

Benton County, Arkansas

**Regulatory Basis Financial Statements
and Other Reports**

December 31, 2015

LEGISLATIVE JOINT AUDITING COMMITTEE



BENTON COUNTY, ARKANSAS
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Independent Auditor's Report
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*

REGULATORY BASIS FINANCIAL STATEMENTS

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

SUPPLEMENTARY INFORMATION

	<u>Schedule</u>
Combining Balance Sheet – Other Funds in the Aggregate – Regulatory Basis	1
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Other Funds in the Aggregate – Regulatory Basis	2
Notes to Schedules 1 and 2	

OTHER INFORMATION

Schedule of Capital Assets (Unaudited)	3
Schedule of Selected Information for the Last Five Years – General Fund - Regulatory Basis (Unaudited)	4-1
Schedule of Selected Information for the Last Five Years – Road Fund - Regulatory Basis (Unaudited)	4-2
Schedule of Selected Information for the Last Five Years – Other Funds in the Aggregate - Regulatory Basis (Unaudited)	4-3

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

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

AUDITOR'S REPORT

Benton 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 Benton County, Arkansas, as of and for the year ended December 31, 2015, 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 of 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 controls. 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 Benton County, Arkansas, as of December 31, 2015, or the revenues, expenditures, and changes in net position and where applicable, cash flows, thereof for the year then ended.

Basis for Qualified Opinions on Regulatory Basis of Accounting

The County's financial statements do not disclose all the required information concerning deposit and investment risks. In our opinion, disclosure of this information is required by the regulatory basis of accounting described in Note 1.

Qualified Opinions on Regulatory Basis of Accounting

In our opinion, except for the omission of the information described in the "Basis for Qualified Opinions on Regulatory Basis of Accounting" paragraph, 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 Benton County, Arkansas, as of December 31, 2015, and 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, except for the omission of the information described above, 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 January 26, 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
Legislative Auditor

Little Rock, Arkansas
January 26, 2017
LOCO00415

Arkansas



Sen. Jimmy Hickey, Jr.
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Sen. Lance Eads
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Rep. Richard Womack
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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

Benton 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 Benton County, Arkansas, as of and for the year ended December 31, 2015, and the related notes to the financial statements, and have issued our report thereon dated January 26, 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 qualified because required disclosures were not made concerning deposit and investment risks.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiencies to be material weaknesses:

2015-1 To ensure the proper safeguarding of assets, financial accounting duties relating to initiating, receipting, depositing, disbursing, and recording transactions should be distributed among appropriate employees. The County officials, as specified in the Other Issues section of this report, again did not segregate these duties to sufficiently reduce the risks of fraud or error and properly safeguard the County's assets. We recommend that the financial accounting duties in each office be segregated among employees to the extent possible.

The County officials, as specified in the Other Issues section of this report, responded and indicated that their offices will segregate the duties relating to initiating, receipting, depositing, disbursing, and recording transactions to the extent possible with the current staffing levels.

2015-2 Unauthorized Disbursements

State law, county policies, and proper accounting procedures require expenditures to have a county business purpose and be supported with adequate documentation.

2015-2 Unauthorized Disbursements (Continued)

In conjunction with Benton County officials, we identified disbursements totaling \$1,106,569 from the Cash Advance Travel Fund (Travel Fund) that were undocumented and/or posted to the general ledger but not the travel log during the period January 1, 2007 through September 7, 2016. The Senior Accounting Specialist, whose employment was terminated September 7, 2016, was custodian of the Travel Fund. Also, the Senior Accounting Specialist appears to have charged \$30,037 in credit card purchases without an apparent business purpose during the period October 7, 2015 through September 5, 2016. A total of \$1,136,606 in questionable and inadequately documented disbursements resulted from the following internal control deficiencies:

- Segregation of duties was lacking with respect to the Travel Fund. The Senior Accounting Specialist had physical access to the \$10,000 Travel Fund, which was reduced to \$3,000 in March 2015, and had the authority to establish a vendor in the computer system, issue purchase orders, prepare and process claims for payment, and monitor the operating budget.
- The Senior Accounting Specialist's procedure for replenishing the Travel Fund included the following processes:
 - While posting the legitimate, documented travel disbursements to the general ledger, the Senior Accounting Specialist posted additional undocumented disbursements to the same claim number.
 - The original, physical copy of the claim presented to the County Treasurer only included documented travel disbursements. However, the computerized general ledger included the additional undocumented disbursements, predominantly coded to fuel, and resulted in the County Treasurer issuing a check to the Travel Fund for significantly more than the legitimate, documented travel expenses.
 - The check issued to the Travel Fund was cashed, and the Senior Accounting Specialist replenished the Travel Fund for the legitimate, documented travel expenses, leaving the undocumented cash balance unaccounted for.
- The County Judge and Comptroller did not review the individual claims and supporting documentation prepared by the Senior Accounting Specialist for the Travel Fund. The only review and approval of claims was performed by the Accounting Manager using a batch report, which included all county claims.
- Management oversight was lacking with respect to review of claims and issuance of a court order as provided in the example below:
 - In August 2015, the County Treasurer's Office identified a variance of \$5,875 when comparing the amount (\$145) on the original, physical copy of the claim with the amount (\$6,020) of the check issued for payment.
 - The Senior Accounting Specialist, who was contacted to identify the cause of the variance, indicated a mistake had occurred.
 - On August 25, 2015, a Court Order by the County Judge voided the check for \$6,020 issued to the Travel Fund by the County Treasurer. The legitimate, documented travel disbursements were \$145, and an undocumented amount for fuel expense of \$5,875 had been posted to the County Road Fund general ledger by the Senior Accounting Specialist.
 - No further action was taken.
- The County Clerk did not properly safeguard claims, as required by Ark. Code Ann. § 14-23-105, in that many claims related to these questionable disbursements were not maintained on file.

A lack of management oversight permitted these disbursements to be processed. Lack of adherence to state laws, county policies, and proper accounting procedures constitutes a significant control deficiency in the disbursements process. We recommend County management implement procedures to ensure disbursements comply with state laws, county policies, and proper accounting procedures and provide proper training for employees who disburse public funds.

This matter is currently under the investigation of the Internal Revenue Service and the Federal Bureau of Investigation.

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*.

Entity's Response to Findings

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

Other Issues

The commentary contained in this section relates to the following officials that held office during 2015:

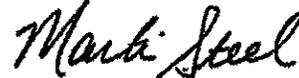
County Judge: Robert Clinard
Treasurer: Deanna Ratcliffe
Sheriff: Kelley Craddock
Tax Collector: Gloria Peterson
County Clerk: Tena O'Brien
Circuit Clerk: Brenda DeShields
Assessor: Glenn "Bear" Charney (resigned February 26, 2015)
Linda Hambrick (appointed March 19, 2015)

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

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
January 26, 2017

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BENTON COUNTY, ARKANSAS
 BALANCE SHEET - REGULATORY BASIS
 DECEMBER 31, 2015

	General	Road	Other Funds in the Aggregate
ASSETS			
Cash and cash equivalents	\$ 15,084,288	\$ 27,596	\$ 24,216,680
Investments	8,418,892		
Accounts receivable	1,206,155	525,362	402,798
Interfund receivables	38,600		
TOTAL ASSETS	<u>\$ 24,747,935</u>	<u>\$ 552,958</u>	<u>\$ 24,619,478</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 633,997	\$ 178,703	\$ 424,745
Interfund payables		6,071	32,529
Settlements pending			16,283,277
Total Liabilities	<u>633,997</u>	<u>184,774</u>	<u>16,740,551</u>
Fund Balances:			
Restricted	386,100		4,780,701
Committed			424,853
Assigned	498,169	368,184	2,710,654
Unassigned	23,229,669		(37,281)
Total Fund Balances	<u>24,113,938</u>	<u>368,184</u>	<u>7,878,927</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 24,747,935</u>	<u>\$ 552,958</u>	<u>\$ 24,619,478</u>

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

BENTON COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 REGULATORY BASIS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	General	Road	Other Funds in the Aggregate
REVENUES			
State aid	\$ 3,066,346	\$ 5,157,889	\$ 179,732
Federal aid	250,863	301,711	607,996
Property taxes	22,266,006	3,144,671	1,036,922
Sales taxes	7,310,151		813,052
Fines, forfeitures, and costs	1,663,849	21,592	693,235
Interest	34,300	365	6,537
Officers' fees	542,227		2,191,289
Ambulance service fees			384,958
911 service fees	470,503		682,151
Franchise fees	148,671		
Jail fees	2,757,475		32,973
Local permits and fees	301,855		
Inmate fees	24,305		
Commissary commissions	153,458		
Insurance premiums collected	616,866		
Treasurer's commission	241,430		
Collector's commission	1,620,061		190,000
Taxes apportioned - Assessor's salary and expense	3,561,006		
Other	1,144,021	813,785	268,800
TOTAL REVENUES	46,193,393	9,440,013	7,087,645
Less: Treasurer's commission	83,475	19,882	9,501
NET REVENUES	46,109,918	9,420,131	7,078,144
EXPENDITURES			
Current:			
General government	15,468,747		1,366,674
Law enforcement	23,569,061		1,813,727
Highways and streets		13,897,314	138,959
Public safety	2,903,405		921,354
Sanitation	391,858		
Health	52,397		
Recreation and culture			1,900,419
Social services	324,579		33,331
			1
TOTAL EXPENDITURES	42,710,047	13,897,314	6,174,465

BENTON COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 REGULATORY BASIS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	General	Road	Other Funds in the Aggregate
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 3,399,871	\$ (4,477,183)	\$ 903,679
OTHER FINANCING SOURCES (USES)			
Transfers in	1,824,003	3,995,208	3,080,493
Transfers out	(7,043,696)		(1,856,008)
TOTAL OTHER FINANCING SOURCES (USES)	(5,219,693)	3,995,208	1,224,485
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,819,822)	(481,975)	2,128,164
FUND BALANCES - JANUARY 1	25,933,760	850,159	5,750,763
FUND BALANCES - DECEMBER 31	\$ 24,113,938	\$ 368,184	\$ 7,878,927

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

BENTON 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, 2015

	General			Road			Variance Favorable (Unfavorable)
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	
REVENUES							
State aid	\$ 3,132,740	\$ 3,066,346	\$ (66,394)	\$ 5,495,658	\$ 5,157,889	\$ (337,769)	
Federal aid	414,557	250,863	(163,694)	2,954,000	301,711	(2,652,289)	
Property taxes	22,226,781	22,266,006	39,225	3,160,263	3,144,671	(15,592)	
Sales taxes	7,300,000	7,310,151	10,151				
Fines, forfeitures, and costs	1,713,956	1,683,849	(30,107)	15,000	21,592	6,592	
Interest	37,711	34,300	(3,411)	900	365	(535)	
Officers' fees	368,000	542,227	174,227				
911 service fees	580,000	470,503	(109,497)				
Franchise fees	132,000	148,671	16,671				
Jail fees	1,784,470	2,757,475	973,005				
Local permits and fees	214,000	301,855	87,855				
Inmate fees		24,305	24,305				
Commissary commissions		153,458	153,458				
Insurance premiums collected	4,411,400	616,866	(3,794,534)				
Treasurer's commission	400,000	241,430	(158,570)				
Collector's commission	1,850,000	1,620,061	(229,939)				
Taxes apportioned - Assessor's salary and expense	4,500,000	3,561,006	(938,994)				
Other	2,467,890	1,144,021	(1,323,869)	1,065,500	813,785	(251,715)	
TOTAL REVENUES	51,533,505	46,193,393	(5,340,112)	12,691,321	9,440,013	(3,251,308)	
Less: Treasurer's commission	680,000	83,475	596,525	170,000	19,882	150,118	
NET REVENUES	50,853,505	46,109,918	(4,743,587)	12,521,321	9,420,131	(3,101,190)	
EXPENDITURES							
Current:							
General government	22,536,594	15,468,747	7,067,847				
Law enforcement	23,817,078	23,569,061	248,017				
Highways and streets				15,838,641	13,897,314	1,941,327	
Public safety	3,120,397	2,903,405	216,992				
Sanitation	495,638	391,858	103,780				
Health	54,450	52,397	2,053				
Social services	338,796	324,579	14,217				
TOTAL EXPENDITURES	50,362,953	42,710,047	7,652,906	15,838,641	13,897,314	1,941,327	

BENTON 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, 2015

	General		Variance Favorable (Unfavorable)	Road		Variance Favorable (Unfavorable)
	Budget	Actual		Budget	Actual	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 490,552	\$ 3,399,871	\$ 2,909,319	\$ (3,317,320)	\$ (4,477,183)	\$ (1,159,863)
OTHER FINANCING SOURCES (USES)						
Transfers in	1,800,000	1,824,003	24,003	4,725,208	3,995,208	(730,000)
Transfers out	(3,907,241)	(7,043,696)	(3,136,455)			
TOTAL OTHER FINANCING SOURCES (USES)	(2,107,241)	(5,219,693)	(3,112,452)	4,725,208	3,995,208	(730,000)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,616,689)	(1,819,822)	(203,133)	1,407,888	(481,975)	(1,889,863)
FUND BALANCES - JANUARY 1,	16,097,700	25,933,760	9,836,060	1,525,000	850,159	(674,841)
FUND BALANCES - DECEMBER 31	\$ 14,481,011	\$ 24,113,938	\$ 9,632,927	\$ 2,932,888	\$ 368,184	\$ (2,564,704)

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

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BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

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. The General Fund heading as it appears in the financial statements includes the following accounts: General, County Treasurer, Equalization Board, County Collector, County Assessor, Health Insurance, Park Patrol Beaver Lake, Circuit Clerk's Office, Detention Facility, Social Security Incentive, Sheriff's Drug Fund, Aviation Grant, Law Enforcement Terrorism Prevention Grant, Public Defender, and Sheriff's Commissary.

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

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

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The following Special Revenue Funds are reported with other funds in the aggregate: Treasurer's Automation, Collector's Automation, Circuit Court Automation, Assessor Amendment no. 79, County Clerk's Cost, County Recorder's Cost, Support Collections Cost, Communication Facility and Equipment, Jail Maintenance, Boating Safety and Enforcement, Emergency 911, Emergency Medical Services District (EMSD) County Levy, Victim/Witness, Drug Court, Public Safety, Circuit Court Juvenile Division, District Court Cost, Circuit Clerk Commissioner's Fee, Judicial Collections, Federal Forfeitures, North East Benton County Emergency Medical Services District (EMSD), Historical Preservation, State Homeland Security Grant FY13, Law Enforcement Training/Terrorism Prevention Grant, North East Benton County (NEBCO) Rural Services Grant, Hazard Mitigation Grant, Juvenile Detention Center State Grant Aid, Juvenile Accountability Block Grant (JABG), Alternative Dispute Resolution Grant, Court Improvement Program Grant, Adult Drug Court Discretionary Grant FY13, Substance Abuse and Mental Health Services Administration - Drug Court Grant, Benton County Veterans Treatment Court Grant, Chaplains General Improvement Grant, Arkansas Department of Environmental Quality (ADEQ) E-Waste Grant, Drug Control, and Arkansas Economic Development Septic System Installation Project Grant.

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1: Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation - Regulatory Fund Accounting (Continued)

Other Funds in the Aggregate (Continued)

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

Agency Funds - Agency Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). The following Agency Funds are reported with other funds in the aggregate: Excess Commissions, County Judge's Planning Board, Treasurer (Collector's Unapportioned), Collector (Main, Bankruptcy, and Change), Sheriff (Fee, Execution, Circuit Court Bonds, Forfeiture Asset, Court Bonds, Commissary, and Emergency Travel), County Clerk (Fee and Trust), Circuit Clerk (Fee, Advanced Cost, Circuit Fine and Court Costs, and Trusts), and Assessor (Copy).

C. Basis of Accounting

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

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Investments

Investments are reported at fair value.

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, trust funds, property taxes, excess commissions, and excess Assessor's salary and expense that have not been transferred to the appropriate entities.

Fund Balance Classifications

1. Restricted fund balance – amounts that are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
2. Committed fund balance – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Quorum Court.

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1: Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Fund Balances (Continued)

Fund Balance Classifications (Continued)

3. Assigned fund balance – amounts that are constrained by the Quorum Court's intent to be used for specific purposes, but are neither restricted nor committed.
4. Unassigned fund balance – amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. This classification may also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

E. Property Taxes

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

F. Budget Law

1. Legal Requirements

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

2. Accounting

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

G. Fund Balance Classification Policies and Procedures

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

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

NOTE 2: Cash and Investments

Deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk have not been provided as required by Governmental Accounting Standards Board Statement no. 40.

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 3: Legal or Contractual Provisions for Deposits and Investments

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

NOTE 4: Public Fund Investments

A summary of investments by fund types is as follows:

	December 31, 2015
Fund Type	Fair Value
General Fund	\$ 8,418,482

These investments are composed of the following:

	December 31, 2015
Investment Type	Fair Value
Municipal Bonds	\$ 201,210
Mortgage Backed Government CMO Securities	8,217,682
Total	\$ 8,418,892

* Cost values for investments were not maintained.

NOTE 5: Accounts Receivable

The accounts receivable balance at December 31, 2015, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Federal aid	\$ 21,687	\$ 229,046	
Property taxes	251,220	140,818	\$ 19,303
Sales taxes	614,713		
Fines, forfeitures, and costs	87,393	1,250	28,282
Officers' fees	30,548		192,488
911 service fees			62,640
Franchise fees	36,047		
Jail fees	45,098		38,465
Local permits and fees	25,262		
Other	91,625	40	665
Treasurer's commission	2,562	154,208	60,955
Totals	\$ 1,206,155	\$ 525,362	\$ 402,798

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 6: Accounts Payable

The accounts payable balance at December 31, 2015, is composed of the following:

Description	General Fund	Road Fund	Other Funds in the Aggregate
Vendor payables	\$ 633,997	\$ 178,703	\$ 424,745

NOTE 7: Interfund Balances

Individual fund interfund receivable and payable balances are as follows:

Fund	December 31, 2015	
	Interfund Receivables	Interfund Payables
General	\$ 38,600	
Road		\$ 6,071
Other Funds in the Aggregate:		
Special Revenue:		
Jail Maintenance		78
Emergency 911		404
Victim/Witness		118
Judicial Collections		43
State Homeland Security Grant FY13		2,500
Substance Abuse and Mental Health Services and Administration - Drug Court Grant		29,386
Totals	\$ 38,600	\$ 38,600

Interfund receivables and payables consist of interfund loans. These balances were repaid by February 1, 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, 2015, the legal debt limit for bonded debt was \$418,441,726. 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, 2015, the legal debt limit for short-term financing obligations was \$109,214,807. There were no short-term financing obligations.

NOTE 9: Federal Funds Program Compliance

Benton County's federal grants were in the process of being audited in accordance with federal program requirements and therefore, any instances of noncompliance with federal grant requirements have not been determined. Disbursements that are not in accordance with the federal program requirements are subject to reimbursement by the County.

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 10: Details of Fund Balance Classifications

Fund balance classifications at December 31, 2015, are composed of the following:

<u>Description</u>	<u>General Fund</u>	<u>Road Fund</u>	<u>Other Funds in the Aggregate</u>
Fund Balances:			
Restricted for:			
General government			\$ 1,882,297
Law enforcement			578,659
Public safety			1,882,522
Health			169,725
Recreation and culture			267,498
Employee health insurance	\$ 386,100		
Total Restricted	<u>386,100</u>		<u>4,780,701</u>
Committed for:			
Law enforcement			33,217
Capital projects			391,636
Total Committed			<u>424,853</u>
Assigned to:			
General government	314,791		126,700
Law enforcement	183,378		97,800
Highways and streets		\$ 368,184	
Health			61,275
Capital projects			2,424,879
Total Assigned	<u>498,169</u>	<u>368,184</u>	<u>2,710,654</u>
Unassigned	<u>23,229,669</u>		<u>(37,281)</u>
Totals	<u>\$ 24,113,938</u>	<u>\$ 368,184</u>	<u>\$ 7,878,927</u>

NOTE 11: Deficit Fund Balances

The following funds have deficit fund balances as of December 31, 2015:

	<u>December 31, 2015</u>
Other Funds in the Aggregate:	
Special Revenue:	
State Homeland Security Grant FY 13	\$ (2,500)
Substance Abuse and Mental Health Services Administration - Drug Court Grant	<u>(34,781)</u>
Total	<u>\$ (37,281)</u>

NOTE 12: Commitments

Total commitments consist of the following at December 31, 2015:

	<u>December 31, 2015</u>
Long-term liabilities	\$ 1,442,490
Construction contracts	<u>2,714,657</u>
Total Commitments	<u>\$ 4,157,147</u>

BENTON COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2015

NOTE 12: Commitments (Continued)

Long-term Liabilities

Long-term liabilities at December 31, 2015, are comprised of the following:

	December 31, 2015
Compensated absences	\$ 1,442,490

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.

Construction Contracts

The County was contractually obligated for the following construction contracts at December 31, 2015:

Project Name	Completion Date	Contract Balance December 31, 2015
Courthouse Renovation	September 19, 2016	\$ 2,681,690
Jail Addition	February 28, 2017 (Estimated)	32,967
Total Construction Contracts		\$ 2,714,657

NOTE 13: Interfund Transfers

The General Fund transferred \$3,995,208 to the Road Fund and \$3,048,488 to Other Funds in the Aggregate to supplement operations and for capital projects. Other Funds in the Aggregate transferred \$1,800,000 to the General Fund in excess County Recorder's Cost Fund, \$24,000 for drug buy operations, and \$3 for reimbursement of expenditures. Within the Other Funds in the Aggregate, the Communication Facility and Equipment Fund transferred \$32,005 to the Jail Maintenance Fund to supplement operations.

NOTE 14: Subsequent Events: Construction Contract

On February 3, 2016 the County entered into a \$238,140 construction manager contract with Nabholz Construction Corporation. The County subsequently entered into various contracts totaling \$1,428,320 during 2016 for jail expansion costs. The project is expected to be completed February 28, 2017.

NOTE 15: Jointly Governed Organizations

Benton County Solid Waste District

Benton County and the cities in Benton County entered into an agreement pursuant to Ark. Code Ann. § 8-6-723, creating the Benton County Solid Waste District (BCSWD). The BCSWD was established in an effort to adequately, reliably, and economically dispose of the cities' and County's solid waste. The majority of funding for the BCSWD comes from user fees and operating grants. Payments totaling \$25,222 were made to the BCSWD during 2015 and future funding is to be at the rate of \$.50 per capita of the County. Financial statements may be obtained at Benton County Solid Waste District, 5702 Brookside Rd., Bentonville, AR 72712.

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 15: Jointly Governed Organizations (Continued)

Ozark Regional Transit, Inc.

The 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 members of ORT. FTA rural funding is provided through the Arkansas Highway and Transportation Department. Other participants include Washington and Madison Counties, as well as other entities within each of these counties. Benton County paid \$15,000 in 2015 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, Springdale, AR 72764.

NOTE 16: Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties and participation in a public entity risk pool. The amount of settlements, if any, has not exceeded the insurance coverage for each of the past three years. There were no significant reductions in insurance coverage in the major categories of risk from coverage in the prior year.

The County participates in the Association of Arkansas Counties Program (public entity risk pools) for coverage in the following areas:

Workers' Compensation - This program provides statutory benefits for losses incurred by County officials, employees, and volunteer fire fighters while performing work for the County. Rates for counties participating in this program are revised annually based on the cost experience of the particular county or group as determined by the Workers' Compensation Commission.

Vehicle Program

A. Liability - This program may pay all sums the County legally must pay as damages because of bodily injury, death, or property damage to which this agreement applies involving a covered county vehicle and for which the County is liable. The limit of payment by the program is \$25,000 for bodily injury per person, \$50,000 for bodily injury per accident, and \$25,000 for property damage per accident. The County shall pay into the program each year a charge established annually by the Risk Management Fund Board for covered county vehicles owned or leased by the County.

B. Physical Damage - This program covers vehicles (excluding mobile equipment) which are the property of the participating county. Property is valued at the full cost to repair or replace the property after deduction for depreciation. Loss amounts payable will be reduced by the deductible amount of \$500 per occurrence. The County agrees to pay into the program each year a service charge established annually by the Risk Management Fund Board for covered property.

General Liability Program - The program shall provide legal defense in civil rights suits against the county government of a participating county and pay judgments imposed on County officials and employees and the county government and county-formed boards and commissions. Coverage is limited to \$350,000 per case with an annual aggregate of \$350,000. The County agrees to pay into the program each year a rate established by the Risk Management Fund Board. Each county also agrees to pay the first \$500 of the aggregate cost for all expenses on each lawsuit.

The County also participates in the Self-Insured Fidelity Bond Program administered by the Governmental Bonding Board. This program covers actual losses sustained by the participating entity through any fraudulent or dishonest act or acts committed by any of the officials or employees, acting alone or in collusion with others, during the bond period to an amount not exceeding the lesser of \$250,000 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.

BENTON COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 16: Risk Management (Continued)

The County has mutual aid agreements with various cities' fire departments and rural volunteer fire departments in the County. Many of these departments are using County-owned fire trucks and other equipment. The County retains ownership to all of the equipment that is loaned to these departments. These departments are required to carry insurance coverage on all County-owned vehicles. These departments are using Association of Arkansas Counties Program (public entity risk pool), the Arkansas Municipal League Program (public entity risk pool), the Arkansas Public Entities Risk Management Association (public entity risk pool), and various private insurance companies.

NOTE 17: Arkansas Public Employees Retirement System

Plan Description

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

Funding Policy

APERS has contributory and non-contributory plans. Contributory members are required by State law to contribute 5% of their salary. Each participating employer is required by State law to contribute at a rate established by the Board of Trustees of the system based on the annual actuarial valuation. The County's contributions to the plan for the year ended December 31, 2015, were \$3,619,399.

Net Pension Liability

The County's proportionate share of the collective net pension liability at June 30, 2015 (actuarial valuation date and measurement date) was \$25,454,412.

NOTE 17: Employees Self-Insured Benefits

The County participates in an Employee Self-Insured Benefit Plan. The County is required to maintain a benefit plan account which will be sufficient at all times to fund plan benefits and plan-related expenses. Insurance premiums collected through payroll deduction for employee, spouse, and dependent coverage, and cobra and retiree payments received totaled \$616,866. Health insurance claims, administered by Blue Advantage, in the amount of \$4,922,470 were paid from this account and the County contributed \$4,050,990 to this account. As of December 31, 2015, the balance in this account was \$386,100.

To safeguard against catastrophic claims loss, the County maintains an excess loss insurance policy (non-participating) with International Assurance of Tennessee, Inc., that has the following features:

1. Aggregating Specific Deductible of \$50,000.
2. Specific Deductible Amount of \$125,000 per covered person.

BENTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2015

		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	Support Collections Cost	Communication Facility and Equipment
ASSETS									
Cash and cash equivalents		\$ 339,599	\$ 293,532	\$ 54,761	\$ 60,812	\$ 96,969	\$ 946,263	\$ 25,442	\$ 16,656
Accounts receivable				4,627		4,073	210,989	51	6,602
TOTAL ASSETS		\$ 339,599	\$ 293,532	\$ 59,388	\$ 60,812	\$ 103,042	\$ 1,157,252	\$ 25,493	\$ 23,258
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable		\$ 13	\$ 9,721			\$ 20,394			\$ 1,575
Interfund payables									
Settlements pending									
Total Liabilities		13	9,721			20,394			1,575
Fund Balances:									
Restricted		339,586	283,811	\$ 59,388	\$ 60,812	82,648	\$ 1,030,552	\$ 25,493	
Committed									21,683
Assigned							126,700		
Unassigned									
Total Fund Balances		339,586	283,811	59,388	60,812	82,648	1,157,252	25,493	21,683
TOTAL LIABILITIES AND FUND BALANCES		\$ 339,599	\$ 293,532	\$ 59,388	\$ 60,812	\$ 103,042	\$ 1,157,252	\$ 25,493	\$ 23,258

BENTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2015

SPECIAL REVENUE FUNDS

	Jail Maintenance	Boating Safety and Enforcement	Emergency 911	Emergency Medical Services District (EMSD) County Levy	Victim/Witness	Drug Court	Public Safety	Circuit Court Juvenile Division
ASSETS								
Cash and cash equivalents	\$ 6,673	\$ 50,972	\$ 1,809,294	\$ 363,900	\$ 608	\$ 20,674	\$ 3,714	\$ 309,648
Accounts receivable	57,100	316	74,020	14,423	910	307	182	10,895
TOTAL ASSETS	\$ 63,773	\$ 51,288	\$ 1,883,314	\$ 378,323	\$ 1,518	\$ 20,981	\$ 3,896	\$ 320,543
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 3,877	\$ 4,828	\$ 388	\$ 317,048	\$ 93	\$ 267		\$ 1,973
Interfund payables	78		404		118			
Settlements pending								
Total Liabilities	3,955	4,828	792	317,048	211	267		1,973
Fund Balances:								
Restricted		46,460	1,882,522			20,714	\$ 3,896	318,570
Committed								
Assigned	59,818			61,275	1,307			
Unassigned								
Total Fund Balances	59,818	46,460	1,882,522	61,275	1,307	20,714	3,896	318,570
TOTAL LIABILITIES AND FUND BALANCES	\$ 63,773	\$ 51,288	\$ 1,883,314	\$ 378,323	\$ 1,518	\$ 20,981	\$ 3,896	\$ 320,543

BENTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2015

	SPECIAL REVENUE FUNDS							
	Circuit Clerk Commissioner's Fee	Judicial Collections	Federal Forfeitures	North East Benton County Emergency Medical Services District (EMSD)	Historical Preservation	State Homeland Security Grant FY13	Juvenile Detention Center State Grant Aid	Juvenile Accountability Block Grant (JABG)
ASSETS								
Cash and cash equivalents	\$ 56,137	\$ 38,143	\$ 24,255	\$ 194,878	\$ 267,573		\$ 23,829	\$ 4,044
Accounts receivable	3,258	10,145		4,880				
TOTAL ASSETS	\$ 59,395	\$ 48,288	\$ 24,255	\$ 199,758	\$ 267,573		\$ 23,829	\$ 4,044
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 36			\$ 30,033	\$ 75	\$ 2,500		
Interfund payables	43							
Settlements pending								
Total Liabilities		79		30,033	75	2,500		
Fund Balances:								
Restricted	\$ 59,395		\$ 24,255	169,725	267,498		\$ 23,829	\$ 4,044
Committed		33,217						
Assigned		14,992						
Unassigned						(2,500)		
Total Fund Balances	\$ 59,395	\$ 48,209	\$ 24,255	\$ 169,725	\$ 267,498	\$ (2,500)	\$ 23,829	\$ 4,044
TOTAL LIABILITIES AND FUND BALANCES	\$ 59,395	\$ 48,288	\$ 24,255	\$ 199,758	\$ 267,573	\$ 0	\$ 23,829	\$ 4,044

BENTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2015

Schedule 1

	SPECIAL REVENUE FUNDS						CAPITAL PROJECTS FUND
	Alternative Dispute Resolution Grant	Court Improvement Program Grant	Adult Drug Court Discretionary Grant FY 13	Substance Abuse and Mental Health Services Administration - Drug Court Grant	Benton County Veterans Treatment Court Grant	Drug Control	
ASSETS							
Cash and cash equivalents	\$ 10,400	\$ 3,944	\$ 174		\$ 1,312	\$ 61,653	\$ 2,845,544
Accounts receivable					20		
TOTAL ASSETS	\$ 10,400	\$ 3,944	\$ 174		\$ 1,332	\$ 61,653	\$ 2,845,544
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable				\$ 5,395			\$ 29,029
Interfund payables				29,386			
Settlements pending							
Total Liabilities				34,781			29,029
Fund Balances:							
Restricted	\$ 10,400	\$ 3,944	\$ 174		\$ 1,332	\$ 61,653	391,636
Committed							2,424,879
Assigned							
Unassigned	10,400	3,944	174	(34,781)	1,332	61,653	2,816,515
Total Fund Balances	\$ 10,400	\$ 3,944	\$ 174	\$ 0	\$ 1,332	\$ 61,653	\$ 2,845,544
TOTAL LIABILITIES AND FUND BALANCES							

BENTON COUNTY, ARKANSAS
 COMBINING BALANCE SHEET - OTHER FUNDS IN THE AGGREGATE -
 REGULATORY BASIS
 DECEMBER 31, 2015

AGENCY FUNDS

	Excess Commissions	County Judge's Planning Board	Treasurer's Accounts	Collector's Accounts	Sheriff's Accounts	County Clerk's Accounts	Circuit Clerk's Accounts	Assessor's Account	Totals
ASSETS									
Cash and cash equivalents	\$ 9,353,770	\$ 50,862	\$ 15,072	\$ 1,691,209	\$ 284,873	\$ 85,962	\$ 4,801,460	\$ 69	\$ 24,216,680
Accounts receivable									402,798
TOTAL ASSETS	\$ 9,353,770	\$ 50,862	\$ 15,072	\$ 1,691,209	\$ 284,873	\$ 85,962	\$ 4,801,460	\$ 69	\$ 24,619,478
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable									\$ 424,745
Interfund payables									32,529
Settlements pending	\$ 9,353,770	\$ 50,862	\$ 15,072	\$ 1,691,209	\$ 284,873	\$ 85,962	\$ 4,801,460	\$ 69	16,283,277
Total Liabilities	9,353,770	50,862	15,072	1,691,209	284,873	85,962	4,801,460	69	16,740,551
Fund Balances:									
Restricted									4,780,701
Committed									424,853
Assigned									2,710,654
Unassigned									(37,281)
Total Fund Balances									7,878,927
TOTAL LIABILITIES AND FUND BALANCES	\$ 9,353,770	\$ 50,862	\$ 15,072	\$ 1,691,209	\$ 284,873	\$ 85,962	\$ 4,801,460	\$ 69	\$ 24,619,478

BENTON 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, 2015

	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	Support Collections Cost	Communication Facility and Equipment	Jail Maintenance	
REVENUES				\$ 30,452						
State aid										
Federal aid										
Property taxes			\$ 47,237							\$ 318,281
Sales taxes		111	66	44	\$ 119	\$ 607	\$ 19	\$ 60		155
Fines, forfeitures, and costs	291				49,018	2,012,286	826	25,884		
Interest										
Officers' fees										
Ambulance service fees										
911 service fees										
Jail fees										32,973
Collector's commission		190,000				37,427				7,628
Other										
TOTAL REVENUES	291	190,111	47,303	30,496	49,137	2,050,320	847	25,944	399,037	
Less: Treasurer's commission			109		113	4,547	2	125	745	
NET REVENUES	291	190,111	47,194	30,496	49,024	2,045,773	845	25,819	358,292	
EXPENDITURES										
Current:										
General government	82,079	116,449	84,916	7,428	123,964		3,630	134,379	879,176	
Law enforcement										
Highways and streets										
Public safety										
Health										
Recreation and culture										
Social services										
TOTAL EXPENDITURES	82,079	116,449	84,916	7,428	123,964		3,630	134,379	879,176	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(81,788)</u>	<u>73,662</u>	<u>(37,722)</u>	<u>23,068</u>	<u>(74,940)</u>	<u>2,045,773</u>	<u>(2,785)</u>	<u>(108,560)</u>	<u>(520,884)</u>	
OTHER FINANCING SOURCES (USES)										
Transfers in										212,340
Transfers out										<u>(32,005)</u>
TOTAL OTHER FINANCING SOURCES (USES)										<u>212,340</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(81,788)</u>	<u>73,662</u>	<u>(37,722)</u>	<u>23,068</u>	<u>(74,940)</u>	<u>245,773</u>	<u>(2,785)</u>	<u>(140,565)</u>	<u>(308,544)</u>	
FUND BALANCES - JANUARY 1	<u>421,374</u>	<u>210,149</u>	<u>97,110</u>	<u>37,744</u>	<u>157,588</u>	<u>911,479</u>	<u>28,278</u>	<u>162,248</u>	<u>388,362</u>	
FUND BALANCES - DECEMBER 31	<u>\$ 339,586</u>	<u>\$ 283,811</u>	<u>\$ 59,388</u>	<u>\$ 60,812</u>	<u>\$ 82,648</u>	<u>\$ 1,157,252</u>	<u>\$ 25,493</u>	<u>\$ 21,683</u>	<u>\$ 59,818</u>	

BENTON 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, 2015

		SPECIAL REVENUE FUNDS							
	Boating Safety and Enforcement	Emergency 911	Emergency Medical Services District (EMSD) County Levy	Victim/Witness	Drug Court	Public Safety	Circuit Court Juvenile Division	District Court Cost	Circuit Clerk Commissioner's Fee
REVENUES									
State aid	\$ 17,879		\$ 67,103						
Federal aid									
Property taxes			1,014,466						
Sales taxes									
Fines, forfeitures, and costs	39	\$ 1,969		\$ 47,128	\$ 7,615	\$ 2,164	\$ 38,805	\$ 82,120	\$ 31
Interest					14	2	202		25,526
Officers' fees							77,747		
Ambulance service fees		682,151							
911 service fees									
Jail fees									
Collector's commission		9,085		13	940		6,571		
Other									
TOTAL REVENUES	17,918	693,205	1,081,569	47,141	8,569	2,166	123,325	82,120	25,557
Less: Treasurer's commission	41	1,451		117	18	5	271	1,642	55
NET REVENUES	17,877	691,754	1,081,569	47,024	8,551	2,161	123,054	80,478	25,502
EXPENDITURES									
Current:									
General government									
Law enforcement	28,834			92,547	6,915		54,065	138,242	4,111
Highways and streets									
Public safety		607,815	1,487,491						
Health			1,487,491						
Recreation and culture									
Social services									
TOTAL EXPENDITURES	28,834	607,815	1,487,491	92,547	6,915		54,065	138,242	4,111
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(10,957)	83,939	(405,922)	(45,523)	1,636	2,161	68,999	(57,764)	21,391
OTHER FINANCING SOURCES (USES)									
Transfers in			458,300	45,500				52,405	
Transfers out									
TOTAL OTHER FINANCING SOURCES (USES)			458,300	45,500				52,405	
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(10,957)	83,939	52,378	(23)	1,636	2,161	68,999	(5,359)	21,391
FUND BALANCES - JANUARY 1	57,417	1,798,583	8,897	1,330	19,078	1,735	249,571	5,359	38,004
FUND BALANCES - DECEMBER 31	\$ 46,460	\$ 1,882,522	\$ 61,275	\$ 1,307	\$ 20,714	\$ 3,896	\$ 318,570	\$ 0	\$ 59,395

BENTON 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, 2015

	SPECIAL REVENUE FUNDS							
	North East Benton County	Emergency Medical Services District (EMSD)	Federal Forfeitures	Historical Preservation	State Homeland Security Grant FY13	Law Enforcement Training/Terrorism Prevention Grant	Northeast Benton County (NEBCO) Rural Services Grant	Hazard Mitigation Grant
REVENUES								
State aid				\$ 22,456	\$ 156,896	\$ 139,173	\$ 14,970	\$ 33,750
Federal aid								
Property taxes								
Sales taxes								
Fines, forfeitures, and costs	\$ 114,414							
Interest	22	\$ 17	\$ 104	195				
Officers' fees								
Ambulance service fees				384,958				
911 service fees								
Jail fees								
Collector's commission								
Other	11							
TOTAL REVENUES	114,447	17	385,062	22,651	156,896	139,173	14,970	33,750
Less: Treasurer's commission	260							
NET REVENUES	114,187	17	385,062	22,651	156,896	139,173	14,970	33,750
EXPENDITURES								
Current:								
General government	89,368							
Law enforcement						139,173	14,970	
Highways and streets					159,396			
Public safety			351,989	33,331				
Health								
Recreation and culture								
Social services								
TOTAL EXPENDITURES	89,368		351,989	33,331	159,396	139,173	14,970	0
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	24,819	17	33,073	(10,680)	(2,500)	0	0	33,750
OTHER FINANCING SOURCES (USES)								
Transfers in								(3)
Transfers out								(3)
TOTAL OTHER FINANCING SOURCES (USES)								(3)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	24,819	17	33,073	(10,680)	(2,500)	0	0	33,747
FUND BALANCES - JANUARY 1	23,390	24,238	136,652	278,178				(33,747)
FUND BALANCES - DECEMBER 31	\$ 48,209	\$ 24,255	\$ 169,725	\$ 267,498	\$ (2,500)	\$ 0	\$ 0	\$ 0

BENTON 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, 2015

	SPECIAL REVENUE FUNDS							
	Juvenile Detention Center State Grant Aid	Juvenile Accountability Block Grant (JABG)	Alternative Dispute Resolution Grant	Court Improvement Program Grant	Adult Drug Court Discretionary Grant FY 13	Substance Abuse and Mental Health Services Administration - Drug Court Grant	Benton County Veterans Treatment Court Grant	Chaplain General Improvement Grant
REVENUES								
State aid	\$ 22,082	\$ 12,246	\$ 10,000	\$ 5,000		\$ 173,601		
Federal aid								
Property taxes								
Sales taxes								
Fines, forfeitures, and costs								\$ 193
Interest								
Officers' fees								
Ambulance service fees								
911 service fees								
Jail fees								
Collector's commission								
Other								
TOTAL REVENUES	22,082	12,246	10,000	5,000		173,601	193	
Less: Treasurer's commission								
NET REVENUES	22,082	12,246	10,000	5,000		173,601	193	
EXPENDITURES								
Current:								
General government								
Law enforcement								
Highways and streets								
Public safety								
Health								
Recreation and culture								
Social services								
TOTAL EXPENDITURES	22,082	8,202	5,000	1,056	4,326	208,382	3,747	12,500
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	0	4,044	5,000	3,944	(4,326)	(34,781)	(3,554)	(12,500)
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		4,044	5,000	3,944	(4,326)	(34,781)	(3,554)	(12,500)
FUND BALANCES - JANUARY 1	23,829							12,500
FUND BALANCES - DECEMBER 31	\$ 23,829	\$ 4,044	\$ 10,400	\$ 3,944	\$ 174	\$ (34,781)	\$ 1,332	\$ 0

BENTON 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, 2015

	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUND		
	Arkansas Department of Environmental Quality (ADEQ) E-Waste Grant	Arkansas Economic Development Septic System Installation Project Grant	Drug Control	Capital Projects	Totals
REVENUES					
State aid		\$ 60,850			\$ 179,732
Federal aid				43,726	607,996
Property taxes					1,036,922
Sales taxes				813,052	813,052
Fines, forfeitures, and costs	\$ 35,278				693,235
Interest	48		2,422		6,537
Officers' fees					2,191,269
Ambulance service fees					384,958
911 service fees					682,151
Jail fees					32,973
Collector's commission					190,000
Other				207,125	268,800
TOTAL REVENUES	35,326	60,850		1,066,325	7,087,645
Less: Treasurer's commission					9,501
NET REVENUES	35,326	60,850		1,066,325	7,078,144
EXPENDITURES					
Current:					
General government				1,029,013	1,366,674
Law enforcement	40,000				1,813,727
Highways and streets				138,959	138,959
Public safety					921,354
Health		60,939			1,900,419
Recreation and culture					33,331
Social services					1
TOTAL EXPENDITURES	40,000	60,939		1,167,972	6,174,465
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1)	(89)	(4,674)	(101,647)	903,679
OTHER FINANCING SOURCES (USES)					
Transfers in			(24,000)		3,080,493
Transfers out			(24,000)		(1,856,008)
TOTAL OTHER FINANCING SOURCES (USES)				2,311,948	1,224,485
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1)	(89)	(28,674)	2,210,301	2,128,164
FUND BALANCES - JANUARY 1	1	89	90,327	606,214	5,750,763
FUND BALANCES - DECEMBER 31	0	0	61,653	2,816,515	7,878,927

BENTON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2015

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

Fund Name	Fund Description
Treasurer's Automation	Ark. Code Ann. § 21-6-302 established fund to receive up to 10% of treasurer's gross commissions to operate the treasurer's office and to purchase, maintain, and operate an automated accounting and record keeping system.
Collector's Automation	Ark. Code Ann. § 21-6-305 established fund to receive up to 10% of collector's gross commissions to operate the collector's office and to purchase, maintain, and operate an automated record keeping system.
Circuit Court Automation	Ark. Code Ann. § 16-13-704 established fund to receive circuit court installment fees to be used for circuit court-related technology and to defray the cost of fine collection.
Assessor's Amendment no. 79	Ark. Code Ann. § 26-26-310 provides that 1% of the county's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the costs of administering Arkansas Constitution, Amendment no. 79.
County Clerk'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.
Support Collections Cost	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 established fund to receive 25% of sheriff's fees collected to be used for communications equipment and repair and to train operations staff.
Jail Maintenance	Ark. Code Ann. § 16-17-129 allows a county to levy an additional fine, not to exceed \$20. Funds shall be used exclusively to defray the cost of incarcerating county prisoners; construction, maintenance, and operation of the county jail; purchase and maintenance of jail equipment; and training, salaries, and certificate pay for jailers and deputy sheriffs.
Boating Safety 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.
Emergency 911	Ark. Code Ann. § 12-10-318 established fund to receive fees collected by commercial mobile radio service providers for 911 emergency services.

BENTON COUNTY, ARKANSAS
NOTES TO SCHEDULES 1 AND 2
DECEMBER 31, 2015

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

Fund Name	Fund Description
Emergency Medical Services District (EMSD) County Levy	Benton County Ordinance no. 2014-51 (July 24, 2014) established an ambulance service improvement district within Benton County as authorized by Ark. Code Ann. § 14-282-102 to provide for the availability of emergency medical services by a .2 mill levy for the unincorporated area of Benton County, not including that portion of the County which is included in the Northeast Benton County Emergency Medical Service District, which was established by Benton County Ordinance no. 85-15 (June 14, 1985).
Victim/Witness	Ark. Code Ann. § 16-21-151 established fund to receive district court costs levied to be used by prosecuting attorney for operating victim/witness program.
Drug Court	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.
Public Safety	Ark. Code Ann. § 27-34-108 established fund to receive 25% of the District Court fines levied for violations of the Child Passenger Protection Code and private grants to be used for promotion of public safety.
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.
District Court Cost	Ark. Code Ann. § 16-17-126 authorizes district court filing fees for writs of garnishment and executions to be appropriated for any permissible use in the administration of the district court.
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.
Judicial Collections	Benton County Ordinance no. 2001-62 (October 25, 2001) established fund to account for 30% of funds collected as circuit court fines which are to be used for the collection of delinquent circuit court fines and costs.
Federal Forfeitures	Established to account for federal forfeiture proceeds from cooperating state and local law enforcement agencies.
North East Benton County Emergency Medical Services District (EMSD)	Benton County Ordinance no. 85-15 (June 14, 1985) established fund in accordance with Ark. Code Ann. § 20-13-301 to collect fees, within specified areas, to be used to provide emergency medical services.
Historical Preservation	Benton County Ordinance no. 2008-28 (October 28, 2008) established fund to account for the voluntary tax millage levied by the Quorum Court for Benton County Historical Preservation Commission.

BENTON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2015

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

Fund Name	Fund Description
State Homeland Security Grant FY13	Grants received from Arkansas Department of Emergency Management for the purpose of planning, purchasing equipment, training, and exercise activities.
Law Enforcement Training/Terrorism Prevention Grant	Established to account for federal grant which provides law enforcement communities with enhanced capabilities for detecting, deterring, disrupting, and preventing acts of terrorism.
Northeast Benton County (NEBCO) Rural Services Grant	Established to account for the proceeds of grants received for the benefit of Northeast Benton County (NEBCO) Rural Fire Department.
Hazard Mitigation Grant	Established to account for U.S. Department of Homeland Security for the update of the Benton County Multi-Jurisdictional Hazard Mitigation Plan Project.
Juvenile Detention Center State Grant Aid	Established to account for grant money received from the State of Arkansas for the operation and maintenance of the Juvenile Detention Center.
Juvenile Accountability Block Grant (JABG)	Established to account for the proceeds of a grant received from the Department of Justice to be used for personnel and training costs.
Alternative Dispute Resolution Grant	Established to account for grant from the Arkansas Alternative Dispute Resolution Commission to promote and implement the use of alternative dispute resolution in the State of Arkansas.
Court Improvement Program Grant	Benton County Ordinance no. 2015-37 (July 27, 2015) established fund to account for the Court Improvement Program Grant to support the H.E.L.P. program.
Adult Drug Court Discretionary Grant FY 13	Established to account for grant from the U.S. Department of Justice to enhance the Adult Drug Courts for substance-abusing adults.
Substance Abuse and Mental Health Services Administration - Drug Court Grant	Established to account for Federal grant money received from the State of Arkansas for therapy for substance abuse.
Benton County Veterans Treatment Court Grant	Established to account for grant from the Northwest Arkansas Economic Development District to increase the awareness, staff knowledge, and incentives provided in Veterans Treatment Courts.

BENTON COUNTY, ARKANSAS
 NOTES TO SCHEDULES 1 AND 2
 DECEMBER 31, 2015

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

Fund Name	Fund Description
Chaplains General Improvement Grant	Established to account for grant from the Northwest Arkansas Economic Development District to purchase uniforms and equipment for the Sheriff's Office Chaplain Division.
Arkansas Department of Environmental Quality (ADEQ) E-Waste Grant	Established to account for grant received from the Arkansas Department of Environmental Quality (ADEQ) for proper disposal of electronic waste.
Drug Control	Ark. Code Ann. § 5-64-505 established fund to receive asset forfeitures resulting from drug offense cases due to arresting agency.
Arkansas Economic Development Septic System Installation Project Grant	Established to account for federal grant money received from the Arkansas Economic Development Commission for the improvement of septic systems in rural areas.
Capital Projects	Benton County Ordinance no. 90-41 (December 13, 1990) established fund to receive a portion, determined annually by the Quorum court, of the 1% county Sales and Use Tax. Sales tax allocation was amended by Benton County Ordinance no. 2014-40 (June 27, 2014).
Excess Commissions	Excess Commissions consist of Treasurer's and Collector's excess commissions and excess Assessor's expenses that have not been distributed. County Judge's Planning Board consists of planning fees not yet remitted to the Treasurer.
Treasurer's Accounts	Treasurer's Accounts consist primarily of property taxes due to other agencies.
Collector's Accounts	Collector's Accounts consist primarily of property taxes not yet distributed to the various taxing units.
Sheriff's Accounts	Sheriff's Accounts consist primarily of fees to be settled with the Treasurer and bond, evidence, and inmates commissary money.
County Clerk's Accounts	County Clerk's Accounts consist primarily of fee money to be settled with Treasurer and trust monies awaiting disposition by the applicable court.
Circuit Clerk's Accounts	Circuit Clerk's Accounts consist of fee money to be settled with Treasurer and trust monies awaiting disposition by the applicable court.
Assessor's Account	Assessor's Account consists of copy machine fees not yet remitted to the Treasurer.

BENTON COUNTY, ARKANSAS
OTHER INFORMATION
SCHEDULE OF CAPITAL ASSETS
DECEMBER 31, 2015
(Unaudited)

Schedule 3

	<u>December 31, 2015</u>
Land	\$ 5,206,804
Buildings	38,245,261
Equipment	33,511,595
Construction in progress	<u>273,838</u>
Total	<u>\$ 77,237,498</u>

BENTON COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS
 DECEMBER 31, 2015
 (Unaudited)

<u>General</u>	2015	2014	2013	2012	2011
Total Assets	\$ 24,747,935	\$ 26,517,919	\$ 23,747,805	\$ 25,624,127	\$ 25,144,195
Total Liabilities	633,997	784,777	680,004	820,603	661,777
Total Fund Balances	24,113,938	25,733,142	23,067,801	24,803,524	24,482,418
Net Revenues	46,109,918	43,689,610	40,161,258	39,986,024	38,273,989
Total Expenditures	42,710,047	42,052,549	41,058,518	38,613,383	37,450,461
Total Other Financing Sources/Uses	(5,219,693)	1,100,782	(927,471)	(888,729)	(2,741,747)

