

Jefferson County, Arkansas

**Regulatory Basis Financial Statements
and Other Reports**

December 31, 2016

LEGISLATIVE JOINT AUDITING COMMITTEE



JEFFERSON COUNTY, ARKANSAS
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Senate Chair
Sen. Lance Eads
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. Mary Bentley
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Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

INDEPENDENT AUDITOR'S REPORT

Jefferson 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 Jefferson County, Arkansas, as of and for the year ended December 31, 2016, 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 Jefferson County, Arkansas, as of December 31, 2016, 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 Jefferson County, Arkansas, as of December 31, 2016, 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.

Emphasis of Matter

As discussed in Note 4 to the financial statements, in 2016 the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No.72, *Fair Value Measurement and Application*. Our opinions are not modified with respect to this matter.

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 10, 2017, 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 10, 2017
LOCO03516

Arkansas

Sen. Jimmy Hickey, Jr.
Senate Chair
Sen. Lance Eads
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. Mary Bentley
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, COMPLIANCE AND OTHER MATTERS,
AND OTHER ISSUES BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT

Jefferson 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 Jefferson County, Arkansas, as of and for the year ended December 31, 2016, and the related notes to the financial statements, and have issued our report thereon dated October 10, 2017. 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a material weakness.

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. We consider the following deficiency to be a material weakness:

2016-1 Arkansas Code requires county management to maintain financial records. The financial records contained omissions/errors that are considered material as enumerated below:

The Other Funds in the Aggregate financial records contained misstatements in revenues in the amount of \$305,535 due to misclassified revenues and posting errors.

The effect of these errors constitutes a significant control deficiency in the process of preparing financial statements. County management should implement procedures to ensure financial records are properly posted.

The Treasurer concurs with the above recommendation and has approved the appropriate entries to the County's financial records.

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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the Internal Control over Financial Reporting section as item 2016-1.

Entity's Response to Finding

The County's response to the finding identified in our audit is described above. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Other Issues

The following issues are not significant deficiencies, material weaknesses, or material instances of noncompliance, but are issues that are presented to assist in the efficient operation of the County.

The commentary contained in this section relates to the following officials that held office during 2016:

County Judge: Dutch King
Treasurer: Elizabeth Rinchuso
Sheriff: Gerald Robinson
Tax Collector: Stephanie Stanton
County Clerk: Patricia Johnson
Circuit Clerk: Lafayette Wood Sr.
Assessor: Yvonne Humphrey

Our audit procedures indicated that the offices of **Tax Collector** and **Circuit Clerk** were in substantial compliance with Arkansas fiscal and financial laws. Noncompliance with state law and accepted accounting practices was noted in the offices of **County Judge, Sheriff, Treasurer, County Clerk, and Assessor**.

County Judge and Sheriff

The County conducted transactions totaling \$25,650 with a business owned by a Quorum Court member. Although these transactions were authorized by Jefferson County Ordinance no. 2011-13 (January 10, 2011), the County Attorney determined that the ordinance did not comply with the state ethics law prescribed in Ark. Code Ann. § 14-14-1202.

County Judge, County Clerk, and Sheriff

Although the County did not have a uniform policy that addressed the purchase of clothing, the County purchased clothing (including jeans, pants, and shoes) costing \$1,363 for Jail, County Building, and Road Department employees. These purchases were not included on the Internal Revenue Service (IRS) Form W-2 for these employees. IRS regulations require that clothing purchased by an employer be reported as taxable income to an employee if it is adaptable to general usage as ordinary clothing.

County Judge and County Clerk

The following payroll discrepancies were discovered during our review of the payroll account:

- \$747 for insurance premiums was not withheld from an employee's salary. Upon discovery, the County paid the insurance premiums owed and began payroll deductions to recover this payment.
- \$6,981 was paid to APERS because the County erroneously changed an employee's retirement plan after the employee returned to work from time off due to short-term disability. As a result of this error, the employee had to buy back approximately 2.5 years of service. Of the amount paid to APERS, the County's portion was \$5,330, and the employee's portion was \$1,651. A payroll deduction was initiated to recover the employee's portion.

County Judge and Assessor

Competitive bids were not solicited for purchase of equipment which exceeded \$20,000, in noncompliance with Ark. Code Ann. § 14-22-104.

County Judge

Pre-numbered receipts were not issued for all items of income, as required by Ark Code § 14-25-108.

Sheriff

Bank reconciliations were not prepared for the Bond and Fine account, as required by Ark. Code Ann. § 16-10-207.

The following Information Systems weakness was discovered during a review of computers:

The Disaster Recovery Plan in place was inadequate (both technical and end user) for restoring from short-term or long-term interruptions of computer processing. This situation could cause the entity to be without computer processing for an extended period of time in the event of a disaster or major interruption and could also place a financial and personnel burden on the resources of the entity.

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



Marti Steel, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
October 10, 2017

JEFFERSON COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2016

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 1,825,634	\$ 633,501	\$ 3,538,292
Investments	1,036,482	363,553	1,508,001
Accounts receivable	546,400	325	686,848
Interfund receivables	9,294		
TOTAL ASSETS	\$ 3,417,810	\$ 997,379	\$ 5,733,141
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 609,769	\$ 86,013	\$ 85,639
Interfund payables			9,294
Settlements pending			897,814
Total Liabilities	609,769	86,013	992,747
Fund Balances:			
Restricted		911,366	4,607,359
Committed			59,696
Assigned	999,903		73,339
Unassigned	1,808,138		
Total Fund Balances	2,808,041	911,366	4,740,394
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,417,810	\$ 997,379	\$ 5,733,141

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

JEFFERSON COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2016

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
REVENUES			
State aid	\$ 1,263,505	\$ 2,605,137	\$ 101,853
Federal aid	184,692	232	117,806
Property taxes	4,216,410	1,577,227	576,945
Sales taxes	2,457,330		5,976,836
Fines, forfeitures, and costs	971,348		538,405
Interest	8,352	5,199	27,628
Officers' fees	158,322		399,333
Net increase (decrease) in the fair value of investments	(13,310)	(4,467)	(18,652)
Recycling fees			305,505
School district contributions			574,634
911 fees			1,376,885
Jail fees	1,711,510		31,372
Sanitation fees	1,451,653		
Franchise fees	10,074		
Treasurer's commission	203,292		55,281
Collector's commission	963,030		107,003
Taxes apportioned - Assessor's salary and expense	649,750		
Other	779,938	4,209	70,564
TOTAL REVENUES	<u>15,015,896</u>	<u>4,187,537</u>	<u>10,241,398</u>
Less: Treasurer's commission	127,218	39,492	42,331
NET REVENUES	<u>14,888,678</u>	<u>4,148,045</u>	<u>10,199,067</u>
EXPENDITURES			
Current:			
General government	4,534,850		436,724
Law enforcement	7,840,182		3,697,492
Highways and streets		4,147,852	
Public safety	598,884		1,660,408
Sanitation	1,480,542		392,690
Health	75,229		
Recreation and culture	25,650		590,008
Social services	96,172		
Total Current	<u>14,651,509</u>	<u>4,147,852</u>	<u>6,777,322</u>
Debt Service:			
Lease principal		18,144	
Lease interest		307	
Note principal	43,365	82,428	
Note interest	2,603	3,949	
TOTAL EXPENDITURES	<u>14,697,477</u>	<u>4,252,680</u>	<u>6,777,322</u>

JEFFERSON COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2016

Exhibit B

	<u>General</u>	<u>Road</u>	<u>Other Funds in the Aggregate</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 191,201</u>	<u>\$ (104,635)</u>	<u>\$ 3,421,745</u>
OTHER FINANCING SOURCES (USES)			
Transfers in			51,273
Transfers out	(51,273)		
Sales tax remitted to Economic Development Corporation			(3,584,822)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(51,273)</u>		<u>(3,533,549)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>139,928</u>	<u>(104,635)</u>	<u>(111,804)</u>
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	2,669,758	1,016,780	4,854,936
Restatement adjustment (Note 12)	<u>(1,645)</u>	<u>(779)</u>	<u>(2,738)</u>
FUND BALANCES - JANUARY 1, AS RESTATED	<u>2,668,113</u>	<u>1,016,001</u>	<u>4,852,198</u>
FUND BALANCES - DECEMBER 31	<u>\$ 2,808,041</u>	<u>\$ 911,366</u>	<u>\$ 4,740,394</u>

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

JEFFERSON 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, 2016

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 653,258	\$ 1,263,505	\$ 610,247	\$ 2,367,500	\$ 2,605,137	\$ 237,637
Federal aid	111,000	184,692	73,692		232	232
Property taxes	4,519,050	4,216,410	(302,640)	1,691,175	1,577,227	(113,948)
Sales taxes	2,300,000	2,457,330	157,330			
Fines, forfeitures, and costs	991,390	971,348	(20,042)			
Interest	14,400	8,352	(6,048)	8,500	5,199	(3,301)
Officers' fees	183,450	158,322	(25,128)			
Net increase (decrease) in the fair value of investments		(13,310)	(13,310)		(4,467)	(4,467)
Jail fees	1,892,000	1,711,510	(180,490)			
Sanitation fees	1,380,400	1,451,653	71,253			
Franchise fees	20,000	10,074	(9,926)			
Treasurer's commission	158,000	203,292	45,292			
Collector's commission	1,025,000	963,030	(61,970)			
Taxes apportioned - Assessor's salary and expense	690,000	649,750	(40,250)			
Other	790,276	779,938	(10,338)	275,200	4,209	(270,991)
TOTAL REVENUES	<u>14,728,224</u>	<u>15,015,896</u>	<u>287,672</u>	<u>4,342,375</u>	<u>4,187,537</u>	<u>(154,838)</u>
Less: Treasurer's commission		127,218	(127,218)		39,492	(39,492)
NET REVENUES	<u>14,728,224</u>	<u>14,888,678</u>	<u>160,454</u>	<u>4,342,375</u>	<u>4,148,045</u>	<u>(194,330)</u>
EXPENDITURES						
Current:						
General government	4,970,437	4,534,850	435,587			
Law enforcement	12,702,270	7,840,182	4,862,088			
Highways and streets				4,712,114	4,147,852	564,262
Public safety	420,258	598,884	(178,626)			
Sanitation	1,557,171	1,480,542	76,629			
Health	94,640	75,229	19,411			
Recreation and culture	25,650	25,650				
Social services	96,532	96,172	360			
Total Current	<u>19,866,958</u>	<u>14,651,509</u>	<u>5,215,449</u>	<u>4,712,114</u>	<u>4,147,852</u>	<u>564,262</u>
Debt Service:						
Lease principal					18,144	(18,144)
Lease interest					307	(307)
Note principal		43,365	(43,365)		82,428	(82,428)
Note interest		2,603	(2,603)		3,949	(3,949)
TOTAL EXPENDITURES	<u>19,866,958</u>	<u>14,697,477</u>	<u>5,169,481</u>	<u>4,712,114</u>	<u>4,252,680</u>	<u>459,434</u>

JEFFERSON 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, 2016

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (5,138,734)	\$ 191,201	\$ 5,329,935	\$ (369,739)	\$ (104,635)	\$ 265,104
OTHER FINANCING SOURCES (USES)						
Transfers in	4,117,000		(4,117,000)			
Transfers out		(51,273)	(51,273)			
TOTAL OTHER FINANCING SOURCES (USES)	4,117,000	(51,273)	(4,168,273)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,021,734)	139,928	1,161,662	(369,739)	(104,635)	265,104
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	1,446,997	2,669,758	1,222,761	900,000	1,016,780	116,780
Restatement adjustment (Note 12)		(1,645)	(1,645)		(779)	(779)
FUND BALANCES - JANUARY 1, AS RESTATED	1,446,997	2,668,113	1,221,116	900,000	1,016,001	116,001
FUND BALANCES - DECEMBER 31	\$ 425,263	\$ 2,808,041	\$ 2,382,778	\$ 530,261	\$ 911,366	\$ 381,105

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

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

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.

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

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

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

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

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

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

Capital 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. See Schedules 1 and 2 for the Capital Projects Fund 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.

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 1: Summary of Significant Accounting Policies(Continued)

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. 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.

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Investments

Investments are reported at fair value.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, property taxes, officer's fees, trust funds, payroll taxes and sanitation fees 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. Committed fund balance – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Quorum Court.
3. 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.
4. 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.

JEFFERSON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2016

NOTE 1: Summary of Significant Accounting Policies(Continued)

F. Budget Law

1. Legal Requirements

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

2. Accounting

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

G. Fund Balance Classification Policies and Procedures

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

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

NOTE 2: Cash Deposits with Financial Institutions

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

	December 31, 2016	
	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 1,334,543	\$ 1,725,467
Collateralized:		
Collateral held by the County's agent, pledging bank, or pledging bank's trust department or agent in the County's name	4,642,955	7,004,045
Uninsured and uncollateralized	12,320	26,971
Total Deposits	\$ 5,989,818	\$ 8,756,483

The above total deposits do not include cash on hand of \$7,609.

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of December 31, 2016, \$26,971 of the County's bank balances of \$8,756,483 were exposed to custodial credit risk as uninsured and uncollateralized.

JEFFERSON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2016

NOTE 3: Legal or Contractual Provisions for Deposits and Investments

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

NOTE 4: Public Fund Investments

A summary of investments by fund types is as follows:

Fund Type	December 31, 2016 Fair Value
General	\$ 1,036,482
Road	363,553
Other Funds in the Aggregate	1,508,001
Totals	\$ 2,908,036

Investments are reported at fair value. The County categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72, *Fair Value Measurement and Application*. The hierarchy is based on the valuation assumptions used to measure the fair value of the asset as follows:

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

The County's investments are composed of the following:

December 31, 2016 Investment Type	Quoted Prices in Active Markets for Identical Investments Level I
Treasury notes and mortgage backed securities	\$ 2,908,036

The fair value of treasury notes and mortgage backed securities are measured on a recurring basis and are based on quoted marked prices obtained from independent pricing sources and are classified as Level I inputs.

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 5: Accounts Receivable

The accounts receivable balance at December 31, 2016, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
State aid			\$ 16,865
Federal aid	\$ 9,624		8,846
Sales taxes	194,747		473,673
Fines, forfeitures, and costs	41,632		22,574
Officers' fees	10,675		28,920
911 fees			133,298
Jail fees	117,774		2,383
Sanitation fees	108,081		
Franchise fees	4,818		
Other	59,049	\$ 325	289
Totals	\$ 546,400	\$ 325	\$ 686,848

NOTE 6: Accounts Payable

The accounts payable balance at December 31, 2016, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	\$ 609,769	\$ 86,013	\$ 85,639

NOTE 7: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

Fund	December 31, 2016	
	Interfund Receivables	Interfund Payables
General Fund	\$ 9,294	
Other Funds in the Aggregate:		
Special Revenue Funds:		
Juvenile Justice Education		\$ 8,508
Courthouse Security Grant		786
Totals	\$ 9,294	\$ 9,294

Interfund receivables and payables consist of corrections of posting errors.

JEFFERSON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2016

NOTE 8: Details of Fund Balance Classifications

Fund balance classifications at December 31, 2016, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Restricted for:			
General government			\$ 564,770
Law enforcement			2,653,788
Highways and streets		\$ 911,366	
Public safety			545,902
Sanitation			3,721
Recreation and culture			839,178
Total Restricted		<u>911,366</u>	<u>4,607,359</u>
Committed for:			
Public safety			<u>59,696</u>
Assigned to:			
General government	\$ 7,795		
Law enforcement	938,525		
Sanitation	53,583		26,888
Capital outlay			46,451
Total Assigned	<u>999,903</u>		<u>73,339</u>
Unassigned	<u>1,808,138</u>		
Totals	<u>\$ 2,808,041</u>	<u>\$ 911,366</u>	<u>\$ 4,740,394</u>

NOTE 9: Legal Debt Limit

A. Property Tax Secured Bonded Debt

The County is subject to a constitutional limitation for bonded indebtedness equal to 10% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. At December 31, 2016, the legal debt limit for bonded debt was \$72,315,000. 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, 2016, the legal debt limit for short-term financing obligations was \$22,025,341. The amount of short-term financing obligations was \$131,267, leaving a legal debt margin of \$21,894,074.

NOTE 10: Commitments

Total commitments consist of the following at December 31, 2016:

	December 31, 2016
	<u> </u>
Long-term liabilities	<u>\$ 964,902</u>

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 10: Commitments (Continued)

Long-term Liabilities

Long-term liabilities at December 31, 2016, are comprised of the following:

	December 31, 2016
Promissory note with Relyance Bank for courthouse HVAC system; 60 monthly payments of \$3,831 through August 2018; Interest 2.6%. Payments are to be made from the General Fund.	\$ 74,875
Promissory note with Simmons First National Bank for 2008 Gradall excavator; three annual payments of \$36,829 with a final payment of \$36,740 due each February through 2017. Payments are to be made from the Road Fund.	35,719
Promissory note with Simmons First National Bank for 2001 Caterpillar paver; three annual payments of \$21,350 with a final payment of \$21,265 due each February through 2017. Payments are to be made from the Road Fund.	20,673
Compensated absences	833,635
Total Long-term liabilities	\$ 964,902

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.

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2016:

Years Ending December 31, 2016	Notes
2017	\$ 103,973
2018	30,645
Total Obligations	134,618
Less Interest	3,351
Total Principal	\$ 131,267

NOTE 11: Interfund Transfers

The General Fund transferred \$51,273 to Other Funds in the Aggregate (Justice Equitable Sharing Program and Courthouse Security Grant) to correct a prior year recording error.

NOTE 12: Prior Year Restatement

The January 1, 2016 fund balance for the General Fund, Road Fund, and Other Funds in the Aggregate were decreased by \$1,645, \$779, and \$2,738, respectively, to reflect investments at fair value.

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 13: Related Party Transactions

The Quorum Court approved Jefferson County Ordinance 2011-13 (January 10, 2011) to authorize conducting business with Delta Computer Experts, owned by Justice of the Peace Lloyd Franklin. In 2016, the County paid the business \$5,522. Additionally, the Communication Facility and Equipment Fund maintained by the Sheriff paid the business \$20,128.

NOTE 14: Joint Venture: Pine Bluff and Jefferson County Library System

Jefferson County and the City of Pine Bluff entered into an agreement in August 1979, in accordance with Ark. Code Ann. §§ 25-20-101, -108, to establish a library system for the Jefferson County, Arkansas area. The System is composed of five members appointed by the Jefferson County Judge with Quorum Court approval and six members appointed by the Mayor of Pine Bluff and ratified by the City Council. Title to fixed assets held by the constituent governmental units and used for library purposes at the time of the execution of this agreement shall remain unchanged, although additional assets may be acquired in the name of the System. The Board shall fix the number of and salaries of employees of the system. The County paid the Pine Bluff and Jefferson County Library \$590,008 in 2016. Separate financial statements are available at 200 East Eighth Street, Pine Bluff, Arkansas 71601.

NOTE 15: Jointly Governed Organizations

Tri-County Drug Task Force

The Sheriff's Departments of Arkansas, Jefferson, and Lincoln Counties, and the Prosecuting Attorney's Offices of the Eleventh-East and Eleventh-West Judicial Districts entered into an agreement to establish the Tri-County Drug Task Force. The agreement covers the period July 1, 2016 to June 30, 2017, and may be extended upon written mutual agreement. Funding was provided through a Drug Law Enforcement Program grant applied for by the Tri-County Drug Task Force. No contributions or payments for expenditures were made to the Tri-County Drug Task Force by the County. The 2016 financial statements of the Tri-County Drug Task Force have not been audited.

Southeast Arkansas Regional Solid Waste Management District

Arkansas, Ashley, Bradley, Chicot, Cleveland, Desha, Drew, Grant, Jefferson and Lincoln counties entered into an agreement in 1991 to form the Southeast Arkansas Regional Solid Waste Management District in accordance with Ark. Code Ann. § 8-6-703. The County did not provide any funding for the Southeast Arkansas Regional Solid Waste Management District. Separate financial statements may be obtained at P.O. Box 6806, Pine Bluff, Arkansas 71611.

NOTE 16: 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.

The County participates in the Arkansas Public Entities Risk Management Association (APERMA) public entity risk pool for coverage in the following areas:

Building and Contents Program - This program is a blanket policy with coverage up to \$100,000,000 for any one loss with a \$500 deductible. The County shall pay into the program each year a charge established annually by the Risk Management Fund Board for covered county property.

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 16: Risk Management (Continued)

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 for in-state claims is \$25,000 for bodily injury per person, \$50,000 for bodily injury per accident, and \$25,000 for property damage per accident (\$100,000 respectively for out-of-state claims). 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 and mobile equipment which are the property of the participating county. Property is valued at the cost to repair or replace the property after deduction for depreciation. Loss amounts will be reduced by the deductible amount of \$1,000 for Sheriff's Department vehicles and \$500 for all other covered vehicles and mobile equipment. 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 shall pay into the program each year a charge established annually by the Risk Management Fund Board for this coverage.

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 17: 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. 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 December 31, 2016 were \$1,637,697.

Net Pension Liability

The County's proportionate share of the collective net pension liability at June 30, 2016 (actuarial valuation date and measurement date) was \$14,582,650.

NOTE 18: Tax Collector's Commission

Collector's commission is based on a special agreement between the County and the other taxing units. The commission rates are 2% for school districts and improvement districts and 3% for cities and county accounts based on a 1983 county court order. Excess commissions are transferred into the General Fund pursuant to the provisions of Act 86 of 1975.

JEFFERSON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 19: Landfill Lease Agreement

The County entered into a lease agreement for the operation of a county landfill with Waste Management of Arkansas, Inc., on July 13, 1990. The County covenants to lessee and the City of Pine Bluff, Arkansas, that the County will provide at the premises a minimum of twenty years of disposal capacity for the Arkansas Solid Waste Planning District which includes the premises. Lessee shall lease the premises from the commencement of the lease and so long thereafter as lessee continues active landfill operations at the premises, or diligently pursues permits and licenses for such operations. Lessee shall pay a monthly rental of \$5,000, a monthly rental (base rental) equal to an assessment of each yard of waste material generated by public or private entities located outside Jefferson County, plus an annual \$20,000 grant to be applied to support recycling, environmental education and countywide beautification, and environmental protection and improvement programs. Waste Management is required to pay all closure and post closure costs.

NOTE 20: Hospital Lease Agreement

On December 11, 1959, Jefferson County, Arkansas, entered into a lease agreement with Jefferson Hospital Association, Inc., a not-for-profit Arkansas corporation. The lease agreement stipulates that Jefferson County leases the hospital real estate and personal property. In 2001, the lease agreement was extended until December 11, 2040, for \$1 per year. Jefferson Hospital Association, Inc. assumes all rights and responsibilities for the operation of the hospital and related ancillary facilities and all obligations of the revenue bonds.

NOTE 21: 911 Surcharges Overpayment

The County has agreed on a settlement with AT&T to refund overpayments of 911 surcharges the county received for the period from November 2010 to January 2015. The terms of the settlement include a lump sum payment of \$100,000 and 24 monthly payments of \$3,333 which will be withheld from the monthly payment received from AT&T for E911 surcharges beginning August 2016. The following payments are due over the next two years:

Years Ending December 31,	
2017	\$40,000
2018	\$23,333

Payments for 2016 totaled \$116,667.

NOTE 22: Subsequent Events

On October 10, 2017, the County issued \$1,120,000 of Construction Bonds with a 3 percent interest rate. The bond proceeds will be used to finance the acquisition, construction, equipping of the Library Capital Improvement Projects.

JEFFERSON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2016

Schedule 1

	SPECIAL REVENUE FUNDS							
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no.79	County Clerk Cost	Recorders Cost	County Library	Support Collections Costs
ASSETS								
Cash and cash equivalents	\$ 25,422	\$ 100,689	\$ 10,576	\$ 22,996	\$ 7,048	\$ 1,977	\$ 533,191	\$ 2,072
Investments	14,589	57,784	6,070	13,197	4,045	1,135	305,987	1,189
Accounts receivable			660		832	22,847		38
TOTAL ASSETS	<u>\$ 40,011</u>	<u>\$ 158,473</u>	<u>\$ 17,306</u>	<u>\$ 36,193</u>	<u>\$ 11,925</u>	<u>\$ 25,959</u>	<u>\$ 839,178</u>	<u>\$ 3,299</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 253	\$ 1,667	\$ 2,085			\$ 11,795		
Interfund payables								
Settlements pending								
Total Liabilities	<u>253</u>	<u>1,667</u>	<u>2,085</u>			<u>11,795</u>		
Fund Balances:								
Restricted	39,758	156,806	15,221	\$ 36,193	\$ 11,925	14,164	\$ 839,178	\$ 3,299
Committed								
Assigned								
Total Fund Balances	<u>39,758</u>	<u>156,806</u>	<u>15,221</u>	<u>36,193</u>	<u>11,925</u>	<u>14,164</u>	<u>839,178</u>	<u>3,299</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 40,011</u>	<u>\$ 158,473</u>	<u>\$ 17,306</u>	<u>\$ 36,193</u>	<u>\$ 11,925</u>	<u>\$ 25,959</u>	<u>\$ 839,178</u>	<u>\$ 3,299</u>

JEFFERSON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2016

Schedule 1

SPECIAL REVENUE FUNDS								
	Jail Operation (Detention M & O, Detention Reserve and Jail Operations)	Boating Safety	Emergency 911	Emergency Vehicle	Prosecuting Attorney	Indigent Defense	District Court Cost	Drug Court
ASSETS								
Cash and cash equivalents	\$ 859,444	\$ 7	\$ 269,839	\$ 18,384	\$ 68,971	\$ 111,702	\$ 8,969	\$ 19,820
Investments	493,218	4	154,855	10,550	39,581	64,104	5,147	11,374
Accounts receivable	199,996		133,322	915	1,939	4,370		110
TOTAL ASSETS	\$ 1,552,658	\$ 11	\$ 558,016	\$ 29,849	\$ 110,491	\$ 180,176	\$ 14,116	\$ 31,304
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable			\$ 41,974		\$ 833	\$ 4,683		
Interfund payables								
Settlements pending								
Total Liabilities			41,974		833	4,683		
Fund Balances:								
Restricted	\$ 1,552,658	\$ 11	516,042	\$ 29,849	109,658	175,493	\$ 14,116	\$ 31,304
Committed								
Assigned								
Total Fund Balances	1,552,658	11	516,042	29,849	109,658	175,493	14,116	31,304
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,552,658	\$ 11	\$ 558,016	\$ 29,849	\$ 110,491	\$ 180,176	\$ 14,116	\$ 31,304

JEFFERSON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2016

Schedule 1

	SPECIAL REVENUE FUNDS							
	Juvenile Justice	Recycling	Circuit Clerk Commissioner's Fee	Juvenile Justice Education	Reserve Fund for Rural Fire Protection	Judicial Enhancement	Economic Development	Waste Tire Facility Closure
ASSETS								
Cash and cash equivalents	\$ 3,957	\$ 10,678	\$ 4,935	\$ 248,626	\$ 37,929	\$ 42,430		\$ 2,364
Investments	2,271	6,128	2,832	142,681	21,767	24,350		1,357
Accounts receivable	5,261	17,130	128			1,190	\$ 284,204	
TOTAL ASSETS	<u>\$ 11,489</u>	<u>\$ 33,936</u>	<u>\$ 7,895</u>	<u>\$ 391,307</u>	<u>\$ 59,696</u>	<u>\$ 67,970</u>	<u>\$ 284,204</u>	<u>\$ 3,721</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 7,048		\$ 12,887				
Interfund payables				8,508				
Settlements pending								
Total Liabilities		<u>7,048</u>		<u>21,395</u>				
Fund Balances:								
Restricted	\$ 11,489		\$ 7,895	369,912		\$ 67,970	\$ 284,204	\$ 3,721
Committed					\$ 59,696			
Assigned		26,888						
Total Fund Balances	<u>11,489</u>	<u>26,888</u>	<u>7,895</u>	<u>369,912</u>	<u>59,696</u>	<u>67,970</u>	<u>284,204</u>	<u>3,721</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 11,489</u>	<u>\$ 33,936</u>	<u>\$ 7,895</u>	<u>\$ 391,307</u>	<u>\$ 59,696</u>	<u>\$ 67,970</u>	<u>\$ 284,204</u>	<u>\$ 3,721</u>

JEFFERSON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2016

Schedule 1

	SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUND
	Courtthouse Security Grant	Victims of Crime	Justice Equitable Sharing Program	Communication Facility & Equipment	Drug Court Accountability Grant	Jefferson County Construction
ASSETS						
Cash and cash equivalents	\$ 499	\$ 14,439	\$ 119,993	\$ 82,895	\$ 6,688	\$ 29,514
Investments	287	8,287	68,861		3,838	16,937
Accounts receivable		8,846	538	4,522		
TOTAL ASSETS	<u>\$ 786</u>	<u>\$ 31,572</u>	<u>\$ 189,392</u>	<u>\$ 87,417</u>	<u>\$ 10,526</u>	<u>\$ 46,451</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable		\$ 2,414				
Interfund payables	\$ 786					
Settlements pending						
Total Liabilities	<u>786</u>	<u>2,414</u>				
Fund Balances:						
Restricted		29,158	\$ 189,392	\$ 87,417	\$ 10,526	
Committed						
Assigned						\$ 46,451
Total Fund Balances		<u>29,158</u>	<u>189,392</u>	<u>87,417</u>	<u>10,526</u>	<u>46,451</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 786</u>	<u>\$ 31,572</u>	<u>\$ 189,392</u>	<u>\$ 87,417</u>	<u>\$ 10,526</u>	<u>\$ 46,451</u>

JEFFERSON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2016

Schedule 1

AGENCY FUNDS								
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Juvenile Court Accounts	Sanitation	Totals
ASSETS								
Cash and cash equivalents	\$ 44,567	\$ 15,939	\$ 314,490	\$ 108,146	\$ 280,789	\$ 241	\$ 108,066	\$ 3,538,292
Investments	25,576							1,508,001
Accounts receivable								686,848
TOTAL ASSETS	\$ 70,143	\$ 15,939	\$ 314,490	\$ 108,146	\$ 280,789	\$ 241	\$ 108,066	\$ 5,733,141
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable								\$ 85,639
Interfund payables								9,294
Settlements pending	\$ 70,143	\$ 15,939	\$ 314,490	\$ 108,146	\$ 280,789	\$ 241	\$ 108,066	897,814
Total Liabilities	70,143	15,939	314,490	108,146	280,789	241	108,066	992,747
Fund Balances:								
Restricted								4,607,359
Committed								59,696
Assigned								73,339
Total Fund Balances								4,740,394
TOTAL LIABILITIES AND FUND BALANCES	\$ 70,143	\$ 15,939	\$ 314,490	\$ 108,146	\$ 280,789	\$ 241	\$ 108,066	\$ 5,733,141

JEFFERSON 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, 2016

Schedule 2

	SPECIAL REVENUE FUNDS								
	Treasurer's Automation	Collector's Automation	Circuit Court Automation	Assessor's Amendment no.79	County Clerk Cost	Recorders Cost	County Library	Support Collections Costs	Jail Operation (Detention M & O, Detention Reserve and Jail Operations)
REVENUES									
State aid				\$ 10,483			\$ 65,261		
Federal aid									
Property taxes							576,945		
Sales taxes									\$ 2,390,734
Fines, forfeitures, and costs			\$ 10,226		\$ 832				128,356
Interest	\$ 70	\$ 627	205	312	117	\$ 428	4,998	\$ 21	9,890
Officers' fees					15,571	291,041		830	
Net increase (decrease) in the fair value of investments	(203)	(753)	(68)	(168)	(49)	(7)	(3,900)	(16)	(6,151)
Recycling fees									
School district contributions									
911 fees									
Jail fees									
Treasurer's commission	55,281								
Collector's commission		107,003							
Other									
TOTAL REVENUES	55,148	106,877	10,363	10,627	16,471	291,462	643,304	835	2,522,829
Less: Treasurer's commission		1,004	97	101	154	2,732	6,098	9	23,555
NET REVENUES	55,148	105,873	10,266	10,526	16,317	288,730	637,206	826	2,499,274
EXPENDITURES									
Current:									
General government	25,969	69,170		10,314	19,000	303,923			
Law enforcement			23,892						2,629,278
Public safety									
Sanitation									
Recreation and culture							590,008		
TOTAL EXPENDITURES	25,969	69,170	23,892	10,314	19,000	303,923	590,008		2,629,278
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	29,179	36,703	(13,626)	212	(2,683)	(15,193)	47,198	826	(130,004)
OTHER FINANCING SOURCES (USES)									
Transfers in									
Sales tax remitted to Economic Development Corporation									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	29,179	36,703	(13,626)	212	(2,683)	(15,193)	47,198	826	(130,004)
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	10,587	120,183	28,866	36,004	14,617	29,366	792,496	2,475	1,683,628
Restatement adjustment (Note 12)	(8)	(80)	(19)	(23)	(9)	(9)	(516)	(2)	(966)
FUND BALANCES - JANUARY 1, AS RESTATED	10,579	120,103	28,847	35,981	14,608	29,357	791,980	2,473	1,682,662
FUND BALANCES - DECEMBER 31	\$ 39,758	\$ 156,806	\$ 15,221	\$ 36,193	\$ 11,925	\$ 14,164	\$ 839,178	\$ 3,299	\$ 1,552,658

JEFFERSON 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, 2016

Schedule 2

SPECIAL REVENUE FUNDS

	Boating Safety	Emergency 911	Emergency Vehicle	Prosecuting Attorney	Indigent Defense	District Court Cost	Drug Court	Juvenile Justice	Recycling
REVENUES									
State aid	\$ 4,115				\$ 3,068				
Federal aid							\$ 4,500		
Property taxes									
Sales taxes									
Fines, forfeitures, and costs			\$ 23,046	\$ 90,158	58,080	\$ 13,088	3,875	\$ 36,379	
Interest	60	\$ 5,053	124	677	1,187	46	220	226	\$ 159
Officers' fees								57,169	
Net increase (decrease) in the fair value of investments	6	(1,801)	(148)	(520)	(816)	(65)	(147)	(18)	9
Recycling fees									305,505
School district contributions									
911 fees		1,376,885							
Jail fees									
Treasurer's commission									
Collector's commission									
Other		10,369			78				47,406
TOTAL REVENUES	4,181	1,390,506	23,022	90,315	61,597	13,069	8,448	93,756	353,079
Less: Treasurer's commission	10	6,066	221	223	500	134	40	889	450
NET REVENUES	4,171	1,384,440	22,801	90,092	61,097	12,935	8,408	92,867	352,629
EXPENDITURES									
Current:									
General government									
Law enforcement				59,950	51,790	14,209	4,640	111,600	
Public safety	13,872	1,646,536							
Sanitation									392,690
Recreation and culture									
TOTAL EXPENDITURES	13,872	1,646,536		59,950	51,790	14,209	4,640	111,600	392,690
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(9,701)	(262,096)	22,801	30,142	9,307	(1,274)	3,768	(18,733)	(40,061)
OTHER FINANCING SOURCES (USES)									
Transfers in									
Sales tax remitted to Economic Development Corporation									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(9,701)	(262,096)	22,801	30,142	9,307	(1,274)	3,768	(18,733)	(40,061)
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	9,718	778,572	7,052	79,567	166,295	15,399	27,554	30,237	67,046
Restatement adjustment (Note 12)	(6)	(434)	(4)	(51)	(109)	(9)	(18)	(15)	(97)
FUND BALANCES - JANUARY 1, AS RESTATED	9,712	778,138	7,048	79,516	166,186	15,390	27,536	30,222	66,949
FUND BALANCES - DECEMBER 31	\$ 11	\$ 516,042	\$ 29,849	\$ 109,658	\$ 175,493	\$ 14,116	\$ 31,304	\$ 11,489	\$ 26,888

JEFFERSON 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, 2016

Schedule 2

	SPECIAL REVENUE FUNDS								
	Circuit Clerk Commissioner's Fee	Juvenile Justice Education	Reserve Fund for Rural Fire Protection	Judicial Enhancement	Economic Development	Waste Tire Facility Closure	Courthouse Security Grant	Victims of Crime	Justice Equitable Sharing Program
REVENUES									
State aid									
Federal aid								\$ 113,306	
Property taxes									
Sales taxes					\$ 3,586,102				
Fines, forfeitures, and costs				\$ 68,103					\$ 106,262
Interest	\$ 47	\$ 2,410		219					
Officers' fees	2,313								
Net increase (decrease) in the fair value of investments	(37)	(1,835)	\$ (275)	(319)		\$ (17)	\$ (4)	(98)	(983)
Recycling fees									
School district contributions		574,634							
911 fees									
Jail fees									
Treasurer's commission									
Collector's commission									
Other		113							12,598
TOTAL REVENUES	2,323	575,322	(275)	68,003	3,586,102	(17)	(4)	113,208	117,877
Less: Treasurer's commission	21	22		2					
NET REVENUES	2,302	575,300	(275)	68,001	3,586,102	(17)	(4)	113,208	117,877
EXPENDITURES									
Current:									
General government							3		
Law enforcement		524,384		48,717				108,745	16,035
Public safety									
Sanitation									
Recreation and culture									
TOTAL EXPENDITURES		524,384		48,717			3	108,745	16,035
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,302	50,916	(275)	19,284	3,586,102	(17)	(7)	4,463	101,842
OTHER FINANCING SOURCES (USES)									
Transfers in							4		51,269
Sales tax remitted to Economic Development Corporation					(3,584,822)				
TOTAL OTHER FINANCING SOURCES (USES)					(3,584,822)		4		51,269
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,302	50,916	(275)	19,284	1,280	(17)	(3)	4,463	153,111
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	5,597	319,220	60,010	48,718	282,924	3,740	3	24,716	36,292
Restatement adjustment (Note 12)	(4)	(224)	(39)	(32)		(2)		(21)	(11)
FUND BALANCES - JANUARY 1, AS RESTATED	5,593	318,996	59,971	48,686	282,924	3,738	3	24,695	36,281
FUND BALANCES - DECEMBER 31	\$ 7,895	\$ 369,912	\$ 59,696	\$ 67,970	\$ 284,204	\$ 3,721	\$ 0	\$ 29,158	\$ 189,392

JEFFERSON 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, 2016

Schedule 2

	<u>SPECIAL REVENUE FUNDS</u>		<u>CAPITAL PROJECTS FUND</u>	
	<u>Communication Facility & Equipment</u>	<u>Drug Court Accountability Grant</u>	<u>Jefferson County Construction</u>	<u>Totals</u>
REVENUES				
State aid		\$ 18,926		\$ 101,853
Federal aid				117,806
Property taxes				576,945
Sales taxes				5,976,836
Fines, forfeitures, and costs				538,405
Interest	\$ 207		\$ 325	27,628
Officers' fees	32,409			399,333
Net increase (decrease) in the fair value of investments		(55)	(214)	(18,652)
Recycling fees				305,505
School district contributions				574,634
911 fees				1,376,885
Jail fees	31,372			31,372
Treasurer's commission				55,281
Collector's commission				107,003
Other				70,564
TOTAL REVENUES	<u>63,988</u>	<u>18,871</u>	<u>111</u>	<u>10,241,398</u>
Less: Treasurer's commission			3	42,331
NET REVENUES	<u>63,988</u>	<u>18,871</u>	<u>108</u>	<u>10,199,067</u>
EXPENDITURES				
Current:				
General government		8,345		436,724
Law enforcement	104,252			3,697,492
Public safety				1,660,408
Sanitation				392,690
Recreation and culture				590,008
TOTAL EXPENDITURES	<u>104,252</u>	<u>8,345</u>		<u>6,777,322</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(40,264)</u>	<u>10,526</u>	<u>108</u>	<u>3,421,745</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				51,273
Sales tax remitted to Economic Development Corporation				<u>(3,584,822)</u>
TOTAL OTHER FINANCING SOURCES (USES)				<u>(3,533,549)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(40,264)</u>	<u>10,526</u>	<u>108</u>	<u>(111,804)</u>
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	127,681		46,373	4,854,936
Restatement adjustment (Note 12)			<u>(30)</u>	<u>(2,738)</u>
FUND BALANCES - JANUARY 1, AS RESTATED	<u>127,681</u>		<u>46,343</u>	<u>4,852,198</u>
FUND BALANCES - DECEMBER 31	<u>\$ 87,417</u>	<u>\$ 10,526</u>	<u>\$ 46,451</u>	<u>\$ 4,740,394</u>

JEFFERSON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2016

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

<u>Fund Name</u>	<u>Fund Description</u>
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commissions to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
Assessor's Amendment no.79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the costs of administering Arkansas Constitution, Amendment no. 79.
County Clerk Cost	Ark. Code Ann. § 16-20-407 established fund to account for a \$2 marriage license fee to be used for operation of the county clerk's office.
Recorder's Cost	Ark. Code Ann. § 21-6-306 established fund to receive at least 25% of the fees collected by circuit clerks to be used to purchase, maintain, and operate automated records system.
County Library	Ark. Code Ann. § 13-2-404 established fund to account for property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
Support Collections Costs	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
Jail Operation (Detention M & O, Detention Reserve and Jail Operations)	Jefferson County Ordinance nos. 2003-41, 42 (June 30, 2003) levied a sales and use tax for operating and maintaining jail facilities. Additionally, Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners; construction, maintenance, and operation of the county jail; purchase and maintenance of jail equipment; and training, salaries, and certificate pay for jailers and deputy sheriffs.
Boating Safety	Ark. Code Ann. § 27-101-111 established fund to receive fees to be used for operating a patrol on the waterways within a county or for emergency rescue services if the county has not established a patrol.
Emergency 911	Established to receive fees collected by telephone providers as prescribed by Ark. Code Ann. § 12-10-318, and to receive fees from cities within the County, as prescribed by Jefferson County Ordinance no. 1994-95 (December 19, 1994), for 911 emergency services.

JEFFERSON COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2016

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

<u>Fund Name</u>	<u>Fund Description</u>
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 and 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.
Prosecuting Attorney	Ark. Code Ann. § 16-21-151 established fund to receive district court costs levied to be used by prosecuting attorney for operating victim/witness program.
Indigent 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.
District Court Cost	Ark. Code Ann. § 16-17-126 authorizes district court filing fees for writs of garnishment and executions to be appropriated for any permissible use in the administration of the district court.
Drug Court	Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judge to be used for the benefit and administration of the drug court program.
Juvenile Justice	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.
Recycling	Jefferson County Ordinance no. 1995-34 (May 8, 1995) established fund for the recording of receipts and disbursements for recycling operations. The fund also receives state aid restricted for recycling.
Circuit Clerk Commissioner's Fee	Ark. Code Ann. § 21-6-412 established fund to receive fee awarded, when appointed as Commissioner, for a sale of real or personal property under judicial decree. The funds are to be used to offset administrative costs associated with the performance of the Commissioner's duties and for general operations expenses of the office of Circuit Clerk.
Juvenile Justice Education	Jefferson County Ordinance no. 1998-13 (January 12, 1998) established fund to receive funds awarded by the Arkansas Department of Education, through the Pine Bluff School District, to provide an educational program for juveniles incarcerated.
Reserve Fund for Rural Fire Protection	Jefferson County Ordinance no. 1996-14 (February 12, 1996) established fund for receipt and disbursement of sales tax for rural fire protection.

JEFFERSON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2016

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

<u>Fund Name</u>	<u>Fund Description</u>
Judicial Enhancement	Ark. Code Ann. § 16-10-307 established the County Administration of Justice Fund which continued to finance this fund used for court personnel and equipment.
Economic Development	Jefferson County Ordinance nos. 2010-87, 88 (November 8, 2010) levied a sales and use tax for the purpose of sufficiently funding and promoting economic development projects and activities to stimulate the local economy and to support the creation of new job opportunities.
Waste Tire Facility Closure	Ark. Code Ann. § 8-6-1603 and Jefferson County Court Order 2014-7 (January 10, 2014) established fund for the purpose of providing the required financial assurance for closure and post-closure care.
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.
Victims of Crime	Established to receive federal grants for the purpose of salaries for coordinators of victims of violent crime services.
Justice Equitable Sharing Program	Federal forfeiture funds received from the Department of Justice Asset Forfeiture Program were set up in a separate fund for the purpose of providing additional law enforcement resources.
Communication Facility & 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 Court Accountability Grant	Established to account for Court Accountability grant received for the Adult Drug Court.
Jefferson County Construction	Jefferson County Ordinance no. 2012-11 (February 3, 2012) established fund for the construction of the Jefferson County Sheriff's Office building.

Treasurer's accounts consist primarily of property taxes not yet distributed to the appropriate entities.
 Collector's accounts consist primarily of 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 Treasurer, trust money and payroll taxes.
 Circuit Clerk's accounts consist primarily of trust money and settlements due to Treasurer.
 Juvenile Court accounts consist primarily of restitution, fines and costs, and fees not yet distributed to the County or plaintiff.
 Sanitation account consists primarily of fees not yet distributed to the County.

JEFFERSON COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2016
(Unaudited)

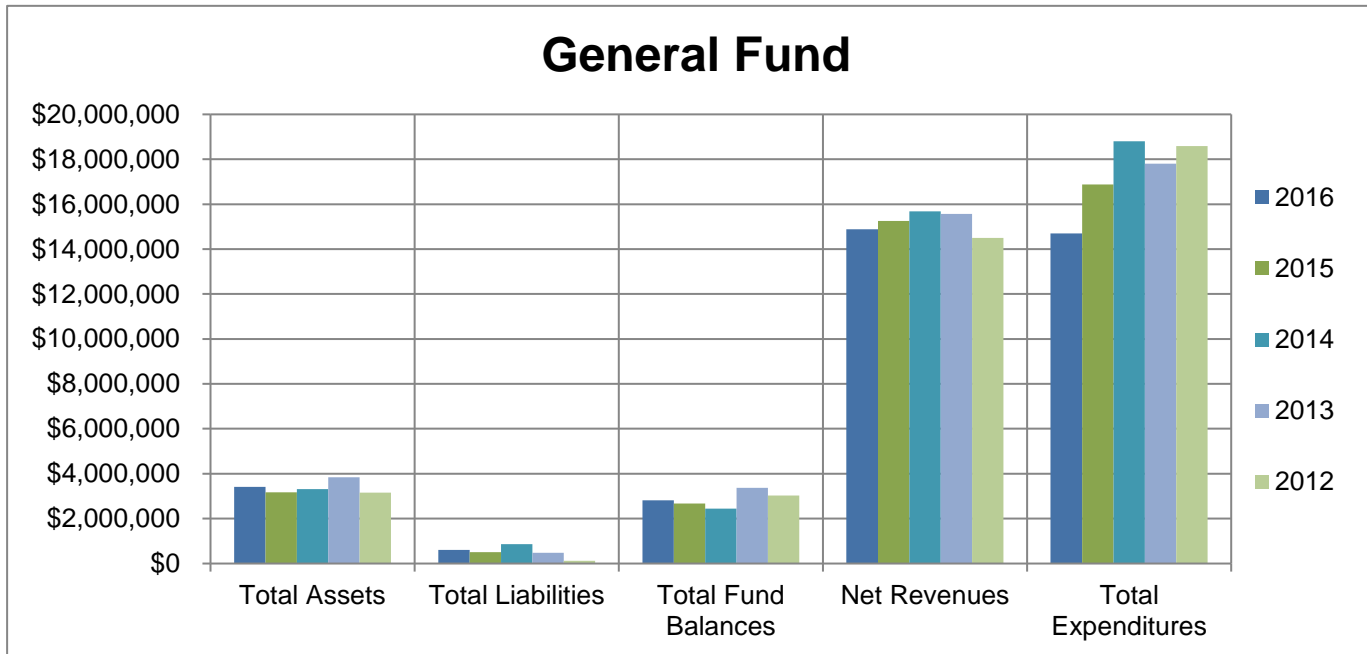
Schedule 3

	<u>December 31, 2016</u>
Land	\$ 7,921,633
Buildings	28,187,598
Equipment	<u>14,411,645</u>
Total	<u><u>\$ 50,520,876</u></u>

JEFFERSON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
 DECEMBER 31, 2016
 (Unaudited)

Schedule 4-1

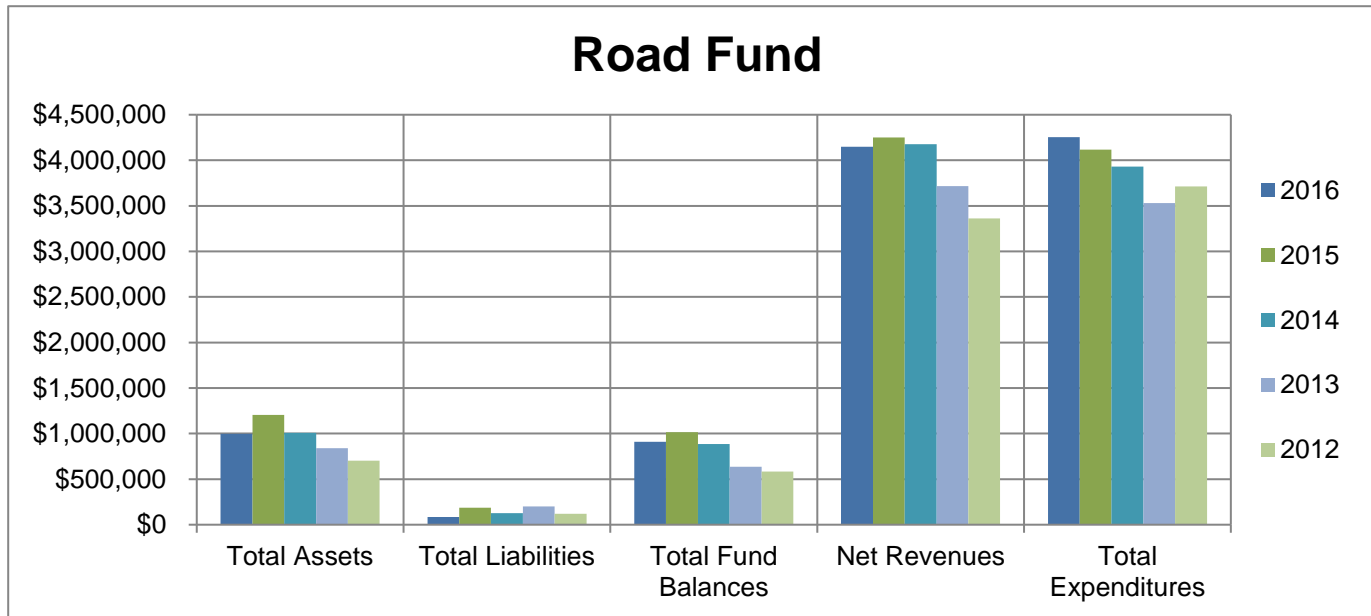
General	2016	2015	2014	2013	2012
Total Assets	\$ 3,417,810	\$ 3,171,061	\$ 3,314,694	\$ 3,841,763	\$ 3,149,939
Total Liabilities	609,769	501,303	868,570	476,174	115,673
Total Fund Balances	2,808,041	2,669,758	2,446,124	3,365,589	3,034,266
Net Revenues	14,888,678	15,255,096	15,681,944	15,571,403	14,504,552
Total Expenditures	14,697,477	16,874,047	18,796,539	17,800,947	18,590,392
Total Other Financing Sources/Uses	(51,273)	1,842,585	2,195,299	2,555,361	3,131,770



JEFFERSON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS
 DECEMBER 31, 2016
 (Unaudited)

Schedule 4-2

<u>Road</u>	2016	2015	2014	2013	2012
Total Assets	\$ 997,379	\$ 1,204,666	\$ 1,009,463	\$ 838,279	\$ 703,637
Total Liabilities	86,013	187,886	125,092	201,845	119,176
Total Fund Balances	911,366	1,016,780	884,371	636,434	584,461
Net Revenues	4,148,045	4,248,895	4,177,801	3,716,291	3,362,074
Total Expenditures	4,252,680	4,116,486	3,929,864	3,531,771	3,712,427
Total Other Financing Sources/Uses					144,158



JEFFERSON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
 DECEMBER 31, 2016
 (Unaudited)

Schedule 4-3

Other Funds in the Aggregate	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total Assets	\$ 5,733,141	\$ 6,307,456	\$ 5,265,143	\$ 4,755,127	\$ 6,104,680
Total Liabilities	992,747	1,452,280	1,198,744	1,299,786	1,328,764
Total Fund Balances	4,740,394	4,855,176	4,066,399	3,455,341	4,775,916
Net Revenues	10,199,067	10,341,035	10,545,914	10,416,496	9,373,951
Total Expenditures	6,777,322	4,144,859	4,286,476	5,973,535	3,435,577
Total Other Financing Sources/Uses	(3,533,549)	(5,396,354)	(5,648,380)	(6,022,765)	(6,696,050)

