

**Craighead County, Arkansas**  
**Regulatory Basis Financial Statements**  
**and Other Reports**

**December 31, 2018**

LEGISLATIVE JOINT AUDITING COMMITTEE

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# Arkansas



**Sen. Jason Rapert**  
Senate Chair  
**Sen. Eddie Cheatham**  
Senate Vice Chair

**Rep. Richard Womack**  
House Chair  
**Rep. DeAnn Vaught**  
House Vice Chair

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

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### INDEPENDENT AUDITOR'S REPORT

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

#### **Report on the Financial Statements**

We have audited the accompanying regulatory basis financial statements of the general fund, road fund, and other funds in the aggregate of Craighead County, Arkansas, as of and for the year ended December 31, 2018, and the related notes to the financial statements as listed in the table of contents.

#### ***Management's Responsibility 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 misstatement, whether due to fraud or error.

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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.

#### ***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" paragraph, the 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 Craighead County, Arkansas, as of December 31, 2018, or the revenues, expenditures, and changes in net position and, where applicable, cash flows thereof for the year then ended.

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

In our opinion, the 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 Craighead County, Arkansas, as of December 31, 2018, 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.

### ***Other Matters***

#### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the accompanying regulatory basis financial statements. The accompanying supplementary information and other information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information 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.

The other information has not been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2019, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of the state constitution, laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That 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  
October 24, 2019  
LOCO01618

# Arkansas

**Sen. Jason Rapert**  
Senate Chair  
**Sen. Eddie Cheatham**  
Senate Vice Chair



**Rep. Richard Womack**  
House Chair  
**Rep. DeAnn Vaught**  
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

Craighead 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 accompanying regulatory basis financial statements of the general fund, road fund, and other funds in the aggregate of Craighead County, Arkansas, as of and for the year ended December 31, 2018, and the related notes to the financial statements, and have issued our report thereon dated October 24, 2019. 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.

#### 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) to determine the 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County'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.

#### 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 the state constitution, laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 October 24, 2019.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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 that reads "Marti Steel". The signature is written in a cursive, flowing style.

Marti Steel, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
October 24, 2019

# Arkansas



**Sen. Jason Rapert**  
Senate Chair  
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Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### MANAGEMENT LETTER

Craighead 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 2018:

County Judge: Ed Hill  
Treasurer: Terry McNatt  
Sheriff: Marty Boyd  
Tax Collector: Wes Eddington  
County Clerk: Kade Holliday  
Circuit Clerk: Candace Edwards  
Assessor: Hannah Towell  
District Court Clerk: Lisa Lawrence

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

#### **Circuit Clerk**

Real estate search fees totaling \$99,608 collected by a remote access software vendor (Vendor) for the period May 1, 2010 through May 31, 2019, that were in the possession of the Vendor but under the control of the Circuit Clerk were not remitted to the County Treasurer, as required by Ark. Code Ann. § 26-39-201. On July 8, 2019, the Circuit Clerk received \$99,608 from the Vendor and included this amount in her monthly settlement remitted on August 9, 2019, to the County Treasurer.

In addition, the Circuit Clerk did not timely submit credit card charges for payment, resulting in the accrual of interest and late payment fees of \$2,234 over a four-year period. In November 2018, the Circuit Clerk requested that the Vendor provide \$4,352, which was remitted as "Visa Refund" to the County Treasurer. There is no reason for the Vendor to pay credit charges, including interest and late fees, on behalf of the Circuit Clerk.

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 cursive script that reads "Marti Steel".

Marti Steel, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
October 24, 2019

CRAIGHEAD COUNTY, ARKANSAS  
 BALANCE SHEET - REGULATORY BASIS  
 DECEMBER 31, 2018

Exhibit A

	General	Road	Other Funds in the Aggregate
<b>ASSETS</b>			
Cash and cash equivalents	\$ 6,296,263	\$ 4,510,293	\$ 5,061,103
Accounts receivable	1,269,814	287,972	233,877
<b>TOTAL ASSETS</b>	<b>\$ 7,566,077</b>	<b>\$ 4,798,265</b>	<b>\$ 5,294,980</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 216,460	\$ 71,618	\$ 71,007
Settlements pending	8,959	2,397	2,924,502
<b>Total Liabilities</b>	<b>225,419</b>	<b>74,015</b>	<b>2,995,509</b>
<b>Fund Balances:</b>			
Restricted			2,075,274
Assigned	1,311,669	4,724,250	224,197
Unassigned	6,028,989		
<b>Total Fund Balances</b>	<b>7,340,658</b>	<b>4,724,250</b>	<b>2,299,471</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 7,566,077</b>	<b>\$ 4,798,265</b>	<b>\$ 5,294,980</b>

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



CRAIGHEAD COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2018

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 1,340,265	\$ 3,040,590	\$ 180,311
Federal aid	64,262		234,401
Property taxes	6,743,526	1,718,314	788,707
Sales taxes	1,865,074	1,865,074	
Fines, forfeitures, and costs	556,609		753,411
Interest	86,429	79,762	35,795
Officers' fees	218,544		866,382
Jail fees	2,613,074		167,633
Franchise fees	38,798		
District court reimbursements from cities	733,874		
911 fees			93,464
Treasurer's commission	183,661		79,740
Collector's commission	475,662		311,481
Taxes apportioned - Assessor's salary and expense	997,865		
Other	1,199,263	147,465	21,215
<b>TOTAL REVENUES</b>	<b>17,116,906</b>	<b>6,851,205</b>	<b>3,532,540</b>
Less: Treasurer's commission	233,490	49,660	16,226
<b>NET REVENUES</b>	<b>16,883,416</b>	<b>6,801,545</b>	<b>3,516,314</b>
EXPENDITURES			
Current:			
General government	5,063,435		1,084,163
Law enforcement	10,715,628		1,051,689
Highways and streets		6,661,010	
Public safety	162,027		357,709
Health	49,326		
Recreation and culture			887,881
Social services	194,760		217,973
<b>TOTAL EXPENDITURES</b>	<b>16,185,176</b>	<b>6,661,010</b>	<b>3,599,415</b>

CRAIGHEAD COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2018

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 698,240	\$ 140,535	\$ (83,101)
OTHER FINANCING SOURCES (USES)			
Transfers in	225,097	2,009	250,093
Transfers out	(250,093)	(140,000)	(87,106)
TOTAL OTHER FINANCING SOURCES (USES)	(24,996)	(137,991)	162,987
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	673,244	2,544	79,886
FUND BALANCES - JANUARY 1	6,667,414	4,721,706	2,219,585
FUND BALANCES - DECEMBER 31	\$ 7,340,658	\$ 4,724,250	\$ 2,299,471

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

CRAIGHEAD COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND STREET FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2018

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 1,499,826	\$ 1,340,265	\$ (159,561)	\$ 3,239,668	\$ 3,040,590	\$ (199,078)
Federal aid	65,195	64,262	(933)			
Property taxes	6,450,897	6,743,526	292,629	1,638,624	1,718,314	79,690
Sales taxes	1,466,305	1,865,074	398,769	1,979,512	1,865,074	(114,438)
Fines, forfeitures, and costs	610,677	556,609	(54,068)			
Interest	24,000	86,429	62,429	35,000	79,762	44,762
Officers' fees	196,658	218,544	21,886			
Jail fees	2,499,853	2,613,074	113,221			
Franchise fees	31,676	38,798	7,122			
District court reimbursements from cities		733,874	733,874			
Treasurer's commission	198,116	183,661	(14,455)			
Collector's commission	544,488	475,662	(68,826)			
Taxes apportioned - Assessor's salary and expense	1,006,532	997,865	(8,667)			
Other	1,669,213	1,199,263	(469,950)	419,482	147,465	(272,017)
<b>TOTAL REVENUES</b>	<b>16,263,436</b>	<b>17,116,906</b>	<b>853,470</b>	<b>7,312,286</b>	<b>6,851,205</b>	<b>(461,081)</b>
Less: Treasurer's commission		233,490	(233,490)		49,660	(49,660)
<b>NET REVENUES</b>	<b>16,263,436</b>	<b>16,883,416</b>	<b>619,980</b>	<b>7,312,286</b>	<b>6,801,545</b>	<b>(510,741)</b>
EXPENDITURES						
Current:						
General government	5,085,144	5,063,435	21,709			
Law enforcement	11,314,606	10,715,628	598,978			
Highways and streets				7,028,408	6,661,010	367,398
Public safety	172,293	162,027	10,266			
Health	34,826	49,326	(14,500)			
Social services	239,123	194,760	44,363			
<b>TOTAL EXPENDITURES</b>	<b>16,845,992</b>	<b>16,185,176</b>	<b>660,816</b>	<b>7,028,408</b>	<b>6,661,010</b>	<b>367,398</b>

CRAIGHEAD COUNTY, ARKANSAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL - GENERAL AND STREET FUNDS - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2018

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (582,556)	\$ 698,240	\$ 1,280,796	\$ 283,878	\$ 140,535	\$ (143,343)
OTHER FINANCING SOURCES (USES)						
Transfers in	510,626	225,097	(285,529)	2,009	2,009	
Transfers out	(990,615)	(250,093)	740,522	(140,000)	(140,000)	(140,000)
TOTAL OTHER FINANCING SOURCES (USES)	(479,989)	(24,996)	454,993	2,009	(137,991)	(140,000)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,062,545)	673,244	1,735,789	285,887	2,544	(283,343)
FUND BALANCES - JANUARY 1	1,875,000	6,667,414	4,792,414	1,275,000	4,721,706	3,446,706
FUND BALANCES - DECEMBER 31	\$ 812,455	\$ 7,340,658	\$ 6,528,203	\$ 1,560,887	\$ 4,724,250	\$ 3,163,363

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

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

**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 Fund Accounting**

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, specific procedures for the identification of major governmental funds, and applicable note disclosures. The regulatory basis of presentation does not require government-wide financial statements or the previously identified concepts.

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

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

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

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

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

**C. Basis of Accounting**

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 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.

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

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

**C. Basis of Accounting (Continued)**

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

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

Cash and Cash Equivalents

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

Settlements Pending

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

Fund Balance Classifications

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

**E. Property Taxes**

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

**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.

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

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

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

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

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

There were no committed fund balances at year end.

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

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

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 2,650,663	\$ 2,997,116
Collateralized:		
Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name	13,214,687	16,490,164
Total Deposits	\$ 15,865,350	\$ 19,487,280

The above total deposits do not include cash on hand of \$2,309.

**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.

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

**NOTE 4: Accounts Receivable**

The accounts receivable balance at December 31, 2018, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Federal aid	\$ 13,417		
Property taxes	78,709	\$ 11,459	\$ 6,275
Sales taxes	162,753	162,752	
Fines, forfeitures, and costs	34,951		35,123
Interest	497	7,743	4,025
Officers' fees	20,272		57,483
Jail fees	185,821		11,942
Franchise fees	27,542		
District court reimbursements from cities	175,324		
911 fees			6,478
Treasurer's commission	183,661		
Collector's commission	24,481		
Taxes apportioned - Assessor's salary and expense	77,770		
Other	97,165	5,340	22
Treasurer's commission charged	187,451	100,678	112,529
Totals	<u>\$ 1,269,814</u>	<u>\$ 287,972</u>	<u>\$ 233,877</u>

**NOTE 5: Accounts Payable**

The accounts payable balance at December 31, 2018, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 216,460</u>	<u>\$ 71,618</u>	<u>\$ 71,007</u>



CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

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

Fund balance classifications at December 31, 2018, are composed of the following:

<u>Description</u>	<u>General Fund</u>	<u>Road Fund</u>	<u>Other Funds in the Aggregate</u>
Fund Balances:			
Restricted for:			
General government			\$ 919,361
Law enforcement			1,145,204
Recreation and culture			10,709
Total Restricted			<u>2,075,274</u>
Assigned to:			
General government	\$ 1,311,669		123,420
Law enforcement			94,322
Highways and streets		\$ 4,724,250	
Public safety			6,271
Social services			184
Total Assigned	<u>1,311,669</u>	<u>4,724,250</u>	<u>224,197</u>
Unassigned	<u>6,028,989</u>		
Totals	<u>\$ 7,340,658</u>	<u>\$ 4,724,250</u>	<u>\$ 2,299,471</u>

**NOTE 7: Legal Debt Limit**

A. Property Tax Secured Bonded Debt

The County is subject to a constitutional limitation for bonded indebtedness equal to 10% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. At December 31, 2018, the legal debt limit for bonded debt was \$172,813,332. There were no property tax secured bond issues.

B. Short-term Financing Obligations

The County is subject to a constitutional limitation for short-term financing obligations equal to 2.5% of the assessed value of taxable property within the County as determined by the last tax assessment. At December 31, 2018, the legal debt limit for short-term financing obligations was \$45,079,138. There were no short-term financing obligations.

**NOTE 8: Commitments**

Total commitments consist of the following at December 31, 2018:

	<u>December 31, 2018</u>
Long-term liabilities	<u>\$ 1,487,661</u>

CRAIGHEAD COUNTY, ARKANSAS  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2018

**NOTE 8: Commitments (Continued)**

Long-term Liabilities

Long-term liabilities at December 31, 2018, are comprised of the following:

	December 31, 2018
Compensated Absences	\$ 1,487,661

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

Post Employment Benefits Other Than Pensions

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

**NOTE 9: Interfund Transfers**

The General Fund transferred \$250,093 to Other Funds in Aggregate for operating purposes. The Road Fund transferred \$140,000 of assigned funds to General Fund for operating purposes. The Other Funds in the Aggregate transferred \$85,097 to General Fund and \$2,009 to Road Fund to reimburse for prior years' funds transferred.

**NOTE 10: Subsequent Events**

On April 4, 2019, the County entered into an agreement with Bailey Contractors Inc. of \$758,5000 for the construction of the Craighead County Crisis Stabilization Unit.

**NOTE 11: Joint Venture: Regional Library**

A. Craighead County – Jonesboro Public Library

Craighead County and the City of Jonesboro entered into an agreement in July 1941 in accordance with Ark. Code Ann. § 13-2-401 to establish the Craighead County – Jonesboro Public Library. The agreement states that resources would be consolidated in order to provide more complete, efficient, and economical services. The County and City were given equal representation on the library board and each entity retained title to all books, bookcases, shelves, desks, etc. that were moved to the Craighead County – Jonesboro Public Library location. Contact the Craighead County – Jonesboro Public Library at 315 West Oak Avenue, Jonesboro, Arkansas 72401 to obtain financial statements.

B. Crowley's Ridge Regional Library

Craighead and Poinsett Counties entered into an agreement in February 1978 in accordance with Ark. Code Ann. § 13-2-401 to establish the Crowley's Ridge Regional Library. The agreement states that each county shall provide its own quarters and that county and branch library staff members are to be employed by the county library boards with salaries to be paid from county library funds. Regional staff members are to be selected by the regional board with the approval of the Arkansas Library Commission. The Craighead County librarian shall serve as the regional librarian and may employ a regional staff with salaries being provided from the regional funds. The Arkansas Library Commission shall supervise the Crowley's Ridge Regional Library for the period of this agreement. Contact the Crowley's Ridge Regional Library at 315 West Oak Avenue, Jonesboro, Arkansas 72401 to obtain financial statements.

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

**NOTE 12: 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.

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. Each county also agrees to pay the first \$500 of the aggregate cost for all expenses on each lawsuit.

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

**NOTE 13: 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).

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2018

**NOTE 13: Arkansas Public Employees Retirement System (Continued)**

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% 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, 2018 (date of APERS Employer Allocation Report) were \$1,834,461.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, is 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, 2018 (actuarial valuation date and measurement date) was \$14,646,972.

CRAIGHEAD COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2018

Schedule 1

SPECIAL REVENUE FUNDS

	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Western District Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Library	Child Support Cost
<b>ASSETS</b>									
Cash and cash equivalents	\$ 125,525	\$ 508,890	\$ 219,491	\$ 14,055	\$ 64,027	\$ 27,152	\$ 105,949		\$ 9,995
Accounts receivable	79,740	74	2,389	8,452	371	4,796	65,257	\$ 17,970	6
<b>TOTAL ASSETS</b>	<b><u>\$ 205,265</u></b>	<b><u>\$ 508,964</u></b>	<b><u>\$ 221,880</u></b>	<b><u>\$ 22,507</u></b>	<b><u>\$ 64,398</u></b>	<b><u>\$ 31,948</u></b>	<b><u>\$ 171,206</u></b>	<b><u>\$ 17,970</u></b>	<b><u>\$ 10,001</u></b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Accounts payable	\$ 40	\$ 710		\$ 219		\$ 1,353	\$ 12,773	\$ 6,149	
Settlements pending								1,112	
<b>Total Liabilities</b>	<b><u>40</u></b>	<b><u>710</u></b>		<b><u>219</u></b>		<b><u>1,353</u></b>	<b><u>12,773</u></b>	<b><u>7,261</u></b>	
<b>Fund Balances:</b>									
Restricted	205,225	508,254	\$ 221,880	22,288	\$ 64,398	30,595	81,884	10,709	\$ 10,001
Assigned							76,549		
<b>Total Fund Balances</b>	<b><u>205,225</u></b>	<b><u>508,254</u></b>	<b><u>221,880</u></b>	<b><u>22,288</u></b>	<b><u>64,398</u></b>	<b><u>30,595</u></b>	<b><u>158,433</u></b>	<b><u>10,709</u></b>	<b><u>10,001</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 205,265</u></b>	<b><u>\$ 508,964</u></b>	<b><u>\$ 221,880</u></b>	<b><u>\$ 22,507</u></b>	<b><u>\$ 64,398</u></b>	<b><u>\$ 31,948</u></b>	<b><u>\$ 171,206</u></b>	<b><u>\$ 17,970</u></b>	<b><u>\$ 10,001</u></b>

CRAIGHEAD COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2018

Schedule 1

SPECIAL REVENUE FUNDS									
	Sheriff's Communication Facility and Equipment	Drug Control	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Emergency Vehicle	Public Defender	Indigent Criminal Defense
<b>ASSETS</b>									
Cash and cash equivalents	\$ 353,638	\$ 8,825	\$ 108,292	\$ 3,193	\$ 33,005	\$ 21,607	\$ 66,025	\$ 36,942	\$ 178,431
Accounts receivable	13,364	53	28,235	1,273	99	7,730	448	50	42
<b>TOTAL ASSETS</b>	<b><u>\$ 367,002</u></b>	<b><u>\$ 8,878</u></b>	<b><u>\$ 136,527</u></b>	<b><u>\$ 4,466</u></b>	<b><u>\$ 33,104</u></b>	<b><u>\$ 29,337</u></b>	<b><u>\$ 66,473</u></b>	<b><u>\$ 36,992</u></b>	<b><u>\$ 178,473</u></b>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Accounts payable						\$ 23,066			\$ 4,678
Settlements pending									
<b>Total Liabilities</b>						<b><u>23,066</u></b>			<b><u>4,678</u></b>
Fund Balances:									
Restricted	\$ 367,002	\$ 8,878	\$ 69,406		\$ 33,104		\$ 66,473	\$ 36,992	173,795
Assigned			67,121	\$ 4,466		6,271			
<b>Total Fund Balances</b>	<b><u>367,002</u></b>	<b><u>8,878</u></b>	<b><u>136,527</u></b>	<b><u>4,466</u></b>	<b><u>33,104</u></b>	<b><u>6,271</u></b>	<b><u>66,473</u></b>	<b><u>36,992</u></b>	<b><u>173,795</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 367,002</u></b>	<b><u>\$ 8,878</u></b>	<b><u>\$ 136,527</u></b>	<b><u>\$ 4,466</u></b>	<b><u>\$ 33,104</u></b>	<b><u>\$ 29,337</u></b>	<b><u>\$ 66,473</u></b>	<b><u>\$ 36,992</u></b>	<b><u>\$ 178,473</u></b>

CRAIGHEAD COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2018

Schedule 1

SPECIAL REVENUE FUNDS									
	Adult Drug Court	Public Safety	Juvenile Probation Fee	Assessor's Late Assessment Fee	Circuit Clerk Commissioner's Fee	Juvenile Court Drug Court Fee	Sheriff's Drug Abuse Resistance Education	Sheriff Federal Drug Forfeiture	Eastern District Court Automation
ASSETS									
Cash and cash equivalents	\$ 1,545	\$ 3,529	\$ 30,867	\$ 46,807	\$ 18,536	\$ 1,743	\$ 26,068	\$ 14,243	\$ 2,855
Accounts receivable	39	10	1,945	64	468	384			618
<b>TOTAL ASSETS</b>	<b><u>\$ 1,584</u></b>	<b><u>\$ 3,539</u></b>	<b><u>\$ 32,812</u></b>	<b><u>\$ 46,871</u></b>	<b><u>\$ 19,004</u></b>	<b><u>\$ 2,127</u></b>	<b><u>\$ 26,068</u></b>	<b><u>\$ 14,243</u></b>	<b><u>\$ 3,473</u></b>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 361		\$ 2,398						
Settlements pending									
<b>Total Liabilities</b>	<b><u>361</u></b>		<b><u>2,398</u></b>						
Fund Balances:									
Restricted	1,223	\$ 3,539	30,414		\$ 19,004	\$ 2,127	\$ 26,068	\$ 14,243	\$ 3,473
Assigned				\$ 46,871					
<b>Total Fund Balances</b>	<b><u>1,223</u></b>	<b><u>3,539</u></b>	<b><u>30,414</u></b>	<b><u>46,871</u></b>	<b><u>19,004</u></b>	<b><u>2,127</u></b>	<b><u>26,068</u></b>	<b><u>14,243</u></b>	<b><u>3,473</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 1,584</u></b>	<b><u>\$ 3,539</u></b>	<b><u>\$ 32,812</u></b>	<b><u>\$ 46,871</u></b>	<b><u>\$ 19,004</u></b>	<b><u>\$ 2,127</u></b>	<b><u>\$ 26,068</u></b>	<b><u>\$ 14,243</u></b>	<b><u>\$ 3,473</u></b>

CRAIGHEAD COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2018

Schedule 1

	SPECIAL REVENUE FUNDS							
	County Jail	Juvenile Detention Facilities Grant	Adult Drug Court Grant	Accountability Court Grant - Veterans Diversion	Substance Abuse and Mental Health Services Administration Adult Collaborative	Courthouse Security Grant	District Court Driving While Intoxicated Court Grant	Project Lifesaver (Alzheimer's)
ASSETS								
Cash and cash equivalents	\$ 31,018	\$ 49,430	\$ 531	\$ 1	\$ 16,006	\$ 7	\$ 9,219	\$ 266
Accounts receivable								
<b>TOTAL ASSETS</b>	<b>\$ 31,018</b>	<b>\$ 49,430</b>	<b>\$ 531</b>	<b>\$ 1</b>	<b>\$ 16,006</b>	<b>\$ 7</b>	<b>\$ 9,219</b>	<b>\$ 266</b>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 3,162	\$ 276			\$ 15,822			
Settlements pending								
<b>Total Liabilities</b>	<b>3,162</b>	<b>276</b>			<b>15,822</b>			
Fund Balances:								
Restricted	14,347	49,154	\$ 531	\$ 1				\$ 266
Assigned	13,509				184	\$ 7	\$ 9,219	
<b>Total Fund Balances</b>	<b>27,856</b>	<b>49,154</b>	<b>531</b>	<b>1</b>	<b>184</b>	<b>7</b>	<b>9,219</b>	<b>266</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 31,018</b>	<b>\$ 49,430</b>	<b>\$ 531</b>	<b>\$ 1</b>	<b>\$ 16,006</b>	<b>\$ 7</b>	<b>\$ 9,219</b>	<b>\$ 266</b>



CRAIGHEAD COUNTY, ARKANSAS  
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -  
 REGULATORY BASIS  
 DECEMBER 31, 2018

Schedule 1

AGENCY FUNDS

	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	District Court Accounts	Juvenile Probation Account	Totals
<b>ASSETS</b>								
Cash and cash equivalents	\$ 899,534	\$ 551,805	\$ 239,707	\$ 96,493	\$ 746,034	\$ 387,906	\$ 1,911	\$ 5,061,103
Accounts receivable								233,877
<b>TOTAL ASSETS</b>	<b><u>\$ 899,534</u></b>	<b><u>\$ 551,805</u></b>	<b><u>\$ 239,707</u></b>	<b><u>\$ 96,493</u></b>	<b><u>\$ 746,034</u></b>	<b><u>\$ 387,906</u></b>	<b><u>\$ 1,911</u></b>	<b><u>\$ 5,294,980</u></b>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities:</b>								
Accounts payable								\$ 71,007
Settlements pending	\$ 899,534	\$ 551,805	\$ 239,707	\$ 96,493	\$ 746,034	\$ 387,906	\$ 1,911	2,924,502
<b>Total Liabilities</b>	<b><u>899,534</u></b>	<b><u>551,805</u></b>	<b><u>239,707</u></b>	<b><u>96,493</u></b>	<b><u>746,034</u></b>	<b><u>387,906</u></b>	<b><u>1,911</u></b>	<b><u>2,995,509</u></b>
<b>Fund Balances:</b>								
Restricted								2,075,274
Assigned								224,197
<b>Total Fund Balances</b>								<b><u>2,299,471</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 899,534</u></b>	<b><u>\$ 551,805</u></b>	<b><u>\$ 239,707</u></b>	<b><u>\$ 96,493</u></b>	<b><u>\$ 746,034</u></b>	<b><u>\$ 387,906</u></b>	<b><u>\$ 1,911</u></b>	<b><u>\$ 5,294,980</u></b>

CRAIGHEAD 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, 2018

Schedule 2

SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Western District Court Automation	Assessor's Amendment no. 79	County Clerk's Cost	County Recorder's Cost	County Library
REVENUES								
State aid					\$ 26,167			\$ 107,877
Federal aid								
Property taxes								785,250
Fines, forfeitures, and costs			\$ 32,465	\$ 49,377				
Interest	\$ 2,569	\$ 5,562	3,817	130	1,548	\$ 506	\$ 1,775	766
Officers' fees						56,650	746,383	
Jail fees								
911 fees								
Treasurer's commission	79,740							
Collector's commission		311,481						
Other	4	175	195			132	174	
<b>TOTAL REVENUES</b>	<b>82,313</b>	<b>317,218</b>	<b>36,477</b>	<b>49,507</b>	<b>27,715</b>	<b>57,288</b>	<b>748,332</b>	<b>893,893</b>
Less: Treasurer's commission		37	251	285	183	380	4,937	5,768
<b>NET REVENUES</b>	<b>82,313</b>	<b>317,181</b>	<b>36,226</b>	<b>49,222</b>	<b>27,532</b>	<b>56,908</b>	<b>743,395</b>	<b>888,125</b>
EXPENDITURES								
Current:								
General government	57,121	257,451			23,368	59,491	661,510	
Law enforcement			20,984	41,536				
Public safety								
Recreation and culture								887,881
Social services								
<b>TOTAL EXPENDITURES</b>	<b>57,121</b>	<b>257,451</b>	<b>20,984</b>	<b>41,536</b>	<b>23,368</b>	<b>59,491</b>	<b>661,510</b>	<b>887,881</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>25,192</b>	<b>59,730</b>	<b>15,242</b>	<b>7,686</b>	<b>4,164</b>	<b>(2,583)</b>	<b>81,885</b>	<b>244</b>
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out								
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>								
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>25,192</b>	<b>59,730</b>	<b>15,242</b>	<b>7,686</b>	<b>4,164</b>	<b>(2,583)</b>	<b>81,885</b>	<b>244</b>
FUND BALANCES - JANUARY 1	180,033	448,524	206,638	14,602	60,234	33,178	76,548	10,465
FUND BALANCES - DECEMBER 31	<b>\$ 205,225</b>	<b>\$ 508,254</b>	<b>\$ 221,880</b>	<b>\$ 22,288</b>	<b>\$ 64,398</b>	<b>\$ 30,595</b>	<b>\$ 158,433</b>	<b>\$ 10,709</b>

CRAIGHEAD 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, 2018

Schedule 2

SPECIAL REVENUE FUNDS								
	Child Support Cost	Sheriff's Communication Facility and Equipment	Drug Control	Jail Operation and Maintenance	County Detention Facility	Boating Safety	Emergency 911	Emergency Vehicle
REVENUES								
State aid						\$ 6,807		
Federal aid								
Property taxes								
Fines, forfeitures, and costs			\$ 3,697	\$ 322,865	\$ 44,718			\$ 19,108
Interest	\$ 196	\$ 3,913	227	1,557	481	573	\$ 1,197	1,091
Officers' fees	234	22,064						
Jail fees		167,633						
911 fees							93,464	
Treasurer's commission								
Collector's commission								
Other		5,275		4,768				185
<b>TOTAL REVENUES</b>	<b>430</b>	<b>198,885</b>	<b>3,924</b>	<b>329,190</b>	<b>45,199</b>	<b>7,380</b>	<b>94,661</b>	<b>20,384</b>
Less: Treasurer's commission	3	702	26	2,133	327	49	618	84
<b>NET REVENUES</b>	<b>427</b>	<b>198,183</b>	<b>3,898</b>	<b>327,057</b>	<b>44,872</b>	<b>7,331</b>	<b>94,043</b>	<b>20,300</b>
EXPENDITURES								
Current:								
General government	9,875							
Law enforcement		164,183	9,887	257,651	77,237	2,801		10,048
Public safety							354,662	
Recreation and culture								
Social services								
<b>TOTAL EXPENDITURES</b>	<b>9,875</b>	<b>164,183</b>	<b>9,887</b>	<b>257,651</b>	<b>77,237</b>	<b>2,801</b>	<b>354,662</b>	<b>10,048</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(9,448)</b>	<b>34,000</b>	<b>(5,989)</b>	<b>69,406</b>	<b>(32,365)</b>	<b>4,530</b>	<b>(260,619)</b>	<b>10,252</b>
OTHER FINANCING SOURCES (USES)								
Transfers in							250,000	
Transfers out								
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>							<b>250,000</b>	
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(9,448)</b>	<b>34,000</b>	<b>(5,989)</b>	<b>69,406</b>	<b>(32,365)</b>	<b>4,530</b>	<b>(10,619)</b>	<b>10,252</b>
FUND BALANCES - JANUARY 1	19,449	333,002	14,867	67,121	36,831	28,574	16,890	56,221
FUND BALANCES - DECEMBER 31	<b>\$ 10,001</b>	<b>\$ 367,002</b>	<b>\$ 8,878</b>	<b>\$ 136,527</b>	<b>\$ 4,466</b>	<b>\$ 33,104</b>	<b>\$ 6,271</b>	<b>\$ 66,473</b>

CRAIGHEAD 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, 2018

Schedule 2

SPECIAL REVENUE FUNDS								
	Public Defender	Indigent Criminal Defense	Adult Drug Court	Public Safety	Juvenile Probation Fee	Assessor's Late Assessment Fee	Circuit Clerk Commissioner's Fee	Bono Lake Project
REVENUES								
State aid								
Federal aid								
Property taxes						\$ 3,457		
Fines, forfeitures, and costs	\$ 3,103	\$ 111,576	\$ 2,600	\$ 137				
Interest	645	3,115	28	72	\$ 557	1,048	\$ 313	\$ 17
Officers' fees					33,761		2,981	
Jail fees								
911 fees								
Treasurer's commission								
Collector's commission								
Other		70			97			
<b>TOTAL REVENUES</b>	<b>3,748</b>	<b>114,761</b>	<b>2,628</b>	<b>209</b>	<b>34,415</b>	<b>4,505</b>	<b>3,294</b>	<b>17</b>
Less: Treasurer's commission	25	21	19	1	217	5	23	
<b>NET REVENUES</b>	<b>3,723</b>	<b>114,740</b>	<b>2,609</b>	<b>208</b>	<b>34,198</b>	<b>4,500</b>	<b>3,271</b>	<b>17</b>
EXPENDITURES								
Current:								
General government								
Law enforcement		98,487	2,774	1,985	36,053	15,022	325	
Public safety								
Recreation and culture								
Social services								
<b>TOTAL EXPENDITURES</b>		<b>98,487</b>	<b>2,774</b>	<b>1,985</b>	<b>36,053</b>	<b>15,022</b>	<b>325</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>3,723</b>	<b>16,253</b>	<b>(165)</b>	<b>(1,777)</b>	<b>(1,855)</b>	<b>(10,522)</b>	<b>2,946</b>	<b>17</b>
OTHER FINANCING SOURCES (USES)								
Transfers in						93		
Transfers out								(2,009)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>						<b>93</b>		<b>(2,009)</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>3,723</b>	<b>16,253</b>	<b>(165)</b>	<b>(1,777)</b>	<b>(1,855)</b>	<b>(10,429)</b>	<b>2,946</b>	<b>(1,992)</b>
FUND BALANCES - JANUARY 1	33,269	157,542	1,388	5,316	32,269	57,300	16,058	1,992
<b>FUND BALANCES - DECEMBER 31</b>	<b>\$ 36,992</b>	<b>\$ 173,795</b>	<b>\$ 1,223</b>	<b>\$ 3,539</b>	<b>\$ 30,414</b>	<b>\$ 46,871</b>	<b>\$ 19,004</b>	<b>\$ 0</b>

CRAIGHEAD 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, 2018

Schedule 2

	SPECIAL REVENUE FUNDS							
	Juvenile Court Drug Court Fee	Sheriff's Drug Abuse Resistance Education	Sheriff Federal Drug Forfeiture	Eastern District Court Automation	County Jail	Juvenile Detention Facilities Grant	Adult Drug Court Grant	Juvenile Drug Court Expansion
REVENUES								
State aid						\$ 31,167		
Federal aid								
Property taxes								
Fines, forfeitures, and costs				\$ 4,666	\$ 159,099			
Interest	\$ 26	\$ 461	\$ 257	52	1,063	777	\$ 25	
Officers' fees	4,309							
Jail fees								
911 fees								
Treasurer's commission								
Collector's commission								
Other		10,020			71	49		
<b>TOTAL REVENUES</b>	<b>4,335</b>	<b>10,481</b>	<b>257</b>	<b>4,718</b>	<b>160,233</b>	<b>31,993</b>	<b>25</b>	
Less: Treasurer's commission	26	9	5	28	21	15	1	
<b>NET REVENUES</b>	<b>4,309</b>	<b>10,472</b>	<b>252</b>	<b>4,690</b>	<b>160,212</b>	<b>31,978</b>	<b>24</b>	
EXPENDITURES								
Current:								
General government								
Law enforcement	3,614	6,983		4,640	235,908	30,900	3,008	
Public safety								
Recreation and culture								
Social services								
<b>TOTAL EXPENDITURES</b>	<b>3,614</b>	<b>6,983</b>		<b>4,640</b>	<b>235,908</b>	<b>30,900</b>	<b>3,008</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>695</b>	<b>3,489</b>	<b>252</b>	<b>50</b>	<b>(75,696)</b>	<b>1,078</b>	<b>(2,984)</b>	
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out								\$ (7)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>								<b>(7)</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>695</b>	<b>3,489</b>	<b>252</b>	<b>50</b>	<b>(75,696)</b>	<b>1,078</b>	<b>(2,984)</b>	<b>(7)</b>
FUND BALANCES - JANUARY 1	1,432	22,579	13,991	3,423	103,552	48,076	3,515	7
FUND BALANCES - DECEMBER 31	\$ 2,127	\$ 26,068	\$ 14,243	\$ 3,473	\$ 27,856	\$ 49,154	\$ 531	\$ 0

CRAIGHEAD 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, 2018

Schedule 2

	SPECIAL REVENUE FUNDS							
	Emergency Food and Shelter Grant	Craighead Accountability Court Grant - Mental Health	Accountability Court Grant - Veterans Diversion	Accountability Court Grant - Driving While Intoxicated	Accountability Court Grant - Adult Drug Court	Crittenden Accountability Court Grant	Hazard Mitigation Project Grant	State Homeland Security Grant
REVENUES								
State aid								
Federal aid	\$ 1,500							
Property taxes								
Fines, forfeitures, and costs								
Interest	5	\$ 14	\$ 21	\$ 6	\$ 109	\$ 24		\$ 1
Officers' fees								
Jail fees								
911 fees								
Treasurer's commission								
Collector's commission								
Other								
<b>TOTAL REVENUES</b>	<b>1,505</b>	<b>14</b>	<b>21</b>	<b>6</b>	<b>109</b>	<b>24</b>		<b>1</b>
Less: Treasurer's commission	1		1		2			
<b>NET REVENUES</b>	<b>1,504</b>	<b>14</b>	<b>20</b>	<b>6</b>	<b>107</b>	<b>24</b>		<b>1</b>
EXPENDITURES								
Current:								
General government								
Law enforcement		1,496	1,665	1,815	20,391	1,963		
Public safety								
Recreation and culture								
Social services	1,723							
<b>TOTAL EXPENDITURES</b>	<b>1,723</b>	<b>1,496</b>	<b>1,665</b>	<b>1,815</b>	<b>20,391</b>	<b>1,963</b>		
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(219)</b>	<b>(1,482)</b>	<b>(1,645)</b>	<b>(1,809)</b>	<b>(20,284)</b>	<b>(1,939)</b>		<b>1</b>
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out							\$ (45)	(89)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>							<b>(45)</b>	<b>(89)</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(219)</b>	<b>(1,482)</b>	<b>(1,645)</b>	<b>(1,809)</b>	<b>(20,284)</b>	<b>(1,939)</b>	<b>(45)</b>	<b>(88)</b>
FUND BALANCES - JANUARY 1	219	1,482	1,646	1,809	20,284	1,939	45	88
FUND BALANCES - DECEMBER 31	\$ 0	\$ 0	\$ 1	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

CRAIGHEAD 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, 2018

Schedule 2

	SPECIAL REVENUE FUNDS						Totals
	Substance Abuse and Mental Health Services Administration Adult Collaborative	Courthouse Security Grant	District Court Driving While Intoxicated Court Grant	Project Lifesaver (Alzheimer's)	Valley View Fire Department General Improvement	Southridge Fire Department General Improvement	
REVENUES							
State aid		\$ 8,293					\$ 180,311
Federal aid	\$ 226,420		\$ 6,481				234,401
Property taxes							788,707
Fines, forfeitures, and costs							753,411
Interest	1,070	35	121	\$ 7		\$ 18	35,795
Officers' fees							866,382
Jail fees							167,633
911 fees							93,464
Treasurer's commission							79,740
Collector's commission							311,481
Other							21,215
<b>TOTAL REVENUES</b>	<b>227,490</b>	<b>8,328</b>	<b>6,602</b>	<b>7</b>		<b>18</b>	<b>3,532,540</b>
Less: Treasurer's commission	21		2				16,226
<b>NET REVENUES</b>	<b>227,469</b>	<b>8,328</b>	<b>6,600</b>	<b>7</b>		<b>18</b>	<b>3,516,314</b>
EXPENDITURES							
Current:							
General government							1,084,163
Law enforcement		8,321	6,620	739			1,051,689
Public safety						3,047	357,709
Recreation and culture							887,881
Social services	216,250						217,973
<b>TOTAL EXPENDITURES</b>	<b>216,250</b>	<b>8,321</b>	<b>6,620</b>	<b>739</b>		<b>3,047</b>	<b>3,599,415</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>11,219</b>	<b>7</b>	<b>(20)</b>	<b>(732)</b>		<b>(3,029)</b>	<b>(83,101)</b>
OTHER FINANCING SOURCES (USES)							
Transfers in							250,093
Transfers out	(84,940)					\$ (16)	(87,106)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(84,940)</b>					<b>(16)</b>	<b>162,987</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(73,721)</b>	<b>7</b>	<b>(20)</b>	<b>(732)</b>	<b>(16)</b>	<b>(3,029)</b>	<b>79,886</b>
FUND BALANCES - JANUARY 1	73,905		9,239	998	16	3,029	2,219,585
FUND BALANCES - DECEMBER 31	\$ 184	\$ 7	\$ 9,219	\$ 266	\$ 0	\$ 0	\$ 2,299,471

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2018

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.
Western District Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering Ark. Const. amend. 79.
County Clerk's Cost	Ark. Code Ann. § 21-6-413 established fund to receive at least 35% of fees collected by county clerks to be used to purchase, maintain, and operate an automated records system.
County Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive at least 25% of the fees collected by circuit clerks to be used to purchase, maintain, and operate an automated records system.
County Library	Ark. Code Ann. § 13-2-404 established fund to account for library property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
Child Support Cost	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the Clerk's office.
Sheriff's Communication Facility and Equipment	Ark. Code Ann. §§ 21-6-307, 12-41-105 established fund to receive 25% of sheriff's fees collected and phone commission funds to be used for communications equipment and repair and to train operations staff.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.



CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2018

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

<u>Fund Name</u>	<u>Fund Description</u>
Jail Operation and Maintenance	Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners, including construction and maintenance of the County Jail.
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 of for certificate pay for law enforcement and jailer personnel. The other 10% is to be deposited into the County Sheriff's Office Fund 6017 and then transferred to the Treasurer of State for the State's Law Enforcement Training Fund.
Boating Safety	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within the County or for emergency rescue services if the County has not established a patrol.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Emergency Vehicle	Ark. Code Ann. § 27-22-103 established fund to account for the fine for failure to insure motor vehicles to be used for the purchase an maintenance of rescue, emergency medical, and law enforcement vehicles, communications equipment, animals owned or used by law enforcement agencies, life-saving medical apparatus, and law enforcement apparatus to be used for those purposes.
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.
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 of indigent persons, the representation of persons against whom involuntary admissions procedures have been brought, and for representation of persons deemed incompetent by the court, defraying the costs of the juvenile division of chancery court; and for defraying the medical and dental costs for indigent defendants in the county jail.
Adult Drug Court	Ark. Code Ann. § 16-98-304 established fund to receive costs set by drug court judges to be used for treatment, drug testing, and supervision costs.

CRAIGHEAD COUNTY, ARKANSAS  
NOTES TO SCHEDULES 1 AND 2  
DECEMBER 31, 2018

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

<u>Fund Name</u>	<u>Fund Description</u>
Public Safety	Ark. Code Ann. § 27-34-108 established fund to receive 25% of the district court fines levied for violations of the Child Passenger Protection Code to be used for promotion of public safety.
Juvenile Probation Fee	Ark. Code Ann. §§16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201 established fund to receive \$.50 late assessment fee. The money shall be used to help pay for the expense of assessing property and shall be allowed to accumulate.
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.
Bono Lake Project	Craighead County Ordinance no. 2007-05 (April 23, 2007) levying a one percent sales and use tax as approved by the voters within the County for a period of three months for the purpose of paying costs of the Bono Lake Project.
Juvenile Court Drug Court Fee	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.
Sheriff's Drug Abuse Resistance Education	Established to account for donations of education against drug abuse.
Sheriff Federal Drug Forfeiture	Established to receive federal asset forfeitures resulting from drug offense cases to be used for law enforcement purposes.
Eastern 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.
County Jail	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund to be used for the county jail.
Juvenile Detention Facilities Grant	Established to account for a grant received from the Department of Finance and Administration to supplement the operations of the juvenile detention center and holdover facility.

CRAIGHEAD COUNTY, ARKANSAS  
 NOTES TO SCHEDULES 1 AND 2  
 DECEMBER 31, 2018

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

<u>Fund Name</u>	<u>Fund Description</u>
Adult Drug Court Grant	Established to account for grant received from United States Department of Justice to provide assistance to implement treatment drug courts.
Juvenile Drug Court Expansion	Established to account for grant received from Substance Abuse and Mental Health Services Administration (SAMHSA) to address the behavioral health needs of people involved in, or at risk of involvement in, the criminal justice system.
Emergency Food and Shelter Grant	Established to account for grant received from Department of Homeland Security to supplement and expand ongoing efforts to provide shelter, food, and supportive services for needy families and individuals.
Craighead Accountability Court Grant - Mental Health	Ark. Code Ann. § 16-10-139 established fund to receive funds from the Arkansas Community Correction Accountability Court Grant for a Mental Health Court Program.
Accountability Court Grant - Veterans Diversion	Ark. Code Ann. § 16-10-139 established fund to receive funds from the Arkansas Community Correction Accountability Court Grant for a Veteran's Court Program.
Accountability Court Grant - Driving While Intoxicated	Ark. Code Ann. § 16-10-139 established fund to receive funds from the Arkansas Community Correction Accountability Court Grant for a DWI Court Program.
Accountability Court Grant - Adult Drug Court	Ark. Code Ann. § 16-10-139 established fund to receive funds from the Arkansas Community Correction Accountability Court Grant for an Adult Drug Court Program.
Crittenden Accountability Court Grant	Ark. Code Ann. § 16-10-139 established fund to receive funds from the Arkansas Community Correction Accountability Court Grant for a Mental Health Court Program.
Hazard Mitigation Project Grant	Established to account for a grant received from the Arkansas Department of Emergency Management for eligible mitigation activities to strengthen our nation's ability to reduce disaster losses and protect life and property from future disaster damages.
State Homeland Security Grant	Established to account for grant received from the Homeland Security Grant Program to enhance terrorism preparedness and response.

CRAIGHEAD COUNTY, ARKANSAS  
 NOTES TO SCHEDULES 1 AND 2  
 DECEMBER 31, 2018

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

<u>Fund Name</u>	<u>Fund Description</u>
Substance Abuse and Mental Health Services Administration Adult Collaborative	Established to account for grants received from Substance Abuse and Mental Health Services Administration (SAMHSA) to help treat and meet the needs of adults in the community.
Courthouse Security Grant	Ark. Code Ann. § 16-10-1006 established fund for the purpose of providing financial assistance to local governments to assist in the implementation of local security and emergency preparedness plans for circuit and district courts.
District Court Driving While Intoxicated Court Grant	Established to account for grant received from United States Department of Transportation to provide training to implement a driving while intoxicated court.
Project Lifesaver (Alzheimer's)	Established to account for donations and grants received in conjunction with Act 92 of 2009, which was approved to establish a task force on the effect of Alzheimer's disease and other cognitive disorders. Use of funds may include purchasing and maintenance of equipment, administrative costs, programming, additional manpower, training, record keeping, and other duties that are directly related to this program.
Valley View Fire Department General Improvement	Established to account for grant received from Arkansas Economic Development Commission, Division of Rural Services for a pumper truck with water tank and hoses.
Southridge Fire Department General Improvement	Established to account for grant received from Arkansas Economic Development Commission, Division of Rural Services for firefighter turnout equipment.

Treasurer's accounts consist primarily of fine money and Treasurer's commission not distributed to the appropriate agencies.

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

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

County Clerk's accounts consist primarily of fee money to be settled with the treasurer and payroll money to be disbursed to appropriate entities.

Circuit Clerk's accounts consist of trust and circuit bond money awaiting disposition by the applicable court and fee settlements due to the Treasurer.

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

Juvenile Probation Office accounts consist primarily of juvenile fees not yet remitted to the treasurer and restitution not yet paid to individual.

CRAIGHEAD COUNTY, ARKANSAS  
OTHER INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
DECEMBER 31, 2018  
(Unaudited)

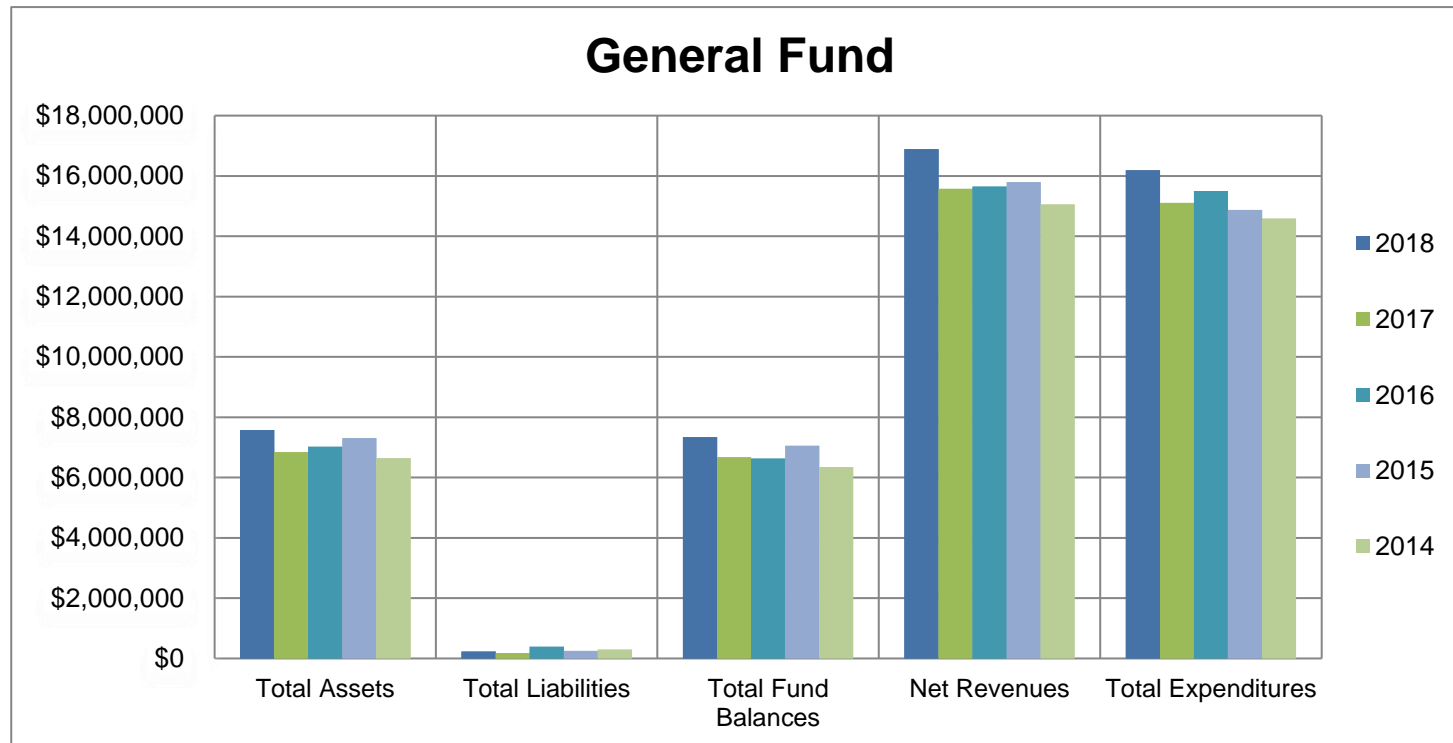
Schedule 3

	<u>December 31, 2018</u>
Land	\$ 1,206,769
Buildings	20,848,213
Equipment	<u>13,534,910</u>
Total	<u>\$ 35,589,892</u>

CRAIGHEAD COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
 DECEMBER 31, 2018  
 (Unaudited)

Schedule 4-1

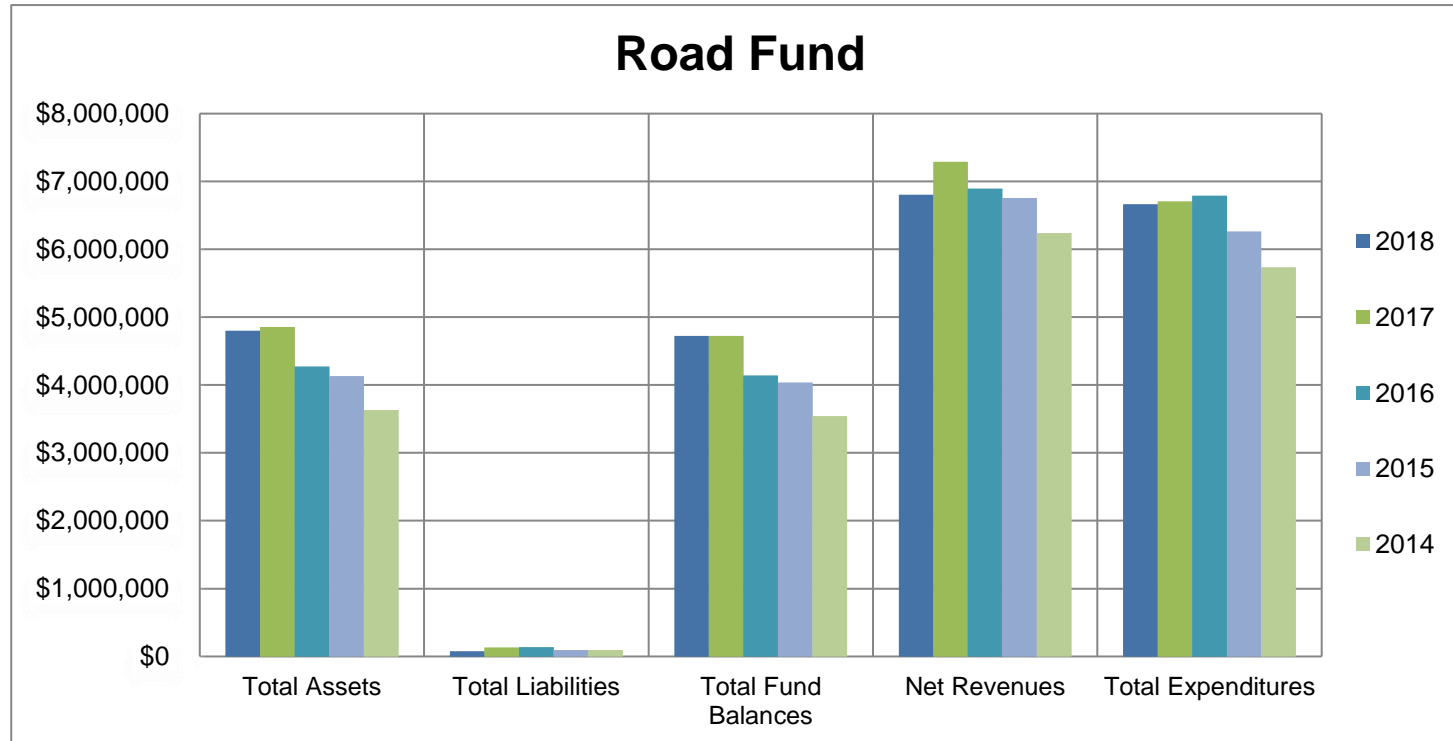
<u>General</u>	2018	2017	2016	2015	2014
Total Assets	\$ 7,566,077	\$ 6,843,076	\$ 7,022,169	\$ 7,307,747	\$ 6,634,708
Total Liabilities	225,419	175,662	392,975	251,936	295,681
Total Fund Balances	7,340,658	6,667,414	6,629,194	7,055,811	6,339,027
Net Revenues	16,883,416	15,570,842	15,650,128	15,791,501	15,057,053
Total Expenditures	16,185,176	15,110,311	15,501,838	14,874,573	14,585,024
Total Other Financing Sources/Uses	(24,996)	(422,311)	(574,907)	(200,144)	(299,347)



CRAIGHEAD COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS  
 DECEMBER 31, 2018  
 (Unaudited)

Schedule 4-2

<u>Road</u>	2018	2017	2016	2015	2014
Total Assets	\$ 4,798,265	\$ 4,853,066	\$ 4,272,516	\$ 4,131,322	\$ 3,629,660
Total Liabilities	74,015	131,360	132,583	94,365	90,270
Total Fund Balances	4,724,250	4,721,706	4,139,933	4,036,957	3,539,390
Net Revenues	6,801,545	7,287,072	6,891,271	6,755,936	6,236,299
Total Expenditures	6,661,010	6,705,299	6,788,295	6,258,369	5,730,307
Total Other Financing Sources/Uses	(137,991)				



CRAIGHEAD COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
 DECEMBER 31, 2018  
 (Unaudited)

Schedule 4-3

<u>Other Funds in the Aggregate</u>	2018	2017	2016	2015	2014
Total Assets	\$ 5,294,980	\$ 5,218,189	\$ 4,801,207	\$ 4,496,931	\$ 4,930,429
Total Liabilities	2,995,509	2,998,604	2,646,304	2,668,014	2,997,885
Total Fund Balances	2,299,471	2,219,585	2,154,903	1,828,917	1,932,544
Net Revenues	3,516,314	3,664,787	3,812,169	3,565,184	3,533,380
Total Expenditures	3,599,415	4,022,416	4,061,090	3,868,955	3,797,909
Total Other Financing Sources/Uses	162,987	422,311	574,907	200,144	299,347

