

Washington County, Arkansas
Regulatory Basis Financial Statements
and Other Reports

December 31, 2020

LEGISLATIVE JOINT AUDITING COMMITTEE



WASHINGTON COUNTY, ARKANSAS
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Arkansas

Sen. Ronald Caldwell
Senate Chair
Sen. Gary Stubblefield
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. Nelda Speaks
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, 2020, 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, 2020, 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, 2020, the regulatory basis revenues, expenditures, and changes in net position, and the budgetary comparisons for the general fund and road fund for the year then ended in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-412 described in Note 1.

Other Matters

Supplementary and Other Information

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

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the regulatory basis financial statements as a whole on the basis of accounting described in Note 1.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 20, 2021, 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 20, 2021
LOCO07220

Arkansas

Sen. Ronald Caldwell
Senate Chair
Sen. Gary Stubblefield
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. Nelda Speaks
House Vice Chair

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

INDEPENDENT AUDITOR'S REPORT

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, 2020, and the related notes to the financial statements, and have issued our report thereon dated October 20, 2021. 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also reported to management of the County in a separate letter dated October 20, 2021.

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 20, 2021

Arkansas



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Senate Chair
Sen. Gary Stubblefield
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LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

MANAGEMENT LETTER

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

The commentary contained in this letter relates to the following officials who held office during 2020:

County Judge: Joseph Wood
Treasurer: Bobby Hill
Sheriff: Tim Helder
Tax Collector: Angela Wood
County Clerk: Becky Lewallen
Circuit Clerk: Kyle Sylvester
Assessor: Russell Hill
County Librarian: Glenda Audrain

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

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

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in cursive script that reads "Marti Steel".

Marti Steel, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
October 20, 2021

WASHINGTON COUNTY, ARKANSAS
BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2020

Exhibit A

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 22,191,798	\$ 2,796,534	\$ 37,465,566
Accounts receivable	5,014,698	402,403	1,772,008
Interfund receivables	51,625	2,539	
TOTAL ASSETS	\$ 27,258,121	\$ 3,201,476	\$ 39,237,574
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 784,425	\$ 152,896	\$ 613,663
Interfund payables	2,539		51,625
Settlements pending			25,618,708
Total Liabilities	786,964	152,896	26,283,996
Fund Balances:			
Restricted	1,159,839	69,536	11,219,389
Assigned	1,658,220	2,979,044	1,744,892
Unassigned	23,653,098		(10,703)
Total Fund Balances	26,471,157	3,048,580	12,953,578
TOTAL LIABILITIES AND FUND BALANCES	\$ 27,258,121	\$ 3,201,476	\$ 39,237,574

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, 2020

Exhibit B

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 2,464,875	\$ 5,623,972	\$ 2,672,275
Federal aid	4,681,836	70,361	1,952,792
Property taxes	17,362,857	1,490,763	2,161,082
Sales taxes	5,145,303	3,430,203	15,782,457
Fines, forfeitures, and costs	455,627		826,136
Interest	164,514	19,160	85,716
Officers' fees	645,248		2,198,795
Insurance premiums collected	1,431,886		
Franchise fees	144,728		
Jail fees	34,960		4,249,120
Sale of equipment			96,750
Jail phone commission			182,945
911 fees			338,544
Donations & private grants			321,390
Reimbursement from Benton County for HIV salaries			112,500
Landfill fees		624,606	
Treasurer's commission	225,652		120,000
Collector's commission	1,102,588		300,000
Taxes apportioned - Assessor's salary and expense	2,256,131		
Other	1,275,947	234,924	237,293
TOTAL REVENUES	37,392,152	11,493,989	31,637,795
Less: Treasurer's commission	83,857	38,159	81,877
NET REVENUES	37,308,295	11,455,830	31,555,918
EXPENDITURES			
Current:			
General government	13,360,052		4,410,715
Law enforcement	14,073,413		17,779,616
Highways and streets		11,437,789	
Public safety	1,191,725		1,284,990
Sanitation	388,196		
Health	1,628,709		2,023,074
Recreation and culture			2,449,613
Social services	394,834		
Total Current	31,036,929	11,437,789	27,948,008
Debt Service:			
Bond principal			900,000
Bond interest and other charges			25,052
Lease principal	277,554		
Lease interest	192,446		
TOTAL EXPENDITURES	31,506,929	11,437,789	28,873,060

WASHINGTON COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020

Exhibit B

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 5,801,366	\$ 18,041	\$ 2,682,858
OTHER FINANCING SOURCES (USES)			
Transfers in	1,383,231	982,913	38,806
Transfers out	(38,806)		(2,366,144)
TOTAL OTHER FINANCING SOURCES (USES)	1,344,425	982,913	(2,327,338)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	7,145,791	1,000,954	355,520
FUND BALANCES - JANUARY 1	19,325,366	2,047,626	12,598,058
FUND BALANCES - DECEMBER 31	\$ 26,471,157	\$ 3,048,580	\$ 12,953,578

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, 2020

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
State aid	\$ 2,410,320	\$ 2,464,875	\$ 54,555	\$ 6,181,156	\$ 5,623,972	\$ (557,184)
Federal aid	25,000	4,681,836	4,656,836	68,050	70,361	2,311
Property taxes	16,528,150	17,362,857	834,707	1,457,300	1,490,763	33,463
Sales taxes	4,890,000	5,145,303	255,303	3,255,000	3,430,203	175,203
Fines, forfeitures, and costs	458,320	455,627	(2,693)			
Interest	175,000	164,514	(10,486)	25,000	19,160	(5,840)
Officers' fees	741,400	645,248	(96,152)			
Insurance premiums collected	4,840,000	1,431,886	(3,408,114)			
Franchise fees	190,000	144,728	(45,272)	540,000		(540,000)
Jail fees		34,960	34,960			
Landfill fees					624,606	624,606
Treasurer's commission		225,652	225,652			
Collector's commission		1,102,588	1,102,588			
Taxes apportioned - Assessor's salary and expense		2,256,131	2,256,131			
Other	1,679,783	1,275,947	(403,836)	267,400	234,924	(32,476)
TOTAL REVENUES	31,937,973	37,392,152	5,454,179	11,793,906	11,493,989	(299,917)
Less: Treasurer's commission	456,650	83,857	372,793	209,400	38,159	171,241
NET REVENUES	31,481,323	37,308,295	5,826,972	11,584,506	11,455,830	(128,676)
EXPENDITURES						
Current:						
General government	13,124,843	13,360,052	(235,209)			
Law enforcement	15,376,932	14,073,413	1,303,519			
Highways and streets				11,834,282	11,437,789	396,493
Public safety	1,309,160	1,191,725	117,435			
Sanitation	418,805	388,196	30,609			
Health	7,038,146	1,628,709	5,409,437			
Social services	428,913	394,834	34,079			
Total Current	37,696,799	31,036,929	6,659,870	11,834,282	11,437,789	396,493
Debt Service:						
Lease principal		277,554	(277,554)			
Lease interest		192,446	(192,446)			
TOTAL EXPENDITURES	37,696,799	31,506,929	6,189,870	11,834,282	11,437,789	396,493

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, 2020

Exhibit C

	General			Road		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (6,215,476)	\$ 5,801,366	\$ 12,016,842	\$ (249,776)	\$ 18,041	\$ 267,817
OTHER FINANCING SOURCES (USES)						
Transfers in	9,293,960	1,383,231	(7,910,729)	1,010,009	982,913	(27,096)
Transfers out	(5,459,045)	(38,806)	5,420,239			
TOTAL OTHER FINANCING SOURCES (USES)	3,834,915	1,344,425	(2,490,490)	1,010,009	982,913	(27,096)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(2,380,561)	7,145,791	9,526,352	760,233	1,000,954	240,721
FUND BALANCES - JANUARY 1	14,555,985	19,325,366	4,769,381	1,776,217	2,047,626	271,409
FUND BALANCES - DECEMBER 31	<u>\$ 12,175,424</u>	<u>\$ 26,471,157</u>	<u>\$ 14,295,733</u>	<u>\$ 2,536,450</u>	<u>\$ 3,048,580</u>	<u>\$ 512,130</u>

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

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1: Summary of Significant Accounting Policies

A. Financial Reporting Entity

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

B. Basis of Presentation - Regulatory

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

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

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

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

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

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

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 Capital Projects 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 reported with other funds in the aggregate.

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

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1: Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting - Regulatory

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

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

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, fees, trust, excess commissions/salaries, 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.

WASHINGTON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2020

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.

There were no committed fund balances at year-end.

NOTE 2: Cash Deposits with Financial Institutions

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

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 3,560,895	\$ 3,570,665
Collateralized:		
Collateral held by the County's agent, pledging bank or pledging bank's trust department or agent in the County's name	58,887,843	59,209,050
Total Deposits	\$ 62,448,738	\$ 62,779,715

The above total deposits do not include cash on hand of \$5,160.

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.

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 4: Accounts Receivable

The accounts receivable balance at December 31, 2020, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
State aid			\$ 193,980
Federal aid	\$ 38,969		46,670
Property taxes	737,279	\$ 570	75,026
Fines, forfeitures, and costs	47,257		93,474
Interest	6,144	1,028	2,080
Officers' fees	37,092		201,183
Franchise fees	35,215		
Jail fees	11,040		303,546
Jail phone commission			15,522
911 fees			33,563
Landfill fees		159,004	
Treasurer's commission	225,652		120,000
Collector's commission	1,102,588		300,000
Taxes apportioned - Assessor's salary and expense	2,251,300		
Other	110,878	54,646	8,196
Treasurer's commission charged	411,284	187,155	378,768
Totals	<u>\$ 5,014,698</u>	<u>\$ 402,403</u>	<u>\$ 1,772,008</u>

NOTE 5: Accounts Payable

The accounts payable balance at December 31, 2020, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	<u>\$ 784,425</u>	<u>\$ 152,896</u>	<u>\$ 613,663</u>

WASHINGTON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2020

NOTE 6: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

	December 31, 2020	
	Interfund Receivables	Interfund Payables
General Fund	\$ 51,625	\$ 2,539
Road Fund	2,539	
Other Funds in the Aggregate:		
Special Revenue Funds:		
Treasurer's Automation		1,387
Collector's Automation		4,221
Child Support Collections Costs		10,483
Adult Drug Court Program		29,004
Drug Court Grant		6,530
Totals	\$ 54,164	\$ 54,164

Interfund receivables and payables consist of interfund loans. These balances were repaid by March 31, 2021.

NOTE 7: Federal Funds Program Compliance

The federal program audit report of Washington County dated October 19, 2020, for the year ended December 31, 2019, indicated a material weakness in the preparation of the Schedule of Expenditures of Federal Awards (SEFA). The SEFA, as prepared by Washington County for Federal Programs, did not reflect accurate total expenses for federal grants expended in the year. Material adjustments were made to both the 2018 and 2019 SEFA, because expenses had not been properly recorded.

Washington County's federal program audit report for the year ended December 31, 2020, disclosed no instances of noncompliance with federal grant requirements.

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 8: Details of Fund Balance Classifications

Fund balance classifications at December 31, 2020, are composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Fund Balances			
Restricted for:			
General government			\$ 3,388,853
Law enforcement			897,715
Highways and streets		\$ 69,536	
Public safety			515,531
Health			209,923
Recreation and culture			1,668,346
Health insurance premiums	\$ 1,159,839		
Capital outlay			4,538,957
Debt service			64
Total Restricted	<u>1,159,839</u>	<u>69,536</u>	<u>11,219,389</u>
Assigned to:			
Law enforcement	5,771		1,530,088
Highways and streets		2,979,044	
Public safety			4,837
Health			209,967
Health insurance premium	1,652,449		
Total Assigned	<u>1,658,220</u>	<u>2,979,044</u>	<u>1,744,892</u>
Unassigned	<u>23,653,098</u>		<u>(10,703)</u>
Totals	<u>\$ 26,471,157</u>	<u>\$ 3,048,580</u>	<u>\$ 12,953,578</u>

NOTE 9: Deficit Fund Balances

The following funds have deficit fund balances as of December 31, 2020:

	December 31, <u>2020</u>
Other Funds in the Aggregate:	
Special Revenue Funds:	
Drug Court Grant	<u>\$ (10,703)</u>

NOTE 10: 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, 2020, the legal debt limit for bonded debt was \$376,136,277. 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, 2020, the legal debt limit for short-term financing obligations was \$99,656,625. There were no short-term financing obligations.

WASHINGTON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2020

NOTE 11: Commitments

Total commitments consist of the following at December 31, 2020:

	December 31, 2020
Long-term liabilities	\$ 9,034,865
Reappraisal contract	3,925,000
Construction contracts	11,660,153
 Total Commitments	 \$ 24,620,018

Long-term Liabilities

Long-term liabilities at December 31, 2020 are comprised of the following:

	December 31, 2020
<u>Direct Borrowings</u>	
On June 28, 2019, Washington County entered into an equipment lease purchase agreement in the amount of \$8,005,529, due in installments of \$470,000 to \$633,229 including interest, with Sterling National Bank for the purchase of energy saving improvements. Terms are set forth in the performance contract dated April 23, 2019, between Washington County and Johnson Controls, Inc. at a 3.17% interest rate and due in annual installments over 20 years. Payments will be made from annually budgeted and legally available funds but do not constitute pledge of specific revenue.	\$ 7,727,975
Compensated absences consisting of accrued vacation and sick leave adjusted to current salary cost	1,306,890
 Total Long-term liabilities	 \$ 9,034,865

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

The County's outstanding equipment lease from direct borrowings of \$7,727,975 contains a provision that in an event of default, outstanding amounts, at the Lender's sole option, may be declared immediately due and payable, and the Lender may exercise any rights and remedies, including the right to immediate possession of the collateral, available to it under applicable law.

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, 2020

NOTE 11: Commitments (Continued)

Long-Term Debt Issued and Outstanding

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding December 31, 2020	Maturities to December 31, 2020
<u>Direct Borrowings</u>					
6/28/19	4/1/39	3.17%	8,005,529	7,727,975	277,554
Total Long-Term Debt			<u>\$ 8,005,529</u>	<u>\$ 7,727,975</u>	<u>\$ 277,554</u>

Changes in Long-Term Debt

	Balance January 01, 2020	Issued	Retired	Balance December 31, 2020
Bonds payable	\$ 900,000		\$ 900,000	\$ 0
<u>Direct Borrowings</u>				
Equipment lease purchase	8,005,529		277,554	<u>\$ 7,727,975</u>
Total Long-Term Debt	<u>\$ 8,905,529</u>	<u>\$ 0</u>	<u>\$ 1,177,554</u>	<u>\$ 7,727,975</u>

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2020:

Years Ending December 31,	Direct Borrowings		
	Principal	Interest	Total
2021	\$ 215,023	\$ 244,977	\$ 460,000
2022	231,839	238,161	470,000
2023	249,189	230,811	480,000
2024	277,088	222,912	500,000
2025	300,872	214,128	515,000
2026 through 2030	1,843,032	911,968	2,755,000
2031 through 2035	2,314,127	590,873	2,905,000
2036 through 2039	<u>2,296,805</u>	<u>186,425</u>	<u>2,483,230</u>
Totals	<u>\$ 7,727,975</u>	<u>\$ 2,840,254</u>	<u>\$ 10,568,229</u>

County-Wide Reappraisal Contract

The County entered into a contract with Arkansas CAMA Technology on October 12, 2020, for a county-wide reappraisal. The County is obligated for 36 monthly payments of \$109,028 for a total of \$3,925,000 beginning January 1, 2021. Contract expense for 2020 was \$998,111.

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 11: Commitments (Continued)

The County is obligated for the following amounts at December 31, 2020:

Year	December 31, 2020
2021	\$ 1,308,333
2022	1,308,333
2023	1,308,334
Total	<u>\$ 3,925,000</u>

Construction Contracts

The County was contractually obligated for the following construction contracts at December 31, 2020:

Project Name	Completed or Estimated Completion Date	Contract Balance December 31, 2020
Johnson Controls, Inc. performance contract for energy saving improvements	January 15, 2021	\$ 400,278
Motorola Solutions, Inc. for a Washington County simulcast system upgrade & expansion	March 16, 2023 *	<u>11,259,875</u>
Total Construction Contracts		<u>\$ 11,660,153</u>

*While the contract was signed in 2020, the project work began in 2021 after the conclusion of the county-wide one-fourth of one percent (.25%) sales and use tax that ended June 30, 2021.

NOTE 12: Interfund Transfers

The General Fund transferred \$38,806 to the Other Funds in the Aggregate (HIV Clinic \$38,806) for operations. Other Funds in the Aggregate transferred \$982,913 (FEMA \$948,238 and Rural Community Grant \$34,675) to the Road Fund for road repairs. Additionally, Other Funds in the aggregate transferred \$1,383,231 of excess funds (County Recorder's Cost \$955,609 and Debt Service Fund \$427,622) to the General Fund.

NOTE 13: Subsequent Events

On April 16, 2021, Washington County approved Ordinance no. 2021-29 to appropriate \$219,000 from the Coronavirus Aid, Relief, and Economic Securities (CARES) Act to Returning Home, Inc. to provide alternatives to incarceration for a target population of parole violators.

The County called for a special election on March 3, 2020, in which voters approved the levy of a county-wide one-fourth of one percent (.25%) sales and use tax within Washington County for the 12 months period of July 1, 2020 to June 30, 2021, to acquire, construct, improve, expand, equip and maintain public safety communication system facilities and apparatus. On July 13, 2021, Washington County disbursed \$1,615,026 to Motorola Solutions, Inc. in payment of a contract signed on June 16, 2020, for a Washington County simulcast system upgrade and expansion for a contract price of \$11,259,875. While the contract was signed in 2020, the project work began in 2021 after the conclusion of the county-wide one-fourth of one percent (.25%) sales and use tax that ended on June 30, 2021.

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 14: Joint Venture:

Washington County Regional Ambulance Authority

Washington County and the cities of Elkins, Elm Springs, Fayetteville, Farmington, Goshen, Greenland, Lincoln, Prairie Grove, Tontitown, West Fork, Winslow, and Johnson 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 \$921,174 during 2020.

NOTE 15: Jointly Governed Organizations

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 (the District). In 2018, Washington County transferred the operation of the Washington County Hazardous Waste Program and the Rural Recycling Program to the District. Washington County paid \$215,739 to the Solid Waste District during 2020. Separate financial statements of the Boston Mountain Solid Waste District may be obtained at 11398 Bond Road, 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 these counties. In 2020, Washington County paid \$22,970 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 statements for the Fourth Judicial Drug Task Force were not available.

NOTE 16: Joint Operations

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, 2020.

Northwest Arkansas HIV Clinic

The County entered into an Interlocal Agreement with Benton County on February 25, 2011, for support of an HIV health clinic located in Washington County to address the needs of persons diagnosed with HIV infection. Benton County contributed \$112,500 to Washington County in 2020. Financial activity of the Northwest Arkansas HIV Clinic are included in the financial statements of Washington County.

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 17: 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.

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 18: 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.

WASHINGTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 18: Arkansas Public Employees Retirement System (Continued)

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended June 30, 2020 (date of APERS Employer Allocation Report) were \$4,240,890.

Net Pension Liability

The requirements of Governmental Accounting Standards Board Statement no. 68, under the regulatory basis of accounting, are limited to disclosure of the County's share of the collective net pension liability. The County's proportionate share of the collective net pension liability at June 30, 2020 (actuarial valuation date and measurement date) was \$40,626,753.

NOTE 19: Self-Insured Benefits

The County provided 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, 2020, the balance in the Employee Self Insured account was \$2,812,288. 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 20: Corona Virus (COVID-19)

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). In 2020, the County Received \$4,459,532 in federal aid from the Coronavirus Aid, Relief and Economic Securities (CARES) Act. The County was awarded \$46,459,271 in federal aid from the American Rescue Plan Act of 2021, and as of report date \$23,229,634 of that amount has been received.

On January 22, 2021, the County received \$7,167,563 in federal aid from the Consolidated Appropriations Act of 2021 for rental assistance for Washington County residents. On February 3, 2021, Washington County awarded a sub-grant of \$1,500,000 to the Fayetteville Housing Authority and a sub-grant of \$1,500,000 to Springdale Housing Authority to serve as managing entities of federal dollars awarded to the County through the Consolidated Appropriations Act, 2021.

The extent of the impact of COVID-19 on financial statements for future reporting periods remains uncertain, however, the County is expecting to receive additional federal aid for coronavirus relief.

WASHINGTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2020

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	\$ 187,662	\$ 524,238	\$ 161,246	\$ 190,570	\$ 677,927	\$ 1,000,000	\$ 1,558,274	\$ 34,918
Accounts receivable	120,000	300,003	2,211		1,952	227,829	112,495	76
TOTAL ASSETS	<u>\$ 307,662</u>	<u>\$ 824,241</u>	<u>\$ 163,457</u>	<u>\$ 190,570</u>	<u>\$ 679,879</u>	<u>\$ 1,227,829</u>	<u>\$ 1,670,769</u>	<u>\$ 34,994</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 530	\$ 4,661	\$ 30,112	\$ 56	\$ 745	\$ 12,283	\$ 2,423	
Interfund payables	1,387	4,221						
Settlements pending								
Total Liabilities	<u>1,917</u>	<u>8,882</u>	<u>30,112</u>	<u>56</u>	<u>745</u>	<u>12,283</u>	<u>2,423</u>	
Fund Balances:								
Restricted	305,745	815,359	133,345	190,514	679,134	1,215,546	1,668,346	\$ 34,994
Assigned								
Unassigned								
Total Fund Balances	<u>305,745</u>	<u>815,359</u>	<u>133,345</u>	<u>190,514</u>	<u>679,134</u>	<u>1,215,546</u>	<u>1,668,346</u>	<u>34,994</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 307,662</u>	<u>\$ 824,241</u>	<u>\$ 163,457</u>	<u>\$ 190,570</u>	<u>\$ 679,879</u>	<u>\$ 1,227,829</u>	<u>\$ 1,670,769</u>	<u>\$ 34,994</u>

WASHINGTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2020

Schedule 1

	SPECIAL REVENUE FUNDS							
	Child Support Collections Costs	Communication Facility and Equipment	Jail Operations Sales Tax	Boating Safety and Enforcement	Emergency 911	Adult Drug Court Program	Circuit Court Juvenile Division	Juvenile Court Representation
ASSETS								
Cash and cash equivalents	\$ 10,483	\$ 320,812	\$ 955,598	\$ 26,009	\$ 402,987	\$ 29,004	\$ 7,814	\$ 3,338
Accounts receivable	410	21,405	594,292	189	39,291	1,977	578	4
TOTAL ASSETS	<u>\$ 10,893</u>	<u>\$ 342,217</u>	<u>\$ 1,549,890</u>	<u>\$ 26,198</u>	<u>\$ 442,278</u>	<u>\$ 30,981</u>	<u>\$ 8,392</u>	<u>\$ 3,342</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 32,687	\$ 329,332		\$ 27,008			
Interfund payables	\$ 10,483					\$ 29,004		
Settlements pending								
Total Liabilities	<u>10,483</u>	<u>32,687</u>	<u>329,332</u>		<u>27,008</u>	<u>29,004</u>		
Fund Balances:								
Restricted	410			\$ 26,198	415,270	1,977	\$ 8,392	\$ 3,342
Assigned		309,530	1,220,558					
Unassigned								
Total Fund Balances	<u>410</u>	<u>309,530</u>	<u>1,220,558</u>	<u>26,198</u>	<u>415,270</u>	<u>1,977</u>	<u>8,392</u>	<u>3,342</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 10,893</u>	<u>\$ 342,217</u>	<u>\$ 1,549,890</u>	<u>\$ 26,198</u>	<u>\$ 442,278</u>	<u>\$ 30,981</u>	<u>\$ 8,392</u>	<u>\$ 3,342</u>

WASHINGTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2020

Schedule 1

	SPECIAL REVENUE FUNDS							
	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee	Crisis Stabilization Unit (non grant)	Northwest Arkansas Regional HIV Clinic	County Law Library	Drug Enforcement- State	Drug Enforcement- Federal	Drug Court Program
ASSETS								
Cash and cash equivalents	\$ 10,320	\$ 13,806	\$ 77,246	\$ 133,355	\$ 391,580	\$ 23,422	\$ 28,709	\$ 205,084
Accounts receivable	65		12	35	8,870	40	27,844	120
TOTAL ASSETS	<u>\$ 10,385</u>	<u>\$ 13,806</u>	<u>\$ 77,258</u>	<u>\$ 133,390</u>	<u>\$ 400,450</u>	<u>\$ 23,462</u>	<u>\$ 56,553</u>	<u>\$ 205,204</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 1,502			\$ 681	\$ 4,443			
Interfund payables								
Settlements pending								
Total Liabilities	<u>1,502</u>			<u>681</u>	<u>4,443</u>			
Fund Balances:								
Restricted	8,883	\$ 13,806			396,007	\$ 23,462	\$ 56,553	\$ 205,204
Assigned			\$ 77,258	132,709				
Unassigned								
Total Fund Balances	<u>8,883</u>	<u>13,806</u>	<u>77,258</u>	<u>132,709</u>	<u>396,007</u>	<u>23,462</u>	<u>56,553</u>	<u>205,204</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 10,385</u>	<u>\$ 13,806</u>	<u>\$ 77,258</u>	<u>\$ 133,390</u>	<u>\$ 400,450</u>	<u>\$ 23,462</u>	<u>\$ 56,553</u>	<u>\$ 205,204</u>

WASHINGTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2020

Schedule 1

	SPECIAL REVENUE FUNDS							
	High Intensity Drug Trafficking Area (HIDTA) Grant	Rural Community Grant	Juvenile Detention Center Grant	Department of Emergency Management Grant	Drug Court Grant	Law Enforcement Grants	Animal Shelter Grant	Animal Shelter Projects
ASSETS								
Cash and cash equivalents		\$ 3,571	\$ 28,230	\$ 101,093	\$ (7,227)	\$ 100,180	\$ 114	\$ 49,050
Accounts receivable	\$ 38,629	34,675		2,365	8,041			324
TOTAL ASSETS	\$ 38,629	\$ 38,246	\$ 28,230	\$ 103,458	\$ 814	\$ 100,180	\$ 114	\$ 49,374
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable		\$ 38	\$ 132	\$ 41,760	\$ 4,987			
Interfund payables					6,530			
Settlements pending								
Total Liabilities		<u>38</u>	<u>132</u>	<u>41,760</u>	<u>11,517</u>			
Fund Balances:								
Restricted	\$ 38,629	33,371	28,098	61,698		\$ 100,180	\$ 114	\$ 49,374
Assigned		4,837						
Unassigned					(10,703)			
Total Fund Balances	<u>38,629</u>	<u>38,208</u>	<u>28,098</u>	<u>61,698</u>	<u>(10,703)</u>	<u>100,180</u>	<u>114</u>	<u>49,374</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 38,629	\$ 38,246	\$ 28,230	\$ 103,458	\$ 814	\$ 100,180	\$ 114	\$ 49,374

WASHINGTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2020

Schedule 1

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND
	Juvenile Court Grant	Administrative Office of the Courts Juvenile Court Grant	Crisis Stabilization Unit Grant	Energy Saving Improvements Capital Projects	Radio System Sales Tax Capital Projects	Capital Improvement Refunding Revenue Bond (Historic Courthouse Project)
ASSETS						
Cash and cash equivalents	\$ 790	\$ 5,192	\$ 121,413	\$ 423,544	\$ 4,046,442	\$ 64
Accounts receivable			159,305		68,971	
TOTAL ASSETS	\$ 790	\$ 5,192	\$ 280,718	\$ 423,544	\$ 4,115,413	\$ 64
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable			\$ 120,283			
Interfund payables						
Settlements pending						
Total Liabilities			120,283			
Fund Balances:						
Restricted	\$ 790	\$ 5,192	160,435	\$ 423,544	\$ 4,115,413	\$ 64
Assigned						
Unassigned						
Total Fund Balances	790	5,192	160,435	423,544	4,115,413	64
TOTAL LIABILITIES AND FUND BALANCES	\$ 790	\$ 5,192	\$ 280,718	\$ 423,544	\$ 4,115,413	\$ 64

WASHINGTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2020

Schedule 1

CUSTODIAL FUNDS									
	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Assessor Account	Juvenile Detention Center Fee Account	County Judge's Accounts	Totals
ASSETS									
Cash and cash equivalents	\$ 20,984,243	\$ 1,302,780	\$ 907,888	\$ 75,221	\$ 2,348,341	\$ 150	35	\$ 50	\$ 37,465,566
Accounts receivable									1,772,008
TOTAL ASSETS	<u>\$ 20,984,243</u>	<u>\$ 1,302,780</u>	<u>\$ 907,888</u>	<u>\$ 75,221</u>	<u>\$ 2,348,341</u>	<u>\$ 150</u>	<u>\$ 35</u>	<u>\$ 50</u>	<u>\$ 39,237,574</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable									\$ 613,663
Interfund payables									51,625
Settlements pending	\$ 20,984,243	\$ 1,302,780	\$ 907,888	\$ 75,221	\$ 2,348,341	\$ 150	\$ 35	\$ 50	25,618,708
Total Liabilities	<u>20,984,243</u>	<u>1,302,780</u>	<u>907,888</u>	<u>75,221</u>	<u>2,348,341</u>	<u>150</u>	<u>35</u>	<u>50</u>	<u>26,283,996</u>
Fund Balances:									
Restricted									11,219,389
Assigned									1,744,892
Unassigned									(10,703)
Total Fund Balances									<u>12,953,578</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 20,984,243</u>	<u>\$ 1,302,780</u>	<u>\$ 907,888</u>	<u>\$ 75,221</u>	<u>\$ 2,348,341</u>	<u>\$ 150</u>	<u>\$ 35</u>	<u>\$ 50</u>	<u>\$ 39,237,574</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, 2020

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	Child Support Collections Costs
REVENUES									
State aid				\$ 63,626			\$ 430,362		
Federal aid									
Property taxes							2,157,005		
Sales taxes									
Fines, forfeitures, and costs									
Interest	\$ 2,633	\$ 7,472	\$ 1,711	2,030	\$ 6,773	\$ 11,106	12,976	\$ 408	\$ 82
Officers' fees			26,122		100,427	1,988,754		3,786	10,408
Jail fees									
Sale of equipment									
Jail phone commission									
911 fees									
Donations & private grants									
Reimbursement from Benton County for HIV salaries									
Treasurer's commission	120,000								
Collector's commission		300,000							
Other	3	32	97	100	39	65	233		235
TOTAL REVENUES	122,636	307,504	27,930	65,756	107,239	1,999,925	2,600,576	4,194	10,725
Less: Treasurer's commission			96		396	6,614	7,595	15	36
NET REVENUES	122,636	307,504	27,834	65,756	106,843	1,993,311	2,592,981	4,179	10,689
EXPENDITURES									
Current:									
General government	112,534	329,083	58,746	11,163	64,307	995,384		9,467	10,483
Law enforcement									
Public safety									
Health									
Recreation and culture							2,387,109		
Total Current	112,534	329,083	58,746	11,163	64,307	995,384	2,387,109	9,467	10,483
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	112,534	329,083	58,746	11,163	64,307	995,384	2,387,109	9,467	10,483
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	10,102	(21,579)	(30,912)	54,593	42,536	997,927	205,872	(5,288)	206
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out						(955,609)			
TOTAL OTHER FINANCING SOURCES (USES)						(955,609)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	10,102	(21,579)	(30,912)	54,593	42,536	42,318	205,872	(5,288)	206
FUND BALANCES - JANUARY 1	295,643	836,938	164,257	135,921	636,598	1,173,228	1,462,474	40,282	204
FUND BALANCES - DECEMBER 31	\$ 305,745	\$ 815,359	\$ 133,345	\$ 190,514	\$ 679,134	\$ 1,215,546	\$ 1,668,346	\$ 34,994	\$ 410

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, 2020

Schedule 2

	SPECIAL REVENUE FUNDS								
	Communication Facility and Equipment	Jail Operations Sales Tax	Boating Safety and Enforcement	Emergency 911	Adult Drug Court Program	Circuit Court Juvenile Division	Juvenile Court Representation	Circuit Clerk Commissioner's Fee	Assessor's Late Assessment Fee
REVENUES									
State aid			\$ 11,031						
Federal aid									
Property taxes									\$ 4,077
Sales taxes		\$ 11,655,856							
Fines, forfeitures, and costs		484,873							
Interest	\$ 2,457	8,310	221	\$ 6,816	\$ 163	\$ 79	\$ 34	\$ 126	130
Officers' fees	31,161				28,072	2,120	100	3,107	
Jail fees		4,249,120							
Sale of equipment	96,750								
Jail phone commission	182,945								
911 fees				338,544					
Donations & private grants									
Reimbursement from Benton County for HIV salaries									
Treasurer's commission									
Collector's commission									
Other	78	173,061	3	158		12		3,061	
TOTAL REVENUES	313,391	16,571,220	11,255	345,518	28,235	2,211	134	6,294	4,207
Less: Treasurer's commission	746	46,033	38	1,161	98	8	1	13	
NET REVENUES	312,645	16,525,187	11,217	344,357	28,137	2,203	133	6,281	4,207
EXPENDITURES									
Current:									
General government									
Law enforcement	219,213	16,870,397	4,676		29,004	1,650		11,209	
Public safety				700,158					
Health									
Recreation and culture									
Total Current	219,213	16,870,397	4,676	700,158	29,004	1,650		11,209	
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	219,213	16,870,397	4,676	700,158	29,004	1,650		11,209	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	93,432	(345,210)	6,541	(355,801)	(867)	553	133	(4,928)	4,207
OTHER FINANCING SOURCES (USES)									
Transfers in									
Transfers out									
TOTAL OTHER FINANCING SOURCES (USES)									
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	93,432	(345,210)	6,541	(355,801)	(867)	553	133	(4,928)	4,207
FUND BALANCES - JANUARY 1	216,098	1,565,768	19,657	771,071	2,844	7,839	3,209	13,811	9,599
FUND BALANCES - DECEMBER 31	\$ 309,530	\$ 1,220,558	\$ 26,198	\$ 415,270	\$ 1,977	\$ 8,392	\$ 3,342	\$ 8,883	\$ 13,806

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, 2020

Schedule 2

SPECIAL REVENUE FUNDS									
	Crisis Stabilization Unit (non grant)	Federal Emergency Management (FEMA)	Northwest Arkansas Regional HIV Clinic	County Law Library	Drug Enforcement- State	Drug Enforcement- Federal	Drug Court Program	High Intensity Drug Trafficking Area (HIDTA) Grant	Rural Community Grant
REVENUES									
State aid									\$ 69,350
Federal aid		\$ 948,238						\$ 238,457	74,500
Property taxes									
Sales taxes									
Fines, forfeitures, and costs				\$ 109,766	\$ 1,182	\$ 31,767			
Interest	\$ 696		\$ 1,964	4,007	260	297	\$ 2,088		
Officers' fees							4,738		
Jail fees									
Sale of equipment									
Jail phone commission									
911 fees									
Donations & private grants	75,000		1,400						
Reimbursement from Benton County for HIV salaries			112,500						
Treasurer's commission									
Collector's commission									
Other	1		16,677						
TOTAL REVENUES	75,697	948,238	132,541	113,773	1,442	32,064	6,826	238,457	143,850
Less: Treasurer's commission	2		7	348	8		24		
NET REVENUES	75,695	948,238	132,534	113,425	1,434	32,064	6,802	238,457	143,850
EXPENDITURES									
Current:									
General government									
Law enforcement				97,291	4,909	5,798		199,828	
Public safety									74,500
Health	126		179,561						
Recreation and culture									1,304
Total Current	126		179,561	97,291	4,909	5,798		199,828	75,804
Debt Service:									
Bond principal									
Bond interest and other charges									
TOTAL EXPENDITURES	126		179,561	97,291	4,909	5,798		199,828	75,804
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	75,569	948,238	(47,027)	16,134	(3,475)	26,266	6,802	38,629	68,046
OTHER FINANCING SOURCES (USES)									
Transfers in			38,806						
Transfers out		(948,238)							(34,675)
TOTAL OTHER FINANCING SOURCES (USES)		(948,238)	38,806						(34,675)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	75,569		(8,221)	16,134	(3,475)	26,266	6,802	38,629	33,371
FUND BALANCES - JANUARY 1	1,689		140,930	379,873	26,937	30,287	198,402		4,837
FUND BALANCES - DECEMBER 31	\$ 77,258	\$ 0	\$ 132,709	\$ 396,007	\$ 23,462	\$ 56,553	\$ 205,204	\$ 38,629	\$ 38,208

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, 2020

Schedule 2

	SPECIAL REVENUE FUNDS							
	Juvenile Detention Center Grant	Department of Emergency Management Grant	Drug Court Grant	Law Enforcement Grants	Animal Shelter Grant	Animal Shelter Projects	Juvenile Court Grant	Arkansas Heritage Preservation Grant
REVENUES								
State aid	\$ 31,167		\$ 4,468					\$ 61,200
Federal aid		\$ 402,419	212,558	\$ 76,382			\$ 238	
Property taxes								
Sales taxes								
Fines, forfeitures, and costs								
Interest								
Officers' fees								
Jail fees								
Sale of equipment								
Jail phone commission								
911 fees								
Donations & private grants					\$ 20,000	\$ 7,138		
Reimbursement from Benton County for HIV salaries								
Treasurer's commission								
Collector's commission								
Other		42,064						
TOTAL REVENUES	31,167	444,483	217,026	76,382	20,000	7,138	238	61,200
Less: Treasurer's commission								
NET REVENUES	31,167	444,483	217,026	76,382	20,000	7,138	238	61,200
EXPENDITURES								
Current:								
General government								
Law enforcement	31,812		245,409	43,420				
Public safety		500,524						
Health					22,187	9,434		
Recreation and culture								61,200
Total Current	31,812	500,524	245,409	43,420	22,187	9,434		61,200
Debt Service:								
Bond principal								
Bond interest and other charges								
TOTAL EXPENDITURES	31,812	500,524	245,409	43,420	22,187	9,434		61,200
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(645)	(56,041)	(28,383)	32,962	(2,187)	(2,296)	238	
OTHER FINANCING SOURCES (USES)								
Transfers in								
Transfers out								
TOTAL OTHER FINANCING SOURCES (USES)								
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(645)	(56,041)	(28,383)	32,962	(2,187)	(2,296)	238	
FUND BALANCES - JANUARY 1	28,743	117,739	17,680	67,218	2,301	51,670	552	
FUND BALANCES - DECEMBER 31	\$ 28,098	\$ 61,698	\$ (10,703)	\$ 100,180	\$ 114	\$ 49,374	\$ 790	\$ 0

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, 2020

Schedule 2

	SPECIAL REVENUE FUNDS				CAPITAL PROJECTS FUNDS		DEBT SERVICE FUND	Totals
	Administrative Office of the Courts Juvenile Court Grant	Center for Technology and Civic Life Grant	Crisis Stabilization Unit Grant	Courthouse Security Grant	Energy Saving Improvements Capital Projects	Radio System Sales Tax Capital Projects	Capital Improvement Refunding Revenue Bond (Historic Courthouse Project)	
REVENUES								
State aid	\$ 15,000		\$ 1,971,071	\$ 15,000				\$ 2,672,275
Federal aid								1,952,792
Property taxes								2,161,082
Sales taxes						\$ 4,126,601		15,782,457
Fines, forfeitures, and costs							\$ 198,548	826,136
Interest			277		\$ 2,973	2,798	6,829	85,716
Officers' fees								2,198,795
Jail fees								4,249,120
Sale of equipment								96,750
Jail phone commission								182,945
911 fees								338,544
Donations & private grants		\$ 217,852						321,390
Reimbursement from Benton County for HIV salaries								112,500
Treasurer's commission								120,000
Collector's commission								300,000
Other							1,374	237,293
TOTAL REVENUES	15,000	217,852	1,971,348	15,000	2,973	4,129,399	206,751	31,637,795
Less: Treasurer's commission						13,986	4,652	81,877
NET REVENUES	15,000	217,852	1,971,348	15,000	2,973	4,115,413	202,099	31,555,918
EXPENDITURES								
Current:								
General government		217,852			2,601,696			4,410,715
Law enforcement				15,000				17,779,616
Public safety	9,808							1,284,990
Health			1,811,766					2,023,074
Recreation and culture								2,449,613
Total Current	9,808	217,852	1,811,766	15,000	2,601,696			27,948,008
Debt Service:								
Bond principal							900,000	900,000
Bond interest and other charges							25,052	25,052
TOTAL EXPENDITURES	9,808	217,852	1,811,766	15,000	2,601,696		925,052	28,873,060
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5,192		159,582		(2,598,723)	4,115,413	(722,953)	2,682,858
OTHER FINANCING SOURCES (USES)								
Transfers in								38,806
Transfers out							(427,622)	(2,366,144)
TOTAL OTHER FINANCING SOURCES (USES)							(427,622)	(2,327,338)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	5,192		159,582		(2,598,723)	4,115,413	(1,150,575)	355,520
FUND BALANCES - JANUARY 1			853		3,022,267		1,150,639	12,598,058
FUND BALANCES - DECEMBER 31	\$ 5,192	\$ 0	\$ 160,435	\$ 0	\$ 423,544	\$ 4,115,413	\$ 64	\$ 12,953,578

WASHINGTON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2020

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. 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.
Child 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, 2020

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.
Adult 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 Court Representation	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.
Assessor's Late Assessment Fee	Ark. Code Ann. § 26-26-201(d) established fund to receive collections from a \$.50 fee levied for delinquent property assessments.
Crisis Stabilization Unit (non grant)	Established to account for monies received benefitting the Crisis Stabilization Unit but not grant related.
Federal Emergency Management (FEMA)	Established to account for federal grants received for the Federal 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.
County Law Library	Ark. Code Ann. § 16-23-105 established fund to receive collections from costs levied and to fund law library expenditures.
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.

WASHINGTON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2020

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

<u>Fund Name</u>	<u>Fund Description</u>
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.
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.
Department of Emergency Management Grant	Established to account for federal grants received for the Department of Emergency Management.
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 for the animal shelter.
Animal Shelter Projects	Established to account for donations received to support animal shelter projects.
Juvenile Court Grant	Established to account for grant received from Arkansas Department of Human Services/ Division of Youth Services and the Arkansas Coalition for Juvenile Justice
Arkansas Heritage Preservation Grant	Established to account for grant received from Arkansas Historic Preservation Program, a division of the Department of Arkansas Heritage.
Administrative Office of the Courts Juvenile Court Grant	Established to account for grant received from the Arkansas Administrative Office of the Courts. Program focuses primarily on providing quality representation for children and parents involved in dependency-neglect cases and projects relating to children and families.
Center for Technology and Civic Life Grant	Established to account for a private grant to ensure that local election jurisdictions have the staffing, training, and equipment necessary so that every eligible voter can participate in a safe and timely way and have their vote counted.

WASHINGTON COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2020

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

<u>Fund Name</u>	<u>Fund Description</u>
Crisis Stabilization Unit Grant	Established to account for grant monies received from the State of Arkansas for the funding of a unit to give law enforcement officers in Washington, Benton, Madison and Carroll Counties an alternative to jail when encountering people with mental health issues.
Courthouse Security Grant	Washington County Ordinance no. 2018-28 (June 25, 2018) established to account for funds created under Act 576 of 2007 for court security.
Energy Saving Improvements Capital Projects	Washington County Ordinance no. 2019-41 (May 28, 2019) established an escrow account for loan proceeds to be disbursed by a trustee for a performance contract with Johnson Controls, Inc. for the installation of energy conservation improvements contracted as an equipment lease.
Radio System Sales Tax Capital Projects	Washington County Ordinance No. 2019-95 (December 19, 2019) provided for a levy of a one-fourth of one percent sales and use tax to be used to acquire, construct, improve, expand, equip, and maintain public safety communication system facilities.
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, treasurer's commission, collector's commission, and interest not distributed to the appropriate agencies.

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

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

County Clerk's accounts consist primarily of trust money and fee money to be settled with the treasurer.

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

Assessor account consists of change funds.

Juvenile Detention Center Fee Account consists of fees not remitted to the treasurer.

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

WASHINGTON COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2020
(Unaudited)

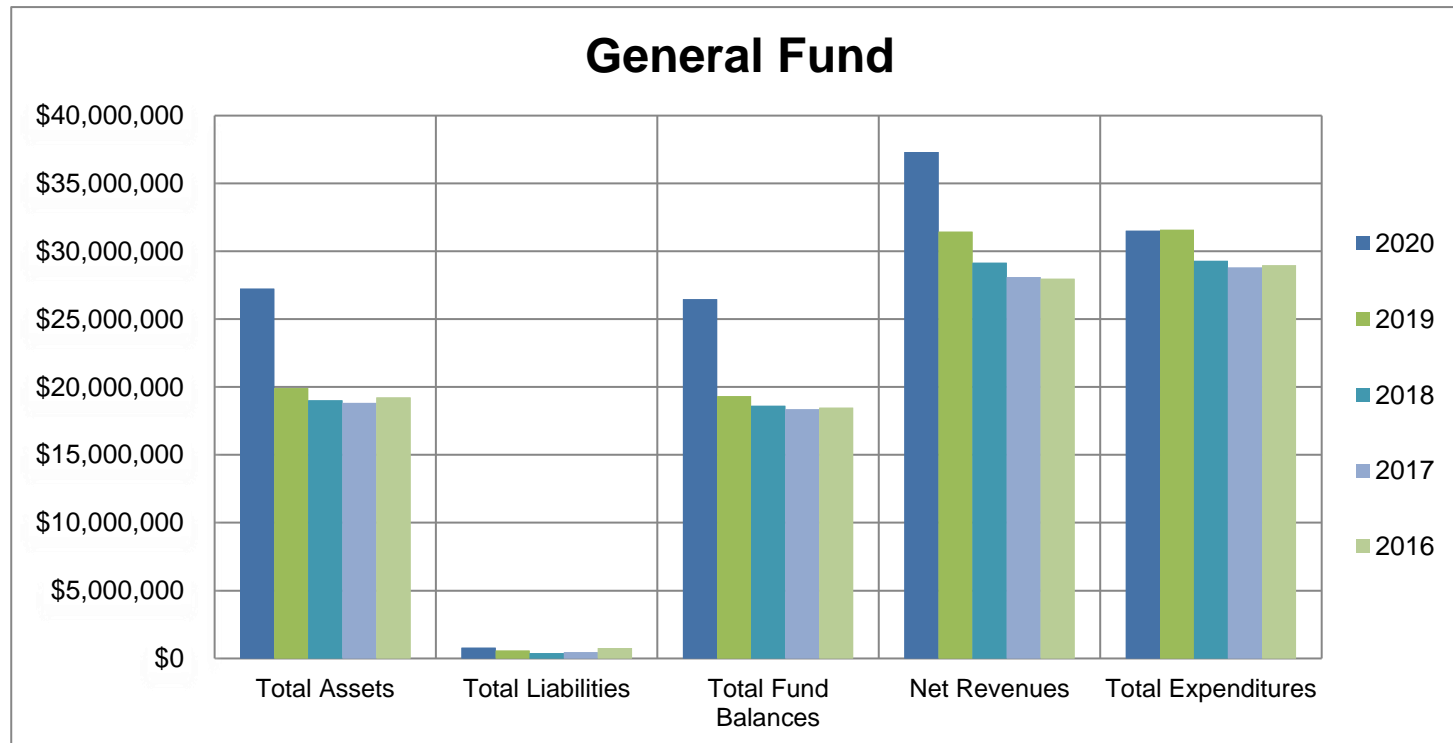
Schedule 3

	<u>December 31, 2020</u>
Land	\$ 3,516,590
Buildings and improvements	69,402,226
Construction in progress	7,605,251
Equipment	<u>27,885,107</u>
Total	<u>\$ 108,409,174</u>

WASHINGTON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
 DECEMBER 31, 2020
 (Unaudited)

Schedule 4-1

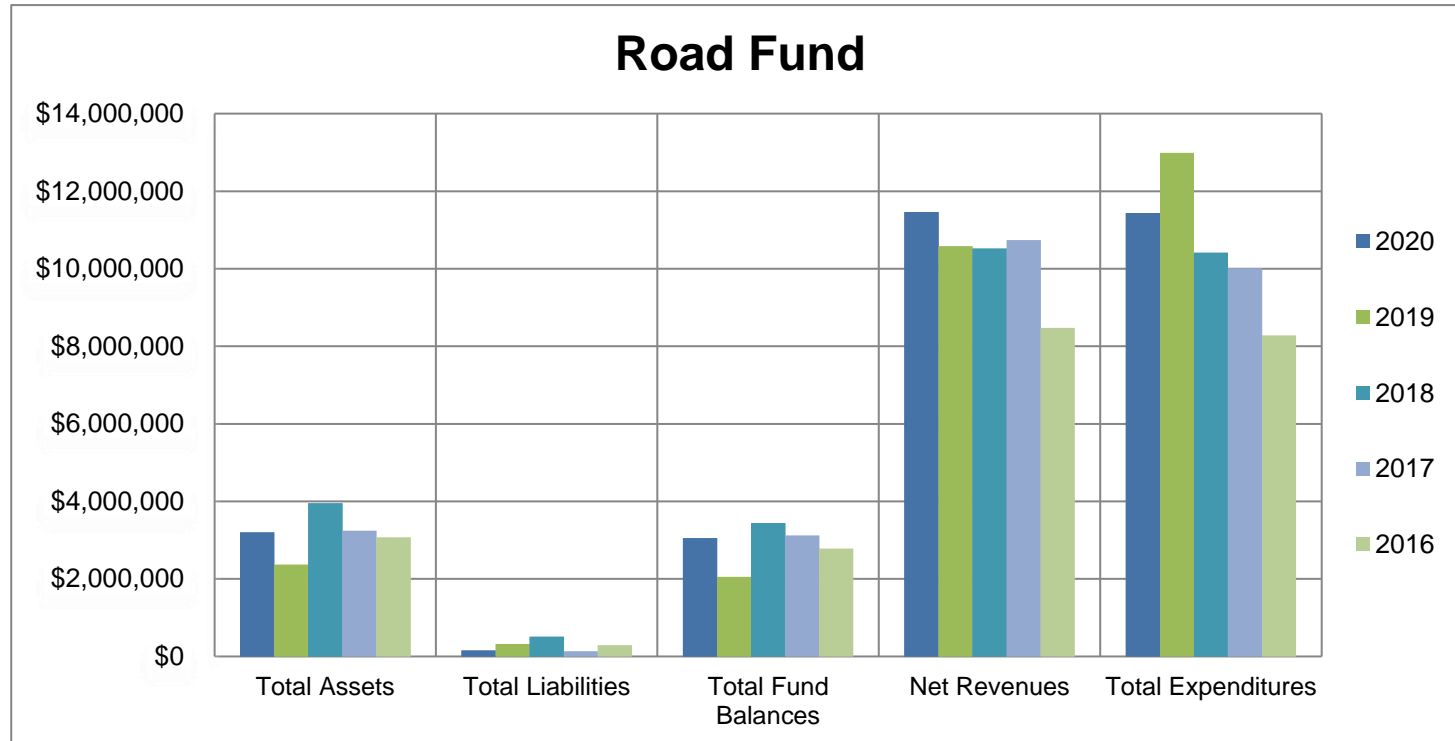
<u>General</u>	2020	2019	2018	2017	2016
Total Assets	\$ 27,258,121	\$ 19,903,259	\$ 19,019,048	\$ 18,822,048	\$ 19,238,880
Total Liabilities	786,964	577,893	390,018	453,949	764,338
Total Fund Balances	26,471,157	19,325,366	18,629,030	18,368,099	18,474,542
Net Revenues	37,308,295	31,441,423	29,146,287	28,087,656	27,973,863
Total Expenditures	31,506,929	31,579,670	29,287,950	28,807,788	28,978,918
Total Other Financing Sources/Uses	1,344,425	834,583	402,594	613,679	1,350,469



WASHINGTON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - ROAD FUND - REGULATORY BASIS
 DECEMBER 31, 2020
 (Unaudited)

Schedule 4-2

<u>Road</u>	2020	2019	2018	2017	2016
Total Assets	\$ 3,201,476	\$ 2,362,553	\$ 3,946,037	\$ 3,239,865	\$ 3,066,977
Total Liabilities	152,896	314,927	507,129	125,863	286,728
Total Fund Balances	3,048,580	2,047,626	3,438,908	3,114,002	2,780,249
Net Revenues	11,455,830	10,575,224	10,519,355	10,736,790	8,469,442
Total Expenditures	11,437,789	12,983,965	10,414,615	10,003,615	8,271,503
Total Other Financing Sources/Uses	982,913	1,017,459	220,166	(399,422)	(77,801)



WASHINGTON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS
 DECEMBER 31, 2020
 (Unaudited)

Schedule 4-3

<u>Other Funds in the Aggregate</u>	2020	2019	2018	2017	2016
Total Assets	\$ 39,237,574	\$ 28,529,844	\$ 25,840,993	\$ 27,528,353	\$ 24,959,841
Total Liabilities	26,283,996	15,931,786	15,200,447	16,969,421	14,144,968
Total Fund Balances	12,953,578	12,598,058	10,640,546	10,558,932	10,814,873
Net Revenues	31,555,918	24,428,469	23,488,303	21,119,083	22,019,136
Total Expenditures	28,873,060	28,624,444	22,783,929	21,160,767	19,743,187
Total Other Financing Sources/Uses	(2,327,338)	6,153,487	(622,760)	(214,257)	(1,272,668)

