

Washington County, Arkansas
Regulatory Basis Financial Statements
and Other Reports

December 31, 2016

LEGISLATIVE JOINT AUDITING COMMITTEE



WASHINGTON COUNTY, ARKANSAS
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REGULATORY BASIS FINANCIAL STATEMENTS

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Arkansas

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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

INDEPENDENT AUDITOR'S REPORT

Washington 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 Washington 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 Washington 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 Washington 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.

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 November 28, 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
November 28, 2017
LOCO07216

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

Washington 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 Washington 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 November 28, 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.

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*.

Other Issues

The following issue is not a significant deficiency, material weakness, or material instance of noncompliance, but is an issue that is 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: Marilyn Edwards
Treasurer: Bobby Hill
Sheriff: Tim Helder
Tax Collector: David Ruff
County Clerk: Becky Lewallen
Circuit Clerk: Kyle Sylvester
Assessor: Russell Hill
County Librarian: Glenda Audrain

Our audit procedures indicated that the above offices were in substantial compliance with Arkansas fiscal and financial laws. Noncompliance with accepted accounting practices was noted in the office of Circuit Clerk.

Circuit Clerk

There was no formally documented and approved Business Continuity Plan. A disruption in technology and automated information systems could have a severe impact on critical resources and affect essential services.

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
November 28, 2017

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

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 14,513,941	\$ 2,513,708	\$ 22,006,110
Accounts receivable	4,616,726	549,128	2,867,731
Interfund receivables	108,213	4,141	86,000
TOTAL ASSETS	\$ 19,238,880	\$ 3,066,977	\$ 24,959,841
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 473,757	\$ 145,542	\$ 242,979
Interfund payables	4,141	141,186	53,027
Settlements pending	286,440		13,848,962
Total Liabilities	764,338	286,728	14,144,968
Fund Balances:			
Restricted			7,762,693
Assigned	1,661,789	2,780,249	3,052,180
Unassigned	16,812,753		
Total Fund Balances	18,474,542	2,780,249	10,814,873
TOTAL LIABILITIES AND FUND BALANCES	\$ 19,238,880	\$ 3,066,977	\$ 24,959,841

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

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

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 2,378,529	\$ 4,815,977	\$ 832,370
Federal aid	66,093	65,519	1,212,984
Property taxes	13,037,104	1,261,227	1,791,191
Sales taxes	5,251,757	1,699,198	9,447,762
Fines, forfeitures, and costs	501,179		1,462,451
Interest	52,490	8,365	26,185
Officers' fees	736,908		1,839,697
Landfill fees		515,643	
Jail telephone commission			249,294
Jail fees	11,040		3,680,251
911 fees			726,209
Donations			161,491
Local grants			15,750
Insurance premiums collected	1,500,563		
Sanitation fees	22,913		
Franchise fees	223,009		
Treasurer's commission	261,244		70,000
Collector's commission	1,189,460		335,658
Taxes apportioned - Assessor's salary and expense	1,835,039		
Other	996,569	138,493	233,842
TOTAL REVENUES	28,063,897	8,504,422	22,085,135
Less: Treasurer's commission	90,034	34,980	65,999
NET REVENUES	27,973,863	8,469,442	22,019,136
EXPENDITURES			
Current:			
General government	14,232,103		696,824
Law enforcement	11,374,101		15,305,750
Highways and streets		7,902,392	88,047
Public safety	1,119,415		872,103
Sanitation	383,040		
Health	1,606,386		250,672
Recreation and culture			2,173,835
Social services	263,873		
Total Current	28,978,918	7,902,392	19,387,231
Debt Service:			
Bond principal			305,000
Bond interest and other charges			50,956
Lease principal		360,073	
Lease interest		9,038	
TOTAL EXPENDITURES	28,978,918	8,271,503	19,743,187

WASHINGTON 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	\$ (1,005,055)	\$ 197,939	\$ 2,275,949
OTHER FINANCING SOURCES (USES)			
Transfers in	1,389,275	63,385	299,928
Transfers out	(38,806)	(141,186)	(1,572,596)
TOTAL OTHER FINANCING SOURCES (USES)	1,350,469	(77,801)	(1,272,668)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	345,414	120,138	1,003,281
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	18,129,128	2,660,111	9,567,076
Restatement adjustment (Note 18)			244,516
FUND BALANCES - JANUARY 1, AS RESTATED	18,129,128	2,660,111	9,811,592
FUND BALANCES - DECEMBER 31	<u>\$ 18,474,542</u>	<u>\$ 2,780,249</u>	<u>\$ 10,814,873</u>

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

WASHINGTON 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	\$ 2,210,440	\$ 2,378,529	\$ 168,089	\$ 4,775,020	\$ 4,815,977	\$ 40,957
Federal aid	72,500	66,093	(6,407)	219,018	65,519	(153,499)
Property taxes	13,012,400	13,037,104	24,704	1,283,700	1,261,227	(22,473)
Sales taxes	5,100,615	5,251,757	151,142	1,506,385	1,699,198	192,813
Fines, forfeitures, and costs	544,120	501,179	(42,941)			
Interest	40,940	52,490	11,550	2,000	8,365	6,365
Officers' fees	717,000	736,908	19,908			
Landfill fees				450,000	515,643	65,643
Jail fees		11,040	11,040			
Insurance premiums collected	4,500,000	1,500,563	(2,999,437)			
Sanitation fees	24,000	22,913	(1,087)			
Franchise fees	200,000	223,009	23,009			
Treasurer's commission	257,000	261,244	4,244			
Collector's commission	1,317,000	1,189,460	(127,540)			
Taxes apportioned - Assessor's salary and expense	1,760,000	1,835,039	75,039			
Other	1,479,846	996,569	(483,277)	203,100	138,493	(64,607)
TOTAL REVENUES	31,235,861	28,063,897	(3,171,964)	8,439,223	8,504,422	65,199
Less: Treasurer's commission	385,501	90,034	295,467	180,000	34,980	145,020
NET REVENUES	30,850,360	27,973,863	(2,876,497)	8,259,223	8,469,442	210,219
EXPENDITURES						
Current:						
General government	13,007,781	14,232,103	(1,224,322)			
Law enforcement	12,187,108	11,374,101	813,007			
Highways and streets				9,238,222	7,902,392	1,335,830
Public safety	1,210,750	1,119,415	91,335			
Sanitation	434,820	383,040	51,780			
Health	6,931,499	1,606,386	5,325,113			
Social services	265,547	263,873	1,674			
Total Current	34,037,505	28,978,918	5,058,587	9,238,222	7,902,392	1,335,830
Debt Service:						
Lease principal					360,073	(360,073)
Lease interest					9,038	(9,038)
TOTAL EXPENDITURES	34,037,505	28,978,918	5,058,587	9,238,222	8,271,503	966,719

WASHINGTON 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	\$ (3,187,145)	\$ (1,005,055)	\$ 2,182,090	\$ (978,999)	\$ 197,939	\$ 1,176,938
OTHER FINANCING SOURCES (USES)						
Transfers in	2,104,485	1,389,275	(715,210)		63,385	63,385
Transfers out	(970,888)	(38,806)	932,082	(141,186)	(141,186)	
TOTAL OTHER FINANCING SOURCES (USES)	1,133,597	1,350,469	216,872	(141,186)	(77,801)	63,385
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(2,053,548)	345,414	2,398,962	(1,120,185)	120,138	1,240,323
FUND BALANCES - JANUARY 1	13,794,175	18,129,128	4,334,953	2,211,582	2,660,111	448,529
FUND BALANCES - DECEMBER 31	<u>\$ 11,740,627</u>	<u>\$ 18,474,542</u>	<u>\$ 6,733,915</u>	<u>\$ 1,091,397</u>	<u>\$ 2,780,249</u>	<u>\$ 1,688,852</u>

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

WASHINGTON 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, sales taxes, and federal aid that are restricted or committed for maintaining and constructing roads.

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

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

Debt Service Funds - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. See Schedules 1 and 2 for the Debt Service Fund 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. 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.

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

NOTE 1: Summary of Significant Accounting Policies (Continued)

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.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, fees, trust, excess commission/salary and expense and interest 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.

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.

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

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)	\$ 2,634,095	\$ 2,646,126
Collateralized:		
Collateral held by the County's agent, pledging bank, or pledging bank's trust department or agent in the County's name	36,123,989	36,631,863
U.S. government guaranteed accounts	270,315	270,315
Total Deposits	\$ 39,028,399	\$ 39,548,304

The above total deposits do not include cash on hand of \$5,360.

NOTE 3: Legal or Contractual Provisions for Deposits and Investments

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

NOTE 4: Accounts Receivable

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

Description	General Fund	Road Fund	Other Funds in the Aggregate
State aid			\$ 168,914
Federal aid	\$ 22,230		159,439
Property taxes	326,517	\$ 51,506	75,236
Sales taxes	354,630	236,420	803,357
Fines, forfeitures, and costs	46,520		107,825
Interest	775	301	566
Officers' fees	33,201		153,340
Landfill fees		126,301	
Jail telephone commission			36,732
Jail fees	644		416,067
911 fees			279,737
Franchise fees	55,368		
Treasurer's commission	261,244		70,000
Collector's commission	1,189,460		335,658
Taxes apportioned - Assessor's salary and expense	1,835,039		
Other	148,938	1,663	10,262
Treasurer's commission charged	342,160	132,937	250,598
Totals	\$ 4,616,726	\$ 549,128	\$ 2,867,731

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

NOTE 5: 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	\$ 473,757	\$ 145,542	\$ 242,979

NOTE 6: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

Fund	December 31, 2016	
	Interfund Receivables	Interfund Payables
General	\$ 108,213	\$ 4,141
Road	4,141	141,186
Other Funds in the Aggregate:		
Special Revenue:		
Treasurer's Automation		1,887
Support Collection Costs		12,069
Drug Court Program		25,783
Federal Emergency Management Department of Emergency Management Grant	86,000	1,065
Drug Court Grant		12,223
Totals	\$ 198,354	\$ 198,354

Interfund receivables and payables consist of interfund loans. These balances were repaid by February 27, 2017.

NOTE 7: 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
Fund Balances			
Restricted for:			
General government			\$ 2,482,281
Law enforcement			983,448
Public safety			1,787,640
Health			45,458
Recreation and culture			1,414,431
Debt service			1,049,435
Total Restricted			<u>7,762,693</u>
Assigned to:			
Law enforcement	\$ 5,771		2,821,962
Highways and streets		\$ 2,780,249	
Public safety			113,480
Health			116,418
Recreation and culture			320
Health insurance premiums	1,656,018		
Total Assigned	<u>1,661,789</u>	<u>2,780,249</u>	<u>3,052,180</u>
Unassigned	<u>16,812,753</u>		
Totals	<u>\$ 18,474,542</u>	<u>\$ 2,780,249</u>	<u>\$ 10,814,873</u>

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

NOTE 8: Legal Debt Limit

A. Property Tax Secured Bonded Debt

The County is subject to a constitutional limitation for bonded indebtedness equal to 10% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. At December 31, 2016, the legal debt limit for bonded debt was \$328,787,387. 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 \$86,306,934. There were no short-term financing obligations.

NOTE 9: Commitments

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

	December 31, 2016
Long-term liabilities	\$ 2,823,625
Reappraisal contract	3,992,444
Total Commitments	\$ 6,816,069

Long-term Liabilities

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

	December 31, 2016
Capital Improvement Refunding Revenue Bonds (Historic Courthouse Project) - Series 2013 for refunding the Capital Improvement Revenue Bonds (Historic Courthouse Project) - Series 2008, dated January 16, 2013, in the amount of \$2,990,000. Interest rates of .7 to 3%. Interest is payable semi-annually on May 1 to November 1 with principal payable on November 1. Bonds mature November 1, 2022. Payments are to be made from the Capital Improvement Refunding Revenue Bond (Historic Courthouse Project) Debt Service Fund.	\$ 1,860,000
Compensated absences	963,625
Total Long-term liabilities	\$ 2,823,625

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.

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

NOTE 9: Commitments (Continued)

Debt Service Requirements to Maturity

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

<u>Years Ending December 31,</u>	<u>Bonds</u>
2017	\$ 358,936
2018	357,637
2019	356,236
2020	354,330
2021	356,080
2022	<u>236,900</u>
Total Obligations	2,020,119
Less Interest	<u>160,119</u>
Total Principal	<u><u>\$1,860,000</u></u>

Reappraisal Contract

The County entered into a professional services contract for \$4,990,555 with Arkansas CAMA Technology for real estate appraisal and reappraisal maintenance on October 22, 2015. Terms of the contract call for 60 monthly payments of \$83,176 commencing on January 1, 2016. The County is obligated for the following amounts at December 31, 2016.

<u>Year</u>	<u>December 31, 2016</u>
2017	\$ 998,111
2018	998,111
2019	998,111
2020	<u>998,111</u>
Total	<u><u>\$ 3,992,444</u></u>

Reappraisal expense for 2016 was \$998,111.

NOTE 10: Interfund Transfers

The General Fund transferred \$38,806 to the Other Funds in the Aggregate (Northwest Arkansas Regional HIV Clinic) to supplement operations. Other Funds in the Aggregate (County Clerk's Cost) transferred \$298,022 and \$63,385 to the General Fund and Road Fund, respectively, for reimbursement of supplement operations. Additionally, Other Funds in the Aggregate (County Recorder's Cost) transferred \$994,146 of excess funds to the General Fund. Within Other Funds in the Aggregate, the County Clerk's Cost Fund transferred \$3,440, \$4,419, \$163,353, \$1,955 and \$1,955 to the County Recorder's Cost Fund, County Public Library, Jail Operations Sales Tax Fund, Emergency 911 Fund and Northwest Arkansas Regional HIV Clinic Fund, respectively, to reimburse expenditures.

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

NOTE 11: Pledged Revenues

Fines and Court Cost in Criminal and Juvenile Matters – Circuit Court

The County pledged future revenues received by the County that are derived from the payment of fines (including fines in the nature of restitution) and court costs collected in the criminal and juvenile matters by the Circuit Courts (including any successor courts hearing such matters) in the County that remain after the payment of prior claims that the County is legally obligated to make from such funds to repay \$2,990,000 in refunding bonds that were delivered on January 16, 2013, to provide for the refunding of Capital Improvement Revenue Bonds issued November 19, 2008. Total principal and interest remaining on the bonds is \$1,860,000 and \$160,119, respectively, payable through November 1, 2022. For 2016, principal and interest paid were \$305,000 and \$48,206, respectively.

The Capital Improvement Refunding Revenue Bond Fund (Historic Courthouse Project) received \$385,372 from these revenue sources in 2016. Any revenue collected in excess of debt service requirements may be used at the option of the County for administration of justice purposes.

Part of future pledge revenues are juvenile fees that may not be eligible to be pledged due to restrictions placed on such by Ark. Code Ann. § 16-13-326. No such revenues were collected during 2016.

NOTE 12: Joint Venture

Washington County Ambulance Authority

Washington County and the cities of Elkins, Elm Springs, Farmington, Fayetteville, Goshen, Greenland, Johnson, Lincoln, Prairie Grove, Tontitown, West Fork, and Winslow entered into an agreement on November 19, 2015, pursuant to Ark. Code Ann. §§ 14-14-910, 14-266-102, and 25-20-101 to establish the Washington County Ambulance Authority (Authority). The purpose of the Authority is to provide emergency and non-emergency medical services. Terms of the agreements call for Washington County to pay a minimum contribution of \$892,774 per year for operations and \$28,400 per year for financing ambulance and equipment through the end of 2020. Washington County paid the authority \$922,894 during 2016.

NOTE 13: Jointly Governed Organization

Boston Mountain Solid Waste District

Washington, Madison, Carroll, and Benton Counties entered into an agreement in April 1991 to form the Four County (NW) Solid Waste Management District in accordance with Ark. Code Ann. § 8-6-707. This agreement stated that their emphasis would be on recycling, composting, and waste reduction. In February 2005, only Washington and Madison Counties remained in the agreement and the name was changed to Boston Mountain Solid Waste District. Washington County paid \$43,293 to the Solid Waste District during 2016. Separate financial statements of the Boston Mountain Solid Waste District may be obtained at 11398 Bond Road Boston Mountain, Prairie Grove, Arkansas 72752.

Ozark Regional Transit

Washington County participates in the Ozark Regional Transit, Inc. (ORT), a jointly governed organization. The ORT provides transit services among the various locations of its members. The majority of the ORT funding is through the Federal Transportation Administration (FTA), which includes both rural and urbanized area funding and local funding that is provided by the members of the ORT. The FTA rural funding is provided through the Arkansas Highway and Transportation Department. Other participants include Benton County, as well as other entities within each of these counties. Washington County paid \$124,590 to ORT for their share of the transportation benefits provided to its members. Financial statements may be obtained at Ozark Regional Transit, 2423 E. Robinson Avenue, Springdale, AR 72764.

Fourth Judicial District Drug Task Force

The Prosecuting Attorney of the Fourth Judicial District, the Washington County Sheriff's Department, the Madison County Sheriff's Department and the Police Departments of the University of Arkansas, Fayetteville, Springdale, Prairie Grove, Lincoln, Farmington, Johnson, Elkins, Greenland, West Fork, Elm Springs, Tontitown, Huntsville, and Goshen entered into an agreement to establish the Fourth Judicial District Drug Task Force. Funding was provided through Justice Assistance Grants and local funding provided by the Prosecuting Attorney's Office, Washington County Sheriff's Department and local police departments. Separate financial statement for the Fourth Judicial Drug Task Force were not available.

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

NOTE 14: Joint Operation

Bomb Squad

Washington County and the City of Bentonville entered into an interlocal agreement on February 12, 2010, regarding the Bomb Squad. The agreement states that equipment purchased with grant funds awarded to the County, and formally in the possession of the City of Springdale, shall remain the property of Washington County but now will be in the physical possession of the Bentonville Bomb Squad so long as it is actively functioning as contemplated by the County. The City of Bentonville is to insure this equipment whose cost approximated \$796,501 as of December 31, 2016.

NOTE 15: 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 \$500,000. 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.

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

NOTE 16: 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 June 30, 2016 were \$3,464,288.

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 \$31,533,484.

NOTE 17: Self-Insured Benefits

The County provides an insurance benefits plan for employees on a self-insured basis. Blue Advantage Administrators of Arkansas is currently the third party administrator, which provides claims administration/adjudication services for a set monthly fee based on the number of covered employees. As of December 31, 2016, the balance in the Employee Self Insured account was \$1,656,018. To safeguard against catastrophic claims expenses, the County also maintains a reinsurance policy with Sirius America Insurance Company, which will fund individual claims that exceed \$175,000 per occurrence up to \$1,000,000.

NOTE 18: Prior Year Restatement

The beginning fund balance of the Other Funds in the Aggregate was increased \$244,516 to classify the County Law Library Fund as a special revenue fund, which was classified as an agency fund in the prior year.

WASHINGTON 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's Cost	County Recorder's Cost	County Public Library	County Clerk's Operation
ASSETS								
Cash and cash equivalents	\$ 29,555	\$ 341,926	\$ 162,396	\$ 61,908	\$ 407,643	\$ 1,000,000	\$ 1,183,756	\$ 33,848
Accounts receivable	70,000	335,658	2,382		10,286	157,481	222,138	400
Interfund receivables								
TOTAL ASSETS	\$ 99,555	\$ 677,584	\$ 164,778	\$ 61,908	\$ 417,929	\$ 1,157,481	\$ 1,405,894	\$ 34,248
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 75	\$ 1,150	\$ 1,038			\$ 169	\$ 1,562	
Interfund payables	1,887							
Settlements pending								
Total Liabilities	1,962	1,150	1,038			169	1,562	
Fund Balances:								
Restricted	97,593	676,434	163,740	\$ 61,908	\$ 417,929	1,157,312	1,404,332	\$ 34,248
Assigned								
Total Fund Balances	97,593	676,434	163,740	61,908	417,929	1,157,312	1,404,332	34,248
TOTAL LIABILITIES AND FUND BALANCES	\$ 99,555	\$ 677,584	\$ 164,778	\$ 61,908	\$ 417,929	\$ 1,157,481	\$ 1,405,894	\$ 34,248

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

Schedule 1

SPECIAL REVENUE FUNDS

	Support Collections Costs	Communication Facility and Equipment	Jail Operations Sales Tax	Boating Safety and Enforcement	Emergency 911	Drug Court Program	Circuit Court Juvenile Division	Juvenile Counsel Fee
ASSETS								
Cash and cash equivalents	\$ 12,069	\$ 251,203	\$ 1,202,845	\$ 14,074	\$ 1,096,981	\$ 141,197	\$ 47,039	\$ 1,134
Accounts receivable	309	45,815	1,466,837	137	286,644	6,186	85	21
Interfund receivables								
TOTAL ASSETS	<u>\$ 12,378</u>	<u>\$ 297,018</u>	<u>\$ 2,669,682</u>	<u>\$ 14,211</u>	<u>\$ 1,383,625</u>	<u>\$ 147,383</u>	<u>\$ 47,124</u>	<u>\$ 1,155</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 3,417	\$ 141,321		\$ 26,405			
Interfund payables	\$ 12,069					\$ 25,783		
Settlements pending								
Total Liabilities	<u>12,069</u>	<u>3,417</u>	<u>141,321</u>		<u>26,405</u>	<u>25,783</u>		
Fund Balances:								
Restricted	309			\$ 14,211	1,357,220	121,600	\$ 47,124	\$ 1,155
Assigned		293,601	2,528,361					
Total Fund Balances	<u>309</u>	<u>293,601</u>	<u>2,528,361</u>	<u>14,211</u>	<u>1,357,220</u>	<u>121,600</u>	<u>47,124</u>	<u>1,155</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,378</u>	<u>\$ 297,018</u>	<u>\$ 2,669,682</u>	<u>\$ 14,211</u>	<u>\$ 1,383,625</u>	<u>\$ 147,383</u>	<u>\$ 47,124</u>	<u>\$ 1,155</u>

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

Schedule 1

SPECIAL REVENUE FUNDS

	Circuit Clerk Commissioner's Fee	Federal Emergency Management	Northwest Arkansas Regional HIV Clinic	Drug Enforcement- State	Drug Enforcement- Federal	High Intensity Drug Trafficking Area (HIDTA)	Rural Community Grant	Juvenile Detention Center Grant
ASSETS								
Cash and cash equivalents	\$ 36,392	\$ 378,722	\$ 121,637	\$ 28,569	\$ 47,767		\$ 10,533	\$ 33,993
Accounts receivable	156		10	463		\$ 101,637		
Interfund receivables		86,000						
TOTAL ASSETS	\$ 36,548	\$ 464,722	\$ 121,647	\$ 29,032	\$ 47,767	\$ 101,637	\$ 10,533	\$ 33,993
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 54,542		\$ 3,073			\$ 114	\$ 447
Interfund payables								
Settlements pending								
Total Liabilities		54,542		3,073			114	447
Fund Balances:								
Restricted	\$ 36,548	410,180	\$ 5,229	25,959	\$ 47,767	\$ 101,637	10,099	33,546
Assigned			116,418				320	
Total Fund Balances	36,548	410,180	121,647	25,959	47,767	101,637	10,419	33,546
TOTAL LIABILITIES AND FUND BALANCES	\$ 36,548	\$ 464,722	\$ 121,647	\$ 29,032	\$ 47,767	\$ 101,637	\$ 10,533	\$ 33,993

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

Schedule 1

	SPECIAL REVENUE FUNDS						DEBT SERVICE FUND
	Department of Emergency Management Grant	Environmental Affairs Grant	Drug Court Grant	Law Enforcement Grants	Animal Shelter Grant	County Law Library	Capital Improvement Refunding Revenue Bond (Historic Courthouse Project)
ASSETS							
Cash and cash equivalents	\$ 131,521	\$ 184		\$ 54,933	\$ 39,786	\$ 272,360	\$ 1,013,177
Accounts receivable	3,080		\$ 92,474	17,769	840	10,665	36,258
Interfund receivables							
TOTAL ASSETS	\$ 134,601	\$ 184	\$ 92,474	\$ 72,702	\$ 40,626	\$ 283,025	\$ 1,049,435
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable			\$ 9,269		\$ 397		
Interfund payables	\$ 1,065		12,223				
Settlements pending							
Total Liabilities	1,065		21,492		397		
Fund Balances:							
Restricted	20,056	\$ 184	70,982	\$ 72,702	40,229	\$ 283,025	\$ 1,049,435
Assigned	113,480						
Total Fund Balances	133,536	184	70,982	72,702	40,229	283,025	1,049,435
TOTAL LIABILITIES AND FUND BALANCES	\$ 134,601	\$ 184	\$ 92,474	\$ 72,702	\$ 40,626	\$ 283,025	\$ 1,049,435

WASHINGTON 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	Assessor's Account	Juvenile Service's Account	County Judge's Account	Totals
ASSETS									
Cash and cash equivalents	\$ 11,071,213	\$ 1,164,355	\$ 398,127	\$ 111,993	\$ 1,102,874	\$ 150	\$ 100	\$ 150	\$ 22,006,110
Accounts receivable									2,867,731
Interfund receivables									86,000
TOTAL ASSETS	<u>\$ 11,071,213</u>	<u>\$ 1,164,355</u>	<u>\$ 398,127</u>	<u>\$ 111,993</u>	<u>\$ 1,102,874</u>	<u>\$ 150</u>	<u>\$ 100</u>	<u>\$ 150</u>	<u>\$ 24,959,841</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable									\$ 242,979
Interfund payables									53,027
Settlements pending	\$ 11,071,213	\$ 1,164,355	\$ 398,127	\$ 111,993	\$ 1,102,874	\$ 150	\$ 100	\$ 150	13,848,962
Total Liabilities	<u>11,071,213</u>	<u>1,164,355</u>	<u>398,127</u>	<u>111,993</u>	<u>1,102,874</u>	<u>150</u>	<u>100</u>	<u>150</u>	<u>14,144,968</u>
Fund Balances:									
Restricted									7,762,693
Assigned									3,052,180
Total Fund Balances									<u>10,814,873</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 11,071,213</u>	<u>\$ 1,164,355</u>	<u>\$ 398,127</u>	<u>\$ 111,993</u>	<u>\$ 1,102,874</u>	<u>\$ 150</u>	<u>\$ 100</u>	<u>\$ 150</u>	<u>\$ 24,959,841</u>

WASHINGTON 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's Cost	County Recorder's Cost	County Public Library	County Clerk's Operation
REVENUES								
State aid				\$ 28,706			\$ 506,365	
Federal aid								
Property taxes							1,791,191	
Sales taxes								
Fines, forfeitures, and costs								
Interest	\$ 121	\$ 616	\$ 588	232	\$ 1,782	\$ 3,966	3,656	\$ 124
Officers' fees			27,413		123,103	1,532,009		4,698
Jail telephone commission								
Jail fees								
911 fees								
Donations								
Local grants								
Treasurer's commission	70,000							
Collector's commission		335,658						
Other	240	18		35	340	37	1,833	
TOTAL REVENUES	70,361	336,292	28,001	28,973	125,225	1,536,012	2,303,045	4,822
Less: Treasurer's commission			119		517	6,351	7,973	20
NET REVENUES	70,361	336,292	27,882	28,973	124,708	1,529,661	2,295,072	4,802
EXPENDITURES								
Current:								
General government	11,954	59,176		15,967	81,789	524,488		3,450
Law enforcement			10,430					
Highways and streets								
Public safety								
Health								
Recreation and culture							2,110,161	
Total Current	11,954	59,176	10,430	15,967	81,789	524,488	2,110,161	3,450
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES	11,954	59,176	10,430	15,967	81,789	524,488	2,110,161	3,450
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	58,407	277,116	17,452	13,006	42,919	1,005,173	184,911	1,352
OTHER FINANCING SOURCES (USES)								
Transfers in						3,440	4,419	
Transfers out					(536,529)	(994,146)		
TOTAL OTHER FINANCING SOURCES (USES)					(536,529)	(990,706)	4,419	

WASHINGTON 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's Cost	County Recorder's Cost	County Public Library	County Clerk's Operation
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ 58,407	\$ 277,116	\$ 17,452	\$ 13,006	\$ (493,610)	\$ 14,467	\$ 189,330	\$ 1,352
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	39,186	399,318	146,288	48,902	911,539	1,142,845	1,215,002	32,896
Restatement adjustment (Note 18)								
FUND BALANCES - JANUARY 1, AS RESTATED	39,186	399,318	146,288	48,902	911,539	1,142,845	1,215,002	32,896
FUND BALANCES - DECEMBER 31	<u>\$ 97,593</u>	<u>\$ 676,434</u>	<u>\$ 163,740</u>	<u>\$ 61,908</u>	<u>\$ 417,929</u>	<u>\$ 1,157,312</u>	<u>\$ 1,404,332</u>	<u>\$ 34,248</u>

WASHINGTON 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							
	Support Collections Costs	Communication Facility and Equipment	Jail Operations Sales Tax	Boating Safety and Enforcement	Emergency 911	Drug Court Program	Circuit Court Juvenile Division	Juvenile Counsel Fee
REVENUES								
State aid				\$ 8,548				
Federal aid								
Property taxes								
Sales taxes			\$ 9,447,762					
Fines, forfeitures, and costs			940,961					
Interest	\$ 42	\$ 834						
Officers' fees	12,059	51,914	3,770	61	\$ 4,341	\$ 409	\$ 171	\$ 4
Jail telephone commission		249,294				64,729	752	80
Jail fees			3,680,251					
911 fees					726,209			
Donations								
Local grants								
Treasurer's commission								
Collector's commission								
Other		4,074	186,487		1,708			
TOTAL REVENUES	12,101	306,116	14,259,231	8,609	732,258	65,138	923	84
Less: Treasurer's commission	50	1,304	45,331	36	1,812	269	4	
NET REVENUES	12,051	304,812	14,213,900	8,573	730,446	64,869	919	84
EXPENDITURES								
Current:								
General government								
Law enforcement		337,017	14,105,441	9,444				
Highways and streets								
Public safety					602,987			
Health								
Recreation and culture								
Total Current		337,017	14,105,441	9,444	602,987			
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES		337,017	14,105,441	9,444	602,987			
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	12,051	(32,205)	108,459	(871)	127,459	64,869	919	84
OTHER FINANCING SOURCES (USES)								
Transfers in			163,353		1,955			
Transfers out	(12,069)		(4,069)			(25,783)		
TOTAL OTHER FINANCING SOURCES (USES)	(12,069)		159,284		1,955	(25,783)		

WASHINGTON 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							
	Support Collections Costs	Communication Facility and Equipment	Jail Operations Sales Tax	Boating Safety and Enforcement	Emergency 911	Drug Court Program	Circuit Court Juvenile Division	Juvenile Counsel Fee
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ (18)	\$ (32,205)	\$ 267,743	\$ (871)	\$ 129,414	\$ 39,086	\$ 919	\$ 84
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	327	325,806	2,260,618	15,082	1,227,806	82,514	46,205	1,071
Restatement adjustment (Note 18)								
FUND BALANCES - JANUARY 1, AS RESTATED	327	325,806	2,260,618	15,082	1,227,806	82,514	46,205	1,071
FUND BALANCES - DECEMBER 31	<u>\$ 309</u>	<u>\$ 293,601</u>	<u>\$ 2,528,361</u>	<u>\$ 14,211</u>	<u>\$ 1,357,220</u>	<u>\$ 121,600</u>	<u>\$ 47,124</u>	<u>\$ 1,155</u>

WASHINGTON 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	Federal Emergency Management	Northwest Arkansas Regional HIV Clinic	Drug Enforcement- State	Drug Enforcement- Federal	High Intensity Drug Trafficking Area (HIDTA)	Rural Community Grant	Juvenile Detention Center Grant
REVENUES								
State aid								
Federal aid		\$ 412,227				\$ 312,731	\$ 22,094	\$ 36,734
Property taxes								
Sales taxes								
Fines, forfeitures, and costs				\$ 11,077	\$ 10,535			
Interest	\$ 118		\$ 628	102	219			
Officers' fees	9,466							
Jail telephone commission								
Jail fees								
911 fees								
Donations			51,703					
Local grants								
Treasurer's commission								
Collector's commission								
Other			23		1,042			
TOTAL REVENUES	9,584	412,227	52,354	11,179	11,796	312,731	22,094	36,734
Less: Treasurer's commission	41		3	93				
NET REVENUES	9,543	412,227	52,351	11,086	11,796	312,731	22,094	36,734
EXPENDITURES								
Current:								
General government								
Law enforcement				12,513	41,583	211,094		65,132
Highways and streets		88,047						
Public safety								
Health			167,613					
Recreation and culture							63,674	
Total Current		88,047	167,613	12,513	41,583	211,094	63,674	65,132
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES		88,047	167,613	12,513	41,583	211,094	63,674	65,132
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,543	324,180	(115,262)	(1,427)	(29,787)	101,637	(41,580)	(28,398)
OTHER FINANCING SOURCES (USES)								
Transfers in		86,000	40,761					
Transfers out								
TOTAL OTHER FINANCING SOURCES (USES)		86,000	40,761					

WASHINGTON 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	Federal Emergency Management	Northwest Arkansas Regional HIV Clinic	Drug Enforcement- State	Drug Enforcement- Federal	High Intensity Drug Trafficking Area (HIDTA)	Rural Community Grant	Juvenile Detention Center Grant
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ 9,543	\$ 410,180	\$ (74,501)	\$ (1,427)	\$ (29,787)	\$ 101,637	\$ (41,580)	\$ (28,398)
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	27,005		196,148	27,386	77,554		51,999	61,944
Restatement adjustment (Note 18)								
FUND BALANCES - JANUARY 1, AS RESTATED	27,005		196,148	27,386	77,554		51,999	61,944
FUND BALANCES - DECEMBER 31	<u>\$ 36,548</u>	<u>\$ 410,180</u>	<u>\$ 121,647</u>	<u>\$ 25,959</u>	<u>\$ 47,767</u>	<u>\$ 101,637</u>	<u>\$ 10,419</u>	<u>\$ 33,546</u>

WASHINGTON 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						DEBT SERVICE FUND	Totals
	Department of Emergency Management Grant	Environmental Affairs Grant	Drug Court Grant	Law Enforcement Grants	Animal Shelter Grant	County Law Library	Capital Improvement Refunding Revenue Bond (Historic Courthouse Project)	
REVENUES								
State aid			\$ 222,423		\$ 7,500			\$ 832,370
Federal aid	\$ 245,735		151,483	\$ 90,808				1,212,984
Property taxes								1,791,191
Sales taxes								9,447,762
Fines, forfeitures, and costs						\$ 114,506	\$ 385,372	1,462,451
Interest						933	3,468	26,185
Officers' fees						13,474		1,839,697
Jail telephone commission								249,294
Jail fees								3,680,251
911 fees								726,209
Donations					109,788			161,491
Local grants		\$ 15,750						15,750
Treasurer's commission								70,000
Collector's commission								335,658
Other	36,960	45	1,000					233,842
TOTAL REVENUES	282,695	15,795	374,906	90,808	117,288	128,913	388,840	22,085,135
Less: Treasurer's commission						480	1,596	65,999
NET REVENUES	282,695	15,795	374,906	90,808	117,288	128,433	387,244	22,019,136
EXPENDITURES								
Current:								
General government								696,824
Law enforcement			308,257	114,915		89,924		15,305,750
Highways and streets								88,047
Public safety	253,406	15,710						872,103
Health					83,059			250,672
Recreation and culture								2,173,835
Total Current	253,406	15,710	308,257	114,915	83,059	89,924		19,387,231
Debt Service:								
Bond principal							305,000	305,000
Bond interest and other charges							50,956	50,956
TOTAL EXPENDITURES	253,406	15,710	308,257	114,915	83,059	89,924	355,956	19,743,187
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	29,289	85	66,649	(24,107)	34,229	38,509	31,288	2,275,949
OTHER FINANCING SOURCES (USES)								
Transfers in								299,928
Transfers out								(1,572,596)
TOTAL OTHER FINANCING SOURCES (USES)								(1,272,668)

WASHINGTON 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						DEBT SERVICE FUND	Totals
	Department of Emergency Management Grant	Environmental Affairs Grant	Drug Court Grant	Law Enforcement Grants	Animal Shelter Grant	County Law Library	Capital Improvement Refunding Revenue Bond (Historic Courthouse Project)	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ 29,289	\$ 85	\$ 66,649	\$ (24,107)	\$ 34,229	\$ 38,509	\$ 31,288	\$ 1,003,281
FUND BALANCES - JANUARY 1, AS PREVIOUSLY REPORTED	104,247	99	4,333	96,809	6,000		1,018,147	9,567,076
Restatement adjustment (Note 18)						244,516		244,516
FUND BALANCES - JANUARY 1, AS RESTATED	104,247	99	4,333	96,809	6,000	244,516	1,018,147	9,811,592
FUND BALANCES - DECEMBER 31	<u>\$ 133,536</u>	<u>\$ 184</u>	<u>\$ 70,982</u>	<u>\$ 72,702</u>	<u>\$ 40,229</u>	<u>\$ 283,025</u>	<u>\$ 1,049,435</u>	<u>\$ 10,814,873</u>

WASHINGTON 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 Ark. Const. amend. no. 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 Public Library	Ark. Code Ann. § 13-2-404 established fund to account for property tax millage levied by the quorum court for the support, operation, and maintenance of the public library.
County Clerk's Operation	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.
Support Collections Costs	Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.
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.
Jail Operations Sales Tax	Washington County Ordinance no. 2002-12 (March 26, 2002) established 1/4% sales tax for the maintenance and operation of the jail and sheriff's facilities.
Boating Safety and Enforcement	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.

WASHINGTON 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 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.
Drug Court Program	Ark. Code Ann. § 16-98-304 established fund to receive program user fees set by drug court judges to be used for the benefit and administration of the drug court program.
Circuit Court Juvenile Division	Ark. Code Ann. §§ 16-13-326, 9-27-367 established fund to receive juvenile fees, court costs, and fines to provide services and supplies to juveniles at the discretion of the juvenile division of circuit court.
Juvenile Counsel 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.
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.
Federal Emergency Management	Established to account for federal grants received for Emergency Management.
Northwest Arkansas Regional HIV Clinic	Originally established to account for state and local grants. Now supported by health insurance proceeds and local contributions.
Drug Enforcement-State	Ark. Code Ann. § 5-64-505 established fund to separately account for funds received through the Federal Equitable Sharing Agreement.
Drug Enforcement-Federal	Ark. Code Ann. § 5-64-505 established fund to separately account for funds received through the Federal Equitable Sharing Agreement.
High Intensity Drug Trafficking Area (HIDTA) Grant	Established to account for federal aid received for High Intensity Drug Trafficking Area.
Rural Community Grant	Established to account for state grants and county and local matching grants.
Juvenile Detention Center Grant	Established to account for state and federal grants received for operation of the Juvenile Detention Center.

WASHINGTON 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>
Department of Emergency Management Grant	Established to account for federal grants received for the Department of Emergency Management.
Environmental Affairs Grant	Washington County Ordinance no. 2013-03 (February 25, 2013) established to account for Boston Mountain Solid Waste District grant.
Drug Court Grant	Established to account for federal grants received for operation of the drug court of Washington County.
Law Enforcement Grants	Established to account for federal and state grants and work release fees.
Animal Shelter Grant	Established to account for local grant proceeds received from PetSmart Charities to be used for promoting adoptions from the animal shelter.
County Law Library	Ark. Code Ann. § 16-23-105 established fund to receive collections from costs levied and to fund law library expenditures.
Capital Improvement Refunding Revenue Bond (Historic Courthouse Project)	Washington County Ordinance no. 2012-69 (November 15, 2012) authorized issuance of Capital Improvement Refunding Revenue Bonds (Historic Courthouse Project) - Series 2013 for the purpose of refunding Capital Improvement Revenue Bonds (Historic Courthouse Project) - Series 2008, and the payment of the debt service on the Historic Courthouse Renovation Project.

Treasurer's accounts consist primarily of property taxes, excess commission, and interest not distributed to appropriate entities and monies held for other agencies.

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

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

County Clerk's accounts consist primarily of fee money to be settled with Treasurer and trust monies awaiting disposition by applicable court.

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

Assessor's account consists of a change fund.

Juvenile Service's accounts consist of juvenile fees awaiting disposition to Treasurer.

County Judge's accounts consist of change funds for multiple departments.

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

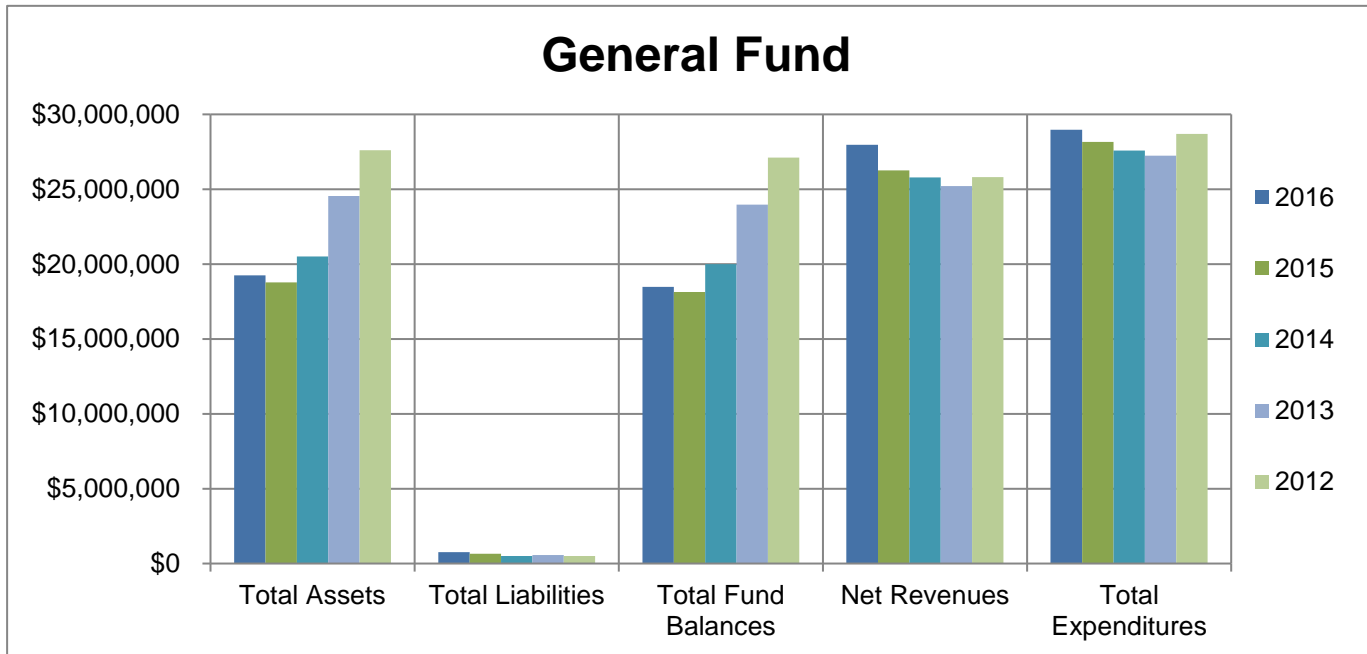
Schedule 3

	<u>December 31, 2016</u>
Land	\$ 3,516,590
Buildings	69,055,375
Equipment	<u>26,025,242</u>
Total	<u>\$ 98,597,207</u>

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

Schedule 4-1

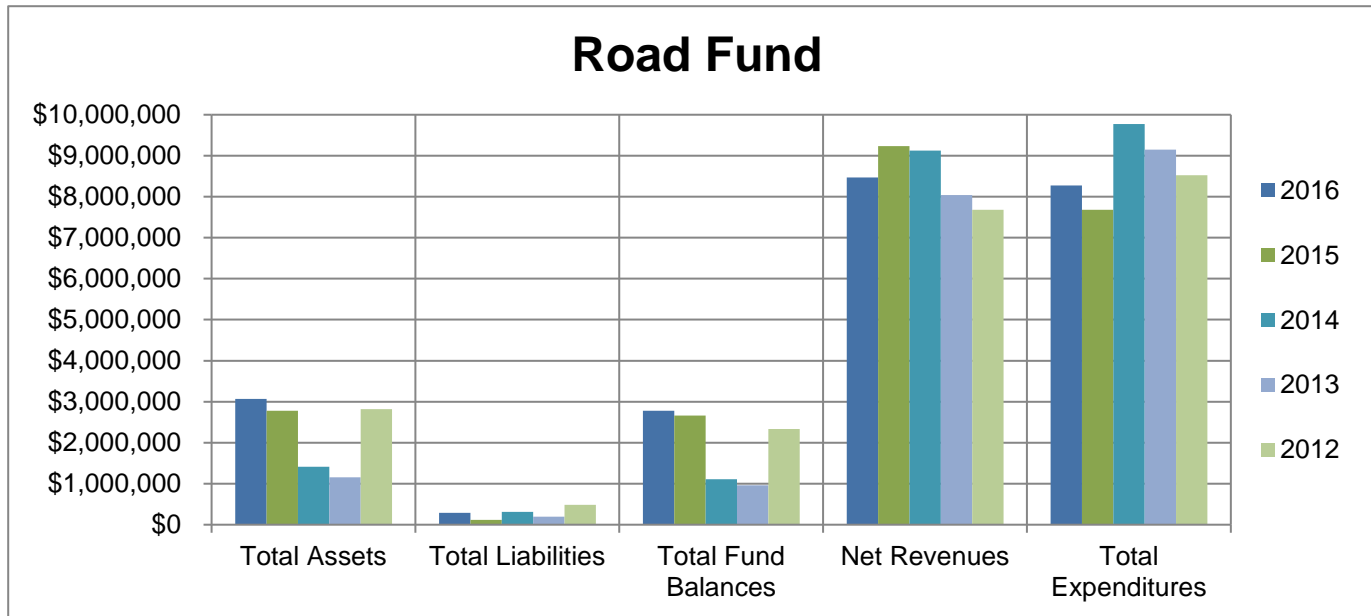
General	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total Assets	\$ 19,238,880	\$ 18,784,538	\$ 20,511,140	\$ 24,537,997	\$ 27,606,613
Total Liabilities	764,338	655,410	512,644	574,110	495,058
Total Fund Balances	18,474,542	18,129,128	19,998,496	23,963,887	27,111,555
Net Revenues	27,973,863	26,257,791	25,785,322	25,202,706	25,802,316
Total Expenditures	28,978,918	28,168,014	27,585,012	27,240,361	28,700,289
Total Other Financing Sources/Uses	1,350,469	40,855	(2,165,701)	(902,039)	(134,644)



WASHINGTON 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	\$ 3,066,977	\$ 2,776,491	\$ 1,415,360	\$ 1,152,839	\$ 2,819,716
Total Liabilities	286,728	116,380	309,568	193,360	481,706
Total Fund Balances	2,780,249	2,660,111	1,105,792	959,479	2,338,010
Net Revenues	8,469,442	9,231,922	9,122,965	8,037,223	7,684,439
Total Expenditures	8,271,503	7,677,603	9,776,652	9,149,756	8,521,955
Total Other Financing Sources/Uses	(77,801)		800,000		31,012



WASHINGTON 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

<u>Other Funds in the Aggregate</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total Assets	\$ 24,959,841	\$ 23,557,810	\$ 20,598,634	\$ 19,796,942	\$ 23,240,115
Total Liabilities	14,144,968	13,990,734	12,791,751	11,815,123	15,901,647
Total Fund Balances	10,814,873	9,567,076	7,806,883	7,981,819	7,338,468
Net Revenues	22,019,136	20,731,654	19,336,294	20,627,849	19,277,768
Total Expenditures	19,743,187	18,930,606	20,054,805	20,596,091	19,538,291
Total Other Financing Sources/Uses	(1,272,668)	(40,855)	543,575	611,593	103,632

