Other					105		1,998	
TOTAL REVENUES		487	2,000		50,098		18,813	130
Less: Treasurer's commission								1
NET REVENUES		487	2,000		50,098		18,813	129
EXPENDITURES								
Current:								
General government								
Law enforcement		2,467			70,995		13,895	
Highways and streets								
Public safety								
Health			2,000					
Recreation and culture								
TOTAL EXPENDITURES		2,467	2,000		70,995		13,895	
EXCESS OF REVENUES OVER (UNDER)								
EXPENDITURES		(1,980)			(20,897)		4,918	129
OTHER FINANCING SOURCES (USES)								
Transfers in		3,400			17,139			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)								
EXPENDITURES AND OTHER USES		1,420			(3,758)		4,918	129
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	\$ 8,963	(3,368)		\$ 772	6,435	\$ 82	13,430	79
Restatement adjustment (Note 11)								
FUND BALANCES - JANUARY 1, AS RESTATED	8,963	(3,368)		772	6,435	82	13,430	79
FUND BALANCES - DECEMBER 31	\$ 8,963	\$ (1,948)	\$ 0	\$ 772	\$ 2,677	\$ 82	\$ 18,348	\$ 208

POLK COUNTY, ARKANSAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - OTHER FUNDS IN THE AGGREGATE -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Schedule 2

	SPECIAL REVENUE FUNDS				
	American Rescue Plan Act	Law Library	Department of Public Safety - Public Safety Equipment Grant	Drug Task Force	Totals
REVENUES					
State aid			\$ 5,157	\$ 5,383	\$ 166,507
Federal aid	\$ 1,938,886			110,594	2,148,439
Property taxes					90,825
Sales taxes					2,099,950
Fines, forfeitures, and costs		\$ 9,483			77,512
Interest	8,416	175			19,008
Officers' fees					196,417
911 fees					357,948
Treasurer's commission					21,768
Collector's commission					44,619
Other					75,788
<b>TOTAL REVENUES</b>	<b>1,947,302</b>	<b>9,658</b>	<b>5,157</b>	<b>115,977</b>	<b>5,298,781</b>
Less: Treasurer's commission					41,040
<b>NET REVENUES</b>	<b>1,947,302</b>	<b>9,658</b>	<b>5,157</b>	<b>115,977</b>	<b>5,257,741</b>
EXPENDITURES					
Current:					
General government	445,737				731,938
Law enforcement	929,702	2,050		119,588	1,278,360
Highways and streets					1,896,613
Public safety					331,077
Health					2,000
Recreation and culture	13				161,764
<b>TOTAL EXPENDITURES</b>	<b>1,375,452</b>	<b>2,050</b>		<b>119,588</b>	<b>4,401,752</b>
<b>EXCESS OF REVENUES OVER (UNDER)</b>					
<b>EXPENDITURES</b>	<b>571,850</b>	<b>7,608</b>	<b>5,157</b>	<b>(3,611)</b>	<b>855,989</b>
OTHER FINANCING SOURCES (USES)					
Transfers in				22,500	58,458
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)</b>					
<b>EXPENDITURES AND OTHER USES</b>	<b>571,850</b>	<b>7,608</b>	<b>5,157</b>	<b>18,889</b>	<b>914,447</b>
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	1,452,402	46,031			4,246,637
Restatement adjustment (Note 11)				212,709	299,771
FUND BALANCES - JANUARY 1, AS RESTATED	1,452,402	46,031		212,709	4,546,408
FUND BALANCES - DECEMBER 31	\$ 2,024,252	\$ 53,639	\$ 5,157	\$ 231,598	\$ 5,460,855

POLK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10 % of Treasurer's gross commissions to operate the Treasurer's office, administrative costs, and to purchase, maintain and operate an automated 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, administrative costs, and to purchase, maintain and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive installment fees of 1/2 of \$5 per month on each person making time payments on court fines to be used for court related technology.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that one percent (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. Also, Ark. Code Ann. § 16-20-407 established a \$2 marriage license fee collected by the County Clerk to be used for the operation of the office of the county clerk.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive fees collected by Circuit Clerks to be used for automated record systems and any legitimate county purpose.
County Library	Ark. Code Ann. § 13-2-404 established fund to receive property taxes, fees, fines, gifts, etc., to be used for the support, operation and maintenance of the county public library system.
Reappraisal Cost	Ark. Code Ann. § 26-26-1907 established fund to pay reappraisals of real property with revenue received from the State.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive County's share of asset forfeitures resulting from drug offense cases, must be used for law enforcement and prosecutorial purposes. Polk County Ordinance no. 2011-2 (February 23, 2011) established a drug enforcement fund (pursuant to Ark. Code Ann. § 14-21-201) to be administered by the Sheriff.
Breathalyzer	Ark. Code Ann. § 16-10-307 established the County administration of justice fund which continued to finance this fund used to purchase breathalyzer equipment and supplies for the Sheriff's Department.
Jail Operation and Maintenance	Ark. Code Ann. § 16-17-129 established fund to collect \$20 per case to defray cost of housing prisoners.



POLK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

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

<u>Fund Name</u>	<u>Fund Description</u>
County Detention Facility	Ark. Code Ann. § 12-41-505 established fund to receive a \$20 booking and administration fee assessed on persons convicted of a felony or Class A misdemeanor to be used exclusively for the maintenance, operation, and capital expenditures of a county jail or regional detention center.
Boating Safety	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating emergency rescue services within the County.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Victim/Witness	Ark. Code Ann. § 16-21-151 established fund to receive District Court costs levied to be used by the Prosecuting Attorney for operating the victims of crime program. Federal grants received from the United States Department of Justice to be used for Victims of Crime and Victims of Crime - Stop Violence Against Women Act programs operated by the Prosecuting Attorney.
Indigent Criminal Defense	Ark. Code Ann. § 14-20-102 established fund to receive funds distributed in accordance with Ark. Code Ann. § 16-10-307 to be used to pay reasonable and necessary costs incurred in the defense and representation of indigent persons. Ark. Code Ann. § 17-19-301 authorized a bail bond fee of twenty dollars (\$20) to be collected, which shall all be remitted to the Arkansas Public Defender Commission. Three dollars (\$3) of each fee is remitted back to the County quarterly to be used to defray the operating expenses of the public defender office.
Adult Drug Court	Ark. Code Ann. § 16-98-304 established fund to receive fees collected by the Circuit Clerk to be used for the operation of the Drug Court program.
Juvenile Probation Fee	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to collect juvenile fees and 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.
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201 established fund to receive the 50 cent assessor's fee collected on delinquent taxes to help pay for the expense of assessing property.
Federal Forfeiture	Funds received from United States Adoptive Seizure Program for County's share of proceeds from sale of seized property from federal drug cases to be used for law enforcement purposes.

POLK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

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

<u>Fund Name</u>	<u>Fund Description</u>
Road Improvement Sales Tax	Polk County Ordinance no. 2007-4 (March 13, 2007) established fund to receive revenue from a county-wide sales tax for financing the maintenance and improvement of roads and bridges within the County, including related drainage improvements and the acquisition of road equipment.
Office of Emergency Management Safety Day Program	Established in 2008 with donations from local merchants. Funds to be used on the Office of Emergency Management Safety Day Project.
Law Enforcement Block Grant	Federal funds received from a Local Law Enforcement Block Grant from the Department of Justice passed through the Arkansas Department of Finance and Administration Office of Intergovernmental Services.
Bulletproof Vest Grant	Federal grant received from United States Department of Justice, Bulletproof Vest Partnership Grant Program for the purpose of purchasing bulletproof vests for law enforcement officers.
Mena Hospital Grant	Established to account for federal grant received from Arkansas Economic Development Commission on behalf of the United States Department of Housing and Urban Development for the purpose of supplementing Mena Regional Health System's additional operating costs during COVID-19.
Homeland Security Grant	Established to account for federal grants received through the Arkansas Department of Emergency Management for Homeland Security and Law Enforcement Terrorism Prevention Program for the purpose of purchasing equipment.
Stop Violence Against Women Act Grant	Federal grants received from the US Department of Justice through the Arkansas Department of Finance and Administration for law enforcement expenses relating to crimes against women.
Courthouse Improvement Grant	Established to account for grant received from the Arkansas Historic Preservation Program, an agency of the Department of Finance and Administration for a comprehensive condition assessment and historic structure report. Additionally, a state grant received from the General Improvement Fund Department of Rural Services for the power washing and water sealing of the courthouse exterior.
Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of Sheriff's fees collected and phone commission funds to be used for communications equipment and repair and to train operations staff.
Juvenile Court Representation	Ark. Code Ann. § 9-27-316 established fund to collect fees and costs to offset expenses of juvenile cases.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLFR), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.

POLK COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2022

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

<u>Fund Name</u>	<u>Fund Description</u>
Law Library	Ark. Code Ann. §§ 16-23-101 - 105 established to receive costs levied on criminal and civil cases to be used for any purpose related to the establishment, maintenance, and operations of a county law library.
Department of Public Safety -Public Safety Equipment Grant	Ark. Code Ann. § 12-1-103 established fund to account for a grant received from the Arkansas Public Safety Equipment Grant Program for the purchase of law enforcement equipment aiding in improving trust and relationships between law enforcement and their communities.
Drug Task Force	Ark. Code Ann. §§ 12-17-101 - 107 created the State Drug Crime Enforcement and Prosecution Grant Fund for the purpose of funding state grant awards for multi-jurisdictional drug crime task forces to investigate and prosecute drug crimes.

Treasurer's accounts consist primarily of property taxes, employee insurance, and interest not distributed to the appropriate agencies.

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

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

County Clerk's accounts consist primarily of trust money.

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

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

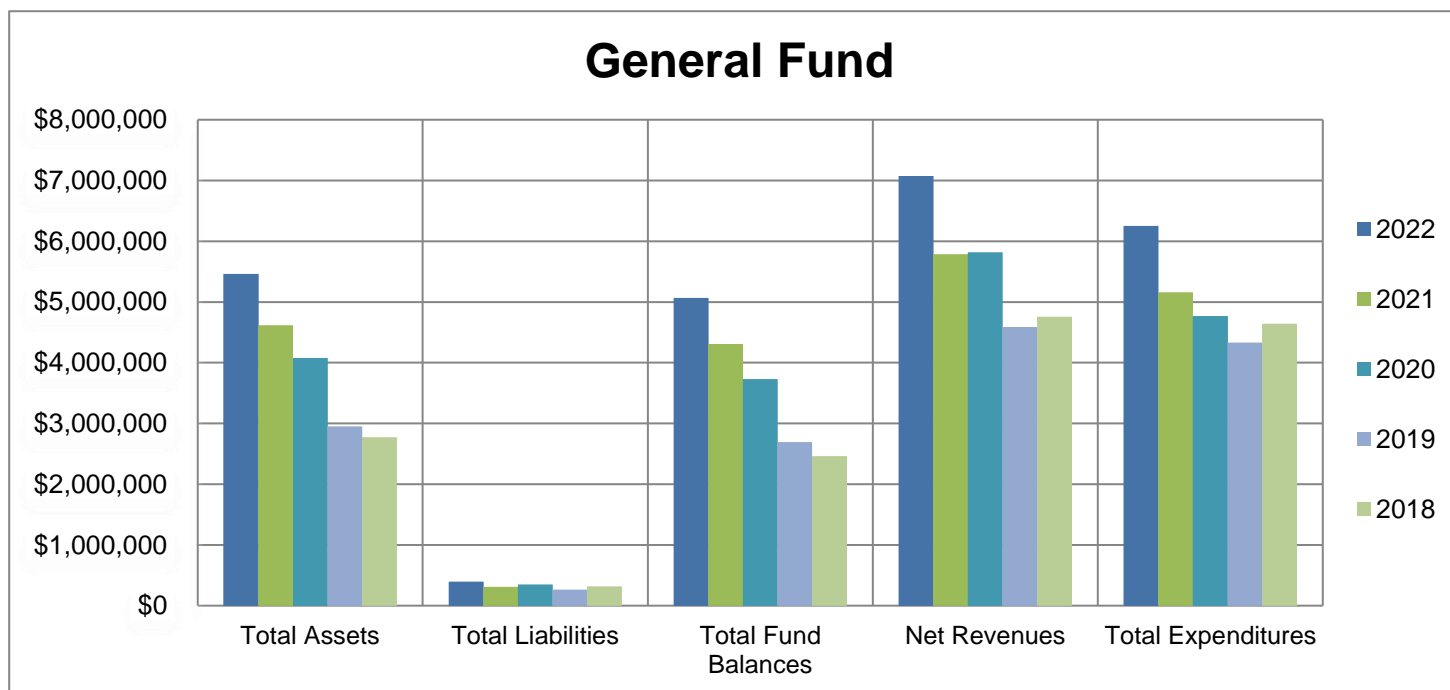
Schedule 3

	December 31, 2022
Land and buildings	\$ 3,336,600
Construction in progress	2,312,705
Equipment	<u>9,767,790</u>
Total	<u><u>\$ 15,417,095</u></u>

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

Schedule 4-1

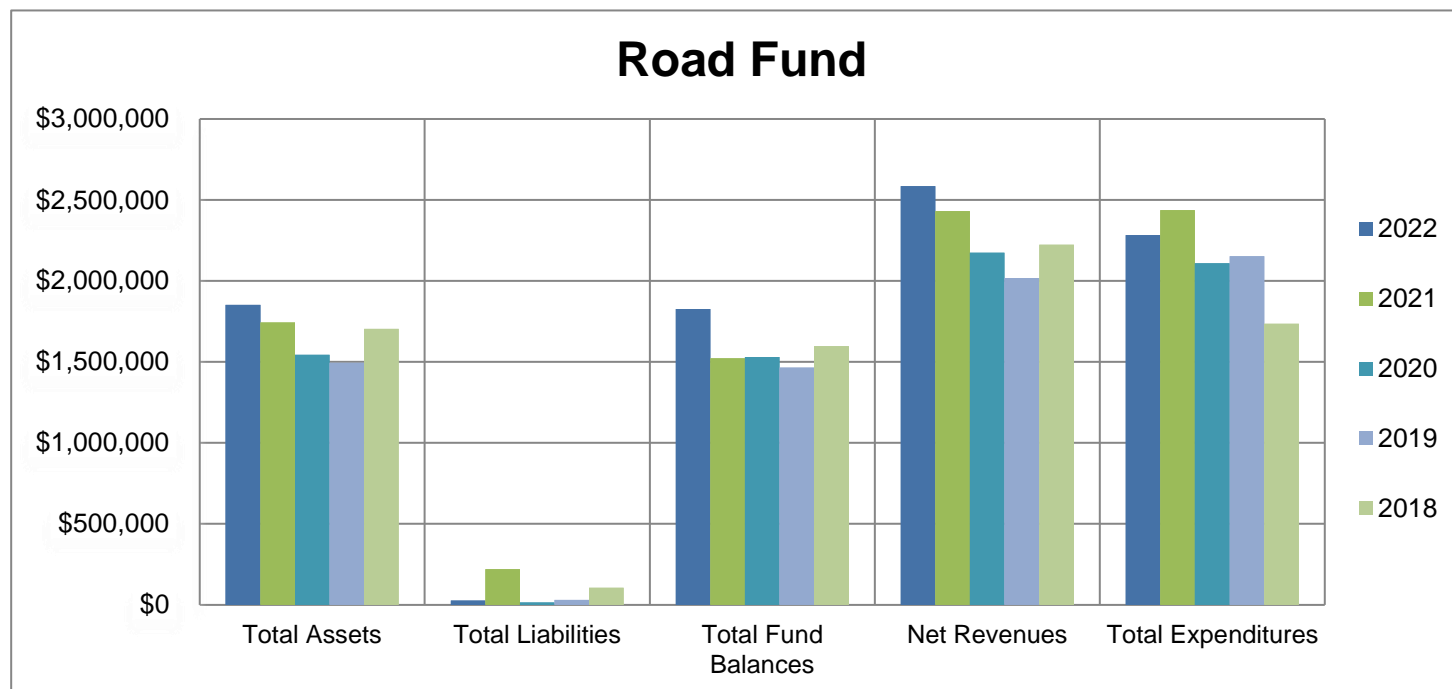
<b>General</b>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Assets	\$ 5,461,741	\$ 4,611,291	\$ 4,073,275	\$ 2,947,349	\$ 2,770,196
Total Liabilities	393,583	305,888	345,952	258,952	311,915
Total Fund Balances	5,068,158	4,305,403	3,727,323	2,688,397	2,458,281
Net Revenues	7,071,256	5,781,496	5,811,457	4,587,624	4,756,877
Total Expenditures	6,250,043	5,156,239	4,763,875	4,327,840	4,640,619
Total Other Financing Sources/Uses	(58,458)	(47,177)	(8,656)	(29,668)	(30,040)



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

Schedule 4-2

<b>Road</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Total Assets	\$ 1,852,258	\$ 1,743,047	\$ 1,544,385	\$ 1,494,370	\$ 1,703,861
Total Liabilities	26,032	220,068	14,904	30,016	105,535
Total Fund Balances	1,826,226	1,522,979	1,529,481	1,464,354	1,598,326
Net Revenues	2,585,937	2,431,195	2,174,156	2,017,992	2,223,787
Total Expenditures	2,282,690	2,437,697	2,109,029	2,151,964	1,735,922



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

Schedule 4-3

<b><u>Other Funds in the Aggregate</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
Total Assets	\$ 5,630,282	\$ 4,639,066	\$ 4,086,207	\$ 3,262,130	\$ 3,211,548
Total Liabilities	169,427	392,429	397,773	290,154	237,932
Total Fund Balances	5,460,855	4,246,637	3,688,434	2,971,976	2,973,616
Net Revenues	5,257,741	5,127,004	3,511,367	2,276,718	2,580,686
Total Expenditures	4,401,752	4,653,268	2,803,565	2,308,026	2,207,430
Total Other Financing Sources/Uses	58,458	47,177	8,656	29,668	30,040

