



CITY OF JONESBORO

BASIS OF ACCOUNTING & BUDGETING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of those funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The regulatory basis of accounting is used by all governmental fund types and agency funds. Under the regulatory basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

FUND SUMMARIES & DESCRIPTIONS

The City’s accounting system is organized and operated on a fund basis. 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 all related liabilities and residual equities or 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. Account groups are created to establish accounting control and accountability for general fixed assets and general long-term debt. The following is a description of each fund type utilized at the City of Jonesboro:

GENERAL FUND: The General Fund is the general operating fund for the City and is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund heading as it appears in the 2011 budget includes the following accounts: General, Operating, Credit Card, Sanitation, Parking, Parks and Recreation, Softball and Fire Truck. Certain General Fund financial resources are accounted for separately as General Earmarks.

STREET FUND: The Street Fund is used to account for revenue received from the state as turnback funds that are dedicated to be used within the Street Department and the City's apportionment of the county road tax.

CEMETERY FUND: (Previously Perpetual Care) Established by Jonesboro ordinance No. 10:020 (May 4, 2010) to account for revenue from cemetery lot sales and cemetery fees and to be used for operation, maintenance, and construction of City owned cemeteries.

CAPITAL IMPROVEMENT: Established by Jonesboro Ordinance No. 00:1021 (May 15, 2000) established fund to receive one-half of one percent sales and use tax within the City of Jonesboro for financing Capital Improvements of a public nature.

EMERGENCY 911 FUND: Established by Ark. Code Ann 12-10-318 established fund to receive fees collected by commercial mobile radio service providers for 911 emergency services. Craighead County reimburses the City of Jonesboro for 25% of these expenditures, less tornado siren maintenance costs for the County's estimated share of these services provided by the City of Jonesboro and Craighead County.

ADVERTISING AND PROMOTIONS: Established by Jonesboro Ordinance No. 73:2435 (May 21, 1973) established fund to collect hotel or motel accommodations tax to be used exclusively for advertising and promoting the City.

COMMUNITY DEVELOPMENT BLOCK GRANT (C.D.B.G.) Established by Jonesboro Ordinance No. 05:240 (April 5, 2005) to receive grant funds for various city departments.

FEDERAL GRANTS: Monies set aside by federal grant agreements to be used for specific purposes.

METROPOLITAN PLANNING ORGANIZATION: Fund established to receive grant revenue from the United States Department of Transportation that provides transportation planning for this region, which includes Jonesboro, Brookland, Bay and Bono.

JONESBORO ECONOMICAL TRANSITY SYSTEM (J.E.T.S.) Established by Jonesboro Ordinance No. 05:211 (July 19, 2005) established fund to receive federal grant funds to provide community transportation system to Jonesboro and surrounding communities. The City also subsidizes the transit system with a transfer from the General Fund each Year.

STATE AND FEDERAL FORFEITURE FUNDS: Fund established to receive asset forfeitures resulting from state offense cases due to arresting agency. Fund established to receive asset forfeitures resulting from federal drug offense cases due to arresting agency. Each fund is a separate fund (bank account) for State and Federal, and cannot be used to budget for regular city expenditures, only for law enforcement activities.

FIDUCIARY FUNDS: Each eligible employee is included in a defined benefit pension plan and/or deferred compensation plan which the City sponsors, i.e. the Non-Uniformed Employee's Pension Plan, the Policemen's Pension and Relief Fund, and Arkansas Local Police & Fire Retirement System, and the IRS 457 Plan

LIBRARY: Amendment Thirty to the Arkansas Constitution authorized a property tax for operation of city libraries.

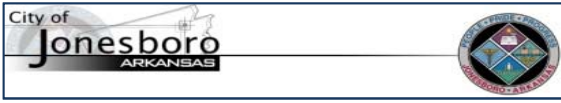


City of Jonesboro Summary Budget FY 2012

FUND	2012 Revenues	2012 Expenditures	Difference	01-01-2012 Fund Balance	12-31-2012 Fund Balance
General	\$ 34,563,030	\$ 31,211,586	\$ 3,351,444	\$ 13,430,365	\$ 16,781,810
Street	4,423,639	4,498,307	(74,668)	4,226,427	4,151,759
Cemetery Fund	46,600	51,000	(4,400)	1,385,623	1,381,223
E-911	971,031	1,055,858	(84,827)	574,965	490,138
Total O & M Funds	\$ 40,004,300	\$ 36,816,751	\$ 3,187,549	\$ 19,617,380	\$ 22,804,929

FUND	2012 Revenues	2012 Expenditures	Difference	01-01-2012 Fund Balance	12-31-2012 Fund Balance
Capital Improvement	\$ 15,428,420	\$ 15,925,882	\$ (497,462)	\$ 6,342,228	\$ 5,844,766
All Other	13,862,151	13,994,273	(132,122)	572,108	439,986
Total All Other Funds	\$ 29,290,571	\$ 29,920,155	\$ (629,584)	\$ 6,914,336	\$ 6,284,752

Grand Total **\$ 69,294,871** **\$ 66,736,906** **\$ 2,557,966** **\$ 26,531,716** **\$ 29,089,681**

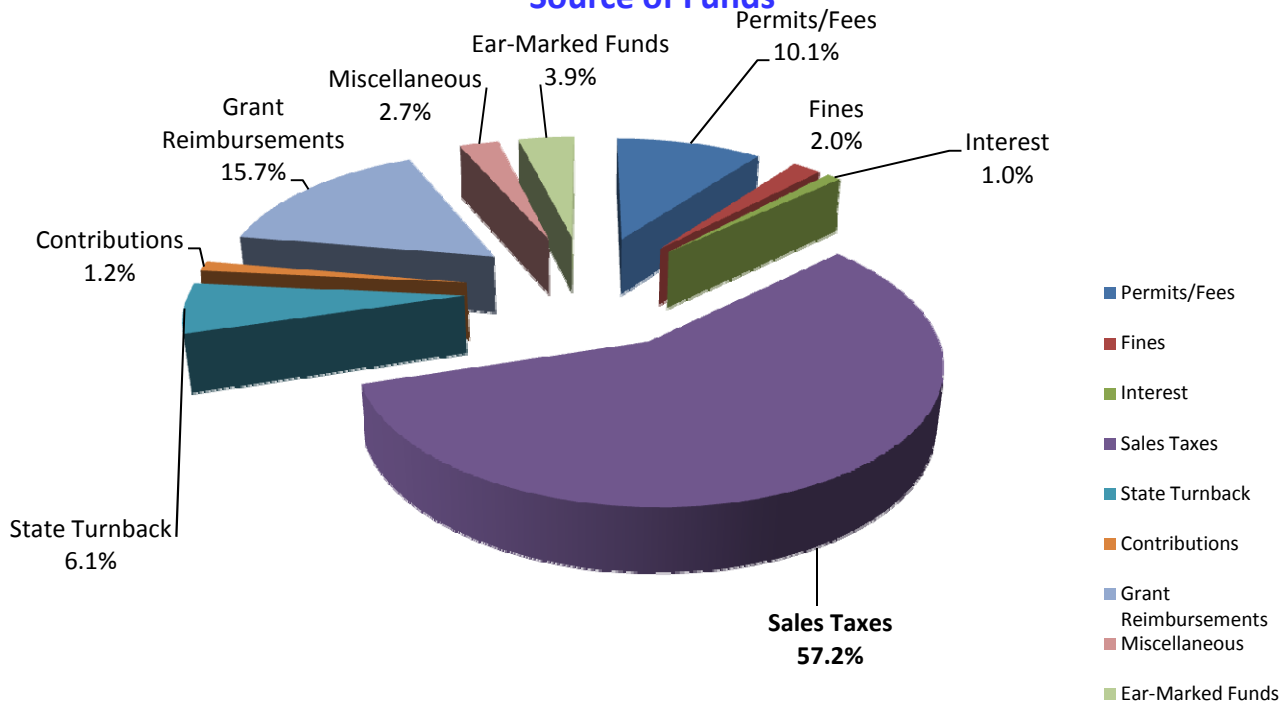


City of Jonesboro Revenue Budget FY 2012

Fund: O & M Funds					
Account Name	2011 Budget		2012 Budget		Difference
Permits/Fees	\$ 3,309,491	\$	3,734,855	\$	425,364
Fines	1,249,700		1,256,800		7,100
Interest	175,800		206,290		30,490
Taxes	27,763,194		29,770,539		2,007,345
State Turnback	3,509,999		3,611,171		101,172
Contributions	771,038		534,600		(236,438)
Grant Reimbursements	514,664		489,765		(24,899)
Miscellaneous	53,000		45,600		(7,400)
Earmarked Funds	320,000		354,680		34,680
	\$ 37,666,886	\$	40,004,300	\$	2,337,414

2012 Projected Revenues

Source of Funds





City of Jonesboro Expense Budget FY 2012

Fund: O & M Funds				
Account Name	2011 Budget	2012 Budget	Difference	
Personnel				
Salaries	\$ 17,859,389	\$ 18,388,173	\$ 528,784	
Holiday Pay	121,524	124,096	2,572	
Group Insurance	2,259,751	2,281,502	21,751	
Pension Contributions - City	627,181	356,570	(270,611)	
Police/Fire Pension	1,134,346	1,218,561	84,215	
Payroll Taxes	479,584	471,588	(7,996)	
Uniforms	165,588	156,850	(8,738)	
Laundry & Cleaning	33,000	40,500	7,500	
Expenses	168,375	170,100	1,725	
Part-time Salaries	381,692	435,220	53,528	
Overtime	288,200	375,500	87,300	
Mayor's Expenses	25,000	20,000	(5,000)	
Unemployment/WKMS.COMP	638,536	535,543	(102,993)	
Medicare Contributions	268,886	275,408	6,522	
Mayor's Retirement	44,317	44,317	0	
TOTAL PERSONNEL	24,495,369	24,893,928	398,559	
Operations				
Telephone Expense	202,700	194,200	(8,500)	
Heat, Lights & Water	17,080	14,000	(3,080)	
Insurance	294,908	284,128	(10,780)	
Professional Services	679,760	709,080	29,320	
Postage	16,368	16,090	(278)	
Advertising	47,015	49,740	2,725	
Maintenance Bldg & Grounds	550,034	393,500	(156,534)	
Equipment Maintenance	86,850	108,150	21,300	
Auto Expense	570,000	547,700	(22,300)	
Supplies	461,695	508,925	47,230	
Office Supplies	55,063	55,150	87	
Fuel	1,259,500	1,398,300	138,800	
Dues & Subscriptions	59,297	58,055	(1,242)	
Jail Fees	1,666,031	1,695,415	29,384	
Miscellaneous	576	200	(376)	
Rentals	121,567	89,050	(32,517)	
Street Materials	305,050	353,000	47,950	
Contract Labor	0	72,000	72,000	
Street Signalization	22,000	20,000	(2,000)	
Concessions- Cost of Goods	0	32,000	32,000	
Dry Goods- Cost of Sales	0	10,000	10,000	
Tipping Fees	925,000	965,000	40,000	
Computer Software	39,141	19,000	(20,141)	
Mowing	10,850	12,000	1,150	
Code Enforcement Demolitions	35,000	55,000	20,000	
Maintenance Contracts	278,059	300,859	22,800	
Dedicated Circuits	243,196	245,560	2,364	
Buy Money	15,000	15,000	0	
Tornado Sirens Annual Maintenance	0	22,000	22,000	
CWL Hydrant Maint Contract	15,000	20,000	5,000	
TOTAL OPERATIONS	\$ 7,976,739	\$ 8,263,102	\$ 286,363	
Outside Agencies				
	\$ 754,593	\$ 801,500	\$ 46,907	
Fixed Assets	1,700,500	2,387,313	686,813	
Minor Furniture and Equipment	301,400	305,408	4,008	
Fixed Assets	\$ 2,001,900	\$ 2,692,721	\$ 690,821	
Fire Act 833	\$ 110,000	\$ 110,000	-	
General Earmarked	\$ 16,750	\$ 4,500	(12,250)	
Cemetery	\$ 1,000	\$ 51,000	\$ 50,000	
TOTAL BUDGETED EXPENDITURES	\$ 35,356,351	\$ 36,816,751	\$ 1,460,400	

Note: Pension Contributions, Unemployment, and Workers Comp cost moved to General Admin for the following departments: Mayor, Council, City Clerk, City Attorney, Finance, Human Resource, Information Systems, Planning, and Inspections.

2012 Projected Expenditures

