

Sharp County, Arkansas

Financial and Compliance Report

December 31, 2024

LEGISLATIVE JOINT AUDITING COMMITTEE



SHARP COUNTY, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

Financial and Compliance Report

REGULATORY BASIS FINANCIAL STATEMENTS

	<u>Exhibit</u>
Balance Sheet – Regulatory Basis (Unaudited)	A
Statement of Revenues, Expenditures, and Changes in Fund Balances – Regulatory Basis (Unaudited)	B
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Road Funds – Regulatory Basis (Unaudited)	C

SUPPLEMENTARY INFORMATION

	<u>Schedule</u>
Combining Balance Sheet – Other Funds in the Aggregate – Regulatory Basis (Unaudited)	1
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Funds in the Aggregate – Regulatory Basis (Unaudited)	2
Notes to Schedules 1 and 2 (Unaudited)	
Other General Information (Unaudited)	
Schedule of Selected Information for the Last Five Years – General Fund - Regulatory Basis (Unaudited)	3-1
Schedule of Selected Information for the Last Five Years – Road Fund - Regulatory Basis (Unaudited)	3-2
Schedule of Selected Information for the Last Five Years – Other Funds in the Aggregate - Regulatory Basis (Unaudited)	3-3

Arkansas

Sen. 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

Financial and Compliance Report

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

A priority of Arkansas Legislative Audit is to assist county government officials by promoting sound financial management and accountability of government resources. The Legislative Auditor reports on the fiscal affairs of county governments, as well as compliance with relevant state laws and observance of good business practices to provide accountability for tax dollars expended to support government operations.

We have performed certain limited procedures with respect to regulatory basis financial information and compliance with certain state laws and accepted accounting practices for Sharp County, Arkansas, as of and for the year ended December 31, 2024, and have issued our report thereon dated November 13, 2025. Management of the County is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

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

County Judge: Mark Counts
Treasurer: Wanda Girtman
Sheriff: Shane Russell
Tax Collector: Michelle Daggett
County/Circuit Clerk: Alisa Black
Assessor: Kathy Nix
County Librarian Hardy branch: Mindy Hardy (hired May 6, 2024)
Jennifer Royce (January 1, 2024 through April 3, 2024)
County Librarian Cave City branch: Jill Carr
County Librarian Evening Shade branch: Angela Haley
County Librarian Williford branch: Bernadine Hull
District Court Clerk: Jane Powell

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

Noncompliance with state law and accepted accounting practices was noted in the offices of **County Judge and Sheriff**.

County Judge and Sheriff

Competitive bids were not solicited or waived for purchases of IT equipment totaling \$92,747, in noncompliance with Ark. Code Ann. §§ 14-22-101 - 14-22-115.

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in dark ink, appearing to read "Kevin White", written over a horizontal line.

Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
November 13, 2025
LOCO06724

SHARP COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 3,064,011	\$ 3,442,886	\$ 6,531,833
Accounts receivable	183,830	47,605	130,185
	<u>3,247,841</u>	<u>3,490,491</u>	<u>6,662,018</u>
TOTAL ASSETS	<u>\$ 3,247,841</u>	<u>\$ 3,490,491</u>	<u>\$ 6,662,018</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 41,750	\$ 7,314	\$ 29,795
Settlements pending			1,392,903
Total Liabilities	<u>41,750</u>	<u>7,314</u>	<u>1,422,698</u>
Fund Balances:			
Restricted			4,820,091
Assigned	5,640	3,483,177	419,229
Unassigned	3,200,451		
Total Fund Balances	<u>3,206,091</u>	<u>3,483,177</u>	<u>5,239,320</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,247,841</u>	<u>\$ 3,490,491</u>	<u>\$ 6,662,018</u>

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

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

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 661,570	\$ 1,663,801	\$ 442,039
Federal aid	19,493	32,782	348,027
Property taxes	731,654	293,813	220,364
Sales taxes	921,955	614,636	2,437,405
Fines, forfeitures, and costs	333,105		60,397
Interest	120,356	145,353	195,334
Officers' fees	164,287		124,801
Jail fees	81,774		323,515
Insurance premiums collected	1,567		
911 fees			277,246
Jail phone commissions			52,590
Contributions from cities			53,000
Highland school resource officer reimbursement	149,021		
Grants			142,480
Treasurer's commission	151,795		19,654
Collector's commission	246,959		42,406
Taxes apportioned - Assessor's salary and expense	261,623	174	131
Other	181,926	175,974	18,148
TOTAL REVENUES	4,027,085	2,926,533	4,757,537
Less: Treasurer's commission	58,954	56,162	39,480
NET REVENUES	3,968,131	2,870,371	4,718,057
EXPENDITURES			
Current:			
General government	1,367,362		639,358
Law enforcement	1,977,182		1,724,475
Highways and streets		3,437,772	
Public safety	60,125		420,105
Health	15,198		
Recreation and culture	33,000		187,129
Social services	155,590		20,460
Total Current	3,608,457	3,437,772	2,991,527
Debt Service:			
Bond principal			1,485,000
Bond interest and other charges			134,550
TOTAL EXPENDITURES	3,608,457	3,437,772	4,611,077

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

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 359,674</u>	<u>\$ (567,401)</u>	<u>\$ 106,980</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2		47,000
Transfers out	(47,000)		(2)
Financed purchase proceeds		879,610	
TOTAL OTHER FINANCING SOURCES (USES)	<u>(46,998)</u>	<u>879,610</u>	<u>46,998</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	312,676	312,209	153,978
FUND BALANCES - JANUARY 1	<u>2,893,415</u>	<u>3,170,968</u>	<u>5,085,342</u>
FUND BALANCES - DECEMBER 31	<u><u>\$ 3,206,091</u></u>	<u><u>\$ 3,483,177</u></u>	<u><u>\$ 5,239,320</u></u>

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

SHARP 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
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 480,192	\$ 661,570	\$ 181,378	\$ 1,593,143	\$ 1,663,801	\$ 70,658
Federal aid		19,493	19,493		32,782	32,782
Property taxes	838,715	731,654	(107,061)	345,074	293,813	(51,261)
Sales taxes	921,954	921,955	1	614,636	614,636	0
Fines, forfeitures, and costs	328,256	333,105	4,849			
Interest	112,040	120,356	8,316	145,351	145,353	2
Officers' fees	160,692	164,287	3,595			
Jail fees	182,005	81,774	(100,231)			
Insurance premiums collected		1,567	1,567			
Highland school resource officer reimbursement		149,021	149,021			
Treasurer's commission	146,230	151,795	5,565			
Collector's commission	224,898	246,959	22,061			
Taxes apportioned - Assessor's salary and expense	248,000	261,623	13,623		174	174
Other	505,066	181,926	(323,140)	1,157,164	175,974	(981,190)
TOTAL REVENUES	4,148,048	4,027,085	(120,963)	3,855,368	2,926,533	(928,835)
Less: Treasurer's commission		58,954	(58,954)		56,162	(56,162)
NET REVENUES	4,148,048	3,968,131	(179,917)	3,855,368	2,870,371	(984,997)
EXPENDITURES						
Current:						
General government	1,641,349	1,367,362	273,987			
Law enforcement	2,012,709	1,977,182	35,527			
Highways and streets				4,057,713	3,437,772	619,941
Public safety	60,920	60,125	795			
Health	22,068	15,198	6,870			
Recreation and culture	18,000	33,000	(15,000)			
Social services	86,476	155,590	(69,114)			
TOTAL EXPENDITURES	3,841,522	3,608,457	233,065	4,057,713	3,437,772	619,941

SHARP 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
(UNAUDITED)

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 306,526	\$ 359,674	\$ 53,148	\$ (202,345)	\$ (567,401)	\$ (365,056)
OTHER FINANCING SOURCES (USES)						
Transfers in	268,110	2	(268,108)	82,203		(82,203)
Transfers out	(47,000)	(47,000)	0			
Financed purchase proceeds					879,610	879,610
TOTAL OTHER FINANCING SOURCES (USES)	221,110	(46,998)	(268,108)	82,203	879,610	797,407
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	527,636	312,676	(214,960)	(120,142)	312,209	432,351
FUND BALANCES - JANUARY 1	2,756,580	2,893,415	136,835	3,177,421	3,170,968	(6,453)
FUND BALANCES - DECEMBER 31	\$ 3,284,216	\$ 3,206,091	\$ (78,125)	\$ 3,057,279	\$ 3,483,177	\$ 425,898

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

SHARP COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

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 Library	County Clerk's Operating
ASSETS								
Cash and cash equivalents	\$ 25,504	\$ 241,596	\$ 11,352	\$ 3,150	\$ 9,283	\$ 370,036	\$ 400,961	\$ 5,623
Accounts receivable			370	825		9,356	3,431	14
TOTAL ASSETS	<u>\$ 25,504</u>	<u>\$ 241,596</u>	<u>\$ 11,722</u>	<u>\$ 3,975</u>	<u>\$ 9,283</u>	<u>\$ 379,392</u>	<u>\$ 404,392</u>	<u>\$ 5,637</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 29			\$ 29		\$ 986	\$ 2,449	
Settlements pending								
Total Liabilities	<u>29</u>			<u>29</u>		<u>986</u>	<u>2,449</u>	
Fund Balances:								
Restricted	25,475	\$ 241,596	\$ 11,722	3,946	\$ 9,283	378,406	401,943	\$ 5,637
Assigned								
Total Fund Balances	<u>25,475</u>	<u>241,596</u>	<u>11,722</u>	<u>3,946</u>	<u>9,283</u>	<u>378,406</u>	<u>401,943</u>	<u>5,637</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 25,504</u>	<u>\$ 241,596</u>	<u>\$ 11,722</u>	<u>\$ 3,975</u>	<u>\$ 9,283</u>	<u>\$ 379,392</u>	<u>\$ 404,392</u>	<u>\$ 5,637</u>

SHARP COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2024
 (UNAUDITED)

Schedule 1

SPECIAL REVENUE FUNDS								
	Property Reappraisal Cost	Child Support Collection Cost	Drug Control/Law Enforcement Forfeitures	Jail Operating and Maintenance Fees Act 209 of 2009	County Detention Facility	Boating Safety	Emergency 911/Central Dispatch	Public Defender
ASSETS								
Cash and cash equivalents	\$ 28,180	\$ 18,601	\$ 7,767	\$ 222,305	\$ 12,601	\$ 11,113	\$ 362,693	\$ 7,306
Accounts receivable				11,968	253		57,698	
TOTAL ASSETS	<u>\$ 28,180</u>	<u>\$ 18,601</u>	<u>\$ 7,767</u>	<u>\$ 234,273</u>	<u>\$ 12,854</u>	<u>\$ 11,113</u>	<u>\$ 420,391</u>	<u>\$ 7,306</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable				\$ 4,991	\$ 1,270		\$ 1,162	
Settlements pending								
Total Liabilities				<u>4,991</u>	<u>1,270</u>		<u>1,162</u>	
Fund Balances:								
Restricted	\$ 28,180	\$ 18,601	\$ 7,767	229,282	11,584	\$ 11,113		\$ 7,306
Assigned							419,229	
Total Fund Balances	<u>28,180</u>	<u>18,601</u>	<u>7,767</u>	<u>229,282</u>	<u>11,584</u>	<u>11,113</u>	<u>419,229</u>	<u>7,306</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 28,180</u>	<u>\$ 18,601</u>	<u>\$ 7,767</u>	<u>\$ 234,273</u>	<u>\$ 12,854</u>	<u>\$ 11,113</u>	<u>\$ 420,391</u>	<u>\$ 7,306</u>

SHARP COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2024
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS							
	District Court Adult Drug Test	Circuit Court Juvenile Division	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	Sheriff's Restitution Assessments	Emergency Management	Local Law Enforcement	Sheriff's K-9
ASSETS								
Cash and cash equivalents	\$ 5,610	\$ 32,930	\$ 5,847	\$ 4,996	\$ 42,567	\$ 3,985	\$ 42,094	\$ 2,497
Accounts receivable	50	855			510		1,082	
TOTAL ASSETS	<u>\$ 5,660</u>	<u>\$ 33,785</u>	<u>\$ 5,847</u>	<u>\$ 4,996</u>	<u>\$ 43,077</u>	<u>\$ 3,985</u>	<u>\$ 43,176</u>	<u>\$ 2,497</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 55
Settlements pending								
Total Liabilities								<u>55</u>
Fund Balances:								
Restricted	\$ 5,660	\$ 33,785	\$ 5,847	\$ 4,996	\$ 43,077	\$ 3,985	\$ 43,176	2,442
Assigned								
Total Fund Balances	<u>5,660</u>	<u>33,785</u>	<u>5,847</u>	<u>4,996</u>	<u>43,077</u>	<u>3,985</u>	<u>43,176</u>	<u>2,442</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,660</u>	<u>\$ 33,785</u>	<u>\$ 5,847</u>	<u>\$ 4,996</u>	<u>\$ 43,077</u>	<u>\$ 3,985</u>	<u>\$ 43,176</u>	<u>\$ 2,497</u>

SHARP COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2024
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS							
	Law Enforcement Memorial	Economic Development	Sheriff's Reserve Officer	Jail/Law Enforcement Facilities Quarter Cent Tax	Communications Facilities and Equipment	Juvenile Officer Grant	Automated Records Grant	Arkansas Opioid Recovery Partnership Grant
ASSETS								
Cash and cash equivalents	\$ 34	\$ 2,662	\$ 897	\$ 1,707,685	\$ 54,789	\$ 11,508	\$ 5,867	\$ 134,415
Accounts receivable				43,773				
TOTAL ASSETS	<u>\$ 34</u>	<u>\$ 2,662</u>	<u>\$ 897</u>	<u>\$ 1,751,458</u>	<u>\$ 54,789</u>	<u>\$ 11,508</u>	<u>\$ 5,867</u>	<u>\$ 134,415</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable				\$ 18,782		\$ 1		
Settlements pending								
Total Liabilities				<u>18,782</u>		<u>1</u>		
Fund Balances:								
Restricted	\$ 34	\$ 2,662	\$ 897	1,732,676	\$ 54,789	11,507	\$ 5,867	\$ 134,415
Assigned								
Total Fund Balances	<u>34</u>	<u>2,662</u>	<u>897</u>	<u>1,732,676</u>	<u>54,789</u>	<u>11,507</u>	<u>5,867</u>	<u>134,415</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 34</u>	<u>\$ 2,662</u>	<u>\$ 897</u>	<u>\$ 1,751,458</u>	<u>\$ 54,789</u>	<u>\$ 11,508</u>	<u>\$ 5,867</u>	<u>\$ 134,415</u>

SHARP COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2024
 (UNAUDITED)

Schedule 1

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUNDS				DEBT SERVICE FUND
	Office of Juvenile Justice and Delinquency Prevention (OJJDP) Family Treatment Court Program Grant	Drug Court Program Fee Fund	Adult Drug Court-Opioid Settlement Fund	United States Department of Agriculture Grants	Arkansas Economic Development Cooperative - Emerson	Arkansas Economic Development Cooperative - Senior Citizens Grant	Arkansas Economic Development Cooperative - Childcare Grant	Sales and Use Tax Bond Fund, Series 2019
ASSETS								
Cash and cash equivalents	\$ 28,966	\$ 643	\$ 9,318	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1,303,545
Accounts receivable								
TOTAL ASSETS	\$ 28,966	\$ 643	\$ 9,318	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1,303,545
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 41							
Settlements pending								
Total Liabilities	<u>41</u>							
Fund Balances:								
Restricted	28,925	\$ 643	\$ 9,318	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1,303,545
Assigned								
Total Fund Balances	<u>28,925</u>	<u>643</u>	<u>9,318</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1,303,545</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 28,966	\$ 643	\$ 9,318	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1,303,545

SHARP COUNTY, ARKANSAS
COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
REGULATORY BASIS
DECEMBER 31, 2024
(UNAUDITED)

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	\$ 249,182	\$ 139,638	\$ 226,475	\$ 668,600	\$ 109,008	\$ 6,531,833
Accounts receivable						130,185
TOTAL ASSETS	<u>\$ 249,182</u>	<u>\$ 139,638</u>	<u>\$ 226,475</u>	<u>\$ 668,600</u>	<u>\$ 109,008</u>	<u>\$ 6,662,018</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable						\$ 29,795
Settlements pending	\$ 249,182	\$ 139,638	\$ 226,475	\$ 668,600	\$ 109,008	1,392,903
Total Liabilities	<u>249,182</u>	<u>139,638</u>	<u>226,475</u>	<u>668,600</u>	<u>109,008</u>	<u>1,422,698</u>
Fund Balances:						
Restricted						4,820,091
Assigned						<u>419,229</u>
Total Fund Balances						<u>5,239,320</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 249,182</u>	<u>\$ 139,638</u>	<u>\$ 226,475</u>	<u>\$ 668,600</u>	<u>\$ 109,008</u>	<u>\$ 6,662,018</u>

SHARP 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
(UNAUDITED)

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 Library	County Clerk's Operating	Property Reappraisal Cost
REVENUES									
State aid					\$ 7,146		\$ 46,511		\$ 316,120
Federal aid									
Property taxes							219,411		
Sales taxes									
Fines, forfeitures, and costs			\$ 5,350	\$ 11,673					
Interest	\$ 588	\$ 8,660	445	90	475	\$ 14,679	14,529	\$ 224	412
Officers' fees						96,907		260	
Jail fees									
911 fees									
Jail phone commissions									
Contributions from cities									
Grants									
Treasurer's commission	19,654								
Collector's commission		42,406							
Taxes apportioned - Assessor's salary and expense							131		
Other		154	17	37	26	1,743	7,482	1	1
TOTAL REVENUES	20,242	51,220	5,812	11,800	7,647	113,329	288,064	485	316,533
Less: Treasurer's commission		1,021	113	234	152	2,237	5,584	10	8
NET REVENUES	20,242	50,199	5,699	11,566	7,495	111,092	282,480	475	316,525
EXPENDITURES									
Current:									
General government	17,681	23,361			10,458	72,538			316,121
Law enforcement			3,693	9,996					
Public safety									
Recreation and culture							187,129		
Social services									
Total Current	17,681	23,361	3,693	9,996	10,458	72,538	187,129		316,121
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	17,681	23,361	3,693	9,996	10,458	72,538	187,129		316,121
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,561	26,838	2,006	1,570	(2,963)	38,554	95,351	475	404
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,561	26,838	2,006	1,570	(2,963)	38,554	95,351	475	404
FUND BALANCES - JANUARY 1	22,914	214,758	9,716	2,376	12,246	339,852	306,592	5,162	27,776
FUND BALANCES - DECEMBER 31	\$ 25,475	\$ 241,596	\$ 11,722	\$ 3,946	\$ 9,283	\$ 378,406	\$ 401,943	\$ 5,637	\$ 28,180

SHARP 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
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Child Support Collection Cost	Drug Control/Law Enforcement Forfeitures	Jail Operating and Maintenance Fees Act 209 of 2009	County Detention Facility	Boating Safety	Emergency 911/Central Dispatch	Public Defender	District Court Adult Drug Test	Circuit Court Juvenile Division
REVENUES									
State aid					\$ 1,632				
Federal aid									
Property taxes									
Sales taxes									
Fines, forfeitures, and costs		\$ 1,089	\$ 38,400				\$ 2,550	\$ 615	
Interest	\$ 812	398	7,931	\$ 404	416	\$ 14,932	305	234	\$ 1,210
Officers' fees	1,009								11,033
Jail fees			99,910	5,784					
911 fees						277,246			
Jail phone commissions									
Contributions from cities						53,000			
Grants									
Treasurer's commission									
Collector's commission									
Taxes apportioned - Assessor's salary and expense									
Other	6	9	3,093	14	5	1,417	6	3	16
TOTAL REVENUES	1,827	1,496	149,334	6,202	2,053	346,595	2,861	852	12,259
Less: Treasurer's commission	36	30	2,837	127	40	5,907	33	17	231
NET REVENUES	1,791	1,466	146,497	6,075	2,013	340,688	2,828	835	12,028
EXPENDITURES									
Current:									
General government	1,805								
Law enforcement		3,000	93,337	1,911			3,000	746	2,287
Public safety						420,105			
Recreation and culture									
Social services									
Total Current	1,805	3,000	93,337	1,911		420,105	3,000	746	2,287
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	1,805	3,000	93,337	1,911		420,105	3,000	746	2,287
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(14)	(1,534)	53,160	4,164	2,013	(79,417)	(172)	89	9,741
OTHER FINANCING SOURCES (USES)									
Transfers in						47,000			
Transfers out									
TOTAL OTHER FINANCING SOURCES (USES)						47,000			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(14)	(1,534)	53,160	4,164	2,013	(32,417)	(172)	89	9,741
FUND BALANCES - JANUARY 1	18,615	9,301	176,122	7,420	9,100	451,646	7,478	5,571	24,044
FUND BALANCES - DECEMBER 31	\$ 18,601	\$ 7,767	\$ 229,282	\$ 11,584	\$ 11,113	\$ 419,229	\$ 7,306	\$ 5,660	\$ 33,785

SHARP 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
(UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	Sheriff's Restitution Assessments	Emergency Management	Local Law Enforcement	Sheriff's K-9	Law Enforcement Memorial	Economic Development	Sheriff's Reserve Officer
REVENUES									
State aid					\$ 43,800				
Federal aid									
Property taxes		\$ 953							
Sales taxes									
Fines, forfeitures, and costs									
Interest	\$ 244	180	\$ 1,642	\$ 163	699	\$ 129		\$ 109	\$ 37
Officers' fees	444		7,560						
Jail fees									
911 fees									
Jail phone commissions									
Contributions from cities									
Grants									
Treasurer's commission									
Collector's commission									
Taxes apportioned - Assessor's salary and expense									
Other	6	3	26		1,162				
TOTAL REVENUES	694	1,136	9,228	163	45,661	129		109	37
Less: Treasurer's commission	13	23	182		14	3			
NET REVENUES	681	1,113	9,046	163	45,647	126		109	37
EXPENDITURES									
Current:									
General government	630								
Law enforcement			3,705		12,015	827			
Public safety									
Recreation and culture									
Social services									
Total Current	630		3,705		12,015	827			
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	630		3,705		12,015	827			
EXCESS OF REVENUES OVER (UNDER)									
EXPENDITURES	51	1,113	5,341	163	33,632	(701)		109	37
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER)									
EXPENDITURES AND OTHER USES	51	1,113	5,341	163	33,632	(701)		109	37
FUND BALANCES - JANUARY 1	5,796	3,883	37,736	3,822	9,544	3,143	\$ 34	2,553	860
FUND BALANCES - DECEMBER 31	\$ 5,847	\$ 4,996	\$ 43,077	\$ 3,985	\$ 43,176	\$ 2,442	\$ 34	\$ 2,662	\$ 897

SHARP 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
 (UNAUDITED)

Schedule 2

	SPECIAL REVENUE FUNDS								
	Jail/Law Enforcement Facilities Quarter Cent Tax	Communications Facilities and Equipment	American Rescue Plan Act	Juvenile Officer Grant	Automated Records Grant	Arkansas Opioid Recovery Partnership Grant	Office of Juvenile Justice and Delinquency Prevention (OJJDP) Family Treatment Court Program Grant	Drug Court Program Fee Fund	Adult Drug Court-Opioid Settlement Fund
REVENUES									
State aid				\$ 8,000		\$ 8,592			\$ 10,238
Federal aid							\$ 320,000		
Property taxes									
Sales taxes	\$ 812,468								
Fines, forfeitures, and costs									
Interest	78,834	\$ 1,866	\$ 2,925	506	\$ 3,307	3,006		\$ 720	230
Officers' fees		7,588						7	
Jail fees	217,821								
911 fees									
Jail phone commissions		52,590							
Contributions from cities									
Grants						142,480			
Treasurer's commission									
Collector's commission									
Taxes apportioned - Assessor's salary and expense									
Other	2,920				1				
TOTAL REVENUES	1,112,043	62,044	2,925	8,506	3,308	154,078	320,000	727	10,468
Less: Treasurer's commission	20,483				66	60		14	5
NET REVENUES	1,091,560	62,044	2,925	8,506	3,242	154,018	320,000	713	10,463
EXPENDITURES									
Current:									
General government			99,589		89,608				
Law enforcement	1,089,767	53,102		9,017		137,773	299,084	70	1,145
Public safety									
Recreation and culture									
Social services									
Total Current	1,089,767	53,102	99,589	9,017	89,608	137,773	299,084	70	1,145
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	1,089,767	53,102	99,589	9,017	89,608	137,773	299,084	70	1,145
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,793	8,942	(96,664)	(511)	(86,366)	16,245	20,916	643	9,318
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,793	8,942	(96,664)	(511)	(86,366)	16,245	20,916	643	9,318
FUND BALANCES - JANUARY 1	1,730,883	45,847	96,664	12,018	92,233	118,170	8,009		
FUND BALANCES - DECEMBER 31	\$ 1,732,676	\$ 54,789	\$ 0	\$ 11,507	\$ 5,867	\$ 134,415	\$ 28,925	\$ 643	\$ 9,318

SHARP 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
 (UNAUDITED)

Schedule 2

	CAPITAL PROJECTS FUNDS						DEBT SERVICE FUND	
	United States Department of Agriculture Grants	Emerson - Delta Regional Authority	Arkansas Economic Development Cooperative - Emerson	Economic Development Administration 2020 Grant - Emerson	Arkansas Economic Development Cooperative - Senior Citizens Grant	Arkansas Economic Development Cooperative - Childcare Grant	Sales and Use Tax Bond Fund, Series 2019	Totals
REVENUES								
State aid								\$ 442,039
Federal aid					\$ 20,460	\$ 7,567		348,027
Property taxes								220,364
Sales taxes							\$ 1,624,937	2,437,405
Fines, forfeitures, and costs								60,397
Interest							34,706	195,334
Officers' fees								124,801
Jail fees								323,515
911 fees								277,246
Jail phone commissions								52,590
Contributions from cities								53,000
Grants								142,480
Treasurer's commission								19,654
Collector's commission								42,406
Taxes apportioned - Assessor's salary and expense								131
Other								18,148
TOTAL REVENUES					20,460	7,567	1,659,643	4,757,537
Less: Treasurer's commission								39,480
NET REVENUES					20,460	7,567	1,659,643	4,718,057
EXPENDITURES								
Current:								
General government						7,567		639,358
Law enforcement								1,724,475
Public safety								420,105
Recreation and culture								187,129
Social services					20,460			20,460
Total Current					20,460	7,567	0	2,991,527
Debt Service:								
Bond principal							1,485,000	1,485,000
Bond interest and other charges							134,550	134,550
TOTAL EXPENDITURES					20,460	7,567	1,619,550	4,611,077
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES							40,093	106,980
OTHER FINANCING SOURCES (USES)								
Transfers in								47,000
Transfers out		\$ (1)		\$ (1)				(2)
TOTAL OTHER FINANCING SOURCES (USES)		(1)		(1)				46,998
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES		(1)		(1)			40,093	153,978
FUND BALANCES - JANUARY 1	\$ 1	1	\$ 1	1	1	1	1,263,452	5,085,342
FUND BALANCES - DECEMBER 31	\$ 1	\$ 0	\$ 1	\$ 0	\$ 1	\$ 1	\$ 1,303,545	\$ 5,239,320

SHARP COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commission to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
District Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive fees collected by circuit clerks to be used for automated record systems and any legitimate county purpose.
County Library	Ark. Code Ann. § 13-2-404 established fund to account for library property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
County Clerk's Operating	Ark. Code Ann. § 16-20-407 established a \$2 marriage license fee to be used for county clerk's cost.
Property Reappraisal Cost	Ark. Code Ann. § 26-26-1907 established fund to pay reappraisals of real property with revenue received from the State.
Child Support Collection Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Drug Control/Law Enforcement Forfeitures	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.
Jail Operating and Maintenance Fees Act 209 of 2009	Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners, including construction and maintenance of the county jail.

SHARP COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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 90% of a \$40 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 facility or for certificate pay for law enforcement and jailer personnel.
Boating Safety	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within the county or for emergency rescue services if the county has not established a patrol.
Emergency 911/Central Dispatch	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by commercial mobile radio service providers for 911 emergency services.
Public Defender	Ark. Code Ann. § 17-19-301 authorized a bail bond fee of \$20 to be collected, which shall be remitted to the Arkansas Public Defender Commission. Three dollars of each fee is remitted back to the county quarterly to be used to defray the operating expenses of the public defender office.
District Court Adult Drug Test	Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judges to be used for the benefit and administration of the drug court program.
Circuit Court Juvenile Division	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
Circuit Clerk Commissioner's Fee	Ark. Code Ann. § 21-6-412 established fund to receive fee awarded, when appointed as commissioner, for a sale of real or personal property under judicial decree. The funds are to be used to offset administrative costs associated with the performance of the commissioner's duties and for general operations expense of the office of circuit clerk.
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201 established fund to receive \$.50 fee on delinquent persons which shall be used by the county assessor to help pay for the expense of assessing property.
Sheriff's Restitution Assessments	Ark. Code Ann. § 5-4-205 established fund to receive a \$5 fee for restitution payments to defray the cost of restitution collection.
Emergency Management	Established to account for donations received to provide emergency assistance during natural disasters.
Local Law Enforcement	Established to account for a grants and other revenue received for local law enforcement programs.

SHARP COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Sheriff's K-9	Established to account for donation and fines assessed by the District Judge to support the Sheriff's K-9 unit.
Law Enforcement Memorial	Established to account for donations received to maintain the law enforcement memorial.
Economic Development	Established to account for donations and grants received for economic development.
Sheriff's Reserve Officer	Established to account for donations received to support reserve officers.
Jail/Law Enforcement Facilities Quarter Cent Tax	Sharp County Ordinance no. 2018-5 (August 13, 2018) provided for the levying of a sales and use tax of one-quarter of one percent (0.25%) to acquire, construct, improve, expand, equip, furnish, operate and maintain new or existing jail and law enforcement facilities, including any necessary utility, road, and parking improvements related thereto or in support thereof, and to pay and secure the repayment of Jail and Law Enforcement Bonds. The authorizing ordinance 2019-1 (January 15, 2019) provides for the creation of the facilities fund for the recording of jail and law enforcement related expenses allowable from this tax.
Communications Facilities and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected, phone commission funds, and profits earned from prisoner commissary services to be used to train operations staff; operate, equip, repair, or replace existing communication equipment; purchase additional communications equipment; otherwise improve a communications facility or system for the sheriff's department; or purchase vehicles, weapons, or other equipment for the sheriff's department.
American Rescue Plan Act	Established to receive and disburse Coronavirus State and Local Fiscal Recovery Funds (SLRF), a part of the American Rescue Plan Act (ARPA) of 2021, to support response to and recovery from the COVID-19 public health emergency.
Juvenile Officer Grant	Established to account for a grant received from the Administrative Office of the Courts to hire a part-time staff member to help provide family involvement and support, parenting classes, and improve involvement with community-based youth services.
Automated Records Grant	Established to account for a grant received from the Association of Arkansas Counties to automate electronic filing and other systems in the County Clerk's office.
Arkansas Opioid Recovery Partnership Grant	Established to account for a grant received from the Arkansas Opioid Recovery Partnership to abate the opioid crisis.

SHARP COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
Office of Juvenile Justice and Delinquency Prevention (OJJDP) Family Treatment Court Program Grant	Established to account for a grant received from the Office of Juvenile Justice and Delinquency Prevention to operate a Family Treatment Court program.
Drug Court Program Fee Fund	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.
Adult Drug Court-Opioid Settlement Fund	Established to account for a grant from State-Wide Opioid Settlement proceeds to be used for evidence-based, evidence-informed, or promising activities, programs, or strategies that expand the availability of treatment for individuals affected by substance use disorders.
United States Department of Agriculture Grants	Established to account for grants received from United States Department of Agriculture for the purpose of purchasing Sheriff's vehicles.
Emerson - Delta Regional Authority	Established to account for grants received from the Delta Regional Authority for the Emerson plant that flow through the county.
Arkansas Economic Development Cooperative - Emerson	Established to account for grants received from the Arkansas Economic Development Cooperative for the Emerson plant.
Economic Development Administration 2020 Grant - Emerson	Established to account for grants received from the Economic Development Administration for the Emerson plant.
Arkansas Economic Development Cooperative - Senior Citizens Grant	Established to account for grants received from the Arkansas Economic Development Cooperative for the new Senior Citizen building.
Arkansas Economic Development Cooperative - Childcare Grant	Established to account for grants received from the Arkansas Economic Development Cooperative for a new Daycare facility.
Sales and Use Tax Bond Fund, Series 2019	Sharp County Ordinance no. 2018-7 (August 13, 2018) provided for the issuing of bonds under amendment no. 62 to the Constitution of the State of Arkansas for the purpose of financing all or a portion of the cost of a new jail and law enforcement facilities and the levying of a new one-half of one percent (0.50%) sales and use tax for the purpose of retiring such bonds. The authorizing ordinance 2019-1 (January 15, 2019) provides for the creation of the bond fund for the recording of debt payments and the debt service reserve required to be maintained.

SHARP COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2024
(UNAUDITED)

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

<u>Fund Name</u>	<u>Fund Description</u>
	Treasurer's accounts consist primarily of Law Library funds, treasurer's commission, collector's commission, and interest not distributed to the appropriate agencies.
	Collector's accounts consist primarily of delinquent taxes not yet distributed to the various taxing units.
	Sheriff's accounts consist primarily of fees settlement, bond, evidence, and inmate trust money.
	County/Circuit Clerk's accounts consist primarily of fee money 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.

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

1. A. Basis of Presentation - Regulatory

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

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

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

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

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

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

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

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

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

Debt Service Funds - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The Debt Service Fund presented on Schedules 1 and 2 is reported with other funds in the aggregate.

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

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

1. (Continued)

B. Basis of Accounting - Regulatory

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

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

C. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, property taxes, officer's fees, trusts, and commissions 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.

D. Property Taxes

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

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

1. (Continued)

E. Budget Law

1. Legal Requirements

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

2. Accounting

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

F. Fund Balance Classification Policies and Procedures

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

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

There were no committed fund balances at year end.

2. **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			\$ 723,888
Law enforcement			2,384,064
Public safety			3,985
Recreation and culture			401,943
Economic Development			2,662
Capital outlay			4
Debt service			1,303,545
Total Restricted			<u>4,820,091</u>
Assigned to:			
General government	\$ 764		
Law enforcement	4,876		
Highways and streets		\$ 3,483,177	
Public safety			419,229
Total Assigned	<u>5,640</u>	<u>3,483,177</u>	<u>419,229</u>
Unassigned	<u>3,200,451</u>		
Totals	<u>\$ 3,206,091</u>	<u>\$ 3,483,177</u>	<u>\$ 5,239,320</u>

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

3. Commitments

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

	December 31, 2024
Long-term liabilities	\$ 3,150,991
Reappraisal contract	982,260
Total Commitments	<u>\$ 4,133,251</u>

Long-term Liabilities

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

	December 31, 2024
<u>Bonds</u>	
Sales and Use Tax Bond Series 2019 dated February 26, 2019, in the amount of \$10,340,000, due in annual installments of varying amounts plus interest of 3% - 5% through March 1, 2030. Payments are to be made from the Sales and Use Tax Bond Series 2019 Debt Service Fund. Surplus tax receipts will be used to redeem bonds as funds are available.	\$ 2,235,000
<u>Direct Borrowings</u>	
Financed purchase with FMBC Bank dated July 1, 2024 in amount of \$879,610, 5.577% interest, for the purchase of three motorgraders, due in annual installments of \$206,868 plus interest through July 1, 2029. Payments are to be made from the Road Fund.	879,610
Compensated absences consisting of accrued vacation leave adjusted to current salary cost	<u>36,381</u>
Total Long-term liabilities	<u>\$ 3,150,991</u>

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

The County's outstanding bonds payable of \$2,235,000 contain a provision that in an event of default, the Trustee may, and upon written request of (1) the Issuer or (2) with the consent of the Issuer, the owners of not less than 10% in principal amount of the bonds then outstanding shall, by proper suit compel the performance of the duties of the officials of the County and officials of the State to take any action or obtain any proper relief in law or equity available under the Constitution and laws of the State.

The County's outstanding direct borrowings of \$879,610 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.

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

3. Commitments (Continued)

Change in Compensated Absences

	December 31, 2024
Beginning balance compensated absences	\$ 28,866
Ending balance compensated absences	<u>36,381</u>
Net Increase (Decrease)	<u><u>\$ 7,515</u></u>

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>Bonds</u>					
2/26/19	3/1/30	3-5%	<u>\$ 10,340,000</u>	<u>\$ 2,235,000</u>	<u>\$ 8,105,000</u>
<u>Direct Borrowings</u>					
7/1/24	7/1/29	5.577%	<u>879,610</u>	<u>879,610</u>	
Total Long-Term Debt			<u><u>\$ 11,219,610</u></u>	<u><u>\$ 3,114,610</u></u>	<u><u>\$ 8,105,000</u></u>

Changes in Long-Term Debt

	Balance January 01, 2024	Issued	Retired	Balance December 31, 2024
Bonds payable	<u>\$ 3,720,000</u>	<u>\$ 0</u>	<u>\$ 1,485,000</u>	<u>\$ 2,235,000</u>
<u>Direct Borrowings</u>				
Financed purchases	<u>0</u>	<u>879,610</u>	<u>0</u>	<u>879,610</u>
Total Long-Term Debt	<u><u>\$ 3,720,000</u></u>	<u><u>\$ 879,610</u></u>	<u><u>\$ 1,485,000</u></u>	<u><u>\$ 3,114,610</u></u>

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

3. Commitments (Continued)

Debt Service Requirements to Maturity

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

Years Ending December 31,	Bonds			Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 650,000	\$ 79,300	\$ 729,300	\$ 157,131	\$ 49,737	\$ 206,868
2026	685,000	45,925	730,925	166,016	40,852	206,868
2027	720,000	18,000	738,000	175,403	31,464	206,867
2028	100,000	5,200	105,200	185,263	21,606	206,869
2029		3,200	3,200	195,797	11,071	206,868
2030	80,000	1,600	81,600			
Totals	<u>\$ 2,235,000</u>	<u>\$ 153,225</u>	<u>\$ 2,388,225</u>	<u>\$ 879,610</u>	<u>\$ 154,730</u>	<u>\$1,034,340</u>

County-Wide Reappraisal Contract

The County entered into a contract with Total Assessment Solutions Corporation on December 20, 2023, for a county-wide reappraisal. The County is obligated for forty-eight monthly payments of \$27,285 for a total of \$1,309,680 beginning January 15, 2024. Contract expense for 2024, was \$327,420.

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

Year	December 31, 2024
2025	\$ 327,420
2026	327,420
2027	327,420
Total	<u>\$ 982,260</u>

4. Interfund Transfers

The General Fund transferred \$47,000 to Other Funds in the Aggregate (Emergency 911/Central Dispatch) to supplement operations. Other Funds in the Aggregate (Emerson- Delta Regional Authority and Economic Development Administration 2020 Grant – Emerson) transferred \$2 to the General Fund to close out the funds.

5. Pledged Revenues

The County pledged future 0.75% sales and use taxes to repay \$10,340,000 in bonds that were issued in 2019 to provide funding for acquiring, constructing, improving, expanding, equipping, furnishing, operating, and maintaining new or existing jail and law enforcement facilities. Total principal and interest remaining on the bonds are \$2,235,000 and \$153,225, respectively, payable through March 1, 2030. For 2024, principal and interest paid were \$1,485,000 and \$131,600, respectively.

The Debt Service Fund received \$1,624,937 and the Jail/Law Enforcement Facilities Quarter Cent Tax Fund received \$812,468 in sales taxes in 2024. The 0.5% sales tax collected in excess of debt service payments on these bonds is permitted to be used for the early retirement of bonds until they are paid. The 0.25% sales tax collected may be used to acquire, construct, improve, expand, equip, furnish, operate, and maintain new or existing jail and law enforcement facilities, including any necessary utility, road, and parking improvements related thereto or in support thereof and to pay and secure the repayment of Jail and Law Enforcement Bonds.

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

6. Jointly Governed Organizations

White River Regional Library

Sharp, Independence, Stone, 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 board 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 at least 60 days prior to the end of the fiscal year. Independence County cancelled its membership 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, Arkansas 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. Sharp County did not make any payments to the District in 2024.

Sharp County Regional Airport Authority

Sharp County and the Cities of Ash Flat and Hardy, entered into an agreement dated February 13, 1998, in accordance with Ark. Code Ann. § 25-20-101 to establish and manage the Sharp County Regional Airport Authority (Authority). Subsequently, the Cities of Cherokee Village and Highland joined the agreement on June 22, 1999, and July 11, 2000, respectively. The Authority is governed by a ten-member board consisting of two commissioners appointed by the Mayor of each of the cities and two commissioners appointed by the Sharp County Judge. Commissioners are to be appointed upon staggered terms and at least one commissioner shall be experienced in aviation, holding some type of aeronautical license and rating. Any funds received by Sharp County relating to the Authority are reflected in the financial statements of Sharp County. In 2024, the county contributed \$5,000 to the Authority. Contact the Authority at U.S. 412, Cherokee Village, AR 72529 to inquire on the availability of financial statements.

7. Arkansas Public Employees Retirement System

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Beginning July 1, 2022, the contribution rates shall be increased in increments of .25% per fiscal year, not to exceed 7%. The contributory rate was increased to 5.75% 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 \$459,405.

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 \$3,284,411.

SHARP COUNTY, ARKANSAS
OTHER GENERAL INFORMATION
DECEMBER 31, 2024
(UNAUDITED)

8. Capital Assets

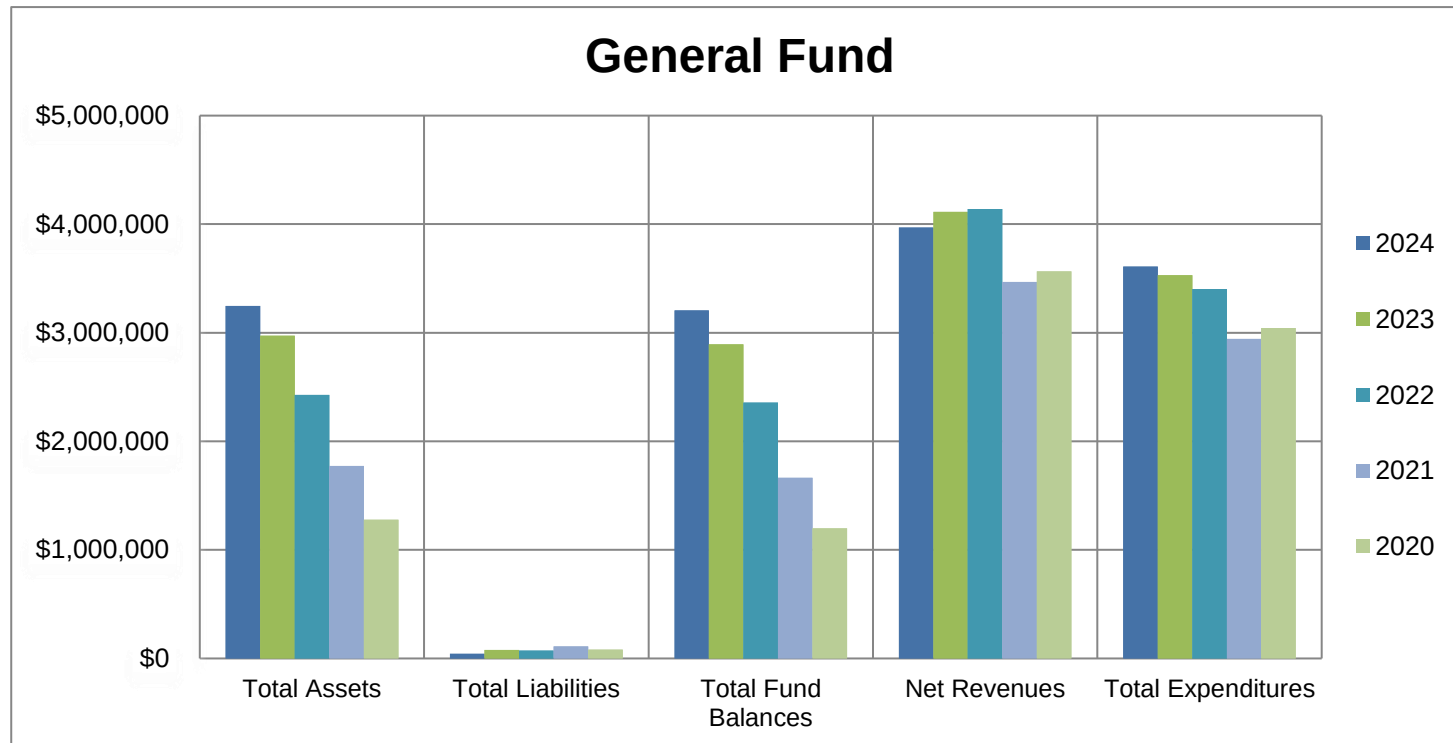
The County's capital assets records are summarized below :

	December 31, 2024
Land	\$ 180,143
Buildings	10,493,760
Equipment	7,498,768
Total	<u>\$ 18,172,671</u>

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

Schedule 3-1

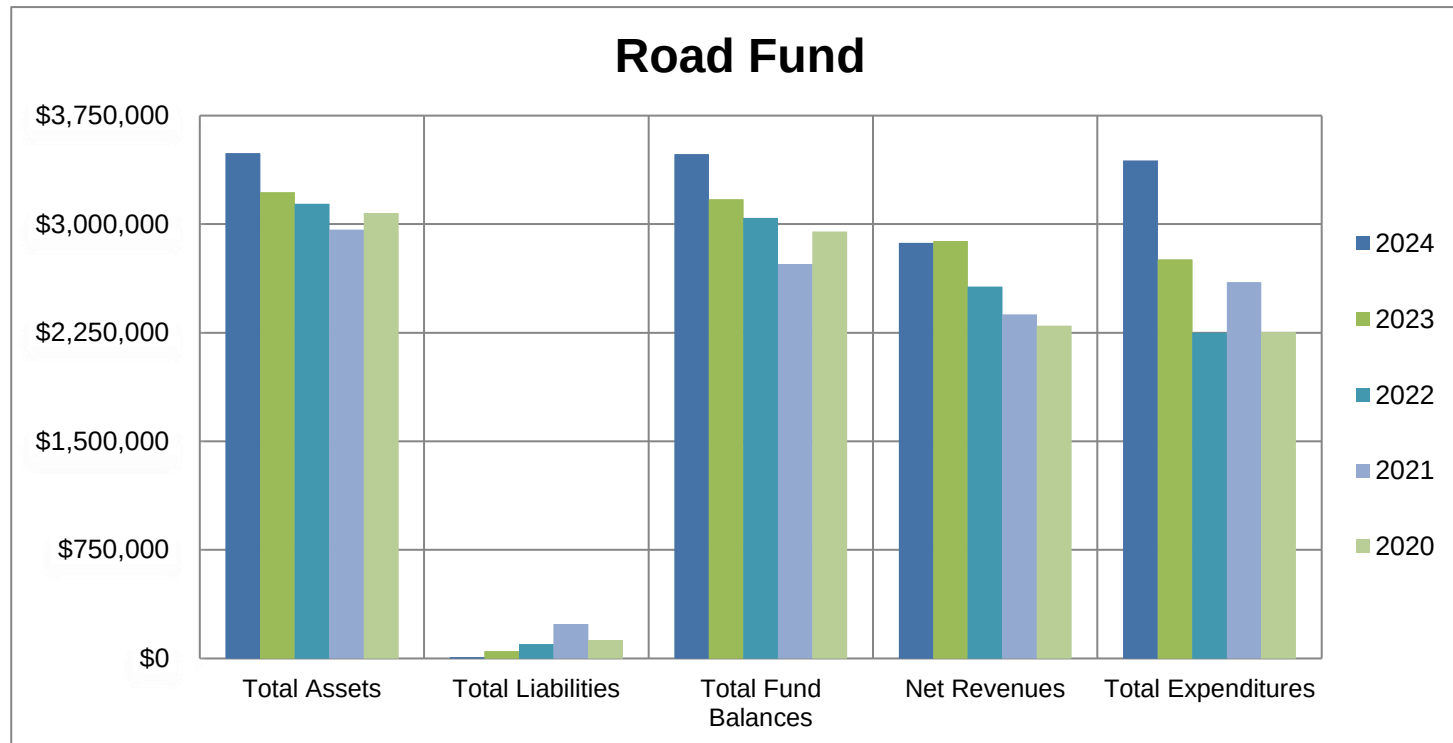
<u>General</u>	2024	2023	2022	2021	2020
Total Assets	\$ 3,247,841	\$ 2,972,365	\$ 2,426,644	\$ 1,772,272	\$ 1,278,321
Total Liabilities	41,750	78,950	71,035	109,586	81,208
Total Fund Balances	3,206,091	2,893,415	2,355,609	1,662,686	1,197,113
Net Revenues	3,968,131	4,114,049	4,139,944	3,467,330	3,564,661
Total Expenditures	3,608,457	3,529,243	3,402,934	2,943,007	3,043,207
Total Other Financing Sources/Uses	(46,998)	(47,000)	(44,087)	(58,750)	(58,750)



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

Schedule 3-2

<u>Road</u>	2024	2023	2022	2021	2020
Total Assets	\$ 3,490,491	\$ 3,220,492	\$ 3,141,043	\$ 2,962,200	\$ 3,076,526
Total Liabilities	7,314	49,524	98,404	238,383	128,277
Total Fund Balances	3,483,177	3,170,968	3,042,639	2,723,817	2,948,249
Net Revenues	2,870,371	2,884,675	2,568,767	2,375,171	2,297,154
Total Expenditures	3,437,772	2,756,346	2,249,945	2,599,603	2,253,621
Total Other Financing Sources/Uses	879,610				



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

Schedule 3-3

<u>Other Funds in the Aggregate</u>	2024	2023	2022	2021	2020
Total Assets	\$ 6,662,018	\$ 6,449,524	\$ 5,810,036	\$ 8,879,027	\$ 6,992,705
Total Liabilities	1,422,698	1,364,182	1,284,835	1,025,534	984,503
Total Fund Balances	5,239,320	5,085,342	4,525,201	7,853,493	6,008,202
Net Revenues	4,718,057	4,606,785	5,801,601	16,786,105	3,321,461
Total Expenditures	4,611,077	4,093,644	9,173,980	14,999,564	7,842,499
Total Other Financing Sources/Uses	46,998	47,000	44,087	58,750	58,750

