

**Van Buren County, Arkansas**

**Regulatory Basis Financial Statements  
and Other Reports**

**December 31, 2015**

LEGISLATIVE JOINT AUDITING COMMITTEE

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VAN BUREN COUNTY, ARKANSAS  
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# Arkansas

Sen. Jimmy Hickey, Jr.  
Senate Chair  
Sen. Linda Chesterfield  
Senate Vice Chair



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

Rep. Mary Broadaway  
House Chair  
Rep. Sue Scott  
House Vice Chair

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### INDEPENDENT AUDITOR'S REPORT

Van Buren 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 Van Buren 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 Van Buren 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 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 Van Buren 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 August 8, 2016, 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  
August 8, 2016  
LOCO07115

# Arkansas

Sen. Jimmy Hickey, Jr.  
Senate Chair  
Sen. Linda Chesterfield  
Senate Vice Chair



Rep. Mary Broadaway  
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Rep. Sue Scott  
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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

Van Buren 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 Van Buren 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 August 8, 2016. 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 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 a certain deficiency in internal control that we consider to be a material weakness.

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

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, because of limited financial resources. 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.

#### 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 Finding

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

Other Issues

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

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

- County Judge: Roger Hooper
- Treasurer: Kim Hunley
- Sheriff: Scott Bradley
- Tax Collector: Lisa Nunley
- County Clerk: Pam Bradford
- Circuit Clerk: Ester Bass
- County Librarian: Karla Fultz

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

**County Judge**

Competitive bids were not solicited, and a statement in writing declaring the purchase to be an emergency was not filed with the claim on the rental of mold demolition equipment costing \$30,838, as required by Ark. Code Ann. §§ 14-22-102 – 14-22-106.

**Sheriff**

Receipt numbers for the Bond and Fine account were not entered on the bank deposit slips, as required by Ark. Code Ann. § 16-10-207.

**County Librarian**

Cancelled check images returned with bank statements again did not include copies of the backs of the cancelled check, as required by Ark. Code Ann. § 19-2-506.

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

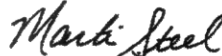
**Sheriff**

There was no wireless security and use policy. Failure to establish and communicate an adequate wireless security and use policy could result in the unnecessary exposure or misuse of information resources.

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  
August 8, 2016

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## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

October 17, 2016

County Judge  
Clinton, Arkansas

Re: Van Buren County  
December 31, 2015

The Legislative Joint Auditing Committee, at its October 13, 2016 meeting, filed the above referenced report.

If you should have any questions, please feel free to contact us.

LEGISLATIVE JOINT AUDITING COMMITTEE

A handwritten signature in black ink, appearing to read "Jimmy Hickey".

Jimmy Hickey  
Senate Co-chair

A handwritten signature in black ink, appearing to read "Mary Broadaway".

Mary Broadaway  
House Co-chair

JH; MB: ebn  
LOCO071

# Arkansas

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Senate Chair  
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House Vice Chair

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

TO: Auditee

FROM: Marti Steel, CPA  
Deputy Legislative Auditor

DATE: October 6, 2016

SUBJECT: Legislative Joint Auditing Committee Review Of:  
  
Van Buren County  
December 31, 2015

The above mentioned report will be presented to the Standing Committee on Counties and Municipalities of the Legislative Joint Auditing Committee for its review at **1:30 p.m.**, on **Thursday, October 13, 2016** in Conference Room 171, State Capitol Building, Little Rock, Arkansas.

If you should have any questions, please feel free to contact us.



### Entity's Response to Finding

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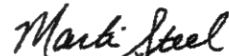
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ARKANSAS LEGISLATIVE AUDIT



Marti Steel, CPA  
Deputy Legislative Auditor

Little Rock, Arkansas  
August 8, 2016

VAN BUREN COUNTY, ARKANSAS  
 BALANCE SHEET - REGULATORY BASIS  
 DECEMBER 31, 2015

Exhibit A

|  | General             | Road              | Other Funds<br>in the<br>Aggregate |
|--|---------------------|-------------------|------------------------------------|
| <b>ASSETS</b>                              |                     |                   |                                    |
| Cash and cash equivalents                  | \$ 1,964,363        | \$ 676,775        | \$ 6,155,277                       |
| Accounts receivable                        | 372,856             | 154,505           | 230,477                            |
| <b>TOTAL ASSETS</b>                        | <b>\$ 2,337,219</b> | <b>\$ 831,280</b> | <b>\$ 6,385,754</b>                |
| <b>LIABILITIES AND FUND BALANCES</b>       |                     |                   |                                    |
| <b>Liabilities:</b>                        |                     |                   |                                    |
| Accounts payable                           | \$ 51,402           | \$ 102,027        | \$ 33,602                          |
| Settlements pending                        |                     |                   | 2,403,859                          |
| <b>Total Liabilities</b>                   | <b>51,402</b>       | <b>102,027</b>    | <b>2,437,461</b>                   |
| <b>Fund Balances:</b>                      |                     |                   |                                    |
| Restricted                                 |                     |                   | 3,847,974                          |
| Assigned                                   | 29,128              | 729,253           | 100,319                            |
| Unassigned                                 | 2,256,689           |                   |                                    |
| <b>Total Fund Balances</b>                 | <b>2,285,817</b>    | <b>729,253</b>    | <b>3,948,293</b>                   |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <b>\$ 2,337,219</b> | <b>\$ 831,280</b> | <b>\$ 6,385,754</b>                |

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

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

|   | General          | Road             | Other Funds<br>in the<br>Aggregate |
|---|------------------|------------------|------------------------------------|
| REVENUES  |                  |                  |                                    |
| State aid   | \$ 674,664       | 2,139,486        | \$ 49,463                          |
| Federal aid                                       | 94,167           | 63,067           | 211,570                            |
| Property taxes                                    | 1,541,487        | 1,315,840        | 635,794                            |
| Sales taxes                                       | 1,424,214        |                  | 2,053,231                          |
| Fines, forfeitures, and costs                     | 290,875          |                  | 93,203                             |
| Interest  | 7,840            | 5,237            | 17,308                             |
| Officers' fees                                    | 223,145          |                  | 74,542                             |
| Gas and oil company reimbursements                |                  | 326,424          |                                    |
| City reimbursements                               |                  | 474,467          |                                    |
| Jail Fees   | 349,714          |                  |                                    |
| Emergency 911 fees                                |                  |                  | 159,299                            |
| Sanitation fees                                   |                  |                  | 507,938                            |
| Treasurer's commission                            | 120,226          |                  |                                    |
| Collector's commission                            | 274,838          |                  |                                    |
| Taxes apportioned - Assessor's salary and expense | 521,779          |                  |                                    |
| Sale of equipment                                 |                  | 245,737          |                                    |
| Other   | 451,359          | 137,974          | 99,347                             |
| <b>TOTAL REVENUES</b>                             | <b>5,974,308</b> | <b>4,708,232</b> | <b>3,901,695</b>                   |
| Less: Treasurer's commission                      | 40,014           | 33,354           | 14,638                             |
| <b>NET REVENUES</b>                               | <b>5,934,294</b> | <b>4,674,878</b> | <b>3,887,057</b>                   |
| EXPENDITURES                                      |                  |                  |                                    |
| Current:  |                  |                  |                                    |
| General government                                | 2,266,480        |                  | 154,897                            |
| Law enforcement                                   | 2,801,537        |                  | 266,636                            |
| Highways and streets                              |                  | 4,294,123        |                                    |
| Public safety                                     | 192,130          |                  | 211,606                            |
| Sanitation  |                  |                  | 600,558                            |
| Health  |                  |                  | 1,774,751                          |
| Recreation and culture                            | 41,197           |                  | 373,665                            |
| Social services                                   | 249,780          |                  |                                    |
| Total Current                                     | 5,551,124        | 4,294,123        | 3,382,113                          |

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

|  | General      | Road      | Other Funds<br>in the<br>Aggregate |
|--|--------------|-----------|------------------------------------|
| EXPENDITURES (Continued)   |              |           |                                    |
| Debt Service:  |              |           |                                    |
| Bond principal   |              |           | \$ 1,785,000                       |
| Bond interest and other charges  |              |           | 616,172                            |
| Lease principal  |              | 229,563   | 10,594                             |
| Lease interest   |              | 29,179    | 1,685                              |
| Bank loan principal  |              | 867       | 891                                |
| Bank loan interest   |              | 194       | 200                                |
| TOTAL EXPENDITURES   | \$ 5,551,124 | 4,553,926 | 5,796,655                          |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | 383,170      | 120,952   | (1,909,598)                        |
| OTHER FINANCING SOURCES (USES)   |              |           |                                    |
| Transfers in   | 46,936       |           | 265,906                            |
| Transfers out  | (265,885)    |           | (46,957)                           |
| TOTAL OTHER FINANCING SOURCES (USES)   | (218,949)    |           | 218,949                            |
| EXCESS OF REVENUES AND OTHER SOURCES OVER<br>(UNDER) EXPENDITURES AND OTHER USES | 164,221      | 120,952   | (1,690,649)                        |
| FUND BALANCES - JANUARY 1  | 2,121,596    | 608,301   | 5,638,942                          |
| FUND BALANCES - DECEMBER 31  | \$ 2,285,817 | 729,253   | \$ 3,948,293                       |

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

VAN BUREN 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             |                  |                                  |
|---|------------------|------------------|----------------------------------|------------------|------------------|----------------------------------|
|   | Budget           | Actual           | Variance Favorable (Unfavorable) | Budget           | Actual           | Variance Favorable (Unfavorable) |
| <b>REVENUES</b>                                   |                  |                  |                                  |                  |                  |                                  |
| State aid   | \$ 315,000       | \$ 674,664       | \$ 359,664                       | \$ 2,200,619     | \$ 2,139,486     | \$ (61,133)                      |
| Federal aid                                       |                  | 94,167           | 94,167                           | 59,417           | 63,067           | 3,650                            |
| Property taxes                                    | 1,630,000        | 1,541,487        | (88,513)                         | 1,433,000        | 1,315,840        | (117,160)                        |
| Sales taxes                                       | 1,400,000        | 1,424,214        | 24,214                           |                  |                  |                                  |
| Fines, forfeitures, and costs                     | 287,049          | 290,875          | 3,826                            |                  |                  |                                  |
| Interest  | 4,000            | 7,840            | 3,840                            |                  |                  |                                  |
| Officers' fees                                    | 192,300          | 223,145          | 30,845                           | 3,000            | 5,237            | 2,237                            |
| Gas and oil company reimbursements                |                  |                  |                                  |                  |                  |                                  |
| City reimbursements                               |                  |                  |                                  |                  |                  |                                  |
| Jail Fees   | 200,000          | 349,714          | 149,714                          |                  | 326,424          | 326,424                          |
| Treasurer's commission                            | 113,000          | 120,226          | 7,226                            |                  | 474,467          | 474,467                          |
| Collector's commission                            | 250,000          | 274,838          | 24,838                           |                  |                  |                                  |
| Taxes apportioned - Assessor's salary and expense | 480,000          | 521,779          | 41,779                           |                  |                  |                                  |
| Sale of equipment                                 |                  |                  |                                  |                  | 245,737          | 245,737                          |
| Other   | 724,053          | 451,359          | (272,694)                        | 1,199,210        | 137,974          | (1,061,236)                      |
| <b>TOTAL REVENUES</b>                             | <b>5,595,402</b> | <b>5,974,308</b> | <b>378,906</b>                   | <b>4,895,246</b> | <b>4,708,232</b> | <b>(432,751)</b>                 |
| Less: Treasurer's commission                      |                  | 40,014           | (40,014)                         |                  | 33,354           | (33,354)                         |
| <b>NET REVENUES</b>                               | <b>5,595,402</b> | <b>5,934,294</b> | <b>338,892</b>                   | <b>4,895,246</b> | <b>4,674,878</b> | <b>(220,368)</b>                 |
| <b>EXPENDITURES</b>                               |                  |                  |                                  |                  |                  |                                  |
| Current:  |                  |                  |                                  |                  |                  |                                  |
| General government                                | 2,542,787        | 2,266,480        | 276,307                          |                  |                  |                                  |
| Law enforcement                                   | 2,909,520        | 2,801,537        | 107,983                          |                  |                  |                                  |
| Highways and streets                              |                  |                  |                                  | 4,639,037        | 4,294,123        | 344,914                          |
| Public safety                                     | 259,514          | 192,130          | 67,384                           |                  |                  |                                  |
| Health  | 54,745           |                  | 54,745                           |                  |                  |                                  |
| Recreation and culture                            | 31,788           | 41,197           | (9,409)                          |                  |                  |                                  |
| Social services                                   | 191,823          | 249,780          | (57,957)                         |                  |                  |                                  |
| Total Current                                     | 5,990,177        | 5,551,124        | 439,053                          | 4,639,037        | 4,294,123        | 344,914                          |

VAN BUREN 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

Exhibit C

|  | General      |              | Variance<br>Favorable<br>(Unfavorable) | Road         |              | Variance<br>Favorable<br>(Unfavorable) |
|--|--------------|--------------|--|--------------|--------------|--|
|  | Budget       | Actual       |  | Budget       | Actual       |  |
| EXPENDITURES (Continued)   |              |              |  |              |              |  |
| Debt Service:  |              |              |  |              |              |  |
| Lease principal  |              |              |  | \$ 229,563   | \$ (229,563) |  |
| Lease interest   |              |              |  | 29,179       | (29,179)     |  |
| Bank loan principal  |              |              |  | 867          | (867)        |  |
| Bank loan interest   |              |              |  | 194          | (194)        |  |
| TOTAL EXPENDITURES   | \$ 5,990,177 | \$ 5,551,124 | \$ 439,053                             | \$ 4,639,037 | 85,111       |  |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES                                  | (394,775)    | 383,170      | 777,945                                | 256,209      | (135,257)    |  |
| OTHER FINANCING SOURCES (USES)   |              |              |  |              |              |  |
| Transfers in   |              | 46,936       | 46,936                                 |              |              |  |
| Transfers out  | (498,760)    | (265,885)    | 232,875                                |              |              |  |
| TOTAL OTHER FINANCING SOURCES (USES)   | (498,760)    | (218,949)    | 279,811                                |              |              |  |
| EXCESS OF REVENUES AND OTHER SOURCES OVER<br>(UNDER) EXPENDITURES AND OTHER USES | (893,535)    | 164,221      | 1,057,756                              | 256,209      | (135,257)    |  |
| FUND BALANCES - JANUARY 1  | 900,000      | 2,121,596    | 1,221,596                              | 700,000      | (91,699)     |  |
| FUND BALANCES - DECEMBER 31  | \$ 6,465     | \$ 2,285,817 | \$ 2,279,352                           | \$ 956,209   | \$ (226,956) |  |

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

VAN BUREN 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 Reserve, Law Enforcement Investigative and Emergency Operating Committee.

**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. The Road Fund heading as it appears in the financial statements includes the following accounts: Road and Stop Light Maintenance.

**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, District Court Automation, Assessor's Amendment no. 79, County Clerk's Cost, County Recorder's Cost, County Public Library, Solid Waste Management, Support Collections Cost, Jail Maintenance, Boating Safety and Enforcement, Emergency 911, Emergency Vehicle, Victim/Witness, Circuit Clerk Commissioner's Fee, Court Security Grant, District Court Cost, Animal Control, Hospital Maintenance, Justice Assistance Grant, Housing and Urban Development Grant – Global Foods Project, General Improvement Grant, Communication Facility and Equipment, County Library Building, County Sheriff's Equitable Sharing and Fire Equipment and Training (Act 833).

**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 Funds are reported with other funds in the aggregate: 2010 Sales and Use Tax Capital Improvement Bonds and Radio Tower.

**Debt Service Fund** - Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The following Debt Service Fund is reported with other funds in the aggregate: 2010A and 2010B Sales and Use Tax Bonds.

**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: Treasurer's accounts (Treasurer's Commission, Collector's Unapportioned, Property Tax Relief, Law Library, Dennard Fire Department and Scotland Fire Department); Tax Collector's Accounts (Current, Delinquent Real Estate, Delinquent Personal, On-Line Payments and Escrow); Sheriff's accounts (Commissary, Bond and Fine, Fee and Circuit Bond); County Clerk's accounts (Fee and Tax) and Circuit Clerk's accounts (Fee and Trust).

VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

NOTE 1: Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting

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

D. Assets, Liabilities, and Fund Balances

Cash and Cash Equivalents

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

Settlements Pending

Settlements pending are considered fines, forfeitures, costs, property taxes, treasurer's commission, and funds held in trust that have not been transferred to the appropriate entities.

Fund Balance Classifications

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

E. Property Taxes

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

F. Budget Law

1. Legal Requirements

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

2. Accounting

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



VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

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

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

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

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

There were no committed fund balances at year-end.

**NOTE 2: Cash**

Deposit 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.

**NOTE 3: Legal or Contractual Provisions for Deposits and Investments**

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

**NOTE 4: Accounts Receivable**

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

| Description                   | General<br>Fund   | Road<br>Fund      | Other Funds<br>in the Aggregate |
|-------------------------------|-------------------|-------------------|---------------------------------|
| State aid                     |                   | \$ 105,501        |                                 |
| Federal aid                   |                   |                   |                                 |
| Property taxes                | \$ 14,346         | 5,387             | \$ 3,485                        |
| Sales taxes                   | 104,319           |                   | 150,388                         |
| Fines, forfeitures, and costs | 28,303            |                   | 5,659                           |
| Officers' fees                | 15,241            |                   | 4,424                           |
| Jail fees                     | 32,556            |                   |                                 |
| Emergency 911 fees            |                   |                   | 13,252                          |
| Sanitation fees               |                   |                   | 33,639                          |
| Treasurer's commission        | 120,226           |                   |                                 |
| Other                         | 57,865            | 43,617            | 19,630                          |
| Totals                        | <u>\$ 372,856</u> | <u>\$ 154,505</u> | <u>\$ 230,477</u>               |

VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE 5: 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  | \$ 51,098        | \$ 101,993        | \$ 33,586                    |
| Salaries payable | 304              | 34                | 16                           |
| <b>Totals</b>    | <b>\$ 51,402</b> | <b>\$ 102,027</b> | <b>\$ 33,602</b>             |

**NOTE 6: 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 \$51,746,551. 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 \$13,279,545. The amount of short-term financing obligations was \$1,114,948, leaving a legal debt margin of \$12,164,597.

**NOTE 7: Details of Fund Balance Classifications**

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

| Description            | General Fund        | Road Fund         | Other Funds in the Aggregate |
|------------------------|---------------------|-------------------|------------------------------|
| <b>Fund Balances</b>   |                     |                   |                              |
| Restricted for:        |                     |                   |                              |
| General government     |                     |                   | \$ 311,615                   |
| Law enforcement        |                     |                   | 191,606                      |
| Health                 |                     |                   | 16,044                       |
| Recreation and culture |                     |                   | 1,694,036                    |
| Debt service           |                     |                   | 1,634,673                    |
| Total Restricted       |                     |                   | <u>3,847,974</u>             |
| Assigned to:           |                     |                   |                              |
| General government     | \$ 23,423           |                   |                              |
| Law enforcement        | 5,705               |                   | 18,337                       |
| Highways and streets   |                     | \$ 729,253        |                              |
| Public safety          |                     |                   | 24,801                       |
| Sanitation             |                     |                   | 57,181                       |
| Total Assigned         | <u>29,128</u>       | <u>729,253</u>    | <u>100,319</u>               |
| Unassigned             | <u>2,256,689</u>    |                   |                              |
| <b>Totals</b>          | <b>\$ 2,285,817</b> | <b>\$ 729,253</b> | <b>\$ 3,948,293</b>          |

VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE 8: Commitments**

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

|                       | December 31,<br>2015 |
|-----------------------|----------------------|
| Long-term liabilities | \$ 10,389,948        |

Long-term Liabilities

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

|   | December 31,<br>2015 |
|---|----------------------|
| Lease-purchase agreement with John Deere Credit on the purchase of a 2008 JD 672D motor grader with 60 monthly payments of \$2,136 with an interest rate of 3.55%. Payments are to be made from the Road Fund.  | \$ 34,898            |
| Lease-purchase agreement with BanCorp South on the purchase of a 2011 Volvo G946 motor grader with 60 monthly payments of \$2,921 with an interest rate of 3.29%. Payments are to be made from the Road Fund.   | 59,987               |
| Lease-purchase agreement with John Deere Credit on the purchase of a 2012 JD 672G motor grader with 60 monthly payments of \$2,994 with an interest rate of 3.30%. Payments are to be made from the Road Fund.  | 101,376              |
| Lease-purchase agreement with BanCorp South on the purchase of a 2012 Mack tractor truck with 60 monthly payments of \$1,023 with an interest rate of 2.45%. Payments are to be made from the Solid Waste Management Fund.  | 63,022               |
| Lease-purchase agreement with BanCorp South on the purchase of four 2013 Mack GU713 dump trucks with 60 monthly payments of \$5,535 with an interest rate of 2.45%. Payments are to be made from the Road Fund.   | 253,217              |
| Lease-purchase agreement with Trinity Vendor Finance on the purchase of a 2010 Link-Belt excavator with 60 monthly payments of \$1,624 with an interest rate of 3.26%. Payments are to be made from the Road Fund.  | 22,279               |
| Lease-purchase agreement with John Deere Credit on the purchase of a 2011 JD 672G motor grader with 60 monthly payments of \$2,017 with an interest rate of 2.80%. Payments are to be made from the Road Fund.  | 60,243               |
| Lease-purchase agreement with Bank of the West on the purchase of a 2014 Sakai SW800-11 Roller with 60 monthly payments of \$1,524 with an interest rate of 3.32%. Payments are to be made from the Road Fund.  | 59,018               |
| Lease-purchase agreement with BanCorp South on the purchase of three 2013 Mack GU713 dump trucks with 60 monthly payments of \$3,876 with an interest rate of 2.34%. Payments are to be made from the Road Fund.  | 346,699              |
| Bank loan payable with Simmons First National Bank on the purchase of two Case Backhoes with 58 monthly payments of \$1,061 and \$1,092 from the County Road Fund and the Solid Waste Management Funds, respectively. Interest Rate of 2.85%.   | 114,209              |
| Series 2010 Sales and Use Tax Capital Improvement Bonds in the amount of \$15,200,000 for the construction of improvements to the hospital facility. Principal and interest payments are to be made semiannually beginning May 1, 2011 and continuing through November 1, 2035 with rates of 4.25% to 6.0%. Payments are to be made from the Debt Service Fund. | 9,275,000            |
| Total Long-term liabilities   | \$ 10,389,948        |

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

VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE 8: Commitments (Continued)**

Debt Service Requirements to Maturity

The County is obligated for the following amounts at December 31, 2015:

| Years Ending<br>December 31, | Bonds               | Notes             | Leases              | Total                |
|------------------------------|---------------------|-------------------|---------------------|----------------------|
| 2016                         | \$ 1,006,623        | \$ 25,832         | \$ 274,341          | \$ 1,306,796         |
| 2017                         | 997,635             | 25,832            | 243,569             | 1,267,036            |
| 2018                         | 991,635             | 25,832            | 292,939             | 1,310,406            |
| 2019                         | 983,555             | 25,832            | 55,657              | 1,065,044            |
| 2020                         | 968,315             | 19,178            | 188,254             | 1,175,747            |
| 2021 through 2025            | 3,979,585           |                   |                     | 3,979,585            |
| 2026 through 2030            | 1,063,500           |                   |                     | 1,063,500            |
| 2031 through 2035            | 5,118,350           |                   |                     | 5,118,350            |
| Total Obligations            | 15,109,198          | 122,506           | 1,054,760           | 16,286,464           |
| Less Interest                | 5,834,198           | 8,297             | 54,021              | 5,896,516            |
| Total Principal              | <u>\$ 9,275,000</u> | <u>\$ 114,209</u> | <u>\$ 1,000,739</u> | <u>\$ 10,389,948</u> |

On October 1, 2010, the County obtained funding of \$15,200,000 from Build America Bonds, a program of taxable direct payment bonds authorized by the American Recovery and Reinvestment Act. The County will receive periodic reimbursements from the United States Treasury for interest paid to bondholders.

**NOTE 9: Interfund Transfers**

The General Fund transferred \$265,885 to Other Funds in the Aggregate for operating expenses in the following funds: Emergency 911 (\$40,000), Animal Control (\$135,885), and Solid Waste Management (\$90,000). Other Funds in the Aggregate (District Court Cost) transferred \$46,936 to the General Fund to close out the fund. Within Other Funds in the Aggregate, the 2010 Sales and Use Tax Capital Improvement Fund transferred \$21 to the 2010A and 2010B Sales and Use Tax Bonds to close out the project.

**NOTE 10: Pledged Revenues**

The County pledged future 1% sales and use taxes to repay \$15,200,000 in capital bonds that were issued in 2010 to provide funding for acquisition, construction, equipping of properties and facilities for hospital additions and renovations. Total principal and interest remaining on the capital improvement bonds are \$9,275,000 and \$5,834,198, respectively, payable through November 1, 2035. For 2015, principal and interest paid were \$1,785,000 and \$612,773, respectively.

The Debt Service Fund received \$2,053,231 in sales taxes in 2015. All pledged sales taxes collected must be used for retirement of the debt.

**NOTE 11: Joint Venture: Faulkner-Van Buren Regional Library**

Faulkner and Van Buren Counties entered into an agreement in June, 1978 in accordance with Ark. Code Ann. § 13-2-401 to establish the Faulkner-Van Buren Regional Library. The agreement states that the Regional Library Board shall employ a regional librarian approved by the Arkansas Library Commission to serve such time and on such terms as the Board may prescribe and be paid from the regional budget. County and branch personnel shall be recommended by the County Library Board and shall be employed only after approval of the regional librarian and the Arkansas Library Commission with such salaries to be paid from county funds. The County Library did not pay any regional library expenditures in 2015. Contact the Faulkner – Van Buren Regional Library at 1900 Tyler Street, Conway, AR 72032 to obtain financial statements.

**NOTE 12: Jointly Governed Organization: Twentieth Judicial District Drug Crime Task Force**

The Prosecuting Attorney of the Twentieth Judicial District, the Sheriff's Departments of Faulkner, Van Buren, and Searcy Counties, and the Conway Police Department entered into an agreement to establish the Twentieth Judicial District Drug Crime Task Force. Funding was provided through a Drug Law Enforcement Program grant applied for by the Prosecuting Attorney of the Twentieth Judicial District. The County did not provide any funding to the Twentieth Judicial District Drug Crime Task Force. Financial statements of the Twentieth Judicial District Task Force are not available.

VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE 13: 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 \$2,000 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.

**NOTE 14: Arkansas Public Employees Retirement System**

Plan Description

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

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 \$509,406.

VAN BUREN COUNTY, ARKANSAS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE 14: Arkansas Public Employees Retirement System (Continued)**

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 \$3,540,214.

**NOTE 15: Hospital Lease**

On August 22, 1991, Van Buren County entered into a lease transaction with Ozark Health, Inc., a nonprofit corporation, to enact the assignment and lease agreement dated as of April 3, 1969. The parties agreed that the termination date of the original lease dated April 3, 1969, would be extended from December 1994 to December 31, 2004. The agreement provides the lessee with the right and option to review and extend the agreement on an annual basis over the term of the lease. In connection with the lease, the County assigned the operating assets and the Corporation assumed all contractual liabilities at the hospital.

On June 20, 2002, the parties entered into a lease agreement that terminates the above mentioned lease upon the completion of the hospital and nursing home facility currently being constructed. The agreement provides for the transfer of operations and all tangible personal property from the existing hospital and nursing home to the new hospital and nursing home as a going concern. The initial term of the lease is for ten years beginning on the date Ozark Health, Inc., begins to occupy and operate the facility as a hospital and nursing home with an option to renew and extend the lease for two successive periods of ten years each. Ozark Health, Inc. exercised the first extension of the lease on July 21, 2011.

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

Schedule 1

SPECIAL REVENUE FUNDS

|  |    | Treasurer's<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | County<br>Recorder's<br>Cost | County Public<br>Library | Solid Waste<br>Management |
|--|----|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|------------------------------|--------------------------|---------------------------|
| ASSETS                                     |    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Cash and cash equivalents                  | \$ | 64,621                    | 118,390                   | 29,250                      | 44,024                       | 7,412                             | 8,239                  | 91,406                       | 1,562,760                | 36,885                    |
| Accounts receivable                        |    |                           |                           | 363                         | 777                          | 26                                | 492                    | 5,413                        | 8,186                    | 41,595                    |
| <b>TOTAL ASSETS</b>                        |    | <b>\$ 64,621</b>          | <b>\$ 118,390</b>         | <b>\$ 29,613</b>            | <b>\$ 44,801</b>             | <b>\$ 7,438</b>                   | <b>\$ 8,731</b>        | <b>\$ 96,819</b>             | <b>\$ 1,570,946</b>      | <b>\$ 78,480</b>          |
| LIABILITIES AND FUND BALANCES              |    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Liabilities:                               |    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Accounts payable                           | \$ | 11                        |                           |                             |                              |                                   |                        |                              | 4,145                    | 21,299                    |
| Settlements pending                        |    |                           |                           |                             | 212                          |                                   |                        |                              |                          |                           |
| Total Liabilities                          |    |                           |                           |                             | 212                          |                                   |                        |                              | 4,145                    | 21,299                    |
| Fund Balances:                             |    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Restricted                                 |    | 64,610                    | 118,390                   | 29,613                      | 44,569                       | 7,438                             | 8,731                  | 96,819                       | 1,566,801                | 57,181                    |
| Assigned                                   |    | 64,610                    | 118,390                   | 29,613                      | 44,569                       | 7,438                             | 8,731                  | 96,819                       | 1,566,801                | 57,181                    |
| Total Fund Balances                        |    | <b>\$ 64,621</b>          | <b>\$ 118,390</b>         | <b>\$ 29,613</b>            | <b>\$ 44,801</b>             | <b>\$ 7,438</b>                   | <b>\$ 8,731</b>        | <b>\$ 96,819</b>             | <b>\$ 1,570,946</b>      | <b>\$ 78,480</b>          |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> |    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |

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

SPECIAL REVENUE FUNDS

|  | Support<br>Collections Costs | Jail Maintenance | Boating Safety<br>and Enforcement | Emergency 911    | Emergency<br>Vehicle | Victim/Witness   | Circuit Clerk<br>Commissioner's<br>Fee | Court Security<br>Grant |
|--|------------------------------|------------------|-----------------------------------|------------------|----------------------|------------------|--|-------------------------|
| ASSETS                                     |                              |                  |                                   |                  |                      |                  |  |                         |
| Cash and cash equivalents                  | \$ 10,781                    | \$ 47,456        | \$ 3,938                          | \$ 12,549        | \$ 3,062             | \$ 60,409        | \$ 4,691                               | \$ 133                  |
| Accounts receivable                        | 7                            | 5,089            | 28                                | 14,996           | 28                   | 275              | 50                                     |                         |
| <b>TOTAL ASSETS</b>                        | <b>\$ 10,788</b>             | <b>\$ 52,545</b> | <b>\$ 3,966</b>                   | <b>\$ 27,545</b> | <b>\$ 3,090</b>      | <b>\$ 60,684</b> | <b>\$ 4,741</b>                        | <b>\$ 133</b>           |
| LIABILITIES AND FUND BALANCES              |                              |                  |                                   |                  |                      |                  |  |                         |
| Liabilities:                               |                              |                  |                                   |                  |                      |                  |  |                         |
| Accounts payable                           | \$                           | 270              | \$ 178                            | \$ 2,744         |                      |                  |  |                         |
| Settlements pending                        |                              |                  |                                   |                  |                      |                  |  |                         |
| Total Liabilities                          |                              | 270              | 178                               | 2,744            |                      |                  |  |                         |
| Fund Balances:                             |                              |                  |                                   |                  |                      |                  |  |                         |
| Restricted                                 | \$ 10,788                    | 40,275           | 3,788                             | 24,801           | \$ 3,090             | \$ 60,684        | \$ 4,741                               | \$ 133                  |
| Assigned                                   |                              | 12,000           |                                   | 24,801           |                      |                  |  |                         |
| Total Fund Balances                        | 10,788                       | 52,275           | 3,788                             | 24,801           | 3,090                | 60,684           | 4,741                                  | 133                     |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <b>\$ 10,788</b>             | <b>\$ 52,545</b> | <b>\$ 3,966</b>                   | <b>\$ 27,545</b> | <b>\$ 3,090</b>      | <b>\$ 60,684</b> | <b>\$ 4,741</b>                        | <b>\$ 133</b>           |



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

Schedule 1

|  | SPECIAL REVENUE FUNDS |                      |  |                                      |                         |                                    | DEBT SERVICE FUND   |
|--|-----------------------|----------------------|--|--------------------------------------|-------------------------|------------------------------------|---------------------|
|  | Animal Control        | Hospital Maintenance | Housing and Urban Development Grant - Global Foods Project | Communication Facility and Equipment | County Library Building | County Sheriff's Equitable Sharing |                     |
| <b>ASSETS</b>                              |                       |                      |  |                                      |                         |                                    |                     |
| Cash and cash equivalents                  | \$ 10,550             | \$ 13,800            | \$ 98  | \$ 5,443                             | \$ 127,235              | \$ 4,001                           | \$ 1,484,285        |
| Accounts receivable                        | 520                   | 2,244                |  |                                      |                         |                                    | 150,388             |
| <b>TOTAL ASSETS</b>                        | <b>\$ 11,070</b>      | <b>\$ 16,044</b>     | <b>\$ 98</b>   | <b>\$ 5,443</b>                      | <b>\$ 127,235</b>       | <b>\$ 4,001</b>                    | <b>\$ 1,634,673</b> |
| <b>LIABILITIES AND FUND BALANCES</b>       |                       |                      |  |                                      |                         |                                    |                     |
| Liabilities:                               |                       |                      |  |                                      |                         |                                    |                     |
| Accounts payable                           | \$ 4,743              |                      |  |                                      |                         |                                    |                     |
| Settlements pending                        |                       |                      |  |                                      |                         |                                    |                     |
| Total Liabilities                          | 4,743                 |                      |  |                                      |                         |                                    |                     |
| Fund Balances:                             |                       |                      |  |                                      |                         |                                    |                     |
| Restricted                                 |                       | \$ 16,044            | \$ 98  | \$ 5,443                             | \$ 127,235              | \$ 3,991                           | \$ 1,634,673        |
| Assigned                                   | 6,327                 |                      |  |                                      |                         | 10                                 |                     |
| Total Fund Balances                        | 6,327                 | 16,044               | 98   | 5,443                                | 127,235                 | 4,001                              | 1,634,673           |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <b>\$ 11,070</b>      | <b>\$ 16,044</b>     | <b>\$ 98</b>   | <b>\$ 5,443</b>                      | <b>\$ 127,235</b>       | <b>\$ 4,001</b>                    | <b>\$ 1,634,673</b> |

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

Schedule 1

AGENCY FUNDS

|                                     | Treasurer's Accounts | Collector's Accounts | Sheriff's Accounts | County Clerk's Accounts | Circuit Clerk's Accounts | Totals       |
|-------------------------------------|----------------------|----------------------|--------------------|-------------------------|--------------------------|--------------|
| ASSETS                              |                      |                      |                    |                         |                          |              |
| Cash and cash equivalents           | \$ 297,389           | \$ 105,262           | \$ 30,182          | \$ 665                  | \$ 1,970,361             | \$ 6,155,277 |
| Accounts receivable                 |                      |                      |                    |                         |                          | 230,477      |
|                                     | \$ 297,389           | \$ 105,262           | \$ 30,182          | \$ 665                  | \$ 1,970,361             | \$ 6,385,754 |
| TOTAL ASSETS                        |                      |                      |                    |                         |                          |              |
| LIABILITIES AND FUND BALANCES       |                      |                      |                    |                         |                          |              |
| Liabilities:                        |                      |                      |                    |                         |                          |              |
| Accounts payable                    |                      |                      |                    |                         |                          | \$ 33,602    |
| Settlements pending                 | \$ 297,389           | \$ 105,262           | \$ 30,182          | \$ 665                  | \$ 1,970,361             | 2,403,859    |
| Total Liabilities                   | 297,389              | 105,262              | 30,182             | 665                     | 1,970,361                | 2,437,461    |
| Fund Balances:                      |                      |                      |                    |                         |                          |              |
| Restricted                          |                      |                      |                    |                         |                          | 3,847,974    |
| Assigned                            |                      |                      |                    |                         |                          | 100,319      |
| Total Fund Balances                 |                      |                      |                    |                         |                          | 3,948,293    |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 297,389           | \$ 105,262           | \$ 30,182          | \$ 665                  | \$ 1,970,361             | \$ 6,385,754 |

VAN BUREN 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

Schedule 2

SPECIAL REVENUE FUNDS

|   | Treasurer's<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | County<br>Recorder's<br>Cost | County Public<br>Library | Solid Waste<br>Management |
|---|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|------------------------------|--------------------------|---------------------------|
| REVENUES  |                           |                           |                             |                              | \$ 2,472                          |                        |                              | \$ 33,755                |                           |
| State aid                                       |                           |                           |                             |                              |                                   |                        |                              | 145                      |                           |
| Federal aid                                     |                           |                           |                             |                              |                                   |                        |                              | 478,812                  | \$ 13,492                 |
| Property taxes                                  |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Sales taxes                                     |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Fines, forfeitures, and costs                   | \$ 550                    | \$ 1,007                  | \$ 3,787                    | \$ 10,871                    | 61                                | \$ 81                  | \$ 1,197                     | 10,943                   | 284                       |
| Interest  |                           |                           | 226                         | 327                          |                                   |                        | 57,390                       |                          |                           |
| Officers' fees                                  |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Emergency 911 fees                              |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Sanitation fees                                 |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Other   |                           | 60                        |                             |                              |                                   |                        | 10,680                       | 8,990                    | 507,938                   |
| TOTAL REVENUES                                  | 550                       | 1,067                     | 4,013                       | 11,198                       | 2,533                             | 6,700                  | 69,267                       | 532,645                  | 12,264                    |
| Less: Treasurer's commission                    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| NET REVENUES                                    | 550                       | 1,067                     | 36                          | 107                          | 24                                | 64                     | 635                          | 4,994                    | 4,737                     |
| EXPENDITURES                                    |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Current:  |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| General government                              | 9,581                     | 7,941                     |                             |                              | 165                               | 12,435                 | 120,961                      |                          |                           |
| Law enforcement                                 |                           |                           |                             | 350                          |                                   |                        |                              |                          |                           |
| Public safety                                   |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Sanitation                                      |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Health  |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Recreation and culture                          |                           |                           |                             |                              |                                   |                        |                              |                          | 600,558                   |
| Total Current                                   | 9,581                     | 7,941                     |                             | 350                          | 165                               | 12,435                 | 120,961                      | 326,861                  | 600,558                   |
| Debt Service:                                   |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Bond principal                                  |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Bond interest and other charges                 |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Lease principal                                 |                           |                           |                             |                              |                                   |                        |                              |                          | 10,594                    |
| Lease interest                                  |                           |                           |                             |                              |                                   |                        |                              |                          | 1,685                     |
| Bank loan principal                             |                           |                           |                             |                              |                                   |                        |                              |                          | 891                       |
| Bank loan interest                              |                           |                           |                             |                              |                                   |                        |                              |                          | 200                       |
| TOTAL EXPENDITURES                              | 9,581                     | 7,941                     |                             | 350                          | 165                               | 12,435                 | 120,961                      | 326,861                  | 613,928                   |
| EXCESS OF REVENUES OVER (UNDER)<br>EXPENDITURES | (9,031)                   | (6,874)                   | 3,977                       | 10,741                       | 2,344                             | (5,799)                | (52,329)                     | 200,790                  | (84,687)                  |

VAN BUREN 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<br>Automation | Collector's<br>Automation | Circuit Court<br>Automation | District Court<br>Automation | Assessor's<br>Amendment<br>no. 79 | County Clerk's<br>Cost | County<br>Recorder's<br>Cost | County Public<br>Library | Solid Waste<br>Management |
|--|---------------------------|---------------------------|-----------------------------|------------------------------|-----------------------------------|------------------------|------------------------------|--------------------------|---------------------------|
| OTHER FINANCING SOURCES (USES)   |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| Transfers in   | \$ (9,031)                | \$ (6,874)                | \$ 3,977                    | \$ 10,741                    | \$ 2,344                          | \$ (5,799)             | \$ (52,329)                  | \$ 200,790               | \$ 90,000                 |
| Transfers out  | 73,641                    | 125,264                   | 25,636                      | 33,848                       | 5,094                             | 14,530                 | 149,148                      | 1,366,011                | 51,868                    |
| TOTAL OTHER FINANCING SOURCES (USES)   | \$ 64,610                 | \$ 118,390                | \$ 29,613                   | \$ 44,589                    | \$ 7,438                          | \$ 8,731               | \$ 96,819                    | \$ 1,566,801             | \$ 57,181                 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER<br>(UNDER) EXPENDITURES AND OTHER USES |                           |                           |                             |                              |                                   |                        |                              |                          |                           |
| FUND BALANCES - JANUARY 1  |                           |                           |                             |                              |                                   |                        |                              |                          | 90,000                    |
| FUND BALANCES - DECEMBER 31  |                           |                           |                             |                              |                                   |                        |                              |                          | 5,313                     |

VAN BUREN 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

Schedule 2

SPECIAL REVENUE FUNDS

|  | Support Collections Costs | Jail Maintenance | Boating Safety and Enforcement | Emergency 911 | Emergency Vehicle | Victim/Witness | Circuit Clerk Commissioner's Fee | Court Security Grant | District Court Cost |
|--|---------------------------|------------------|--------------------------------|---------------|-------------------|----------------|----------------------------------|----------------------|---------------------|
| REVENUES                                     |                           |                  |                                |               |                   |                |                                  |                      |                     |
| State aid                                    |                           |                  | \$ 2,717                       |               |                   |                |                                  |                      |                     |
| Federal aid                                  |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Property taxes                               |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Sales taxes                                  |                           | \$ 63,952        |                                |               |                   |                |                                  |                      |                     |
| Fines, forfeitures, and costs                |                           | 327              | 30                             | \$ 103        | \$ 2,520          | \$ 2,939       |                                  |                      | \$ 9,134            |
| Interest                                     | 87                        |                  |                                |               | 57                | 486            |                                  |                      |                     |
| Officers' fees                               | 633                       |                  |                                | 159,299       |                   |                | 4                                |                      |                     |
| Emergency 911 fees                           |                           |                  |                                |               |                   |                | 4,783                            |                      |                     |
| Sanitation fees                              |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Other  |                           |                  |                                | 250           |                   |                |                                  |                      |                     |
| TOTAL REVENUES                               | 720                       | 64,279           | 2,747                          | 159,652       | 2,577             | 3,425          | 4,787                            |                      | 350                 |
| Less: Treasurer's commission                 |                           |                  |                                |               |                   |                |                                  |                      | 9,484               |
| NET REVENUES                                 | 6                         | 620              | 26                             | 1,459         | 28                | 28             | 46                               |                      | 201                 |
| EXPENDITURES                                 | 714                       | 63,659           | 2,721                          | 158,193       | 2,549             | 3,397          | 4,741                            |                      | 9,283               |
| Current:                                     |                           |                  |                                |               |                   |                |                                  |                      |                     |
| General government                           |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Law enforcement                              |                           | 54,147           | 2,223                          | 200,728       | 18,000            |                |                                  |                      | 9,436               |
| Public safety                                |                           |                  |                                |               |                   |                |                                  | \$ 600               |                     |
| Sanitation                                   |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Health                                       |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Recreation and culture                       |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Total Current                                |                           | 54,147           | 2,223                          | 200,728       | 18,000            |                |                                  | 600                  | 9,436               |
| Debt Service:                                |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Bond principal                               |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Bond interest and other charges              |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Lease principal                              |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Lease interest                               |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Bank loan principal                          |                           |                  |                                |               |                   |                |                                  |                      |                     |
| Bank loan interest                           |                           |                  |                                |               |                   |                |                                  |                      |                     |
| TOTAL EXPENDITURES                           |                           | 54,147           | 2,223                          | 200,728       | 18,000            |                |                                  | 600                  | 9,436               |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 714                       | 9,512            | 498                            | (42,535)      | (15,451)          | 3,397          | 4,741                            | (600)                | (153)               |

VAN BUREN 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

|  | Support<br>Collections<br>Costs | Jail<br>Maintenance | Boating Safety<br>and<br>Enforcement | Emergency<br>911 | Emergency<br>Vehicle | Victim/Witness | Circuit Clerk<br>Commissioner's<br>Fee | Court Security<br>Grant | District Court<br>Cost |
|--|---------------------------------|---------------------|--------------------------------------|------------------|----------------------|----------------|--|-------------------------|------------------------|
| OTHER FINANCING SOURCES (USES)   |                                 |                     |                                      |                  |                      |                |  |                         |                        |
| Transfers in   |                                 |                     |                                      | \$ 40,000        |                      |                |  |                         | \$ (46,936)            |
| Transfers out  |                                 |                     |                                      | 40,000           |                      |                |  |                         | (46,936)               |
| TOTAL OTHER FINANCING SOURCES (USES)   |                                 |                     |                                      |                  |                      |                |  |                         |                        |
| EXCESS OF REVENUES AND OTHER SOURCES OVER<br>(UNDER) EXPENDITURES AND OTHER USES | \$ 714                          | \$ 9,512            | \$ 498                               | (2,535)          | \$ (15,451)          | \$ 3,397       | \$ 4,741                               | \$ (600)                | (47,089)               |
| FUND BALANCES - JANUARY 1  | 10,074                          | 42,763              | 3,290                                | 27,336           | 18,541               | 57,287         |  | 733                     | 47,089                 |
| FUND BALANCES - DECEMBER 31  | \$ 10,788                       | \$ 52,275           | \$ 3,788                             | \$ 24,801        | \$ 3,090             | \$ 60,684      | \$ 4,741                               | \$ 133                  | \$ 0                   |

VAN BUREN 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

Schedule 2

SPECIAL REVENUE FUNDS

|  | Animal Control | Hospital Maintenance | Justice Assistance Grant | Housing and Urban Development Grant - Global Foods Project | General Improvement Grant | Communication Facility and Equipment | County Library Building | County Sheriffs Equitable Sharing | Fire Equipment and Training (Act 833) |
|--|----------------|----------------------|--------------------------|--|---------------------------|--------------------------------------|-------------------------|-----------------------------------|---------------------------------------|
| REVENUES                                     |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| State aid                                    | \$ 392         | \$ 10,127            | \$ 4,200                 | \$ 3,900   |                           |                                      |                         | \$ 3,991                          |                                       |
| Federal aid                                  |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Property taxes                               |                | 143,490              |                          |  |                           |                                      |                         |                                   |                                       |
| Sales taxes                                  |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Fines, forfeitures, and costs                |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Interest                                     | 209            | 818                  |                          |  |                           | \$ 5,117                             | \$ 213                  |                                   |                                       |
| Officers' fees                               |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Emergency 911 fees                           |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Sanitation fees                              |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Other  |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| TOTAL REVENUES                               | 32,063         | 1,209                | 4,200                    | 3,900  |                           | 12,047                               | 21,434                  | 3,991                             |                                       |
|  | 32,664         | 155,644              | 4,200                    | 3,900  |                           | 17,164                               | 21,647                  | 3,991                             |                                       |
| Less: Treasurer's commission                 | 119            | 1,508                |                          |  |                           |                                      |                         |                                   |                                       |
| NET REVENUES                                 | 32,545         | 154,136              | 4,200                    | 3,900  |                           | 17,164                               | 21,647                  | 3,991                             |                                       |
| EXPENDITURES                                 |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Current:                                     |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| General government                           |                |                      |                          | 3,814  |                           |                                      |                         |                                   |                                       |
| Law enforcement                              | 156,855        |                      | 4,200                    |  |                           | 17,290                               |                         |                                   |                                       |
| Public safety                                |                |                      |                          |  | \$ 10,265                 |                                      |                         |                                   | \$ 13                                 |
| Sanitation                                   |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Health                                       |                | 339,765              |                          |  |                           |                                      |                         |                                   |                                       |
| Recreation and culture                       |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Total Current                                | 156,855        | 339,765              | 4,200                    | 3,814  | 10,265                    | 17,290                               | 46,804                  |                                   | 13                                    |
| Debt Service:                                |                |                      |                          |  |                           |                                      | 46,804                  |                                   |                                       |
| Bond principal                               |                |                      |                          |  |                           |                                      | 46,804                  |                                   |                                       |
| Bond interest and other charges              |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Lease principal                              |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Lease interest                               |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Bank loan principal                          |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| Bank loan interest                           |                |                      |                          |  |                           |                                      |                         |                                   |                                       |
| TOTAL EXPENDITURES                           | 156,855        | 339,765              | 4,200                    | 3,814  | 10,265                    | 17,290                               | 46,804                  |                                   | 13                                    |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (124,310)      | (185,629)            |                          | 86   | (10,265)                  | (126)                                | (25,157)                | 3,991                             | (13)                                  |

VAN BUREN 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

Schedule 2

|   | SPECIAL REVENUE FUNDS |                      |                          |  |                           |                                      |                         |                                   |                                       |  |
|---|-----------------------|----------------------|--------------------------|--|---------------------------|--------------------------------------|-------------------------|-----------------------------------|---------------------------------------|--|
|   | Animal Control        | Hospital Maintenance | Justice Assistance Grant | Housing and Urban Development Grant - Global Foods Project | General Improvement Grant | Communication Facility and Equipment | County Library Building | County Sheriffs Equitable Sharing | Fire Equipment and Training (Act 833) |  |
| OTHER FINANCING SOURCES (USES)  |                       |                      |                          |  |                           |                                      |                         |                                   |                                       |  |
| Transfers in  | \$ 135,885            |                      |                          |  |                           |                                      |                         |                                   |                                       |  |
| Transfers out   |                       |                      |                          |  |                           |                                      |                         |                                   |                                       |  |
| TOTAL OTHER FINANCING SOURCES (USES)  | 135,885               |                      |                          |  |                           |                                      |                         |                                   |                                       |  |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 11,575                | \$ (185,629)         | \$ 86                    | \$ (10,265)  | \$ (126)                  | \$ (25,157)                          | \$ 3,991                | \$ (13)                           |                                       |  |
| FUND BALANCES - JANUARY 1   | (5,248)               | 201,673              | 12                       | 10,265   | 5,569                     | 152,392                              | 10                      | 13                                |                                       |  |
| FUND BALANCES - DECEMBER 31   | \$ 6,327              | \$ 16,044            | \$ 0                     | \$ 98  | \$ 5,443                  | \$ 127,235                           | \$ 4,001                | \$ 0                              |                                       |  |



VAN BUREN 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

Schedule 2

|   | CAPITAL PROJECTS FUNDS                                 |             | DEBT SERVICE FUND                          |             |
|---|--|-------------|--|-------------|
|   | 2010 Sales and Use Tax<br>Capital Improvement<br>Bonds | Radio Tower | 2010A and 2010B Sales<br>and Use Tax Bonds | Totals      |
| REVENUES  |  |             |  |             |
| State aid   |  |             |  | \$ 49,463   |
| Federal aid   |  |             | \$ 199,334                                 | 211,570     |
| Property taxes  |  |             |  | 635,794     |
| Sales taxes   |  |             | 2,053,231                                  | 2,053,231   |
| Fines, forfeitures, and costs                           |  |             |  | 93,203      |
| Interest  |  | \$ 1        |  | 17,308      |
| Officers' fees  |  |             | 208  | 74,542      |
| Emergency 911 fees                                      | \$ 89  |             |  | 159,299     |
| Sanitation fees   |  |             |  | 507,938     |
| Other   |  |             |  | 99,347      |
| <b>TOTAL REVENUES</b>                                   | 89   | 1           | 2,252,773                                  | 3,901,695   |
| Less: Treasurer's commission                            |  |             |  | 14,638      |
| <b>NET REVENUES</b>                                     | 89   | 1           | 2,252,773                                  | 3,887,057   |
| EXPENDITURES  |  |             |  |             |
| Current:  |  |             |  |             |
| General government                                      |  |             |  | 154,897     |
| Law enforcement   |  |             | 4,135                                      | 266,636     |
| Public safety   |  |             |  | 211,606     |
| Sanitation  |  |             |  | 600,558     |
| Health  | 1,434,986  |             |  | 1,774,751   |
| Recreation and culture                                  |  |             |  | 373,665     |
| Total Current   | 1,434,986  | 4,135       |  | 3,382,113   |
| Debt Service:   |  |             |  |             |
| Bond principal  |  |             |  | 1,785,000   |
| Bond interest and other charges                         |  |             | 1,785,000                                  | 616,172     |
| Lease principal   |  |             |  | 10,594      |
| Lease interest  |  |             |  | 1,685       |
| Bank loan principal                                     |  |             |  | 891         |
| Bank loan interest                                      |  |             |  | 200         |
| <b>TOTAL EXPENDITURES</b>                               | 1,434,986  | 4,135       | 2,401,172                                  | 5,796,655   |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | (1,434,897)  | (4,134)     | (148,399)                                  | (1,909,598) |

VAN BUREN 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

|  | CAPITAL PROJECTS FUNDS                                 | DEBT SERVICE FUND                          |
|--|--|--|
| OTHER FINANCING SOURCES (USES)   |  |  |
| Transfers in   |  |  |
| Transfers out  | (21)   | 21   |
| TOTAL OTHER FINANCING SOURCES (USES)   | (21)   | 21   |
| EXCESS OF REVENUES AND OTHER SOURCES OVER<br>(UNDER) EXPENDITURES AND OTHER USES | (1,434,918)  | (148,378)                                  |
| FUND BALANCES - JANUARY 1  | 1,434,918  | 1,783,051                                  |
| FUND BALANCES - DECEMBER 31  | 0  | 1,634,673                                  |
|  | 2010 Sales and Use Tax<br>Capital Improvement<br>Bonds | 2010A and 2010B Sales<br>and Use Tax Bonds |
|  | Radio Tower  |  |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   | \$   |
|  | (21)   | 21   |
|  | (1,434,918)  | (148,378)                                  |
|  | 1,434,918  | 1,783,051                                  |
|  | 0  | 1,634,673                                  |
|  | \$   |  |

VAN BUREN 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.

| <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.   |
| District Court Automation      | Ark. Code Ann. § 16-13-704 established fund to receive district court installment fees to be used solely for district court-related technology.  |
| Assessor's Amendment no. 79    | Ark. Code Ann. § 26-26-310 provides that one percent of the County's share of surplus funds from the Property Tax Relief Trust Fund be allocated to county assessors for the purpose of administering 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 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.   |
| Solid Waste Management         | Van Buren County Ordinance no. 2008-63 (October 16, 2008) established fund to receive a volunteer tax for the Recycling Center.  |
| Support Collections Costs      | Ark. Code Ann. § 9-10-109 established fund to receive fees to offset administrative costs in the clerk's office.   |
| 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.   |

VAN BUREN 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 911  | Ark. Code Ann. § 12-10-318 established fund to receive fees collected by telephone providers for 911 emergency services.  |
| Emergency Vehicle  | Ark. Code Ann. § 27-22-103 established fund to account for the fine for failure to insure motor vehicles to be used for the purchase and maintenance of rescue, emergency medical, and law enforcement vehicles, communications equipment, animals owned or used by law enforcement agencies, life-saving medical apparatus, and law enforcement apparatus to be used for those purposes. |
| 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.   |
| 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.                                |
| Court Security Grant                                       | Ark. Code Ann. § 16-10-1006 established fund for the purpose of providing financial assistance to local governments to assist in the implementation of local security and emergency preparedness plans for circuit and district courts.   |
| District Court 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.  |
| Animal Control   | Van Buren County Ordinance no. 2003-42 (July 17, 2003) established fund to support animal control and animal shelter operations in Van Buren County.  |
| Hospital Maintenance                                       | Van Buren County Ordinance no. 2008-65 (October 16, 2008) established fund to receive a .3 mills property tax for hospital maintenance.   |
| Justice Assistance Grant                                   | Established to receive and monitor disbursements of state and federal grants.   |
| Housing and Urban Development Grant - Global Foods Project | Established to receive and monitor disbursements of state and federal grants.   |
| General Improvement Grant                                  | Established to receive and monitor disbursements of state and federal grants.   |

VAN BUREN 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   |
|--|--|
| 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.   |
| County Library Building                          | County Library Board established fund to receive library fees, fines, and donations for library purposes and monitor disbursements of the County Library.  |
| County Sheriff's Equitable Sharing               | County established fund to receive and monitor disbursements of federal monies received from the 20th Judicial District Prosecuting Attorney.  |
| Fire Equipment and Training (Act 833)            | Ark. Code Ann. § 14-284-403 requires fire protection premium tax funds to be distributed by the county to local fire districts for equipment, training, capital improvements, insurance for buildings, utility costs, or other expenditures necessary for upgrading fire service.            |
| 2010 Sales and Use Tax Capital Improvement Bonds | Van Buren County Ordinance no. 2010-13 (September 16, 2010) established fund to receive a one percent sales and use tax pledged for the construction and payment of a bond issue for the renovation of the county hospital.  |
| Radio Tower                                      | Van Buren County Ordinance no. 2014-10 (April 17, 2014) established fund to account for state grants for improvements to be made to County radio tower.  |
| 2010A and 2010B Sales and Use Tax Bonds          | Van Buren County Ordinance no. 2010-13 (September 16, 2010) established fund to receive a one percent sales and use tax pledged for the construction and payment of a bond issue for the renovation of the county hospital and to advance refund a 2000 Series Sales and Use Tax Bond issue. |

Treasurer's accounts consist primarily of treasurer's commission, interest, and law library funds not distributed to the appropriate entities.  
 Collector's accounts consist primarily of delinquent taxes not yet distributed to the various taxing units.  
 Sheriff's accounts consist primarily of fees settlement, bond, evidence, and inmate trust money.  
 County Clerk's accounts consist primarily of fee money to be settled with Treasurer.  
 Circuit Clerk's accounts consist of trust money and settlements due to Treasurer.

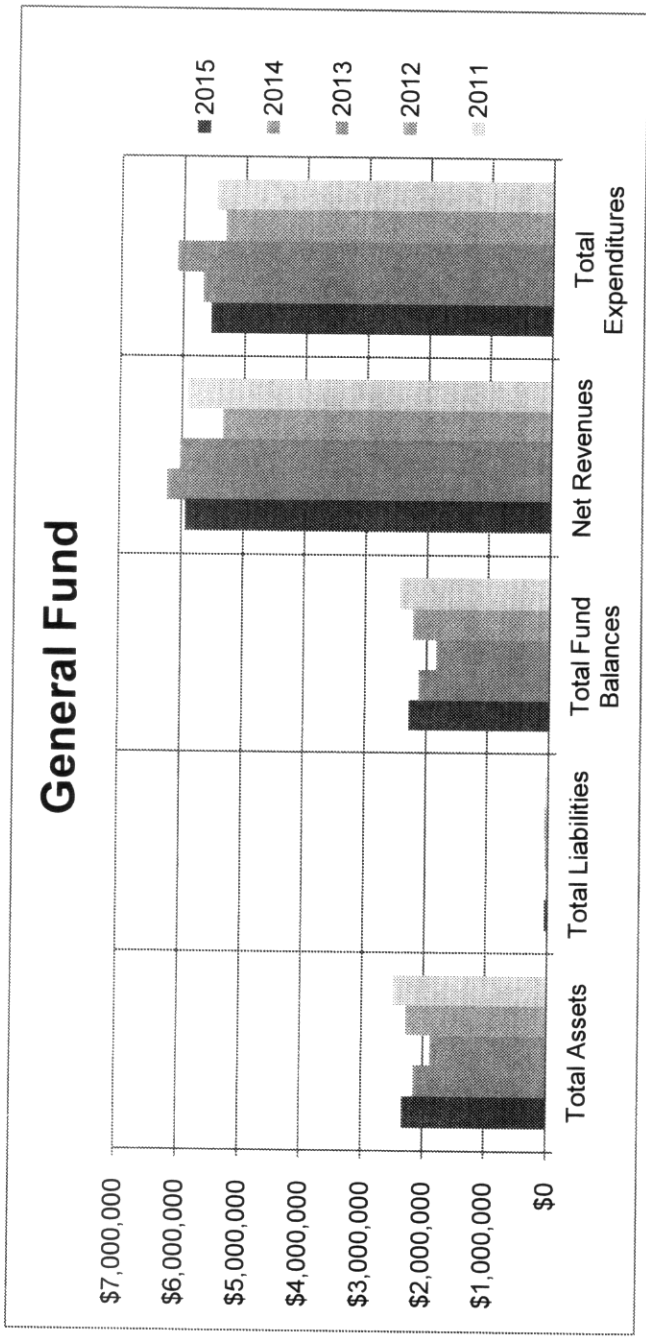
VAN BUREN COUNTY, ARKANSAS  
OTHER INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
DECEMBER 31, 2015  
(Unaudited)

Schedule 3

|           | <u>December 31,<br/>2015</u> |
|-----------|------------------------------|
| Land      | \$ 745,678                   |
| Buildings | 17,124,877                   |
| Equipment | <u>8,402,202</u>             |
| Total     | <u><u>\$ 26,272,757</u></u>  |

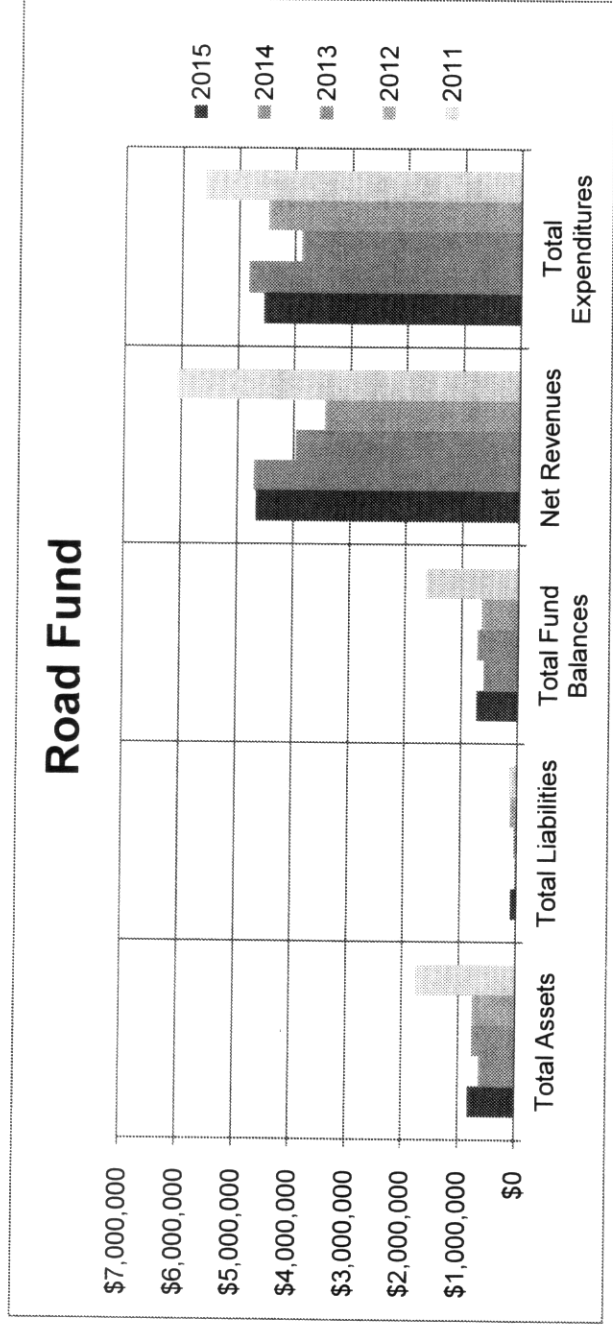
VAN BUREN COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - GENERAL FUND - REGULATORY BASIS  
 DECEMBER 31, 2015  
 (Unaudited)

| <u>General</u>                     | 2015         | 2014         | 2013         | 2012         | 2011         |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Total Assets                       | \$ 2,337,219 | \$ 2,150,885 | \$ 1,882,808 | \$ 2,275,913 | \$ 2,496,404 |
| Total Liabilities                  | 51,402       | 29,289       | 39,982       | 57,232       | 56,070       |
| Total Fund Balances                | 2,285,817    | 2,121,596    | 1,842,826    | 2,218,681    | 2,440,334    |
| Net Revenues                       | 5,934,294    | 6,230,385    | 6,030,989    | 5,337,737    | 5,921,268    |
| Total Expenditures                 | 5,551,124    | 5,673,015    | 6,103,980    | 5,327,378    | 5,478,954    |
| Total Other Financing Sources/Uses | (218,949)    | (278,600)    | (302,864)    | (232,012)    | (283,126)    |



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

| <u>Road</u>                        | 2015       | 2014       | 2013       | 2012       | 2011         |
|------------------------------------|------------|------------|------------|------------|--------------|
| Total Assets                       | \$ 831,280 | \$ 637,681 | \$ 766,574 | \$ 757,571 | \$ 1,753,103 |
| Total Liabilities                  | 102,027    | 29,380     | 45,434     | 115,018    | 121,241      |
| Total Fund Balances                | 729,253    | 608,301    | 721,140    | 642,553    | 1,631,862    |
| Net Revenues                       | 4,674,878  | 4,712,239  | 3,962,664  | 3,452,188  | 6,074,216    |
| Total Expenditures                 | 4,553,926  | 4,825,078  | 3,884,077  | 4,483,868  | 5,604,824    |
| Total Other Financing Sources/Uses |            |            |            | 42,371     | 74,980       |





VAN BUREN COUNTY, ARKANSAS  
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - OTHER FUNDS IN THE AGGREGATE - REGULATORY BASIS  
 DECEMBER 31, 2015  
 (Unaudited)

| <u>Other Funds in the Aggregate</u> | 2015         | 2014         | 2013         | 2012          | 2011          |
|-------------------------------------|--------------|--------------|--------------|---------------|---------------|
| Total Assets                        | \$ 6,385,754 | \$ 8,165,444 | \$ 8,751,011 | \$ 10,337,998 | \$ 17,818,591 |
| Total Liabilities                   | 2,437,461    | 2,526,502    | 2,520,099    | 1,689,833     | 2,137,992     |
| Total Fund Balances                 | 3,948,293    | 5,638,942    | 6,230,912    | 8,648,165     | 15,680,599    |
| Net Revenues                        | 3,887,057    | 5,804,077    | 5,953,348    | 4,277,093     | 4,537,500     |
| Total Expenditures                  | 5,796,655    | 6,674,647    | 9,447,145    | 11,499,168    | 6,002,328     |
| Total Other Financing Sources/Uses  | 218,949      | 278,600      | 1,076,544    | 189,641       | 208,146       |

