

ELLIS COUNTY, TEXAS
Comprehensive Annual Financial
Report

**For the Year Ended
September 30, 2005**

Prepared by: Ellis County Auditor's Office

**ELLIS COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2005**

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INTRODUCTORY SECTION



ELLIS COUNTY AUDITOR'S OFFICE

Michael S. Navarro, CPA
County Auditor

March 31, 2006

Audit Division

Yvonne W. Odom
1st Assistant

Mary Bridges
Assistant

Sarah McCurdy
Assistant

Honorable District Judges of Ellis County and

Honorable Members of the Ellis County Commissioners Court:

MIS Division

Teral Crawford
MIS Director

William Farrar
MIS Technician

As prescribed by Local Government Code Section 114.025 of the State of Texas, the **Comprehensive Annual Financial Report of the government of Ellis County, Texas for the fiscal year ended September 30, 2005** is hereby submitted. These general purpose financial statements are the responsibility of the County's management. It is my belief that the data, as presented, is accurate in all material aspects; that it is presented in a manner to fairly set forth the financial position and results of operations of the County; and that all disclosures necessary to enable the readers to gain the maximum understanding of the County's financial affairs have been included.

The Comprehensive Annual Financial Report is presented in three sections; introductory, financial, and statistical. The introductory section includes this transmittal letter, a copy of the Certificate of Achievement, an organizational chart of the County, and a directory of principal officials. The financial section includes the independent auditors' report, management's discussion and analysis (MD&A), the basic financial statements including notes thereto which present an overview of the County's financial operations, and more detailed combining and supplementary statements. The basic financial statements include the government-wide financial statements that are presented for the first time. In addition, the fund financial statements present financial information of each of the County's major funds as well as non-major funds, fiduciary funds, and other funds. The statistical section includes unaudited data depicting certain financial history of the county for the past ten years and demographic information. The County is required to provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a MD&A. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

In past years, Ellis County was required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1994 and U.S. Office of Management and Budget Circular A-128, Audits of State and Local Governments. The County did not receive over \$350,000 in federal financial assistance in fiscal year 2005, therefore, they were not required to undergo an annual single audit, and therefore the compliance section has been omitted from this years presentation.

The County provides a full range of services authorized by statute. Such services include general governmental services such as recording and licensing, maintaining the county and district court systems, maintaining public facilities, ensuring public safety, maintaining public health and welfare, aiding conservation and maintaining county roads and bridges.

Address

101 W. Main, Suite 301
Waxahachie, Texas 75165

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Audit (972) 825-5120

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Fax (972) 825-5124

Economic Condition and Outlook

According to the Texas Municipal Reports, the estimated population of Ellis County is 131,826. This represents a 1.99% increase from the prior year. At the last official census, Ellis County experienced a 30.8% increase from 1990 to 2000. The most recent data from the US Census Bureau shows that of persons age 25+, 77.8% in Ellis County are high school graduates compared to the state rate of 75.7%. 17.1% hold a bachelor's degree or higher compared to the state rate of 23.2%. The mean travel time to work for workers age 16+ is 30.3 minutes compared to the 25.4 minutes for Texas. Residents are continuing to be drawn to the County due to the small, hometown values and relaxed atmosphere combined with the close proximity to the metroplex that the County offers.

The most recent estimates from the US Census Bureau show that the median household money income in Ellis County is \$50,350 compared to the state median of \$39,927. The per capita money income is \$20,212 compared to the state average of \$19,617. The home ownership rate in Ellis County is 76.2% compared to the state rate of 63.8%. In Ellis County, 8.6% of the population is below the poverty level compared to the state rate of 15.4%. The median value of owner-occupied housing units is \$91,400 compared to the median value in Texas of \$82,500. These statistics clearly show that the economic condition in Ellis County makes the area attractive.

Taxable property value increased from \$6,786,040,243 in 2003 to \$7,315,183,878 in 2004. Past aggressive tax abatement policies will pay dividends for the taxing jurisdictions in the future. The latest expiration date for any of the agreements is March 12, 2010. The tax abatement on the 2004 assessed value is \$427,254,875.

Based on current projections by the North Central Texas Council of Governments, the County is once again expected to continue to grow. They estimate the population in 2010 to be 180,617, in 2015 to be 241,778, in 2020 to be 329,476, in 2025 to be 378,161 and in 2030 to be 448,588. This growth, while having a positive impact on the local economic community as a whole, presents real challenges for the County government. If the County is to continue to provide the level of service it has established, it will need to explore all avenues of increasing revenues as well as finding more efficient ways to operate to keep up with demands imposed by the constituents. Currently, Ellis County has one of the lower tax rates of the 254 Texas counties. Innovative leadership has enabled the County to govern effectively as well as efficiently.

Major Initiatives

Ellis County, because of its continued growth, is faced with many challenges in delivering services to its citizens, while maintaining a conservative financial approach. County administration has been committed to meeting increasing needs for services and facilities as well as making its revenue collection process more efficient. As part of this commitment to make services more accessible, the Commissioners Court has provided for a new financial accounting system, human resources system, and purchasing system, as well as new software systems for Justice Courts and Department of Development. The County believes that these new systems will better streamline its operations as well as make data and services more readily accessible to citizens. On facilities issues, the Commissioners Court has recently put a committee together to research building needs and available facilities for county operations. On revenue collection, the Court has entered into an agreement with a third party collection firm, to assist the County in collecting on outstanding fines. The County this year began accepting credit card payments as well, in an attempt to maximize its revenue collection and allow for a more convenient way for citizens to pay.

Financial Information

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognized that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Budgeting

The County Judge, the Budget Officer, prepares the County's budget with the assistance of the County Auditor's office. Each department submits a budget request to the County Judge. Formal public hearings are held by the Commissioners Court and department heads are encouraged to attend to explain their requests. The County Judge compiles these requests and presents his recommendations to the Commissioners Court. Before determining the final budget, the Commissioners Court may increase or decrease the amounts requested by the various departments. Budgeted expenditures may not exceed the estimate of revenues and available fund balance. Appropriations lapse at the end of the fiscal year.

Budgeting Controls

Budgetary control is maintained at the fund level. Estimated amounts in departmental requests for purchases are verified against available amounts in departmental budgets before purchase orders are issued. Requests that would result in budget overruns at the fund level are not approved until additional budgetary appropriations are made, either by transfer or formal budget amendment. The County also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Financial Administration

The officials responsible for the financial administration of the County are the County Auditor, the County Judge and four County Commissioners (the Commissioners Court), the Tax Assessor-Collector, and the County Treasurer.

The County Auditor is the chief financial officer of the County and is responsible for substantially all County financial and accounting control functions. The Auditor's responsibilities include accounting, auditing, and financial operations. The Auditor also serves as the County Investment Officer. The Auditor does not have disbursement responsibilities.

The Commissioners Court is the governing body of the County. It has only powers expressly granted to it by the legislature and powers necessarily implied from such grant. Among other things, it approves the County budget, determines the County tax rate, approves contracts in the name of the County, determines whether a proposition to insure bonds should be submitted to the voters, and appoints certain County officials. The County Judge is the presiding officer of the Commissioners Court. Each Commissioner represents one of the four precincts into which the County is divided and is elected by the voters of his precinct. The County Commissioners are responsible for maintaining road and bridges, personnel and equipment for their precincts.

The Tax Collector is responsible for collecting ad valorem taxes, certain State and County fees and other revenues.

The County Treasurer is responsible for depositing money received by the County in the depository selected by the Commissioners Court. The Treasurer is also responsible for bank reconciliation and distributing disbursements.

Cash Management

Ellis County invests deposits to meet cash flow needs. Most cash on hand is held in interest bearing checking accounts at the County's depository bank. Interest rates on bank deposits are governed by the depository bank bid contract, which last for a period of two years. All funds not held at the depository bank are invested in accordance with the County's Investment Policy. Currently the funds are diversified among several Local Government Investment Pools (LGIP's), S&P aaam rated money market mutual funds, and certificates of deposit. The LGIP's currently used by the County are the Lone Star Investment Pool sponsored by the Texas Association of School Boards, and the CLASS Pool managed by MBIA, and Texstar. The aaam money market mutual funds used are Investors Cash Trust from the Fund's Management Group, and T-Fund from Provident Distributors. All pools and mutual funds used by the county invest in direct obligations for the U.S. Treasury, such as Treasury bills and notes and repurchase agreements relating to direct Treasury obligations. Certificates of deposit are purchased from the County's depository, Comerica Bank of Texas. All securities purchased meet the Ellis County Investment Policy. Any residual money held at Merrill Lynch is invested into the Merrill Lynch Institutional Fund, which is a mutual fund investing in repurchase agreements, U.S. government Agency issues and commercial paper.

The County's Investment Policy is to assure safety of principle while maintaining liquidity and deriving a competitive yield on its investments. This has all been accomplished by diversifying the portfolio so that no more than 40% of the County's money is held at any one investment location. All County investments meet the current Texas law for public funds investing, and meet the investment criteria established by the Ellis County's Investment Policy.

Independent Audit

State statutes do not require an annual audit by independent, certified public accountants. However, the accounting firm of Pattillo, Brown and Hill, L.L.P., was engaged by the County to perform an annual audit in accordance with local policy. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2005, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Ellis County, Texas' financial statements for the period ended September 30, 2005, are fairly presented in conformity with generally accepted accounting principles. The independent auditors' report is presented as the first component of the financial section of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Ellis County, Texas for its comprehensive annual financial report for the fiscal year ended September 30, 2004. This was the ninth consecutive year that this government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

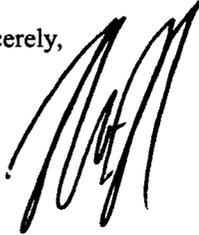
Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Auditor's Office staff consisting of Yvonne Odom, Mary Bridges, and Teral Crawford. Assistance in gathering information was obtained from numerous sources including the Ellis County Treasurer, Ellis County Judge, Ellis County Tax Assessor-Collector, Ellis County Central Appraisal District, our outside auditing firm, Pattillo, Brown and Hill, L.L.P., and the North Central Texas Council of Governments.

I would like to express my appreciation to all Ellis County Elected Officials and Department Heads for their cooperation and leadership in conducting the financial affairs of the County.

A special thanks is extended to my staff that worked so diligently throughout the year.

Sincerely,

A handwritten signature in black ink, appearing to read 'M. Navarro', written over a light blue horizontal line.

Michael S. Navarro, CPA, CIO
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Ellis County,
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

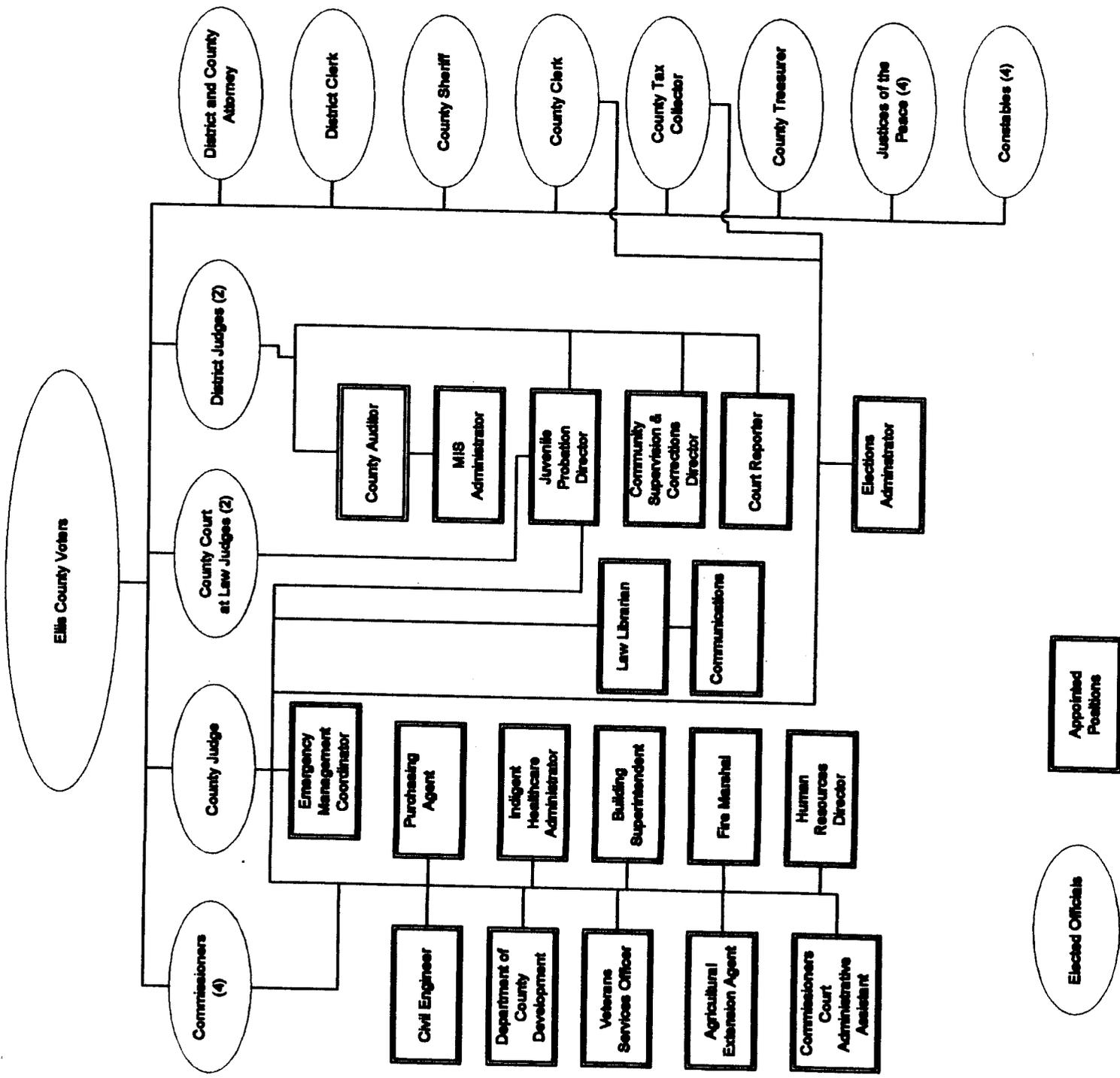


Carla E. Perry

President

Jeffrey R. Emer

Executive Director



DIRECTORY OF PUBLIC OFFICIALS

COMMISSIONERS COURT

COUNTY JUDGE

Chad Adams

COUNTY COMMISSIONERS

Precinct 1

Dennis Robinson

Precinct 2

Larry Jones

Precinct 3

Heath Sims

Precinct 4

Ron Brown

JUDICIAL

DISTRICT JUDGE

40th Judicial District

Gene Knize

378th Judicial District

Al Scoggins

COUNTY COURT AT LAW JUDGE I

Bob Carroll

COUNTY COURT AT LAW JUDGE II

Gene Calvert

JUSTICE OF THE PEACE

Precinct 1

Bill Woody

Precinct 2

Jackie Miller

Precinct 3

Curtis Polk

Precinct 4

Linda Sibley

LAW ENFORCEMENT AND LEGAL

SHERIFF

Ray Stewart

COUNTY ATTORNEY

Joe Grubbs

CONSTABLES

Precinct 1

Ben Fry

Precinct 2

Terry Nay

Precinct 3

Jimmie Ray

Precinct 4

Perry Curry

ADULT PROBATION OFFICER*

Alfred Mims

JUVENILE PROBATION OFFICER*

Chris Aldama

FINANCIAL ADMINISTRATION

COUNTY AUDITOR*

Michael S. Navarro

COUNTY TREASURER

Ron Langenheder

TAX COLLECTOR

John Bridges

PURCHASING AGENT*

Richard Denniston

RECORDING OFFICIALS

DISTRICT CLERK

Billie Fuller

COUNTY CLERK

Cindy Polley

*Denotes appointed officials. All others are elected officials.

FINANCIAL SECTION



PATTILLO, BROWN & HILL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and
Commissioners' Court
Ellis County, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ellis County, Texas as of and for the year ended September 30, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Ellis County, Texas' management. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Ellis County, Texas, as of September 30, 2005, and the respective changes in financial position thereof, and the respective budgetary comparison for the General Fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 20, 2006, on our consideration of the Ellis County, Texas internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control of financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis on pages 3 through 10 are not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ellis County, Texas's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly we express no opinion on them.

Pattillo, Brown & Hill, L.L.P.

March 20, 2006

Management's Discussion and Analysis

As management of Ellis County, we offer readers of Ellis County's financial statements this narrative overview and analysis of the financial activities of Ellis County for the fiscal year ended September 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v this report.

FINANCIAL HIGHLIGHTS

The assets of the Ellis County exceeded its liabilities at the close of the most recent fiscal year by \$31,820,189 (*net assets*). Of this amount, \$12,939,290 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.

- The government's total net assets increased by \$1,284,977.
- As of the close of the current fiscal year, Ellis County's governmental funds reported combined ending fund balances of \$16,650,230, an increase of \$5,502,171 in comparison with the prior year. The majority of this increase was due to the receipts from settlement of the Justice Center lawsuit. \$15,968,294 is *available for spending* at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$5,288,710 and 20.88% of total General Fund expenditures.
- The Ellis County's total debt decreased by \$1,361,070 (6.35%) during the current fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to Ellis County's basic financial statements. Ellis County's financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Ellis County's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of Ellis County's assets and liabilities with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Ellis County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Ellis County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Ellis County include general government, public safety, roads and highways, public safety, and health and welfare.

The government-wide financial statements can be found on pages 11–12 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Ellis County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Ellis County can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government wide financial statements. However unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*

Ellis County maintains 40 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered to be a major fund. Data from the other 39 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Ellis County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 13 –15 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Ellis County's own programs.

The basic fiduciary fund financial statements can be found on pages 16 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 – 34 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning Ellis County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 32 –34 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 78 – 82 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Ellis County, assets exceeded liabilities by \$31,820,189 at the close of the most recent fiscal year.

Ellis County's investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding, is 57.28% of net assets. Ellis County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Ellis County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Ellis County's Net Assets

	Governmental Activities	
	2005	2004
Current and other assets		
Capital assets	\$ 20,167,799	\$ 15,867,225
Total assets	<u>38,914,858</u>	<u>40,029,231</u>
	<u>59,082,657</u>	<u>55,896,456</u>
Long-term liabilities	21,384,614	22,638,489
Other liabilities	5,877,854	2,722,755
Total liabilities	<u>27,262,468</u>	<u>25,361,244</u>
Net assets:		
Invested in capital assets, net of related debt	18,225,600	18,885,572
Restricted	655,299	5,253,940
Unrestricted	<u>12,939,290</u>	<u>6,395,700</u>
Total net assets	<u>\$ 31,820,189</u>	<u>\$ 30,535,212</u>

An additional portion of Ellis County's net assets (2.06%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$12,939,290) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Ellis County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental activities. The same situation held true for the prior fiscal year.

Governmental activities. Governmental activities increased Ellis County's net assets by \$1,284,977, thereby accounting for 4.04% of the total net assets of Ellis County.

Ellis County's Changes in Net Assets

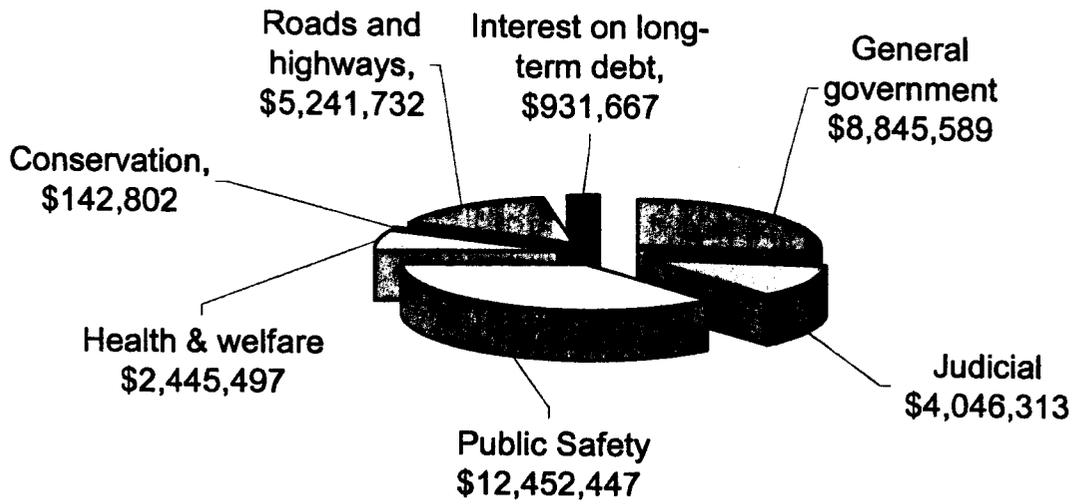
	Governmental Activities	
	2005	2004
REVENUES		
Program revenues:		
Charges for services	\$ 9,450,824	\$ 8,960,348
Operating grants and contributions	82,427	195,141
General revenues:		
Property taxes	24,856,094	23,162,866
Investment earnings	921,390	187,035
Other taxes	80,289	77,495
Total Revenues	35,391,024	32,582,885
EXPENSES		
General government	8,845,589	9,070,809
Judicial	4,046,313	3,851,390
Public safety	12,452,447	10,740,789
Health and welfare	2,445,497	1,959,263
Conservation	142,802	142,549
Roads and highways	5,241,732	5,384,181
Interest on long-term debt	931,667	851,471
Total Expenses	34,106,047	32,000,452
INCREASE IN NET ASSETS	1,284,977	582,433
NET ASSETS, BEGINNING	30,535,212	29,952,779
NET ASSETS, ENDING	\$ 31,820,189	\$ 30,535,212

Property taxes increased by \$1,693,228 (7.31%) during the year. This is the result of two factors: 1) an increase in homestead values; 2) new property on the tax rolls due to growth.

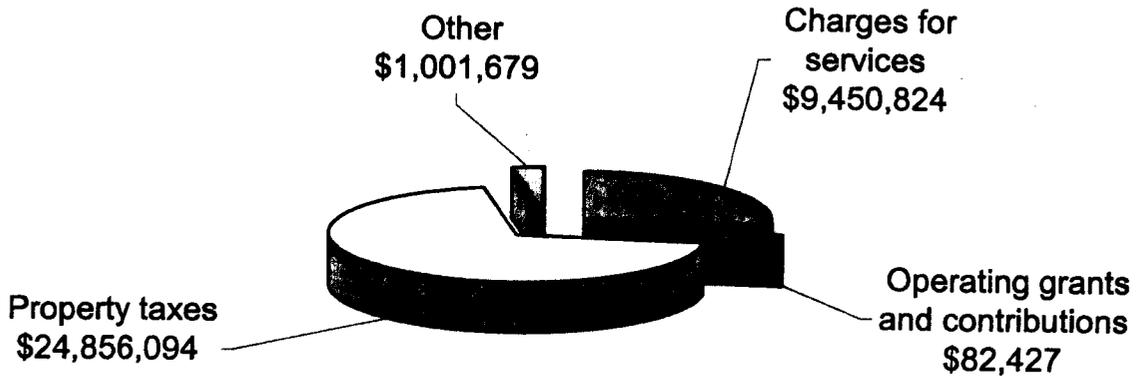
Investment income increased due to several reasons. First the County's cash increased due to the receipts from the lawsuit settlement. Second, interest rates increased, and third, the County had arbitrage payable in the prior year.

Expenses increased in 2005, due to an overall across the board salary increase coupled with additional personnel positions added in the detention facility. Additionally, the medical costs of providing indigent health care services rose significantly as did the expense of providing indigent defense.

Expenses by Source



Revenues by Source



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, Ellis County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Ellis County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Ellis County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the chief operating fund of Ellis County. At the end of the current fiscal year, unreserved total fund balance of the General Fund was \$5,288,710. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved total fund balance represents 20.88% of total General Fund expenditures.

The fund balance of Ellis County's General Fund increased by \$120,659 during the current fiscal year. Key factors in this growth are primarily due to tax revenue along with other revenues exceeding projections.

The Permanent Improvement Fund has an ending fund balance of \$5.05 million, an increase of \$4.32 million from the prior year. This increase is a result from the County receiving proceeds from the Justice Center lawsuit.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were \$2,181,399 and can be briefly summarized as follows:

- The County had increased expense from Health and Welfare expenses and budgeted more to provide for those services. The County also had increased emergency management needs and this increase was funded by grant revenue.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. Ellis County's investment in capital assets for its governmental activities as of September 30, 2005, amount to \$38.92 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, roads, highways, and bridges.

**Ellis County's Capital Assets
(net of depreciation)**

	Governmental Activities	
	2005	2004
Land	\$ 6,596,384	\$ 6,596,384
Construction work in progress	9,300,200	9,179,091
Buildings and improvements	19,942,824	21,184,878
Machinery and equipment	3,075,450	3,068,878
Total	\$ 38,914,858	\$ 40,029,231

The County had the following additions to fixed asset:

Addition to construction in progress for new accounting software	\$ 121,109
Purchase of vehicles and equipment	\$ 823,656

Additional information on Ellis County's capital assets can be found in note 4 on pages 28 – 29 of this report.

Long-term debt. At the end of the current fiscal year, Ellis County had total debt outstanding of \$20,086,262.

**Ellis County's Outstanding Debt
General Obligation Bonds**

Certificates of Obligation Bonds	\$ 3,880,000
Refunding Bonds 2002	16,687,737
Total	\$ 20,567,737

The County also had vacation payable of \$816,877.

The County's overall debt decreased from the prior year. This was due to the regular principal payments of \$1,361,070. The decrease was made smaller by an increase in debt amounts as interest accrued on capital appreciation bonds held by the County in the amount of \$190,664.

Ellis County maintains a "A+" rating from Standard & Poor's and Fitch and a "A1" rating from Moody's for general obligation debt.

Additional information on Ellis County's long-term debt can be found in note 4 on pages 29 – 30 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Continued population growth will have a positive economic impact on the next fiscal year.
- Estimated Revenue for fiscal year 2006 is \$27,638,734 for the General Fund, and estimated expenditures are \$27,638,734. The tax rate will remain constant at \$0.349999 per \$100 valuation.

All of these factors were considered in preparing Ellis County's budget for the 2006 fiscal year.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Ellis County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Auditor's office, 101 West Main, Suite 301, Waxahachie, Texas 75165.

BASIC FINANCIAL STATEMENTS

ELLIS COUNTY, TEXAS
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2005

	Primary Government
	Governmental Activities
ASSETS	
Cash and investments	\$ 17,185,033
Receivables, net of allowances for uncollectibles	1,233,671
Taxes	1,749,095
Other	6,596,384
Capital assets:	37,411,573
Land	9,484,370
Buildings and improvements	9,300,200
Furniture and equipment	(23,877,669)
Construction in progress	38,914,858
Accumulated depreciation	<u>38,914,858</u>
Total capital assets, net of accumulated depreciation	<u>59,082,657</u>
Total assets	<u>59,082,657</u>
LIABILITIES	
Accounts payable	878,336
Accrued liabilities	307,533
Due to other governments	310,464
Deferred revenue	4,260,000
Accrued interest	121,521
Noncurrent liabilities:	1,589,219
Due within one year	19,795,395
Due in more than one year	<u>27,262,468</u>
Total liabilities	<u>27,262,468</u>
NET ASSETS	
Invested in capital assets, net of related debt	18,225,600
Restricted for:	655,299
Debt service	12,939,290
Unrestricted	<u>12,939,290</u>
Total net assets	<u>\$ 31,820,189</u>

The notes to the financial statements are an integral part of this statement.

ELLIS COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2005

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities
Primary Government:					
Governmental Activities:					
General government	\$ 8,845,589	\$ 4,617,338	\$ 21,000	\$ -	\$(4,207,251)
Judicial	4,046,313	1,984,611	-	-	(2,061,702)
Public safety	12,452,447	650,645	49	-	(11,801,753)
Health and welfare	2,445,497	-	-	-	(2,445,497)
Conservation	142,802	-	-	-	(142,802)
Roads and highways	5,241,732	2,198,230	61,378	-	(2,982,124)
Interest on long-term debt	931,667	-	-	-	(931,667)
Total governmental activities	<u>34,106,047</u>	<u>9,450,824</u>	<u>82,427</u>	<u>-</u>	<u>(24,572,796)</u>
Total primary government	<u>\$ 34,106,047</u>	<u>\$ 9,450,824</u>	<u>\$ 82,427</u>	<u>\$ -</u>	<u>\$(24,572,796)</u>
General Revenues:					
Taxes:					
Property taxes, levied for general purposes				\$ 22,577,527	
Property taxes, levied for debt service				2,278,567	
Other taxes				80,289	
Investment earnings				921,390	
Total general revenues				<u>25,857,773</u>	
Change in net assets				1,284,977	
Net assets, beginning				<u>30,535,212</u>	
Net assets, ending				<u>\$ 31,820,189</u>	

The notes to the financial statements are an integral part of this statement.

ELLIS COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2005

	<u>General</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and investments	\$ 5,583,204	\$ 5,049,819	\$ 6,552,010	\$ 17,185,033
Receivables, net of allowances for uncollectibles:				
Taxes receivable	920,351	7,169	306,151	1,233,671
Accounts receivable	<u>677,898</u>	<u>-</u>	<u>38,424</u>	<u>716,322</u>
Total assets	<u>\$ 7,181,453</u>	<u>\$ 5,056,988</u>	<u>\$ 6,896,585</u>	<u>\$ 19,135,026</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 584,439	\$ 6,172	\$ 287,725	\$ 878,336
Accrued liabilities	261,964	-	45,569	307,533
Due to other governments	310,464	-	-	310,464
Deferred revenue	<u>735,876</u>	<u>5,732</u>	<u>246,855</u>	<u>988,463</u>
Total liabilities	<u>1,892,743</u>	<u>11,904</u>	<u>580,149</u>	<u>2,484,796</u>
Fund balances:				
Reserved for debt service	-	-	681,936	681,936
Unreserved, reported in:				
General fund	5,288,710	-	-	5,288,710
Capital projects	-	5,045,084	1,506,360	6,551,444
Special revenue funds	<u>-</u>	<u>-</u>	<u>4,128,140</u>	<u>4,128,140</u>
Total fund balances	<u>5,288,710</u>	<u>5,045,084</u>	<u>6,316,436</u>	<u>16,650,230</u>
Total liabilities and fund balances	<u>\$ 7,181,453</u>	<u>\$ 5,056,988</u>	<u>\$ 6,896,585</u>	19,135,026

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the	38,914,858
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	(2,360,285)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(21,384,614)
Net assets of governmental activities	<u>\$ 31,820,189</u>

The notes to the financial statements are an integral part of this statement.

ELLIS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>General</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 19,098,717	\$ 161,348	\$ 5,991,140	\$ 25,251,205
Intergovernmental	246,197	130,416	134,488	511,101
Licenses and permits	-	-	2,104,406	2,104,406
Fees of office	2,901,209	-	453,157	3,354,366
Fines and forfeitures	1,964,098	-	381,719	2,345,817
Interest earnings	340,672	28,512	220,529	589,713
Other	<u>903,982</u>	<u>4,250,000</u>	<u>447,193</u>	<u>5,601,175</u>
Total revenues	<u>25,454,875</u>	<u>4,570,276</u>	<u>9,732,632</u>	<u>39,757,783</u>
EXPENDITURES				
Current:				
General government	7,460,147	-	500,281	7,960,428
Judicial	3,400,264	-	652,025	4,052,289
Public safety	11,893,047	-	141,997	12,035,044
Health and welfare	2,437,956	-	-	2,437,956
Conservation	142,802	-	-	142,802
Roads and highways	-	-	5,263,697	5,263,697
Capital outlay	-	251,260	-	251,260
Debt service:				
Principal and interest	-	-	2,112,136	2,112,136
Total expenditures	<u>25,334,216</u>	<u>251,260</u>	<u>8,670,136</u>	<u>34,255,612</u>
NET CHANGE IN FUND BALANCES	120,659	4,319,016	1,062,496	5,502,171
FUND BALANCES, BEGINNING	<u>5,168,051</u>	<u>726,068</u>	<u>5,253,940</u>	<u>11,148,059</u>
FUND BALANCES, ENDING	<u>\$ 5,288,710</u>	<u>\$ 5,045,084</u>	<u>\$ 6,316,436</u>	<u>\$ 16,650,230</u>

The notes to the financial statements are an integral part of this statement.

ELLIS COUNTY, TEXAS

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

Amounts reported for governmental activities in the Statement of Activities (pages 24 - 25) are different because:

Net change in fund balances - total governmental funds (page 27)	\$ 5,502,171
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(1,114,373)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(4,708,483)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.	1,361,070
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>244,592</u>
Change in net assets of governmental activities (pages 24 - 25)	<u>\$ 1,284,977</u>

The notes to the financial statements are an integral part of this statement.

ELLIS COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 31, 2005

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ <u>8,461,829</u>
Total assets	\$ <u>8,461,829</u>
LIABILITIES	
Due to other agencies and individuals	\$ <u>8,461,829</u>
Total liabilities	\$ <u>8,461,829</u>

The notes to the financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

ELLIS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Ellis County is a political subdivision of the State of Texas. The County provides a full range of services authorized by statute. Such services include general governmental services such as recording and licensing, maintaining the County and district court systems, maintaining public facilities, ensuring public safety, maintaining public health and welfare, aiding conservation, and maintaining County roads and bridges. As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the government's operations and so data from those units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. Ellis County has neither of these items. The Commissioners' Court, consisting of four Commissioners and the County Judge, all elected by the voters of Ellis County, is the policy-making body of the County, which operates under provisions of state statutes.

B. Basis of Presentation

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government. Interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenue, fines and fees are reported separately from business-type activities, which rely primarily on fees and charges from services provided for support. Ellis County has no business type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs have been included as part of the program expenses reported for the various functional activities. Program revenue includes 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenue are reported instead as general revenue.

The fund financial statements provide information about the County's funds. The emphasis of fund financial statements is on major governmental and non-major governmental funds each displayed in a separate column.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. The County has no proprietary funds at this time. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be *available* when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue to be available if collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The government reports the following major governmental funds:

The General Fund is the primary operating fund to the County. All general tax revenues and other receipts that are not allocated by law, by budget or by contractual agreement to some other fund are accounted for in this fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the General Fund. This is considered the major governmental fund of the County. All remaining governmental and fiduciary funds are aggregated and reported as nonmajor funds.

The Permanent Improvement Fund is used to account for the renovation of existing county buildings as well as for planning for future county facility needs. It is the primary capital projects fund for the county.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Additionally, the government reports the following fund types:

Governmental Funds:

Special Revenue Funds – *Special Revenue Funds* account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are restricted to expenditures for specific purposes. Included as a Special Revenue Fund is the Road and Bridge Fund which accounts for revenues and expenditures specifically designated for the maintenance and construction of County roads and bridges.

Debt Service Funds – The *Debt Service Funds* account for the accumulation of resources for, and payment of interest and principal on, the County's general long-term bonded debt.

Capital Projects Funds – The *Capital Projects Funds* account for all resources used in the acquisition and construction of major capital facilities other than road and bridge maintenance and construction.

Fiduciary Funds:

Trust and Agency Funds – *Trust and Agency Funds* account for assets held by the County in a trustee, custodian, or agent capacity. The Trust Funds are accounted for in essentially the same manner as governmental funds. The Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. County offices such as the treasurer, tax collector, county attorney, sheriff, district clerk, county clerk, justice of the peace and juvenile and adult probations have trust accounts.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenue. Likewise, general revenue includes all taxes.

(continued)

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

D. Assets, Liabilities and Net Assets or Equity

Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in obligations of the U. S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool.

Investments for the County are reported at fair value in accordance with the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. All investment income is recognized as revenue in the appropriate fund's financial statement of activity or statement of revenues, expenditures and changes in fund balance.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

All property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to 25 percent of outstanding property taxes at September 30, 2005.

Capital Assets

Capital assets, which include property, plant, equipment, infrastructure (e.g. roads, bridges, sidewalks and similar items), are reported in the governmental column in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

(continued)

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

E. **Assets, Liabilities and Net Assets or Equity** (Continued)

Capital Assets

GASB Statement 34 requires the County to report and depreciate new infrastructure assets effective with the beginning of the current year. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the County. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first required for the fiscal year ending in 2007. The County has implemented the general provisions of GASB Statement No. 34 in the current year and hopes to implement the retroactive infrastructure provisions in future fiscal years.

Property, plant and equipment is depreciated using the straight-line method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	20-50
Improvements	20-50
Equipment	5-20
Infrastructure (streets and drainage)	35-50

Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide financial statements.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. The government has no business-type activities.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

(continued)

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

E. Assets, Liabilities and Net Assets or Equity (Continued)

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in the General, Special Revenue and Capital Projects Funds. At the end of September 30, 2005, encumbrances lapsed and were subject to reappropriation in the budget of the subsequent year.

Insurance

The County maintains third party insurance coverage for general liability, property, automobile liability, public official liability and worker's compensation. The County also provides group health insurance coverage for fulltime employees. There was no significant change in coverage from the prior year. Settlements have not exceeded insurance coverage for each of the past four fiscal years.

(continued)

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains, “Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$21,384,614 difference are as follows:

Capital Leases, Tax Anticipation Notes, and Certificates of Obligation	\$(21,277,419)
Accreted interest payable	(190,664)
Compensated absences	<u>83,469</u>
Net adjustment to decrease <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	<u>\$(21,384,614)</u>

Explanation of Certain Differences Between the Governmental Fund Statement of Revenue, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenue, expenditures and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental fund* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this (\$1,114,373) difference are as follows:

Capital outlay	\$ 875,988
Depreciation expense	<u>(1,990,361)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u>\$(1,114,373)</u>

Another element of that reconciliation states, “The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. The details of this \$1,361,070 difference are as follows:

Capital lease and bond payments	\$ <u>1,361,070</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u>\$ 1,361,070</u>

(continued)

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Annual budgets, as required by state statute, are adopted on a basis consistent with generally accepted accounting principles for all governmental funds, except the Trust and Agency Funds. All annual appropriations lapse at year-end.

The government's department heads may make transfers of appropriations within a department. Transfers of appropriation between departments require the approval of the governing council. The legal level of control is exercised at the fund level. State law provides that amendments approved by the Commissioners' Court may be made to the original budget provided that funds are available for the added disbursements. The original approved budget is issued in a separate report. Reported budgeted amounts reflect the budget as originally adopted and all budget amendments approved by the Commissioners' Court.

4. DETAILED NOTES ON ALL FUNDS

Deposits and Investments

The **Public Funds Investment Act** (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the City to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes authorize the County to invest in (1) obligations of the U. S. Treasury, certain U. S. Agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers' acceptances, (7) Mutual Funds, (8) Investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in substantial compliance with the requirements of the Act and with local policies.

In compliance with the **Public Funds Investment Act**, the County has adopted a deposit and investment policy. That policy does address the following risks:

Interest Rate Risk: In accordance with the County's investment policy, the County manages its exposure to declines in fair values by limiting the maximum allowable stated maturity of any individual investment to two years and the weighted average maturity of its pooled investments to 90 days or less, dependent on market conditions.

(continued)

4. **DETAILED NOTES ON ALL FUNDS (Continued)**

Deposits and Investments (Continued)

Custodial Credit Risk: In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require that all deposits in financial institutions be fully collateralized by U. S. Government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a fair value of not less than the principal amount of deposits. As of September 30, 2005, all of the County's \$4,646,135 deposit balance was covered by FDIC insurance or collateralized with securities held by the pledging financial institution.

Credit Risk: It is the County's policy to limit investments to investment types with an investment quality rating no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service or no lower than investment grade by at least one nationally recognized rating service with a weighted average maturity no greater than 90 days. The County's investments were rated AAA-m by Standard and Poor's Investors Services

Concentration of Credit Risk: The government's investment policy requires the County to diversify its portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer, or a specific class of investments.

Under provisions of state and local statutes, the County's investment policies, and provisions of the County's depository contracts with an area financial institution, the County is authorized to place available deposits and investments in the following:

1. Obligations of the U. S., its agencies and instrumentalities;
2. Certificates of Deposit issued by state and national banks or savings or loan associations domiciled in this state that are guaranteed or insured by the Federal Deposit Insurance Corporation or collateralized in accordance with Section 2256.09, the Texas Government Code;
3. Commercial paper that has a maturity of 270 days or less and is rated at least an A-1 or P-1 or an equivalent rating by at least two nationally recognized credit rating agencies or one nationally recognized credit rating and is fully secured by an irrevocable letter of credit issued by a bank organized and existing under the laws of the United States or any state.
4. No-load money market mutual funds; and
5. TexPool, Lone Star Investment Pool, TexSTAR, Blackrock Provident, Investors Cash Trust and MBIA Class.

(continued)

4. **DETAILED NOTES ON ALL FUNDS (Continued)**

Deposits and Investments (Continued)

As of September 30, 2005, the City had the following investments:

	<u>Carrying Amount</u>
General Fund	
Lone Star Pool	\$ 359,526
Investors' Cash Trust - MMM	94,449
Provident Inst. Funds - MMM	50,903
MBIA - Investment Pool	3,010,956
Merrill Lynch - Institutional Fund MM	8,314
TEXSTAR	2,130,845
Comerica Bank - MM	<u>775,831</u>
Total general fund	<u>6,430,824</u>
Permanent Improvement Fund	
Lone Star Pool	442,940
Investors' Cash Trust - MMM	419,648
TEXSTAR	<u>3,610,531</u>
Total nonmajor funds	<u>4,473,119</u>
Nonmajor Funds	
Lone Star Pool	1,460,259
Investors' Cash Trust - MMM	1,524,043
TEXSTAR	1,504,117
MBIA - Investment Pool	122,213
Comerica Bank - MM	526,577
Provident Inst. Funds - MMM	<u>534,388</u>
Total nonmajor funds	<u>5,671,597</u>
Agency Funds	
Lone Star Pool	1,161,963
MBIA - Investment Pool	20,913
Investors Cash Trust - MMM	<u>952,943</u>
Total Agency Funds	<u>2,135,819</u>
Totals	
Investments Not Subject to Categorization	
Investments Pools/MM	<u>18,711,359</u>
Totals	<u>\$ 18,711,359</u>

(continued)

4. **DETAILED NOTES ON ALL FUNDS (Continued)**

Property Tax

Property taxes attach as liens on property as of January 1. Taxes are levied on October 1, are due by January 31 and become delinquent on February 1. County property tax revenues are recognized when levied to the extent that they result in available spendable resources. The County is permitted by the Municipal Finance Law of the state to levy taxes up to \$.80 per \$100 of assessed valuation for general government services, permanent improvement, road and bridge and jury fund purposes other than the payment of principal and interest on long-term debt and in unlimited amounts for the payment of principal and interest on long-term debt. The combined tax-rate to finance general government services, permanent improvements, road and bridge and jury fund purposes including payment of principal and interest on long-term debt for the year ended September 30, 2005, was \$.349999 per \$100 of assessed valuation.

- (1) The County's Tax Collector acts as an agent in the billing and collecting of taxes for other taxing authorities. These transactions are recorded in an agency account.
- (2) The tax rates for the County, computed per \$100 from the present taxable assessed valuation of \$7,301,081,082 for 2004, which funds 2005 is as follows:

General Maintenance and Operations Rate:	
Interest and Sinking (Debt Rate)	0.029935
Operations Rate	0.286058
Farm to Market Rate	<u>0.034006</u>
Total Tax Rate	<u>0.349999</u>

Receivables

Receivables as of year-end for the government's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Permanent Improvements	Nonmajor Funds	Total
Receivables:				
Taxes	\$ 1,227,135	\$ 9,559	\$ 408,200	\$ 1,644,894
Due from County officials	677,898	-	38,424	716,322
Gross receivables	1,905,033	9,559	446,624	2,361,216
Less: allowance for uncollectibles	<u>306,784</u>	<u>2,390</u>	<u>102,049</u>	<u>411,223</u>
Net Total Receivables	<u>\$ 1,598,249</u>	<u>\$ 7,169</u>	<u>\$ 344,575</u>	<u>\$ 1,949,993</u>

(continued)

4. DETAILED NOTES ON ALL FUNDS (Continued)

Receivables (Continued)

Governmental funds report *deferred revenue* in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Total</u>
General fund:		
Delinquent property taxes receivable	\$ 735,876	\$ 735,876
Permanent Improvement		
Delinquent property taxes receivable	5,732	5,732
Nonmajor funds:		
Delinquent property taxes receivable	<u>246,855</u>	<u>246,855</u>
Governmental Funds	<u>\$ 988,463</u>	<u>\$ 988,463</u>

Capital Assets

Capital asset activity for the year ended September 30, 2005, was as follows:

	<u>Beginning Balance After Prior Period Adjustment</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Government Activities:				
Capital assets, not being depreciated:				
Land	\$ 6,596,384	\$ -	\$ -	\$ 6,596,384
Construction work in progress	9,179,091	121,109	-	9,300,200
Total capital assets not being depreciated	<u>15,775,475</u>	<u>121,109</u>	<u>-</u>	<u>15,896,584</u>
Capital assets, being depreciated:				
Buildings and improvements	37,411,573	-	-	37,411,573
Machinery and equipment	9,217,845	823,656	557,131	9,484,370
Total capital assets being depreciated	<u>46,629,418</u>	<u>823,656</u>	<u>557,131</u>	<u>46,895,943</u>
Less accumulated depreciation:				
Buildings and improvements	16,226,695	1,242,054	-	17,468,749
Machinery and equipment	6,148,967	748,307	488,354	6,408,920
Total accumulated depreciation	<u>22,375,662</u>	<u>1,990,361</u>	<u>488,354</u>	<u>23,877,669</u>
Total capital assets, being depreciated, net	<u>24,253,756</u>	<u>(1,166,705)</u>	<u>68,777</u>	<u>23,018,274</u>
Governmental activities capital assets, net	<u>\$ 40,029,231</u>	<u>\$ (1,045,596)</u>	<u>\$ 68,777</u>	<u>\$ 38,914,858</u>

(continued)

4. DETAILED NOTES ON ALL FUNDS (Continued)

Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 785,832
Judicial	6,544
Public safety	688,047
Health and welfare	7,541
Roads and highways	<u>502,397</u>
Total depreciation expense - governmental activities	<u>\$ 1,990,361</u>

Long-term Debt

Long-term Debt Walkforward

	Payable Amounts Outstanding 10/01/04	Issued	Retired	Accretion	Outstanding 09/31/05
General Obligation Bonds	\$ 4,270,000	\$ -	\$ 390,000	\$ -	\$ 3,880,000
Refunding Bonds	17,437,073	-	940,000	190,664	16,687,737
Capital Leases	31,070	-	31,070	-	-
Compensated Absences	<u>900,346</u>	<u>895,326</u>	<u>978,795</u>	<u>-</u>	<u>816,877</u>
Totals	<u>\$ 22,638,489</u>	<u>\$ 895,326</u>	<u>\$ 2,339,865</u>	<u>\$ 190,664</u>	<u>\$ 21,384,614</u>

A summary of the changes in long-term debt for the year ended September 30, 2005, is as follows:

Description	Interest Rate Payable	Amounts Original Issue	Interest Current Year	Payable Amounts Outstanding 10/1/04	Issued	Retired	Accretion on Bonds	Outstanding 9/30/05	Amounts Due Within One Year
General Obligation, Bonds, 1998	4.0-6.0%	\$ 5,000,000	\$ 194,248	\$ 4,270,000	\$ -	\$ 390,000	\$ -	\$ 3,880,000	\$ 410,000
General Obligation Refunding Bonds, Series 2002	3-5.56%	17,146,262	572,381	17,437,073	-	940,000	190,664	16,687,737	975,000
Compensated Absences	N/A	N/A	-	<u>900,346</u>	<u>895,326</u>	<u>978,795</u>	<u>-</u>	<u>816,877</u>	<u>204,210</u>
Totals			<u>\$ 766,629</u>	<u>\$ 22,607,419</u>	<u>\$ 895,326</u>	<u>\$ 2,308,795</u>	<u>\$ 190,664</u>	<u>\$ 21,384,614</u>	<u>\$ 1,589,210</u>

(continued)

4. **DETAILED NOTES ON ALL FUNDS (Continued)**

Bonds

General Long-term Debt consists of various issues of General Obligation Bonds, Certificates of Obligation and Tax Notes; the County's accrued liability for compensated absences; and other payables such as capital leases for vehicles and equipment. General Obligation Bonds, Certificates of Obligation and Tax Notes are direct obligations of the County with the County's full faith and credit pledged towards payments of those obligations. Principal and interest payments on the County's bonded debt are secured solely by ad valorem taxes levied on all taxable property within the County.

The debt service requirements on the bonded debt is as follows:

Year Ended <u>August 31,</u>	<u>General Obligations</u>		<u>Total Requirements</u>
	<u>Principal</u>	<u>Interest</u>	
2006	\$ 1,385,000	\$ 710,847	\$ 166,209
2007	1,445,000	650,947	167,040
2008	1,505,000	590,841	162,739
2009	1,570,000	527,942	2,097,942
2010	1,635,000	461,513	
2011-2015	9,365,000	1,125,280	10,490,280
2016-2020	<u>3,662,737</u>	<u>3,648,737</u>	<u>7,311,474</u>
Total	<u>\$ 20,567,737</u>	<u>\$ 7,716,107</u>	<u>\$ 28,283,844</u>

Accretion on Premium Compound Interest Bonds

A portion of the bonds sold in the Series 2002 refunding bond issue was premium compound interest bonds. These obligations have par values of \$3,181,262 and maturity values of \$7,030,000. The interest on these obligations will be paid upon maturity in the fiscal years ending September 30, 2019. The accreted values of these bonds at September 30, 2005, are approximately \$481,475. Accordingly, accretion on these bonds of approximately \$190,664 has been recorded in the current year.

There are a number of limitations and restrictions contained in the general obligation bond indenture. Management has indicated that the County is in compliance with all significant limitations and restrictions.

(continued)

4. DETAILED NOTES ON ALL FUNDS (Continued)

Other Information

Risk Management

Ellis County is exposed to various risks of loss relating to general liability, the accidental loss of real and personal property, damage to County assets, errors and omissions and personnel risks which relate to workers' compensation. The County carries commercial insurance in order to manage the above listed risks. Amounts of coverage for the above types of risk have not been subject to a significant reduction in the past year. The amounts of settlements have not exceeded insurance coverage for the past three fiscal years.

Health Care Coverage

During the year ended September 30, 2005, employees of the County were covered by a health insurance plan (the "Plan"). The County contributed 100% of the premium for each employee to the Plan. Employees, at their option, authorized payroll withholdings to pay contributions for dependents. All contributions were paid to a Health Maintenance Organization. The Plan was authorized by Article 3.51-2, Texas Insurance Code and was documented by contractual agreement. The contract between the County and the licensed insurer is renewable, and terms of coverage and contribution costs are included in the contractual provisions.

Latest financial statements for the self-insurance fund are available for the year ended September 30, 2005, have been filed with the Texas State Board of Insurance, Austin, Texas, and are public records.

Litigation

Various claims and lawsuits are pending against the County. The evaluation of County management is that any liability to the County relating to such claims and lawsuits will not have a material impact on the County's financial position. Historically, the County has not incurred significant losses from claims or lawsuits which arise during the ordinary course of business.

Grants

The County has received Federal and State financial assistance in the form of grants and entitlements that are subject to review and audit by the grantor agencies. Such audits could result in requests for reimbursement by the grantor agencies for expenditures disallowed under terms and conditions specified in the grant agreements. In the opinion of County management such disallowance, if any, will not be significant to the County's financial position.

(continued)

4. DETAILED NOTES ON ALL FUNDS (Continued)

Retirement Plan

Plan Description

Ellis County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 517 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P. O. Box 2034, Austin, Texas 78768-2034.

Plan Description (Continued)

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Funding Policy

The employer has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 8.61% for calendar year 2005. The contribution rate payable by employee members is the rate of 7.00% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost

For the employer's accounting year ending September 30, 2005, the annual pension cost for the TCDRS plan for its employees was \$2,548,950 and the actual contributions were \$2,548,950.

(continued)

4. DETAILED NOTES ON ALL FUNDS (Continued)

Retirement Plan (Continued)

Annual Pension Cost (Continued)

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2002, the basis for determining the contribution rate for calendar year 2005. The December 31, 2004, actuarial valuation is the most recent valuation.

Actuarial Valuation Information

Actuarial Valuation Date	12/31/02	12/31/03	12/31/04
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, open	level percentage of payroll, open	level percentage of payroll, open
Amortization period	20	20	20
Asset valuation method	long-term appreciation with adjustment	long-term appreciation with adjustment	long-term appreciation with adjustment
Actuarial Assumptions:			
Investment return (1)	8.00%	8.00%	8.00%
Projected salary increases (1)	5.5%	5.5%	5.5%
Inflation	3.5%	3.5%	3.5%
Cost-of-living adjustments	0.0%	0.0%	0.0%

(1) includes inflation at the stated rate

Trend Information

For the Retirement Plan for the Employees of Ellis County

<u>Accounting Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/04	\$ 2,548,950	100%	\$ -
12/31/03	2,206,716	100%	-
12/31/02	1,839,085	100%	-

**Schedule of Funding Progress for the Retirement Plan
For the Employees of Ellis County**

<u>Year</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (1) (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/02	\$ 16,834,407	\$ 20,311,343	\$ 3,476,936	82.88%	\$ 12,150,215	28.62%
12/31/03	19,367,285	22,876,874	3,509,589	84.66%	13,189,443	26.61%
12/31/04	21,837,630	25,952,676	4,115,046	84.14%	14,476,664	28.43%

(1) The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

4. DETAILED NOTES ON ALL FUNDS (Continued)

Subsequent Event

In November 2005, the County approved the demolition of the Justice Center. The Justice Center had been capitalized and is currently included in construction in progress. The current value of the center contained in construction in progress is \$9,179,091. The County received a settlement of \$4,250,000 from the construction company due to an agreed settlement which contained allegations by Ellis County of engineering deficiencies. This amount has been deferred in the 2005 Statement of Net Assets. Both this revenue and the related expenses will be recognized in 2006 resulting in a net loss.

REQUIRED SUPPLEMENTARY INFORMATION

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Ad valorem tax	\$ 18,899,718	\$ 18,899,718	\$ 19,018,428	\$ 118,710
Mixed drink tax	75,000	75,000	80,289	5,289
Total taxes	<u>18,974,718</u>	<u>18,974,718</u>	<u>19,098,717</u>	<u>123,999</u>
Intergovernmental:				
State - hazardous waste fees	130,000	130,000	143,167	13,167
Other	-	1,869,694	103,030	(1,766,664)
Total intergovernmental	<u>130,000</u>	<u>1,999,694</u>	<u>246,197</u>	<u>(1,753,497)</u>
Fees of Office:				
District Clerk	272,050	272,050	278,948	6,898
County Clerk	866,600	836,600	871,642	35,042
Sheriff	206,750	218,455	204,812	(13,643)
County Attorney	54,900	54,900	72,270	17,370
Tax Collector	535,300	535,300	556,525	21,225
County Court-At-Law	80,600	80,600	112,664	32,064
Justice of the Peace, Precinct #1	52,250	52,250	68,199	15,949
Justice of the Peace, Precinct #2	41,750	41,750	65,765	24,015
Justice of the Peace, Precinct #3	13,400	13,400	13,509	109
Justice of the Peace, Precinct #4	37,750	37,750	35,275	(2,475)
Constable, Precinct #1	59,000	59,000	59,341	341
Constable, Precinct #2	78,000	78,000	64,696	(13,304)
Constable, Precinct #3	12,900	12,900	11,827	(1,073)
Constable, Precinct #4	42,900	42,900	45,483	2,583
Elections	2,500	2,500	1,084	(1,416)
Public Works Administration	407,600	407,600	439,169	31,569
Total Fees of Office	<u>2,764,250</u>	<u>2,745,955</u>	<u>2,901,209</u>	<u>155,254</u>
Fines and forfeitures	<u>1,577,000</u>	<u>1,607,000</u>	<u>1,964,098</u>	<u>357,098</u>
Interest earnings	<u>150,000</u>	<u>150,000</u>	<u>340,672</u>	<u>190,672</u>
Miscellaneous:				
Jail pay phone commission	115,000	115,000	43,066	(71,934)
Miscellaneous	999,564	999,564	860,916	(138,648)
Total miscellaneous	<u>1,114,564</u>	<u>1,114,564</u>	<u>903,982</u>	<u>(210,582)</u>
Total revenues	<u>\$ 24,710,532</u>	<u>\$ 26,591,931</u>	<u>\$ 25,454,875</u>	<u>\$ (1,137,056)</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
GENERAL GOVERNMENT				
County Clerk:				
Salaries	\$ 438,086	\$ 438,086	\$ 425,603	\$ 12,483
Benefits	169,858	169,858	164,079	5,779
Supplies	22,000	21,000	17,133	3,867
Capital outlay	1,500	1,500	260	1,240
Other	25,180	26,180	19,970	6,210
Total County Clerk	<u>656,624</u>	<u>656,624</u>	<u>627,045</u>	<u>29,579</u>
County Judge:				
Salaries	110,266	110,266	109,157	1,109
Benefits	30,442	31,502	31,502	-
Supplies	5,500	2,938	2,938	-
Capital outlay	2,000	870	601	269
Other	12,731	16,887	16,612	275
Total County Judge	<u>160,939</u>	<u>162,463</u>	<u>160,810</u>	<u>1,653</u>
Juvenile Services:				
Salaries	190,844	213,694	213,694	-
Benefits	97,557	99,241	99,241	-
Supplies	4,000	4,034	4,034	-
Capital outlay	500	10,712	10,712	-
Other	42,150	37,392	33,340	4,052
Juvenile detention service	256,000	331,157	331,157	-
Nonresidential	21,000	49,866	49,866	-
Total Juvenile Services	<u>612,051</u>	<u>746,096</u>	<u>742,044</u>	<u>4,052</u>
Department of Development:				
Salaries	339,083	339,083	314,133	24,950
Benefits	120,215	120,215	112,767	7,448
Supplies	3,700	3,700	3,356	344
Capital outlay	500	2,178	2,178	-
Other	12,060	10,710	7,103	3,607
Automobile	18,000	49,024	49,024	-
Total Department of Development	<u>\$ 493,558</u>	<u>\$ 524,910</u>	<u>\$ 488,561</u>	<u>\$ 36,349</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
GENERAL GOVERNMENT (Continued)				
Veterans Services:				
Salaries	\$ 13,775	\$ 13,775	\$ 13,704	\$ 71
Benefits	2,833	2,833	2,821	12
Other	1,945	2,200	1,876	324
Total Veterans Services	<u>18,553</u>	<u>18,808</u>	<u>18,401</u>	<u>407</u>
Commissioners' Court:				
Salaries	282,847	282,847	282,251	596
Benefits	75,578	75,578	74,515	1,063
Other	2,000	1,745	837	908
Total Commissioners' Court	<u>360,425</u>	<u>360,170</u>	<u>357,603</u>	<u>2,567</u>
Communications:				
Salaries	42,518	38,977	38,977	-
Benefits	7,645	7,645	7,017	628
Postage	100,000	104,344	104,329	15
Other	3,300	3,584	2,275	1,309
Total Communications	<u>153,463</u>	<u>154,550</u>	<u>152,598</u>	<u>1,952</u>
Community Supervision/Corrections:				
Capital outlay	600	500	-	500
Utilities	500	600	110	490
Total Community Supervision/Corr	<u>1,100</u>	<u>1,100</u>	<u>110</u>	<u>990</u>
Nondepartmental:				
Payroll insurance expense	350,000	350,000	284,741	65,259
Other	501,023	792,324	648,649	143,675
Organizational dues/subscriptions	234,000	287,046	287,046	-
Comprehensive insurance	320,000	322,350	322,350	-
Tax appraisal fee	220,000	235,464	235,464	-
Legal/professional fees	85,000	491,850	491,850	-
Lawsuit settlement	25,000	25,000	2,076	22,924
Total Nondepartmental	<u>1,735,023</u>	<u>2,504,034</u>	<u>2,272,176</u>	<u>231,858</u>
Purchasing:				
Salaries	91,691	91,691	86,734	4,957
Benefits	32,173	32,173	31,685	488
Capital outlay - for all departments	1,200	1,200	1,194	6
Other	30,200	31,850	31,640	210
Total Purchasing	<u>\$ 155,264</u>	<u>\$ 156,914</u>	<u>\$ 151,253</u>	<u>\$ 5,661</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
GENERAL GOVERNMENT (Continued)				
Elections:				
Salaries	\$ 124,208	\$ 127,106	\$ 127,106	\$ -
Benefits	45,789	45,789	45,666	123
Capital outlay	500	500	130	370
Election workers salaries/benefits	35,200	34,525	33,730	795
Other	51,620	52,295	33,796	18,499
Total Elections	257,317	260,215	240,428	19,787
County Auditor:				
Salaries	292,850	192,052	191,636	416
Benefits	87,711	58,239	56,819	1,420
Supplies	9,441	3,641	3,188	453
Capital outlay	5,700	2,900	2,858	42
Other	12,651	10,435	9,840	595
Total County Auditor	408,353	267,267	264,341	2,926
Tax Assessor/Collector:				
Salaries	466,433	466,433	453,197	13,236
Benefits	178,817	178,817	175,612	3,205
Supplies	15,600	14,259	13,536	723
Other	6,300	7,982	7,823	159
Telephone	11,900	11,900	6,405	5,495
Postage	46,000	43,179	37,493	5,686
Computer	48,420	50,900	50,900	-
Capital outlay	1,700	1,700	24	1,676
Total Tax Assessor/Collector	775,170	775,170	744,990	30,180
Treasurer:				
Salaries	83,626	83,626	83,621	5
Benefits	25,208	25,208	24,642	566
Other	9,708	9,708	8,943	765
Capital outlay	500	2,470	2,470	-
Total Treasurer	\$ 119,042	\$ 121,012	\$ 119,676	\$ 1,336

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2005**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
GENERAL GOVERNMENT (Continued)				
Courthouse/Office Building:				
Salaries	\$ 144,261	\$ 144,261	\$ 143,064	\$ 1,197
Benefits	60,153	60,153	58,266	1,887
Supplies	10,000	10,000	9,783	217
Capital outlay	2,000	16,726	16,726	-
Other	26,650	26,650	22,703	3,947
Utilities	189,500	255,535	255,535	-
Telephone	70,000	104,595	104,595	-
Repairs and maintenance	70,000	70,000	66,814	3,186
Total Courthouse/Office Buildings	<u>572,564</u>	<u>687,920</u>	<u>677,486</u>	<u>10,434</u>
Engineering:				
Salaries	171,453	171,453	157,533	13,920
Benefits	45,090	45,090	42,982	2,108
Supplies	11,050	10,650	8,342	2,308
Capital outlay	500	20,138	20,138	-
Other	4,200	6,000	3,416	2,584
Utilities	2,750	2,750	2,351	399
Total Engineering	<u>235,043</u>	<u>256,081</u>	<u>234,762</u>	<u>21,319</u>
Human Resources:				
Salaries	46,506	47,114	47,114	-
Benefits	13,274	13,376	13,376	-
Supplies	2,100	2,100	2,085	15
Capital outlay	500	500	342	158
Other	3,500	3,500	2,124	1,376
Utilities	200	200	76	124
Repairs and maintenance	3,500	3,500	2,664	836
Total Human Resources	<u>69,580</u>	<u>70,290</u>	<u>67,781</u>	<u>2,509</u>
Computer:				
Salaries	-	104,188	100,635	3,553
Benefits	-	28,531	27,977	554
Supplies	-	8,600	8,082	518
Other	-	3,416	3,388	28
Total Computer	<u>-</u>	<u>144,735</u>	<u>140,082</u>	<u>4,653</u>
Total General Government	<u>\$ 6,784,069</u>	<u>\$ 7,868,359</u>	<u>\$ 7,460,147</u>	<u>\$ 408,212</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
JUDICIAL				
40th Judicial District Judge:				
Salaries	\$ 85,313	\$ 85,316	\$ 85,316	\$ -
Benefits	32,274	32,274	31,203	1,071
Supplies	6,500	6,500	2,657	3,843
Capital outlay	3,500	3,500	608	2,892
Other	16,900	16,900	9,662	7,238
Total 40th Judicial District Judge	<u>144,487</u>	<u>144,490</u>	<u>129,446</u>	<u>15,044</u>
378th Judicial District Judge:				
Salaries	31,584	33,541	33,541	-
Benefits	17,355	17,699	17,699	-
Supplies	3,000	3,000	404	2,596
Capital outlay	6,000	6,000	84	5,916
Other	12,900	12,900	6,727	6,173
Total 378th Judicial District Judge	<u>70,839</u>	<u>73,140</u>	<u>58,455</u>	<u>14,685</u>
District Clerk:				
Salaries	305,744	305,744	283,265	22,479
Benefits	111,417	111,417	105,016	6,401
Supplies	10,500	14,500	14,374	126
Capital outlay	2,300	2,300	-	2,300
Other	17,750	13,750	11,583	2,167
Total District Clerk	<u>447,711</u>	<u>447,711</u>	<u>414,238</u>	<u>33,473</u>
County Court-At-Law:				
Salaries	182,093	182,201	182,201	-
Benefits	46,191	46,238	46,238	-
Capital outlay	3,750	2,680	2,675	5
Other	18,781	19,851	7,826	12,025
Total County Court-At-Law	<u>\$ 250,815</u>	<u>\$ 250,970</u>	<u>\$ 238,940</u>	<u>\$ 12,030</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
JUDICIAL (Continued)				
County Court-At-Law #2:				
Salaries	\$ 191,348	\$ 191,348	\$ 191,317	\$ 31
Benefits	48,372	48,372	48,285	87
Other	11,025	10,825	7,382	3,443
Utilities	656	756	719	37
Supplies	6,200	6,100	5,262	838
Capital outlay	2,800	3,000	1,807	1,193
Repairs and maintenance	2,000	2,000	1,746	254
Total County Court-At-Law #2	<u>262,401</u>	<u>262,401</u>	<u>256,518</u>	<u>5,883</u>
Justice of the Peace #1:				
Salaries	125,937	125,937	125,937	-
Benefits	44,578	44,578	41,929	2,649
Other	15,350	15,350	13,576	1,774
Total Justice of the Peace #1	<u>185,865</u>	<u>185,865</u>	<u>181,442</u>	<u>4,423</u>
Justice of the Peace #2:				
Salaries	125,937	125,937	123,902	2,035
Benefits	38,558	38,558	37,512	1,046
Capital outlay	900	900	853	47
Other	14,140	14,140	12,315	1,825
Total Justice of the Peace #2	<u>179,535</u>	<u>179,535</u>	<u>174,582</u>	<u>4,953</u>
Justice of the Peace #3:				
Salaries	96,339	96,339	96,083	256
Benefits	28,284	28,294	28,294	-
Capital outlay	1,000	1,000	958	42
Other	10,596	10,596	9,544	1,052
Total Justice of the Peace #3	<u>136,219</u>	<u>136,229</u>	<u>134,879</u>	<u>1,350</u>
Justice of the Peace #4:				
Salaries	101,386	101,386	101,299	87
Benefits	35,276	34,753	34,742	11
Capital outlay	1,000	1,850	1,835	15
Other	17,550	17,223	17,173	50
Total Justice of the Peace #4	<u>\$ 155,212</u>	<u>\$ 155,212</u>	<u>\$ 155,049</u>	<u>\$ 163</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
JUDICIAL (Continued)				
Court Reporter:				
Other	\$ 33,172	\$ 66,461	\$ 66,461	\$ -
Total Court Reporter	<u>33,172</u>	<u>66,461</u>	<u>66,461</u>	<u>-</u>
County and District Attorney:				
Salaries	1,066,228	1,082,527	1,082,527	-
Benefits	347,394	365,686	365,686	-
Supplies	14,000	22,733	17,065	5,668
Capital outlay	500	441	441	-
Other	<u>107,400</u>	<u>125,323</u>	<u>124,535</u>	<u>788</u>
Total County and District Attorney	<u>1,535,522</u>	<u>1,596,710</u>	<u>1,590,254</u>	<u>6,456</u>
Total Judicial	<u>3,401,778</u>	<u>3,498,724</u>	<u>3,400,264</u>	<u>98,460</u>
PUBLIC SAFETY				
Sheriff:				
Salaries	3,576,261	3,528,161	3,511,890	16,271
Benefits	1,191,073	1,191,073	1,177,492	13,581
Supplies	41,600	27,955	20,158	7,797
Capital outlay	43,000	45,731	45,731	-
Other	153,626	178,080	155,818	22,262
Telephone	64,000	82,000	77,908	4,092
Automobile Purchases/Expenses	<u>218,070</u>	<u>271,460</u>	<u>271,460</u>	<u>-</u>
Total Sheriff	<u>5,287,630</u>	<u>5,324,460</u>	<u>5,260,457</u>	<u>64,003</u>
Highway Patrol:				
Salaries	54,659	54,659	51,750	2,909
Benefits	21,670	21,670	21,089	581
Supplies	2,780	3,161	3,132	29
Capital outlay	1,000	2,005	2,005	-
Other	<u>6,120</u>	<u>6,778</u>	<u>6,778</u>	<u>-</u>
Total Highway Patrol	<u>\$ 86,229</u>	<u>\$ 88,273</u>	<u>\$ 84,754</u>	<u>\$ 3,519</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
PUBLIC SAFETY (Continued)				
Constable #1:				
Salaries	\$ 78,162	\$ 79,244	\$ 79,244	\$ -
Benefits	24,096	24,096	24,065	31
Capital outlay	700	1,843	1,843	-
Other	7,800	7,900	7,793	107
Automobile	8,800	15,377	15,377	-
Total Constable #1	<u>119,558</u>	<u>128,460</u>	<u>128,322</u>	<u>138</u>
Constable #2:				
Salaries	78,462	79,515	79,515	-
Benefits	24,705	24,531	24,531	-
Capital outlay	500	6,912	6,909	3
Other	6,600	5,695	5,461	234
Automobile	10,450	13,615	13,615	-
Total Constable #2	<u>120,717</u>	<u>130,268</u>	<u>130,031</u>	<u>237</u>
Constable #3:				
Salaries	59,335	59,741	59,741	-
Benefits	15,390	15,552	15,552	-
Capital outlay	700	1,273	1,122	151
Other	4,455	4,733	4,186	547
Automobile	5,700	11,773	11,773	-
Total Constable #3	<u>85,580</u>	<u>93,072</u>	<u>92,374</u>	<u>698</u>
Constable #4:				
Salaries	77,862	78,204	78,204	-
Benefits	24,047	24,047	23,975	72
Capital outlay	2,050	2,650	2,578	72
Other	8,650	8,014	8,014	-
Automobile	9,075	16,971	16,971	-
Total Constable #4	<u>\$ 121,684</u>	<u>\$ 129,886</u>	<u>\$ 129,742</u>	<u>\$ 144</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
PUBLIC SAFETY (Continued)				
Emergency Management::				
Salaries	\$ 122,020	\$ 122,020	\$ 67,058	\$ 54,962
Benefits	33,013	33,013	23,811	9,202
Capital outlay	2,000	3,219	3,219	-
Other	15,344	179,548	179,548	-
Automobile	7,500	7,936	7,936	-
Total Emergency Management	<u>179,877</u>	<u>345,736</u>	<u>281,572</u>	<u>64,164</u>
Jail				
Salaries	3,222,158	3,051,738	2,973,904	77,834
Benefits	1,117,961	1,069,881	1,053,471	16,410
Utilities	235,000	349,610	349,610	-
Repairs	103,000	98,000	83,114	14,886
Supplies	955,556	1,191,526	1,191,526	-
Capital outlay	12,000	32,259	32,259	-
Other	90,000	102,900	101,911	989
Total Jail	<u>5,735,675</u>	<u>5,895,914</u>	<u>5,785,795</u>	<u>110,119</u>
Total Public Safety	<u>11,736,950</u>	<u>12,136,069</u>	<u>11,893,047</u>	<u>243,022</u>
HEALTH AND WELFARE				
Indigent Health Care:				
Salaries	69,186	69,186	66,525	2,661
Benefits	25,094	24,794	24,256	538
Capital outlay	500	3,592	3,592	-
Other	20,874	22,004	21,849	155
Indigent care - medical	1,350,000	1,349,474	570,176	779,298
Total Indigent Health Care	<u>\$ 1,465,654</u>	<u>\$ 1,469,050</u>	<u>\$ 686,398</u>	<u>\$ 782,652</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
(Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2005**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES (Continued)				
HEALTH AND WELFARE (Continued)				
Mental Health/Juvenile Expense:				
Other	\$ 15,000	\$ 15,000	\$ 8,340	\$ 6,660
Total Mental Health/Juvenile Expe	<u>15,000</u>	<u>15,000</u>	<u>8,340</u>	<u>6,660</u>
Pauper:				
Other	14,700	26,696	26,696	-
Legal and professional fees	1,135,300	1,716,522	1,716,522	-
Total Pauper	<u>1,150,000</u>	<u>1,743,218</u>	<u>1,743,218</u>	<u>-</u>
Total Health and Welfare	<u>2,630,654</u>	<u>3,227,268</u>	<u>2,437,956</u>	<u>789,312</u>
CONSERVATION				
Agricultural Extension Service:				
Salaries	90,965	78,685	78,621	64
Benefits	44,116	37,060	32,330	4,730
Supplies	5,200	6,095	5,926	169
Capital outlay	200	2,540	2,540	-
Other	12,900	12,545	12,545	-
Auto	1,500	22,686	9,411	13,275
Telephone	2,200	1,900	1,429	471
Total Agricultural Extension Servic	<u>157,081</u>	<u>161,511</u>	<u>142,802</u>	<u>18,709</u>
Total Conservation	<u>157,081</u>	<u>161,511</u>	<u>142,802</u>	<u>18,709</u>
Total Expenditures	<u>24,710,532</u>	<u>26,891,931</u>	<u>25,334,216</u>	<u>1,557,715</u>
NET CHANGE IN FUND BALANCES	-	(300,000)	120,659	420,659
FUND BALANCES, BEGINNING	<u>5,168,051</u>	<u>5,168,051</u>	<u>5,168,051</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 5,168,051</u>	<u>\$ 4,868,051</u>	<u>\$ 5,288,710</u>	<u>\$ 420,659</u>

The notes to the financial statements are an integral part of this statement.

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**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are restricted to expenditures for particular purposes.

ROAD AND BRIDGE FUNDS

These funds, reported by commissioner's precinct, are used to account for revenues and expenditures relating to road and bridge construction and maintenance.

FARM TO MARKET FUNDS

These funds, reported by commissioner's precinct, are used to account for revenues and expenditures relating to construction and maintenance.

LATERAL ROADS

This fund is used to account for state funding and expenditures relating to maintenance of lateral roads.

DISTRICT CLERK ARCHIVES

This fund is used to account for the receipt of archives fees from district court cases. Receipts are restricted to expenditures relating to the maintenance of district clerk records.

JUSTICE COURT TECHNOLOGY FUND

This fund is used to account for funds from court costs received and expenditures relating to justice court technological advances.

JURY FUND

This fund is used to account for revenues and expenditures relating to various court activities.

LAW LIBRARY FUND

This fund is used to account for the receipt of law library fees collected by the County and District Clerks. Receipts are restricted to payment of the cost of maintaining the law library.

DISTRICT ATTORNEY HOT CHECK

This fund is used to account for fees collected by the District Attorney under the "Hot Check" statute. Expenditures from this fund shall be at the sole discretion of the District Attorney and may be used only to defray the salaries and expenses of their office.

DISTRICT ATTORNEY SEIZURE FUND

This fund is used to account for money and property seized by the District Attorney's Office as a result of drug seizures.

DISTRICT ATTORNEY FORFEITURE FUND

This fund is used to account for money and property forfeited to the District Attorney's Office as a result of drug seizures.

SHERIFF SEIZURE FUND

This fund is used to account for money and property seized by the Sheriff's Office as a result of drug seizures.

SHERIFF DRUG FORFEITURE FUND

This fund is used to account for money and property forfeited to the Sheriff's Office as a result of drug seizures.

SPECIAL REVENUE FUNDS

(Continued)

CONSTABLE FORFEITURE FUND

This fund is used to account for money and property forfeited to the Constable's Office as a result of drug seizures.

RECORDS MANAGEMENT FUND

This fund is used to account for the cost of records management in the County Clerk's office. Funding is from records management fees charged on transactions in the County Clerk's Office.

GENERAL RECORDS MANAGEMENT PRESERVATION FUND

This fund is used to account for cost of records management for general County records. Funding is from fees charged for County transactions.

COURTHOUSE SECURITY FUND

This fund is used to account for costs relating to security for County offices. Funding is from fees charged for County transactions.

LAW ENFORCEMENT TASK FORCE FUND

This fund is used to account for a grant, which provides funds for a multi-agency drug interdiction task force.

GRAFFITI FUND

This fund is used to account for fines received for graffiti related offenses and graffiti education and clean up related costs.

RECONSTRUCTION GRANT

This fund is used to account for a grant, which provides for funds for the South Ellis County Water Supply.

LAW ENFORCEMENT BLOCK FUND

This fund is used to account for a grant, which provides funds for the purchase of law enforcement related equipment.

ARCHIVES MANAGEMENT

This fund is used to account for the receipt of archives fees from county court cases. Expenditures are restricted to items related to the maintenance of county clerk records.

SHERIFF FEDERAL FORFEITURE

This fund is used to account for money and property forfeited to the Sheriff's Office as a result of drug seizures in federal cases.

SPECIAL REVENUE FUNDS

(Continued)

DEBT SERVICE FUNDS

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and their subsequent disbursement to pay principal, interest and related costs on the County's long term debt.

CAPITAL PROJECTS FUNDS

The Capital Projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

RIGHT-OF-WAY AVAILABLE FUND

This fund is used to account for the acquisition of right-of-ways other than those financed by proprietary funds.

ROAD DISTRICT #1 AVAILABLE FUND

This fund is used to account for the acquisition and construction of county roads that lie within the geographical boundaries of Road District #1.

ROAD DISTRICT #5 AVAILABLE FUND

This fund is used to account for the acquisition and construction of county roads that lie within the geographical boundaries of Road District #5.

ROAD DISTRICT #16 AVAILABLE FUND

This fund is used to account for the acquisition and construction of county roads that lie within the geographical boundaries of Road District #16.

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ELLIS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2005

	Special Revenue				
	Road and Bridge #1	Road and Bridge #2	Road and Bridge #3	Road and Bridge #4	Farm to Market #1
ASSETS					
Cash and investments	\$ 75,757	\$ 134,386	\$ 291,046	\$ 695,229	\$ 512,774
Taxes receivable	11,125	18,541	18,541	11,125	34,863
Accounts receivable	<u>6,340</u>	<u>6,340</u>	<u>6,340</u>	<u>6,340</u>	<u>-</u>
Total assets	<u>\$ 93,222</u>	<u>\$ 159,267</u>	<u>\$ 315,927</u>	<u>\$ 712,694</u>	<u>\$ 547,637</u>
LIABILITIES					
Accounts payable	\$ 10,607	\$ 10,146	\$ 27,405	\$ 38,896	\$ 63,169
Accrued liabilities	13,833	13,025	10,202	6,194	-
Deferred revenue	<u>8,895</u>	<u>14,825</u>	<u>14,825</u>	<u>8,895</u>	<u>28,392</u>
Total liabilities	<u>33,335</u>	<u>37,996</u>	<u>52,432</u>	<u>53,985</u>	<u>91,561</u>
FUND BALANCES					
Reserved for debt service	-	-	-	-	-
Unreserved, undesignated	<u>59,887</u>	<u>121,271</u>	<u>263,495</u>	<u>658,709</u>	<u>456,076</u>
Total fund balances	<u>59,887</u>	<u>121,271</u>	<u>263,495</u>	<u>658,709</u>	<u>456,076</u>
Total liabilities and fund balances	<u>\$ 93,222</u>	<u>\$ 159,267</u>	<u>\$ 315,927</u>	<u>\$ 712,694</u>	<u>\$ 547,637</u>

Special Revenue

Farm to Market #2	Farm to Market #3	Farm to Market #4	Lateral Road	District Clerk Archives	Justice Court Technology Fund	Jury	Law Library	District Attorney Hot Check	District Attorney Seizure
\$ 495,856	\$ 430,069	\$ 224,289	\$ 802	\$ 16,390	\$ 66,059	\$(4,330)	\$ 100,578	\$ 56,226	\$ 61,487
34,863	34,863	34,863	-	-	-	3,708	-	-	-
-	-	-	-	323	382	4,710	2,133	1,930	25
<u>\$ 530,719</u>	<u>\$ 464,932</u>	<u>\$ 259,152</u>	<u>\$ 802</u>	<u>\$ 16,713</u>	<u>\$ 66,441</u>	<u>\$ 4,088</u>	<u>\$ 102,711</u>	<u>\$ 58,156</u>	<u>\$ 61,512</u>
\$ 42,360	\$ 23,187	\$ 28,635	\$ -	\$ -	\$ 5,386	\$ 1,123	\$ 9,926	\$ 1,574	\$ -
-	-	-	-	-	-	-	442	-	-
28,392	28,392	28,392	-	-	-	2,965	-	-	-
<u>70,752</u>	<u>51,579</u>	<u>57,027</u>	<u>-</u>	<u>-</u>	<u>5,386</u>	<u>4,088</u>	<u>10,368</u>	<u>1,574</u>	<u>-</u>
-	-	-	-	-	-	-	-	-	-
459,967	413,353	202,125	802	16,713	61,055	-	92,343	56,582	61,512
<u>459,967</u>	<u>413,353</u>	<u>202,125</u>	<u>802</u>	<u>16,713</u>	<u>61,055</u>	<u>-</u>	<u>92,343</u>	<u>56,582</u>	<u>61,512</u>
<u>\$ 530,719</u>	<u>\$ 464,932</u>	<u>\$ 259,152</u>	<u>\$ 802</u>	<u>\$ 16,713</u>	<u>\$ 66,441</u>	<u>\$ 4,088</u>	<u>\$ 102,711</u>	<u>\$ 58,156</u>	<u>\$ 61,512</u>

(continued)

ELLIS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
SEPTEMBER 30, 2005

	Special Revenue				
	District Attorney Forfeiture	Sheriff Seizure	Sheriff Forfeiture	Constable Precinct #1 Forfeiture	Constable Precinct #2 Forfeiture
ASSETS					
Cash and investments	\$ 366,901	\$ 158,452	\$ 68,025	\$ 51	\$ 981
Taxes receivable	-	-	-	-	-
Accounts receivable	<u>-</u>	<u>86</u>	<u>5</u>	<u>-</u>	<u>2</u>
Total assets	<u>\$ 366,901</u>	<u>\$ 158,538</u>	<u>\$ 68,030</u>	<u>\$ 51</u>	<u>\$ 983</u>
LIABILITIES					
Accounts payable	\$ 3,276	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	1,258	-	-	-	-
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>4,534</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Reserved for debt service	-	-	-	-	-
Unreserved, undesignated	<u>362,367</u>	<u>158,538</u>	<u>68,030</u>	<u>51</u>	<u>983</u>
Total fund balances	<u>362,367</u>	<u>158,538</u>	<u>68,030</u>	<u>51</u>	<u>983</u>
Total liabilities and fund balances	<u>\$ 366,901</u>	<u>\$ 158,538</u>	<u>\$ 68,030</u>	<u>\$ 51</u>	<u>\$ 983</u>

Special Revenue

Constable Precinct #4 Forfeiture	Records Management	General Record Management Preservation	Courthouse Security	Law Enforcement Task Force	Graffiti	Reconstruction Grant	Law Enforcement Block Fund
\$ 101	\$ 67,392	\$ 156,421	\$ 42,699	\$ -	\$ 20	\$ -	\$ 31,284
-	-	-	-	-	-	-	-
<u>-</u>	<u>790</u>	<u>1,008</u>	<u>880</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 101</u>	<u>\$ 68,182</u>	<u>\$ 157,429</u>	<u>\$ 43,579</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ 31,284</u>
\$ -	\$ 43	\$ 6,721	\$ -	\$ -	\$ -	\$ -	\$ -
-	615	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>658</u>	<u>6,721</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
<u>101</u>	<u>67,524</u>	<u>150,708</u>	<u>43,579</u>	<u>-</u>	<u>20</u>	<u>-</u>	<u>31,284</u>
<u>101</u>	<u>67,524</u>	<u>150,708</u>	<u>43,579</u>	<u>-</u>	<u>20</u>	<u>-</u>	<u>31,284</u>
<u>\$ 101</u>	<u>\$ 68,182</u>	<u>\$ 157,429</u>	<u>\$ 43,579</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ 31,284</u>

(continued)

ELLIS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
SEPTEMBER 30, 2005

	Special Revenue	
	Archives Management	Sheriff Federal Forfeiture
ASSETS		
Cash and investments	\$ 326,909	\$ 8,637
Taxes receivable	-	-
Accounts receivable	<u>790</u>	<u>-</u>
Total assets	<u>\$ 327,699</u>	<u>\$ 8,637</u>
LIABILITIES		
Accounts payable	\$ 15,271	\$ -
Accrued liabilities	-	-
Deferred revenue	<u>-</u>	<u>-</u>
Total liabilities	<u>15,271</u>	<u>-</u>
FUND BALANCES		
Reserved for debt service	-	-
Unreserved, undesignated	<u>312,428</u>	<u>8,637</u>
Total fund balances	<u>312,428</u>	<u>8,637</u>
Total liabilities and fund balances	<u>\$ 327,699</u>	<u>\$ 8,637</u>

Capital Projects					
<u>Debt Service</u>	<u>Right of Way</u>	<u>Road District #1</u>	<u>Road District #5</u>	<u>Road District #16</u>	<u>Totals</u>
\$ 661,159	\$ 103,024	\$ 1,156,087	\$ 87,793	\$ 159,456	\$ 6,552,010
103,659	-	-	-	-	306,151
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,424</u>
<u>\$ 764,818</u>	<u>\$ 103,024</u>	<u>\$ 1,156,087</u>	<u>\$ 87,793</u>	<u>\$ 159,456</u>	<u>\$ 6,896,585</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 287,725
-	-	-	-	-	45,569
<u>82,882</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>246,855</u>
<u>82,882</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>580,149</u>
681,936	-	-	-	-	681,936
<u>-</u>	<u>103,024</u>	<u>1,156,087</u>	<u>87,793</u>	<u>159,456</u>	<u>5,634,500</u>
<u>681,936</u>	<u>103,024</u>	<u>1,156,087</u>	<u>87,793</u>	<u>159,456</u>	<u>6,316,436</u>
<u>\$ 764,818</u>	<u>\$ 103,024</u>	<u>\$ 1,156,087</u>	<u>\$ 87,793</u>	<u>\$ 159,456</u>	<u>\$ 6,896,585</u>

ELLIS COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Special Revenue				
	Road and Bridge #1	Road and Bridge #2	Road and Bridge #3	Road and Bridge #4	Farm to Market #1
REVENUES					
Taxes	\$ 228,771	\$ 384,474	\$ 385,111	\$ 228,768	\$ 609,545
Intergovernmental	6,058	8,692	21,438	2,288	-
Auto registration	526,060	526,227	526,059	526,060	-
Fees of office	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Interest earnings	3,538	4,996	8,312	12,257	17,470
Other	50	360	14,166	40,772	-
Total revenues	<u>764,477</u>	<u>924,749</u>	<u>955,086</u>	<u>810,145</u>	<u>627,015</u>
EXPENDITURES					
General government	-	-	-	-	-
Judicial	-	-	-	-	-
Public safety	-	-	-	-	-
Roads and highways	756,776	874,665	859,972	579,811	566,875
Debt service:					
Principal and interest	-	-	-	-	14,597
Total expenditures	<u>756,776</u>	<u>874,665</u>	<u>859,972</u>	<u>579,811</u>	<u>581,472</u>
NET CHANGE IN FUND BALANCES	7,701	50,084	95,114	230,334	45,543
FUND BALANCES, BEGINNING	<u>52,186</u>	<u>71,187</u>	<u>168,381</u>	<u>428,375</u>	<u>410,533</u>
FUND BALANCES, ENDING	<u>\$ 59,887</u>	<u>\$ 121,271</u>	<u>\$ 263,495</u>	<u>\$ 658,709</u>	<u>\$ 456,076</u>

Special Revenue

Farm to Market #2	Farm to Market #3	Farm to Market #4	Lateral Road	District Clerk Archives	Justice Court Technology Fund	Jury	Law Library	District Attorney Hot Check	District Attorney Seizure
\$ 609,542	\$ 608,905	\$ 609,543	\$ -	\$ -	\$ -	\$ 74,551	\$ -	\$ -	\$ -
-	-	-	61,378	-	-	-	-	-	-
-	-	-	-	-	47,963	-	-	61,849	-
-	-	-	-	-	-	-	-	-	275,125
13,102	17,798	10,674	710	10,048	1,027	392	1,114	929	4,516
26,180	-	10,000	-	-	-	3,397	114,750	-	-
<u>648,824</u>	<u>626,703</u>	<u>630,217</u>	<u>62,088</u>	<u>10,048</u>	<u>48,990</u>	<u>78,340</u>	<u>115,864</u>	<u>62,778</u>	<u>279,641</u>
-	-	-	-	-	32,537	-	-	-	-
-	-	-	-	-	-	78,340	87,046	24,196	264,083
-	-	-	-	-	-	-	-	-	-
397,935	616,993	549,099	61,571	-	-	-	-	-	-
<u>397,935</u>	<u>616,993</u>	<u>549,099</u>	<u>61,571</u>	<u>-</u>	<u>32,537</u>	<u>78,340</u>	<u>87,046</u>	<u>24,196</u>	<u>264,083</u>
250,889	9,710	81,118	517	10,048	16,453	-	28,818	38,582	15,558
<u>209,078</u>	<u>403,643</u>	<u>121,007</u>	<u>285</u>	<u>6,665</u>	<u>44,602</u>	<u>-</u>	<u>63,525</u>	<u>18,000</u>	<u>45,954</u>
<u>\$ 459,967</u>	<u>\$ 413,353</u>	<u>\$ 202,125</u>	<u>\$ 802</u>	<u>\$ 16,713</u>	<u>\$ 61,055</u>	<u>\$ -</u>	<u>\$ 92,343</u>	<u>\$ 56,582</u>	<u>\$ 61,512</u>

(continued)

ELLIS COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	Special Revenue				
	District Attorney Forfeiture	Sheriff Seizure	Sheriff Forfeiture	Constable Precinct #1 Forfeiture	Constable Precinct #2 Forfeiture
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Auto registration	-	-	-	-	-
Fees of office	-	-	-	-	-
Fines and forfeitures	95,889	-	10,705	-	-
Interest earnings	11,146	3,586	2,561	21	42
Other	-	20,596	20,682	-	-
Total revenues	<u>107,035</u>	<u>24,182</u>	<u>33,948</u>	<u>21</u>	<u>42</u>
EXPENDITURES					
General government	-	-	-	-	-
Judicial	198,360	-	-	-	-
Public safety	-	2,581	136,420	200	1,242
Roads and highways	-	-	-	-	-
Debt service:					
Principal and interest	-	-	-	-	-
Total expenditures	<u>198,360</u>	<u>2,581</u>	<u>136,420</u>	<u>200</u>	<u>1,242</u>
NET CHANGE IN FUND BALANCES	(91,325)	21,601	(102,472)	(179)	(1,200)
FUND BALANCES, BEGINNING	<u>453,692</u>	<u>136,937</u>	<u>170,502</u>	<u>230</u>	<u>2,183</u>
FUND BALANCES, ENDING	<u>\$ 362,367</u>	<u>\$ 158,538</u>	<u>\$ 68,030</u>	<u>\$ 51</u>	<u>\$ 983</u>

Special Revenue

Constable Precinct #4 Forfeiture	Records Management	General Record Management Preservation	Courthouse Security	Law Enforcement Task Force	Graffiti	Solid Waste	Reconstruction Grant	Law Enforcement Block Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	21,000	13,585
-	199,592	48,793	94,960	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2	2,851	4,897	20	-	-	-	-	349
-	-	-	-	-	-	-	-	-
<u>2</u>	<u>202,443</u>	<u>53,690</u>	<u>94,980</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,000</u>	<u>13,934</u>
-	252,921	86,873	91,500	-	-	179	21,000	-
-	-	-	-	-	-	-	-	-
-	-	-	-	69	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	<u>252,921</u>	<u>86,873</u>	<u>91,500</u>	<u>69</u>	<u>-</u>	<u>179</u>	<u>21,000</u>	<u>-</u>
2	(50,478)	(33,183)	3,480	(69)	-	(179)	-	13,934
99	<u>118,002</u>	<u>183,891</u>	<u>40,099</u>	<u>69</u>	<u>20</u>	<u>179</u>	<u>-</u>	<u>17,350</u>
<u>\$ 101</u>	<u>\$ 67,524</u>	<u>\$ 150,708</u>	<u>\$ 43,579</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,284</u>

(continued)

ELLIS COUNTY, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Special Revenue</u>	
	<u>Archives Management</u>	<u>Sheriff Federal Forfeiture</u>
REVENUES		
Taxes	\$ -	\$ -
Intergovernmental	-	49
Auto registration	-	-
Fees of office	-	-
Fines and forfeitures	-	-
Interest earnings	3,679	41
Other	<u>196,240</u>	<u>-</u>
Total revenues	<u>199,919</u>	<u>90</u>
EXPENDITURES		
General government	15,271	-
Judicial	-	-
Public safety	-	1,485
Roads and highways	-	-
Debt service:		
Principal and interest	<u>-</u>	<u>-</u>
Total expenditures	<u>15,271</u>	<u>1,485</u>
NET CHANGE IN FUND BALANCES	184,648	(1,395)
FUND BALANCES, BEGINNING	<u>127,780</u>	<u>10,032</u>
FUND BALANCES, ENDING	<u>\$ 312,428</u>	<u>\$ 8,637</u>

Capital Projects

<u>Debt Service</u>	<u>Right of Way</u>	<u>Road District #1</u>	<u>Road District #5</u>	<u>Road District #16</u>	<u>Totals</u>
\$ 2,251,930	\$ -	\$ -	\$ -	\$ -	\$ 5,991,140
-	-	-	-	-	134,488
-	-	-	-	-	2,104,406
-	-	-	-	-	453,157
-	-	-	-	-	381,719
11,975	2,622	63,613	2,246	3,995	220,529
-	-	-	-	-	447,193
<u>2,263,905</u>	<u>2,622</u>	<u>63,613</u>	<u>2,246</u>	<u>3,995</u>	<u>9,732,632</u>
-	-	-	-	-	500,281
-	-	-	-	-	652,025
-	-	-	-	-	141,997
-	-	-	-	-	5,263,697
<u>2,097,539</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,112,136</u>
<u>2,097,539</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,670,136</u>
166,366	2,622	63,613	2,246	3,995	1,062,496
<u>515,570</u>	<u>100,402</u>	<u>1,092,474</u>	<u>85,547</u>	<u>155,461</u>	<u>5,253,940</u>
<u>\$ 681,936</u>	<u>\$ 103,024</u>	<u>\$ 1,156,087</u>	<u>\$ 87,793</u>	<u>\$ 159,456</u>	<u>\$ 6,316,436</u>

ELLIS COUNTY, TEXAS

ROAD AND BRIDGE FUND, PRECINCT #1

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Road and bridge taxes	\$ 228,000	\$ 228,771	\$ 771
Intergovernmental	2,300	6,058	3,758
License and permits	525,000	526,060	1,060
Interest earnings	2,500	3,538	1,038
Other	<u>4,207</u>	<u>50</u>	<u>(4,157)</u>
Total revenues	<u>762,007</u>	<u>764,477</u>	<u>2,470</u>
EXPENDITURES			
Roads and highways:			
Salaries	532,430	492,357	40,073
Benefits	181,763	178,619	3,144
Other	<u>100,000</u>	<u>85,800</u>	<u>14,200</u>
Total expenditures	<u>814,193</u>	<u>756,776</u>	<u>57,417</u>
NET CHANGE IN FUND BALANCE	(52,186)	7,701	59,887
FUND BALANCE, BEGINNING	(52,186)	52,186	104,372
FUND BALANCE, ENDING	<u>\$(104,372)</u>	<u>\$ 59,887</u>	<u>\$ 164,259</u>

ELLIS COUNTY, TEXAS

ROAD AND BRIDGE FUND, PRECINCT #2

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Road and bridge taxes	\$ 381,000	\$ 384,474	\$ 3,474
Intergovernmental	10,000	8,692	(1,308)
License and permits	525,168	526,227	1,059
Interest earnings	3,500	4,996	1,496
Other	<u>350</u>	<u>360</u>	<u>10</u>
Total revenues	<u>920,018</u>	<u>924,749</u>	<u>4,731</u>
EXPENDITURES			
Roads and highways:			
Salaries	620,932	587,899	33,033
Benefits	213,484	205,740	7,744
Other	<u>101,663</u>	<u>81,026</u>	<u>20,637</u>
Total expenditures	<u>936,079</u>	<u>874,665</u>	<u>61,414</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(16,061)</u>	<u>50,084</u>	<u>(56,683)</u>
OTHER FINANCING SOURCES			
Transfers in	<u>16,061</u>	<u>-</u>	<u>16,061</u>
Total other financing sources	<u>16,061</u>	<u>-</u>	<u>16,061</u>
NET CHANGE IN FUND BALANCE	-	50,084	50,084
FUND BALANCE, BEGINNING	<u>71,187</u>	<u>71,187</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 71,187</u>	<u>\$ 121,271</u>	<u>\$ 50,084</u>

ELLIS COUNTY, TEXAS

ROAD AND BRIDGE FUND, PRECINCT #3

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Road and bridge taxes	\$ 381,000	\$ 385,111	\$ 4,111
Intergovernmental	15,000	21,438	6,438
License and permits	520,000	526,059	6,059
Interest earnings	2,500	8,312	5,812
Other	<u>50,484</u>	<u>14,166</u>	<u>(36,318)</u>
Total revenues	<u>968,984</u>	<u>955,086</u>	<u>(13,898)</u>
EXPENDITURES			
Roads and highways:			
Salaries	543,062	477,169	65,893
Benefits	203,422	183,274	20,148
Other	217,500	195,721	21,779
Road repairs and materials	<u>5,000</u>	<u>3,808</u>	<u>1,192</u>
Total expenditures	<u>968,984</u>	<u>859,972</u>	<u>109,012</u>
NET CHANGE IN FUND BALANCE	-	95,114	95,114
FUND BALANCE, BEGINNING	<u>168,381</u>	<u>168,381</u>	-
FUND BALANCE, ENDING	<u>\$ 168,381</u>	<u>\$ 263,495</u>	<u>\$ 95,114</u>

ELLIS COUNTY, TEXAS

ROAD AND BRIDGE FUND, PRECINCT #4

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Road and bridge taxes	\$ 228,000	\$ 228,768	\$ 768
Intergovernmental	7,000	2,288	(4,712)
License and permits	520,000	526,060	6,060
Interest earnings	2,500	12,257	9,757
Other	<u>6,970</u>	<u>40,772</u>	<u>33,802</u>
Total revenues	<u>764,470</u>	<u>810,145</u>	<u>45,675</u>
EXPENDITURES			
Roads and highways:			
Salaries	467,036	353,008	114,028
Benefits	168,540	145,933	22,607
Contract labor	458,624	50,914	407,710
Other	98,165	29,956	68,209
Road repairs and materials	<u>480</u>	<u>-</u>	<u>480</u>
Total expenditures	<u>1,192,845</u>	<u>579,811</u>	<u>613,034</u>
NET CHANGE IN FUND BALANCE	(428,375)	230,334	658,709
FUND BALANCE, BEGINNING	<u>428,375</u>	<u>428,375</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ 658,709</u>	<u>\$ 658,709</u>

ELLIS COUNTY, TEXAS

FARM TO MARKET FUND, PRECINCT #1

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Farm to market taxes	\$ 600,442	\$ 609,545	\$ 9,103
Interest earnings	<u>3,000</u>	<u>17,470</u>	<u>14,470</u>
Total revenues	<u>603,442</u>	<u>627,015</u>	<u>23,573</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	171,988	98,678	73,310
Other	226,033	42,920	183,113
Road repairs and materials	540,954	425,277	115,677
Bridge repairs	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total roads and highways	<u>988,975</u>	<u>566,875</u>	<u>422,100</u>
Debt service:			
Principal and interest	<u>25,000</u>	<u>14,597</u>	<u>(10,403)</u>
Total expenditures	<u>1,013,975</u>	<u>581,472</u>	<u>432,503</u>
NET CHANGE IN FUND BALANCE	(410,533)	45,543	456,076
FUND BALANCE, BEGINNING	<u>410,533</u>	<u>410,533</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u>-</u>	\$ <u>456,076</u>	\$ <u>456,076</u>

ELLIS COUNTY, TEXAS

FARM TO MARKET FUND, PRECINCT #2

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Farm to market taxes	\$ 600,442	\$ 609,542	\$ 9,100
Interest earnings	3,000	13,102	10,102
Other	<u>66,180</u>	<u>26,180</u>	<u>(40,000)</u>
Total revenues	<u>669,622</u>	<u>648,824</u>	<u>(20,798)</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	110,388	-	110,388
Contract labor	15,000	-	15,000
Other	133,000	110,508	22,492
Road repairs and materials	337,939	287,427	50,512
Bridge repairs	<u>57,234</u>	<u>-</u>	<u>57,234</u>
Total expenditures	<u>653,561</u>	<u>397,935</u>	<u>255,626</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>16,061</u>	<u>250,889</u>	<u>234,828</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(16,061)</u>	<u>-</u>	<u>16,061</u>
Total other financing sources (uses)	<u>(16,061)</u>	<u>-</u>	<u>16,061</u>
NET CHANGE IN FUND BALANCE	-	250,889	250,889
FUND BALANCE, BEGINNING	<u>209,078</u>	<u>209,078</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 209,078</u>	<u>\$ 459,967</u>	<u>\$ 250,889</u>

ELLIS COUNTY, TEXAS

FARM TO MARKET FUND, PRECINCT #3

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Farm to market taxes	\$ 600,442	\$ 608,905	\$ 8,463
Interest earnings	6,000	17,798	11,798
Other	<u>304,283</u>	<u>-</u>	<u>(304,283)</u>
Total revenues	<u>910,725</u>	<u>626,703</u>	<u>(284,022)</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	320,000	293,947	26,053
Road repairs and materials	565,725	323,046	242,679
Bridge repairs	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total expenditures	<u>910,725</u>	<u>616,993</u>	<u>293,732</u>
NET CHANGE IN FUND BALANCE	-	9,710	9,710
FUND BALANCE, BEGINNING	<u>403,643</u>	<u>403,643</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 403,643</u>	<u>\$ 413,353</u>	<u>\$ 9,710</u>

ELLIS COUNTY, TEXAS

FARM TO MARKET FUND, PRECINCT #4

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Farm to market taxes	\$ 600,442	\$ 609,543	\$ 9,101
Interest earnings	4,000	10,674	6,674
Other	<u>-</u>	<u>10,000</u>	<u>10,000</u>
Total revenues	<u>604,442</u>	<u>630,217</u>	<u>25,775</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	56,333	56,333	-
Other	100,900	79,792	21,108
Road repairs and materials	557,500	396,804	160,696
Bridge repairs	<u>20,000</u>	<u>16,170</u>	<u>3,830</u>
Total expenditures	<u>734,733</u>	<u>549,099</u>	<u>185,634</u>
NET CHANGE IN FUND BALANCE	(130,291)	81,118	211,409
FUND BALANCE, BEGINNING	<u>121,007</u>	<u>121,007</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ (9,284)</u>	<u>\$ 202,125</u>	<u>\$ 211,409</u>

ELLIS COUNTY, TEXAS

LATERAL ROADS

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Intergovernmental	\$ 64,000	\$ 61,378	\$ (2,622)
Interest earnings	<u>-</u>	<u>710</u>	<u>(710)</u>
Total revenues	<u>64,000</u>	<u>62,088</u>	<u>(1,912)</u>
EXPENDITURES			
Roads and highways:			
Other	<u>64,000</u>	<u>61,571</u>	<u>2,429</u>
Total expenditures	<u>64,000</u>	<u>61,571</u>	<u>2,429</u>
NET CHANGE IN FUND BALANCE	-	517	517
FUND BALANCE, BEGINNING	<u>285</u>	<u>285</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 285</u>	<u>\$ 802</u>	<u>\$ 517</u>

ELLIS COUNTY, TEXAS

DISTRICT CLERK ARCHIVES

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other	\$ 11,000	\$ 10,048	\$(952)
Total revenues	<u>11,000</u>	<u>10,048</u>	<u>(952)</u>
EXPENDITURES			
Roads and highways:			
Other	11,000	-	11,000
Total expenditures	<u>11,000</u>	<u>-</u>	<u>11,000</u>
NET CHANGE IN FUND BALANCE	-	10,048	10,048
FUND BALANCE, BEGINNING	<u>6,665</u>	<u>6,665</u>	-
FUND BALANCE, ENDING	<u>\$ 6,665</u>	<u>\$ 16,713</u>	<u>\$ 10,048</u>

ELLIS COUNTY, TEXAS
JUSTICE COURT TECHNOLOGY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other fees	\$ 34,400	\$ 47,963	\$ 13,563
Interest	200	1,027	(827)
Total revenues	<u>34,600</u>	<u>48,990</u>	<u>14,390</u>
EXPENDITURES			
General government:			
Other	34,600	32,537	2,063
Total expenditures	<u>34,600</u>	<u>32,537</u>	<u>2,063</u>
NET CHANGE IN FUND BALANCE	-	16,453	16,453
FUND BALANCE, BEGINNING	<u>44,602</u>	<u>44,602</u>	-
FUND BALANCE, ENDING	<u>\$ 44,602</u>	<u>\$ 61,055</u>	<u>\$ 16,453</u>

ELLIS COUNTY, TEXAS

JURY FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Taxes	\$ 75,700	\$ 74,551	\$(1,149)
Interest earnings	200	392	192
Other fees	<u>4,500</u>	<u>3,397</u>	<u>(1,103)</u>
Total revenues	<u>80,400</u>	<u>78,340</u>	<u>(2,060)</u>
EXPENDITURES			
Judicial:			
Jurors fees	<u>80,400</u>	<u>78,340</u>	<u>2,060</u>
Total expenditures	<u>80,400</u>	<u>78,340</u>	<u>2,060</u>
NET CHANGE IN FUND BALANCE	-	-	-
FUND BALANCE, BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ELLIS COUNTY, TEXAS

LAW LIBRARY FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 100	\$ 1,114	\$ 1,014
Other fees	<u>120,100</u>	<u>114,750</u>	<u>(5,350)</u>
Total revenues	<u>120,200</u>	<u>115,864</u>	<u>(4,336)</u>
EXPENDITURES			
Legal:			
Salaries	12,530	12,530	-
Benefits	2,025	1,922	103
Other	8,500	967	7,533
Capital outlay	<u>97,399</u>	<u>71,627</u>	<u>25,772</u>
Total expenditures	<u>120,454</u>	<u>87,046</u>	<u>33,408</u>
NET CHANGE IN FUND BALANCE	(254)	28,818	29,072
FUND BALANCE, BEGINNING	<u>63,525</u>	<u>63,525</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 63,271</u>	<u>\$ 92,343</u>	<u>\$ 29,072</u>

ELLIS COUNTY, TEXAS

DISTRICT ATTORNEY'S HOT CHECK FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Interest earnings	\$ 500	\$ 929	\$ 429
Other fees	64,000	61,849	(2,151)
Miscellaneous	<u>12,000</u>	<u>-</u>	<u>(12,000)</u>
Total revenues	<u>76,500</u>	<u>62,778</u>	<u>(13,722)</u>
EXPENDITURES			
Legal:			
Salaries	36,827	13,787	23,040
Benefits	14,686	5,454	9,232
Other	22,987	3,048	19,939
Capital outlay	<u>2,000</u>	<u>1,907</u>	<u>93</u>
Total expenditures	<u>76,500</u>	<u>24,196</u>	<u>52,304</u>
NET CHANGE IN FUND BALANCE	-	38,582	38,582
FUND BALANCE, BEGINNING	<u>18,000</u>	<u>18,000</u>	-
FUND BALANCE, ENDING	<u>\$ 18,000</u>	<u>\$ 56,582</u>	<u>\$ 38,582</u>

ELLIS COUNTY, TEXAS

DISTRICT ATTORNEY SEIZURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Seizures	\$ 295,000	\$ 275,125	\$(19,875)
Interest earnings	20,000	4,516	(15,484)
Total revenues	<u>315,000</u>	<u>279,641</u>	<u>(35,359)</u>
EXPENDITURES			
Legal:			
Release of seized funds	365,000	264,083	100,917
Total expenditures	<u>365,000</u>	<u>264,083</u>	<u>100,917</u>
NET CHANGE IN FUND BALANCE	(50,000)	15,558	65,558
FUND BALANCE, BEGINNING	<u>45,954</u>	<u>45,954</u>	-
FUND BALANCE, ENDING	<u>\$(4,046)</u>	<u>\$ 61,512</u>	<u>\$ 65,558</u>

ELLIS COUNTY, TEXAS

DISTRICT ATTORNEY DRUG FORFEITURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Forfeitures	\$ 75,000	\$ 95,889	\$ 20,889
Other	425,000	-	(425,000)
Interest earnings	<u>6,500</u>	<u>11,146</u>	<u>4,646</u>
Total revenues	<u>506,500</u>	<u>107,035</u>	<u>(399,465)</u>
EXPENDITURES			
Legal:			
Salaries	278,500	177,541	100,959
Capital outlay	17,000	6,909	10,091
Other	<u>47,000</u>	<u>13,910</u>	<u>33,090</u>
Total expenditures	<u>342,500</u>	<u>198,360</u>	<u>144,140</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>164,000</u>	<u>(91,325)</u>	<u>(255,325)</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(164,000)</u>	<u>-</u>	<u>164,000</u>
Total other financing sources (uses)	<u>(164,000)</u>	<u>-</u>	<u>164,000</u>
NET CHANGE IN FUND BALANCE	-	<u>(91,325)</u>	<u>(91,325)</u>
FUND BALANCE, BEGINNING	<u>453,692</u>	<u>453,692</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 453,692</u>	<u>\$ 362,367</u>	<u>\$(91,325)</u>

ELLIS COUNTY, TEXAS

SHERIFF SEIZURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Seizures	\$ 101,000	\$ 20,596	\$(80,404)
Interest earnings	<u>2,000</u>	<u>3,586</u>	<u>1,586</u>
Total revenues	<u>103,000</u>	<u>24,182</u>	<u>(78,818)</u>
EXPENDITURES			
Public safety:			
Forfeited transfers	<u>103,000</u>	<u>2,581</u>	<u>100,419</u>
Total expenditures	<u>103,000</u>	<u>2,581</u>	<u>100,419</u>
NET CHANGE IN FUND BALANCE	-	21,601	21,601
FUND BALANCE, BEGINNING	<u>136,937</u>	<u>136,937</u>	-
FUND BALANCE, ENDING	<u>\$ 136,937</u>	<u>\$ 158,538</u>	<u>\$ 21,601</u>

ELLIS COUNTY, TEXAS

SHERIFF FORFEITURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Forfeitures	\$ 9,985	\$ 10,705	\$ 720
Interest earnings	1,000	2,561	1,561
Other	100,000	20,682	(79,318)
Total revenues	<u>110,985</u>	<u>33,948</u>	<u>(77,037)</u>
EXPENDITURES			
Public safety:			
General	<u>181,990</u>	<u>136,420</u>	<u>45,570</u>
Total expenditures	<u>181,990</u>	<u>136,420</u>	<u>45,570</u>
NET CHANGE IN FUND BALANCE	(71,005)	(102,472)	(31,467)
FUND BALANCE, BEGINNING	<u>170,502</u>	<u>170,502</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 99,497</u>	<u>\$ 68,030</u>	<u>\$(31,467)</u>

ELLIS COUNTY, TEXAS

CONSTABLE, PRECINCT #1 FORFEITURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest	\$ 200	\$ 21	\$(179)
Total revenues	<u>200</u>	<u>21</u>	<u>(179)</u>
EXPENDITURES			
Public safety:			
General	<u>200</u>	<u>200</u>	<u>-</u>
Total expenditures	<u>200</u>	<u>200</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	(179)	(179)
FUND BALANCE, BEGINNING	<u>230</u>	<u>230</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 230</u>	<u>\$ 51</u>	<u>\$(179)</u>

ELLIS COUNTY, TEXAS

CONSTABLE, PRECINCT #2 FORFEITURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other	\$ 2,000	\$ -	\$(2,000)
Interest earnings	<u>-</u>	<u>42</u>	<u>42</u>
Total revenues	<u>2,000</u>	<u>42</u>	<u>(1,958)</u>
EXPENDITURES			
Public safety:			
General	<u>2,000</u>	<u>1,242</u>	<u>758</u>
Total expenditures	<u>2,000</u>	<u>1,242</u>	<u>758</u>
NET CHANGE IN FUND BALANCE	-	(1,200)	(1,200)
FUND BALANCE, BEGINNING	<u>2,183</u>	<u>2,183</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 2,183</u>	<u>\$ 983</u>	<u>\$(1,200)</u>

ELLIS COUNTY, TEXAS

CONSTABLE, PRECINCT #4 FORFEITURE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest	\$ 100	\$ 2	\$(98)
Total revenues	<u>100</u>	<u>2</u>	<u>(98)</u>
EXPENDITURES			
Public safety:			
General	<u>100</u>	<u>-</u>	<u>100</u>
Total expenditures	<u>100</u>	<u>-</u>	<u>100</u>
NET CHANGE IN FUND BALANCE	-	2	2
FUND BALANCE, BEGINNING	<u>99</u>	<u>99</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 99</u>	<u>\$ 101</u>	<u>\$ 2</u>

ELLIS COUNTY, TEXAS

RECORDS MANAGEMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Records management fees	\$ 215,000	\$ 199,592	\$(15,408)
Interest earnings	<u>3,000</u>	<u>2,851</u>	<u>(149)</u>
Total revenues	<u>218,000</u>	<u>202,443</u>	<u>(15,557)</u>
EXPENDITURES			
General government:			
Salaries	27,548	27,534	14
Benefits	10,844	10,790	54
Capital outlay	31,755	31,755	-
Other	<u>182,842</u>	<u>182,842</u>	<u>-</u>
Total expenditures	<u>252,989</u>	<u>252,921</u>	<u>68</u>
NET CHANGE IN FUND BALANCE	(34,989)	(50,478)	(15,489)
FUND BALANCE, BEGINNING	<u>118,002</u>	<u>118,002</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u>83,013</u>	\$ <u>67,524</u>	\$(<u>15,489</u>)

ELLIS COUNTY, TEXAS

GENERAL RECORDS MANAGEMENT AND PRESERVATION FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
District Clerk records management fees	\$ 15,000	\$ 15,393	\$ 393
County Clerk records management fees	32,000	33,400	1,400
Interest earnings	3,000	4,897	1,897
Other	<u>180,000</u>	<u>-</u>	<u>(180,000)</u>
Total revenues	<u>230,000</u>	<u>53,690</u>	<u>(176,310)</u>
EXPENDITURES			
General government:			
Capital outlay	81,613	-	81,613
Other	<u>148,387</u>	<u>86,873</u>	<u>61,514</u>
Total expenditures	<u>230,000</u>	<u>86,873</u>	<u>143,127</u>
NET CHANGE IN FUND BALANCE	-	(33,183)	(33,183)
FUND BALANCE, BEGINNING	<u>183,891</u>	<u>183,891</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 183,891</u>	<u>\$ 150,708</u>	<u>\$(33,183)</u>

ELLIS COUNTY, TEXAS

COURTHOUSE SECURITY FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
District clerk courthouse security fees	\$ 11,000	\$ 10,028	\$(972)
County clerk courthouse security fees	52,000	50,186	(1,814)
JP court courthouse security fees	27,500	34,746	7,246
Interest earnings	1,000	20	(980)
Total revenues	<u>91,500</u>	<u>94,980</u>	<u>3,480</u>
EXPENDITURES			
General government:			
Salaries	91,500	91,500	-
Total expenditures	<u>91,500</u>	<u>91,500</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>3,480</u>	<u>3,480</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	(91,500)	-	91,500
Total other financing sources (uses)	<u>(91,500)</u>	<u>-</u>	<u>91,500</u>
NET CHANGE IN FUND BALANCE	(91,500)	3,480	94,980
FUND BALANCE, BEGINNING	<u>40,099</u>	<u>40,099</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$(51,401)</u>	<u>\$ 43,579</u>	<u>\$ 94,980</u>

ELLIS COUNTY, TEXAS

RECONSTRUCTION GRANT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Intergovernmental	\$ 21,000	\$ 21,000	\$ -
Total revenues	<u>21,000</u>	<u>21,000</u>	<u>-</u>
EXPENDITURES			
Public safety:			
General	21,000	21,000	-
Total expenditures	<u>21,000</u>	<u>21,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	-
FUND BALANCE, BEGINNING	-	-	-
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ELLIS COUNTY, TEXAS

LAW ENFORCEMENT BLOCK FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 17,029	13,585	\$(3,444)
Interest	135	349	214
Total revenues	<u>17,164</u>	<u>13,934</u>	<u>(3,230)</u>
EXPENDITURES			
Public safety:			
Equipment	13,585	-	13,585
Total expenditures	<u>13,585</u>	<u>-</u>	<u>13,585</u>
NET CHANGE IN FUND BALANCE	3,579	13,934	10,355
FUND BALANCE, BEGINNING	<u>17,350</u>	<u>17,350</u>	-
FUND BALANCE, ENDING	<u>\$ 20,929</u>	<u>\$ 31,284</u>	<u>\$ 10,355</u>

ELLIS COUNTY, TEXAS

ARCHIVES MANAGEMENT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 1,500	\$ 3,679	\$ 2,179
Other	<u>200,000</u>	<u>196,240</u>	<u>(3,760)</u>
Total revenues	<u>201,500</u>	<u>199,919</u>	<u>(1,581)</u>
EXPENDITURES			
General government:			
Other	<u>201,500</u>	<u>15,271</u>	<u>186,229</u>
Total expenditures	<u>201,500</u>	<u>15,271</u>	<u>186,229</u>
NET BALANCE	-	184,648	184,648
FUND BALANCE, BEGINNING	<u>127,780</u>	<u>127,780</u>	-
FUND BALANCE ENDING	<u>\$ 127,780</u>	<u>\$ 312,428</u>	<u>\$ 184,648</u>

ELLIS COUNTY, TEXAS

SHERIFF FEDERAL FORFEITURE

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Seizures	\$ 10,000	\$ 49	\$(9,951)
Interest earnings	-	41	41
Total revenues	<u>10,000</u>	<u>90</u>	<u>(9,910)</u>
EXPENDITURES			
Public safety:			
Forfeited transfers	<u>11,485</u>	<u>1,485</u>	<u>10,000</u>
Total expenditures	<u>11,485</u>	<u>1,485</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCE	(1,485)	(1,395)	90
FUND BALANCE, BEGINNING	<u>10,032</u>	<u>10,032</u>	-
FUND BALANCE, ENDING	<u>\$ 8,547</u>	<u>\$ 8,637</u>	<u>\$ 90</u>

ELLIS COUNTY, TEXAS

DEBT SERVICE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Taxes	\$ 2,106,565	\$ 2,251,930	\$ 145,365
Interest earnings	5,000	11,975	6,975
Total revenues	<u>2,111,565</u>	<u>2,263,905</u>	<u>152,340</u>
EXPENDITURES			
Debt service:			
Principal	1,330,000	1,330,000	-
Interest	766,629	766,629	-
Other	14,936	910	14,026
Total expenditures	<u>2,111,565</u>	<u>2,097,539</u>	<u>14,026</u>
NET CHANGE IN FUND BALANCE	-	166,366	166,366
FUND BALANCE, BEGINNING	<u>515,570</u>	<u>515,570</u>	-
FUND BALANCE, ENDING	<u>\$ 515,570</u>	<u>\$ 681,936</u>	<u>\$ 166,366</u>

ELLIS COUNTY, TEXAS
CAPITAL PROJECTS FUNDS
RIGHT-OF-WAY AVAILABLE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest	\$ 2,000	\$ 2,622	\$ 622
Total revenues	<u>2,000</u>	<u>2,622</u>	<u>622</u>
EXPENDITURES			
Capital outlay:			
Right-of-way purchase	2,000	-	2,000
Total expenditures	<u>2,000</u>	<u>-</u>	<u>2,000</u>
NET CHANGE IN FUND BALANCE	-	2,622	2,622
FUND BALANCE, BEGINNING	<u>100,402</u>	<u>100,402</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 100,402</u>	<u>\$ 103,024</u>	<u>\$ 2,622</u>

ELLIS COUNTY, TEXAS

CAPITAL PROJECTS FUNDS

ROAD DISTRICT #1 AVAILABLE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 20,000	\$ 63,613	\$ 43,613
Other	<u>1,060,000</u>	<u>-</u>	<u>(1,060,000)</u>
Total revenues	<u>1,080,000</u>	<u>63,613</u>	<u>(1,016,387)</u>
EXPENDITURES			
Capital outlay	<u>1,080,000</u>	<u>-</u>	<u>1,080,000</u>
Total expenditures	<u>1,080,000</u>	<u>-</u>	<u>1,080,000</u>
NET CHANGE IN FUND BALANCE	-	63,613	63,613
FUND BALANCE, BEGINNING	<u>1,092,474</u>	<u>1,092,474</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 1,092,474</u>	<u>\$ 1,156,087</u>	<u>\$ 63,613</u>

ELLIS COUNTY, TEXAS

CAPITAL PROJECTS FUNDS

ROAD DISTRICT #5 AVAILABLE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 1,000	\$ 2,246	\$ 1,246
Other	<u>80,000</u>	<u>-</u>	<u>(80,000)</u>
Total revenues	<u>81,000</u>	<u>2,246</u>	<u>(78,754)</u>
EXPENDITURES			
Capital outlay	<u>81,000</u>	<u>-</u>	<u>81,000</u>
Total expenditures	<u>81,000</u>	<u>-</u>	<u>81,000</u>
NET CHANGE IN FUND BALANCE	-	2,246	2,246
FUND BALANCE, BEGINNING	<u>85,547</u>	<u>85,547</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 85,547</u>	<u>\$ 87,793</u>	<u>\$ 2,246</u>

ELLIS COUNTY, TEXAS
CAPITAL PROJECTS FUNDS
ROAD DISTRICT #16 AVAILABLE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 2,500	\$ 3,995	\$ 1,495
Other	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>
Total revenues	<u>152,500</u>	<u>3,995</u>	<u>(148,505)</u>
EXPENDITURES			
Capital outlay	<u>152,500</u>	<u>-</u>	<u>152,500</u>
Total expenditures	<u>152,500</u>	<u>-</u>	<u>152,500</u>
NET CHANGE IN FUND BALANCE	-	3,995	3,995
FUND BALANCE, BEGINNING	<u>155,461</u>	<u>155,461</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 155,461</u>	<u>\$ 159,456</u>	<u>\$ 3,995</u>

AGENCY FUNDS

AGENCY FUNDS

Agency funds are used to account for assets held by the County as an agent for individual organizations, other governments and/or other funds.

COUNTY TREASURER

This fund is used to account for employee deposits made to an IRS Code Section 457 plan and county and employee deposits for health care premiums.

TAX COLLECTOR

This fund is used to record tax collections which are deposited and distributed to other county funds, the State and other taxing authorities.

COUNTY ATTORNEY

This fund is used to account for funds received in criminal investigations awarded by court order and supplemental funds from the State of Texas for use in the County Attorney's office.

SHERIFF COMMISSARY

This fund is used to account for inmate deposits, which may be used by inmates to purchase miscellaneous personal items.

DISTRICT CLERK

This fund is used to account for monies held on behalf of individuals in accordance with court ordered decrees by the District Court.

COUNTY CLERK

This fund is used to account for monies held on behalf of individuals in accordance with court ordered decrees by the County Court.

JUSTICE OF THE PEACE

This fund is used to account for assets and liabilities of cash remitted to them in an agency capacity and related disbursements made by them.

JUVENILE PROBATION CORRECTION

This fund is used to account for funds received from various sources for supervision, rehabilitation and placement of juvenile probationers.

ADULT COMMUNITY SUPERVISION

This fund is used to account for funds received from various sources for supervision, rehabilitation and placement of adult probationers.

ELLIS COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Balance September 30, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2005</u>
<u>COUNTY TREASURER</u>				
Assets:				
Cash	\$ 1,187,438	\$ 2,962,725	\$ 3,803,854	\$ 346,309
Investments	254,307	-	7,793	246,514
Total assets	<u>\$ 1,441,745</u>	<u>\$ 2,962,725</u>	<u>\$ 3,811,647</u>	<u>\$ 592,823</u>
Liabilities:				
Due to beneficiaries	\$ 1,441,745	\$ 2,962,725	\$ 3,811,647	\$ 592,823
Total liabilities	<u>\$ 1,441,745</u>	<u>\$ 2,962,725</u>	<u>\$ 3,811,647</u>	<u>\$ 592,823</u>
<u>TAX COLLECTOR</u>				
Assets:				
Cash	\$ 1,607,989	\$ 231,079,201	\$ 230,961,074	\$ 1,726,116
Total assets	<u>\$ 1,607,989</u>	<u>\$ 231,079,201</u>	<u>\$ 230,961,074</u>	<u>\$ 1,726,116</u>
Liabilities:				
Due to other governments	\$ 1,527,546	\$ 231,079,201	\$ 230,961,074	\$ 1,645,673
Due to beneficiaries	80,443	-	-	80,443
Total liabilities	<u>\$ 1,607,989</u>	<u>\$ 231,079,201</u>	<u>\$ 230,961,074</u>	<u>\$ 1,726,116</u>
<u>COUNTY ATTORNEY</u>				
Assets:				
Cash	\$ 117,932	\$ 708,834	\$ 699,955	\$ 126,811
Total assets	<u>\$ 117,932</u>	<u>\$ 708,834</u>	<u>\$ 699,955</u>	<u>\$ 126,811</u>
Liabilities:				
Due to beneficiaries	\$ 117,932	\$ 708,834	\$ 699,955	\$ 126,811
Total liabilities	<u>\$ 117,932</u>	<u>\$ 708,834</u>	<u>\$ 699,955</u>	<u>\$ 126,811</u>

(continued)

ELLIS COUNTY, TEXAS

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Balance September 30, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2005</u>
<u>SHERIFF</u>				
Assets:				
Cash	\$ 42,098	\$ 1,132,510	\$ 1,099,026	\$ 75,582
Total assets	<u>\$ 42,098</u>	<u>\$ 1,132,510</u>	<u>\$ 1,099,026</u>	<u>\$ 75,582</u>
Liabilities:				
Due to beneficiaries	\$ 42,098	\$ 1,132,510	\$ 1,099,026	\$ 75,582
Total liabilities	<u>\$ 42,098</u>	<u>\$ 1,132,510</u>	<u>\$ 1,099,026</u>	<u>\$ 75,582</u>
<u>DISTRICT CLERK</u>				
Assets:				
Cash	\$ 2,313,101	\$ 721,592	\$ 1,109,767	\$ 1,924,926
Total assets	<u>\$ 2,313,101</u>	<u>\$ 721,592</u>	<u>\$ 1,109,767</u>	<u>\$ 1,924,926</u>
Liabilities:				
Due to beneficiaries	\$ 2,313,101	\$ 721,592	\$ 1,109,767	\$ 1,924,926
Total liabilities	<u>\$ 2,313,101</u>	<u>\$ 721,592</u>	<u>\$ 1,109,767</u>	<u>\$ 1,924,926</u>
<u>COUNTY CLERK</u>				
Assets:				
Cash	\$ 1,842,454	\$ 1,111,179	\$ 1,374,898	\$ 1,578,735
Total assets	<u>\$ 1,842,454</u>	<u>\$ 1,111,179</u>	<u>\$ 1,374,898</u>	<u>\$ 1,578,735</u>
Liabilities:				
Due to beneficiaries	\$ 1,842,454	\$ 1,111,179	\$ 1,374,898	\$ 1,578,735
Total liabilities	<u>\$ 1,842,454</u>	<u>\$ 1,111,179</u>	<u>\$ 1,374,898</u>	<u>\$ 1,578,735</u>

(continued)

ELLIS COUNTY, TEXAS

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2005

	<u>Balance September 30, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2005</u>
<u>JUSTICE OF THE PEACE</u>				
Assets:				
Cash	\$ 52,460	\$ 2,443,482	\$ 2,441,917	\$ 54,025
Total assets	<u>\$ 52,460</u>	<u>\$ 2,443,482</u>	<u>\$ 2,441,917</u>	<u>\$ 54,025</u>
Liabilities:				
Due to other governments	\$ 52,460	\$ 2,443,482	\$ 2,441,917	\$ 54,025
Total liabilities	<u>\$ 52,460</u>	<u>\$ 2,443,482</u>	<u>\$ 2,441,917</u>	<u>\$ 54,025</u>
<u>JUVENILE PROBATION AND CORRECTIONS</u>				
Assets:				
Cash	\$ 396,651	\$ 634,405	\$ 649,009	\$ 382,047
Investments	<u>661,734</u>	<u>630,000</u>	<u>101,199</u>	<u>1,190,535</u>
Total assets	<u>\$ 1,058,385</u>	<u>\$ 1,264,405</u>	<u>\$ 750,208</u>	<u>\$ 1,572,582</u>
Liabilities:				
Due to beneficiaries	\$ 1,058,385	\$ 1,264,405	\$ 750,208	\$ 1,572,582
Total liabilities	<u>\$ 1,058,385</u>	<u>\$ 1,264,405</u>	<u>\$ 750,208</u>	<u>\$ 1,572,582</u>
<u>ADULT COMMUNITY SUPERVISION AND CORRECTIONS</u>				
Assets:				
Cash	\$ 157,046	\$ 1,097,782	\$ 1,170,282	\$ 84,546
Investments	<u>1,138,188</u>	<u>212,000</u>	<u>624,505</u>	<u>725,683</u>
Total assets	<u>\$ 1,295,234</u>	<u>\$ 1,309,782</u>	<u>\$ 1,794,787</u>	<u>\$ 810,229</u>
Liabilities:				
Due to beneficiaries	\$ 1,295,234	\$ 1,309,782	\$ 1,794,787	\$ 810,229
Total liabilities	<u>\$ 1,295,234</u>	<u>\$ 1,309,782</u>	<u>\$ 1,794,787</u>	<u>\$ 810,229</u>

(continued)

ELLIS COUNTY, TEXAS

AGENCY FUNDS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
(Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2005**

	<u>Balance September 30, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2005</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets:				
Cash	\$ 7,717,169	\$ 241,891,710	\$ 243,309,782	\$ 6,299,097
Investments	<u>2,054,229</u>	<u>842,000</u>	<u>733,497</u>	<u>2,162,732</u>
Total assets	\$ <u>9,771,398</u>	\$ <u>242,733,710</u>	\$ <u>244,043,279</u>	\$ <u>8,461,829</u>
Liabilities:				
Due to other governments	\$ 1,580,006	\$ 233,522,683	\$ 233,402,991	\$ 1,699,698
Due to beneficiaries	<u>8,191,392</u>	<u>9,211,027</u>	<u>10,640,288</u>	<u>6,762,131</u>
Total liabilities	\$ <u>9,771,398</u>	\$ <u>242,733,710</u>	\$ <u>244,043,279</u>	\$ <u>8,461,829</u>

STATISTICAL SECTION

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ELLIS COUNTY, TEXAS
GOVERNMENT-WIDE EXPENSES BY FUNCTION
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2005
(UNAUDITED)

<u>Fiscal Year</u>	<u>General Government</u>	<u>Judicial</u>	<u>Public Safety</u>	<u>Health & Welfare</u>	<u>Conservation</u>	<u>Road & Bridge</u>	<u>Interest on Long Term Debt</u>	<u>Total</u>
2003	\$ 6,662,572	\$ 4,317,576	\$ 8,925,462	\$ 1,956,606	\$ 145,802	\$ 6,613,357	\$ 814,526	\$ 29,435,901
2004	9,070,809	3,851,390	10,740,789	1,959,263	142,549	5,384,181	851,471	32,000,152
2005	8,845,589	4,046,313	12,452,447	2,445,497	142,802	5,241,732	931,667	34,105,225

ELLIS COUNTY, TEXAS
GOVERNMENT-WIDE REVENUES BY FUNCTION
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2005
(UNAUDITED)

<u>Fiscal Year</u>	<u>Program Revenues</u>		<u>General Revenues</u>		<u>Total</u>
	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Taxes</u>	<u>Unrestricted Investments Earnings</u>	
2003	\$ 9,079,978	\$ 232,055	\$ 20,881,858	\$ 100,294	\$ 30,294,185
2004	8,960,348	195,141	23,240,361	187,035	32,582,885
2005	9,450,824	82,427	24,936,383	921,390	35,391,024

Reporting for government-wide revenues by function began in fiscal year 2003.

ELLIS COUNTY, TEXAS
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (a)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>General Government</u>	<u>Judicial</u>	<u>Public Safety</u>	<u>Health & Welfare</u>	<u>Conservation</u>
1996	\$ 4,125,822	\$ 960,566	\$ 3,841,341	\$ 576,664	\$ 79,857
1997	4,599,369	958,022	4,607,130	784,332	93,820
1998	5,092,767	1,007,718	5,195,380	964,118	96,317
1999	5,962,126	1,084,002	5,687,885	1,492,717	97,330
2000	6,188,614	1,208,377	7,023,925	1,899,643	111,510
2001	5,292,408	923,732	5,632,453	1,314,790	67,994
2002	6,961,557	1,306,215	8,707,048	1,774,010	118,515
2003	6,238,717	4,341,153	8,958,038	1,953,746	145,802
2004	7,002,691	3,825,724	10,531,010	1,956,403	142,549
2005	7,960,428	4,052,289	12,035,044	2,437,956	142,802

(a) Includes general, special revenues, debt service and capital projects funds. Does not include agency funds.
(b) Includes a refinancing of debt.

	<u>Road & Bridge</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
\$	4,745,263	\$ 229,470	\$ 828,572	\$ 15,387,555
	5,235,462	191,001	790,171	17,259,307
	6,107,660	878,215	859,896	20,202,071
	5,111,424	3,528,513	1,179,119	24,143,116
	3,946,182	5,925,534	2,138,443	28,442,228
	3,955,645	13,432,353	2,147,897	32,767,272
	6,002,873	9,729,813	19,174,297 b	53,774,328
	6,010,235	2,778,590	2,139,107	32,565,388
	4,984,460	1,099,397	2,155,344	31,697,578
	5,263,697	251,260	2,112,136	34,255,612

**ELLIS COUNTY, TEXAS
GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Property Taxes</u>	<u>Inter-Governmental</u>	<u>License & Permits</u>	<u>Fees of Office</u>	<u>Fines & Forfeitures</u>	<u>Interest</u>		<u>Other</u>	<u>Total</u>
1996	\$ 9,694,138	\$ 1,049,476	\$ 1,532,544	\$ 1,694,662	\$ 821,190	\$ 657,322		\$ 488,217	\$ 15,937,549
1997	10,178,440	884,083	1,613,606	1,862,873	1,067,051	532,370		904,030	17,042,453
1998	10,801,932	718,736	1,653,315	2,142,556	1,112,158	802,710	**	6,666,275	23,897,68
1999	11,438,390	763,899	1,850,218	2,452,372	1,285,852	1,595,273	***	21,520,832	40,906,836
2000	13,843,959	723,374	1,847,656	2,532,785	1,529,296	2,049,017		2,898,215	25,424,30
2001	16,581,262	902,187	1,721,797	1,815,722	1,069,897	1,177,323	****	4,625,759	27,893,94
2002	18,549,364	664,249	2,021,017	2,796,287	1,483,836	514,410	*****	19,938,034	45,967,197
2003	20,871,477	561,643	2,025,740	2,920,559	2,867,310	228,415		834,994	30,310,13
2004	23,198,533	647,686	2,079,994	3,207,186	1,998,833	193,702		961,323	32,287,257
2005	25,251,265	511,101	2,104,406	3,354,366	2,345,827	589,713	x	5,601,175	39,757,85

Note: Includes general, special revenues, debt service and capital projects funds.
For presentation purposes, state grants were reclassified from special revenue funds to trust funds.

* Includes Federal SSC Reimbursement.

** Increase due to bond proceeds for courthouse restoration.

*** Includes proceeds from TAN issued in 1999 and miscellaneous revenues such as rents, jail pay phone commission, and all other revenues that do not fall in another category.

**** Includes proceeds from Courthouse Restoration Grant and miscellaneous revenues such as rents, jail pay phone commission, and all other revenues that do not fall in another category.

***** Increase due to debt proceeds from refinancing existing debt.

x Increase due to settlement proceeds.

**ELLIS COUNTY, TEXAS
 ASSESSED AND ESTIMATED ACTUAL VALUE
 OF TAXABLE PROPERTY
 LAST TEN YEARS**

<u>Tax Year</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Total Assessed Valuation</u>	<u>Assessment Ratio</u>	<u>Estimated Actual Value</u>
1996	\$ 3,364,519,502	\$ 878,211,565	\$ 4,242,731,067	100.0%	\$ 4,242,731,067
1997	3,286,804,096	1,004,937,250	4,291,741,346	100.0%	4,291,741,346
1998	3,318,380,767	1,086,938,330	4,405,319,097	100.0%	4,405,319,097
1999	3,749,437,660	1,135,918,450	4,885,356,110	100.0%	4,885,356,110
2000	4,799,001,853	1,328,638,192	6,127,640,045	100.0%	6,127,640,045
2001	5,746,067,565	1,502,086,422	7,248,153,987	100.0%	7,248,153,987
2002	6,879,481,633	1,402,222,040	8,281,703,673	100.0%	8,281,703,673
2003	7,293,902,060	1,596,064,070	8,889,966,130	100.0%	8,889,966,130
2004	7,659,168,117	1,815,048,890	9,474,217,007	100.0%	9,474,217,007
2005	8,207,129,335	1,956,636,165	10,163,765,500	100.0%	10,163,765,500

**ELLIS COUNTY, TEXAS
BUDGETED PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	% OF LEVY COLLECTED	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	% OF TOTAL TAX COLLECTION TO TAX LEVY
1996	\$ 9,600,173	\$ 9,418,426	98.11%	\$ 275,712	\$ 9,694,138	100.98%
1997	10,102,936	9,943,312	98.42%	177,927	10,121,239	100.18%
1998	10,479,575	10,219,446	97.51%	550,351	10,769,797	102.76%
1999	11,221,309	10,923,161	97.34%	526,315	11,449,476	102.03%
2000	13,648,716	13,239,870	97.00%	604,089	13,843,959	101.43%
2001	16,778,500	16,136,412	96.17%	444,850	16,581,262	98.82%
2002	* 18,390,426	18,074,500	98.28%	474,864	18,549,364	100.86%
2003	* 20,308,800	19,843,239	97.71%	962,460	20,805,699	102.45%
2004	* 22,639,359	22,031,384	97.31%	1,131,482	23,162,866	102.31%
2005	* 24,485,051	23,673,110	96.68%	1,182,984	24,856,094	101.52%

(a) Delinquent Tax Collections includes penalty and interest.

* Does not include Tax Increment Reinvestment Zone levy and collection

**ELLIS COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
September 30, 2005**

Assessed Value of Real Property		\$ 8,207,129,335
Assessed Value of Personal and Other Property		<u>1,956,636,165</u>
 Total Assessed Value		 <u><u>\$ 10,163,765,500</u></u>

**Bonds Issued Under Article III,
Section 52 of the Texas Constitution:**

The County is authorized under Article III, Section 52, of the State Constitution to issue bonds payable from ad valorem taxes for the construction and maintenance of roads. There is no constitutional or statutory limit as to the rate on bonds issued pursuant to such constitutional provision. However, the amount of bonds which may be issued is limited to 25% of the assessed valuation of real property in the county.

Debt limit, 25% of Real Property Assessed Value		\$ 2,051,782,334
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Amount of Debt Applicable to Debt Limit:

Debt Limit:

Total Bonded Debt Applicable	\$ 20,567,737		
Less: Assets in Debt Service Fund available for payment of principal		<u>681,936</u>	<u>19,885,801</u>

**Legal Debt Margin, Bonds Issued Under
Article III, Section 52 of the Texas
Constitution**

\$ 2,031,896,533

**ELLIS COUNTY, TEXAS
PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2005**

<u>Name</u>	<u>Type of Business</u>	<u>2005 Assessed Valuations</u>	<u>Percentage of Total Assessed Valuation</u>
Chapparral Steel Company	Steel Mill	\$ 288,379,710	2.84%
Walgreen Company	Distribution Center	283,070,590	2.79%
Midlothian Energy Limited	Utility	345,015,260	3.39%
Holnam Texas LTD Partnership	Cement Plant	21,447,510	0.21%
Texas Industries, Inc.	Cement Plant	242,598,680	2.39%
TXU Electric Delivery Company	Utility	114,254,580	1.12%
Toys R Us-Texas LLC	Distribution Center	91,929,820	0.90%
Target Corporation	Retail	118,481,190	1.17%
Elk Roofing Products	Roofing Products	66,248,540	0.65%
Dartco of Texas LTD PTNSP	Container Mfg.	59,378,820	0.58%
		<u>\$ 1,630,804,700</u>	<u>16.05%</u>

Note: Total Assessed Valuation of \$ 10,163,765,500

Source: Ellis County Appraisal District

**ELLIS COUNTY, TEXAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS**

TAXING JURISDICTION	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
<u>DIRECT</u>										
COUNTY-WIDE:										
Ellis County	\$0.25314	\$0.25314	\$0.25314	\$0.28374	\$0.29719	\$0.30202	\$0.31017	\$0.31464	\$0.31599	\$0.31891
Farm to Market	0.04662	0.04662	0.04662	0.047596	0.054304	0.049400	0.041230	0.036656	0.034006	0.031093
<u>OVERLAPPING GOVERNMENTS</u>										
CITIES:										
Bardwell	0.15680	0.15840	0.15494	0.14818	0.15230	0.16250	0.16975	0.16975	0.18536	0.18625
Cedar Hill	0.66130	0.64269	0.64269	0.64269	0.64269	0.64140	0.64140	0.64140	0.64140	0.64140
Ennis	0.60000	0.60000	0.60000	0.60000	0.60000	0.60000	0.63000	0.63000	0.63000	0.73000
Ferris	0.78000	0.78000	0.78000	0.75000	0.71000	0.63793	0.60000	0.58554	0.59275	0.60000
Garrett	0.37000	0.37000	0.35285	0.34000	0.33000	0.31000	0.31000	0.31000	0.31000	0.29991
Italy	0.75000	0.76999	0.76999	0.73700	0.67000	0.64785	0.74500	0.59453	0.59453	0.68000
Maypearl	0.62180	0.62188	0.64106	0.78000	0.78000	0.78000	0.76735	0.75642	0.73716	0.73716
* Midlothian	0.17452	0.17452	0.17452	0.25366	0.29604	0.41346	0.41113	0.41182	0.42404	0.64038
Milford	0.60911	0.63367	0.61367	0.61367	0.58603	0.54935	0.52786	0.49967	0.49967	0.49547
Oak Leaf	0.18270	0.19600	0.19600	0.19600	0.19600	0.21127	0.26000	0.26174	0.35000	0.34156
Ovilla	0.34010	0.34810	0.37522	0.38129	0.39649	0.38780	0.55856	0.66675	0.68250	0.68250
Palmer	0.58877	0.61877	0.59877	0.59878	0.59880	0.59880	0.55893	0.55893	0.57165	0.57165
Pecan Hill	0.24387	0.25934	0.24610	0.23581	0.22498	0.22800	0.23154	0.23937	0.25462	0.25108
Red Oak	0.69000	0.69000	0.67000	0.65000	0.64000	0.61500	0.61500	0.61500	0.61500	0.61380
Waxahachie	0.63242	0.63242	0.64240	0.61250	0.61750	0.61750	0.61250	0.61750	0.61750	0.61500
SCHOOL DISTRICTS:										
Avalon	1.20000	1.22000	1.36000	1.32000	1.36000	1.43300	1.34833	1.34400	1.41910	1.49380
Ennis	1.32000	1.36000	1.50000	1.46000	1.49000	1.59000	1.65190	1.65190	1.65190	1.65190
Ferris	1.50000	1.53000	1.53000	1.49000	1.49000	1.51000	1.53950	1.53700	1.77190	1.77190
Italy	1.50000	1.50000	1.50000	1.46470	1.56000	1.56000	1.50000	1.56000	1.56000	1.56000
Maypearl	1.58540	1.58540	1.58540	1.53000	1.53000	1.55000	1.55000	1.58000	1.77900	1.76900
Midlothian	0.17000	1.65870	1.64000	1.65990	1.70970	1.72000	1.72000	1.72000	1.76450	1.78750
Milford	1.35860	1.40860	1.45860	1.66120	1.66120	1.62398	1.62398	1.62398	1.62398	1.62400
Palmer	1.31705	1.39000	1.50000	1.40068	1.44650	1.56209	1.56209	1.61700	1.61700	1.61000
Red oak	1.57400	1.57000	1.57000	1.53800	1.53800	1.53000	1.54500	1.57000	1.64000	1.64000
Waxahachie	1.42010	1.41110	1.50110	1.45580	1.54670	1.68000	1.71000	1.63900	1.71650	1.72080

**ELLIS COUNTY, TEXAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS**

TAXING JURISDICTION	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
SPECIAL DISTRICTS:										
EC ESD #3	\$0.03000	\$0.03000	\$0.03000	\$0.03000	\$0.03000	\$0.03000	\$0.03000	\$0.03000	\$0.03000	\$0.03000
EC ESD #2	0.03000	0.03000	0.03000	0.03000	0.03000	0.05000	0.05000	0.05750	0.05750	0.06500
EC ESD #1	0.03000	0.03000	0.03000	0.06000	0.06300	0.06500	0.06700	0.06700	0.06700	0.07000
EC ESD #4	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
EC ESD #5	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
EC ESD #6	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
EC ESD #7	-	-	-	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
EC ESD #8	-	-	-	-	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
EC ESD #9	-	-	-	-	0.03000	0.03000	0.03000	0.03000	0.03000	0.08000
Ellis Co. W C & ID	0.03000	0.03000	0.03000	0.06000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
* Midlothian Water Co.	0.25500	0.24000	0.22000	0.19416	0.19416	0.19416	0.19416	0.19416	0.19416	0.00000

Note: Tax rates are stated per \$100 assessed valuation.

Source: Central Appraisal District of Ellis County

* Midlothian Water Co. tax rate included with City of Midlothian beginning 2005.

ELLIS COUNTY, TEXAS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2005

<u>Taxing Jurisdiction</u>	<u>Total Funded Debt</u>	<u>Percentage Applicable To Named Government</u>	<u>Overlapping Funded Net Debt</u>
SPECIAL DISTRICTS:			
Ellis County WC&ID #1	\$ 2,365,735	100.00%	\$ 2,365,735
Midlothian Water District	29,123,844	100.00%	29,123,844
CITIES:			
Bardwell	-	100.00%	-
Ennis	32,962,728	100.00%	32,962,728
Ferris	2,925,000	1.33%	38,903
Italy	5,805,033	100.00%	5,805,033
Maypearl	500,000	0.00%	500,000
Midlothian	66,520,499	100.00%	66,520,499
Milford	64,258	100.00%	64,258
Ovilla	7,033,165	100.00%	7,033,165
Palmer	3,022,000	100.00%	3,022,000
Red Oak	9,126,436	100.00%	9,126,436
Waxahachie	23,236,193	100.00%	23,236,193
COUNTY-LINE CITITES:			
Cedar Hill	47,246,978	0.61%	288,207
Glenn Heights	3,270,000	26.60%	869,820
Grand Prairie	105,241,795	100.00%	105,241,795
Mansfield	80,067,230	0.41%	328,276
SCHOOL DISTRICTS:			
Avalon ISD	1,395,000	100.00%	1,395,000
Italy ISD	1,785,000	100.00%	1,785,000
Maypearl ISD	17,269,349	100.00%	17,269,349
Midlothian ISD	135,279,334	100.00%	135,279,334
Palmer ISD	5,423,000	100.00%	5,423,000
Red Oak ISD	28,726,037	100.00%	28,726,037
Waxahachie ISD	50,347,812	100.00%	50,347,812
COUNTY-LINE SCHOOL DISTRICTS:			
Ennis ISD	46,764,362	98.78%	46,193,837
Ferris ISD	19,762,133	96.62%	19,094,173
Frost ISD	1,296,000	6.44%	83,462
Milford ISD	590,153	84.19%	496,850
TOTAL NET OVERLAPPING DEBT			\$ 592,620,746
Ellis County			\$ 20,900,692

Source: Texas Municipal Reports

ELLIS COUNTY, TEXAS
RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUES AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population</u>	<u>Assessed Values</u>	<u>General Bonded Debt</u>	<u>Less Amount Available in Debt Service Fund</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Values</u>	<u>Net Bonded Debt Per Capita</u>
1996	\$ 90,500	\$ 4,242,731,067	\$ 4,325,000	\$ 113,635	\$ 4,211,365	0.10%	46.53
1997	103,000	4,291,741,346	4,088,473	103,656	3,984,817	0.09%	38.69
1998	103,000	4,405,319,097	8,554,029	147,559	8,406,470	0.19%	81.62
1999	105,000	4,885,356,110	25,849,112	202,979	25,646,133	0.52%	244.25
2000	111,360	6,127,640,045	25,169,325	521,207	24,648,118	0.40%	221.34
2001	111,360	7,248,153,987	24,219,027	520,553	23,698,474	0.33%	212.81
2002	116,555	8,281,703,673	24,282,813	588,439	23,694,374	0.29%	203.29
2003	129,250	8,889,966,130	22,801,333	528,872	22,272,461	0.25%	172.32
2004	129,250	9,474,217,007	21,707,073	515,570	21,191,503	0.22%	163.96
2005	131,826	10,163,765,500	20,567,737	681,936	19,885,801	0.20%	150.85

ELLIS COUNTY, TEXAS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES OF GENERAL
BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Expenditures</u>	<u>Ratio of Debt Service to General Expenditures (Percent)</u>
1996	\$ 495,000	\$ 216,055	\$ 711,055	\$ 15,449,869	4.60%
1997	594,860	198,311	793,171	17,259,302	4.60%
1998	555,000	154,393	709,393	20,107,632	3.53%
1999	585,000	362,260	947,260	24,143,116	3.92%
2000	705,000	1,299,382	2,004,382	28,442,228	7.05%
2001	955,000	1,072,068	2,027,068	32,767,272	6.19%
2002	17,285,000	1,408,274	18,693,274	53,774,328	* 34.76%
2003	1,165,000	866,643	2,031,643	29,435,901	6.90%
2004	1,275,000	821,029	2,096,029	32,000,452	6.55%
2005	1,330,000	766,629	2,096,629	34,106,047	6.15%

Note: General Expenditures includes general, special revenues, debt service and capital projects funds. Debt Service Expenditures do not include coupon fee or bond issuance costs.

* Increase in percentage results from refinancing existing debt.

**ELLIS COUNTY, TEXAS
PROPERTY TAX RATE DISTRIBUTION
LAST TEN YEARS**

Tax Year	General Fund	Road & Bridge Fund	Debt Service Fund	Permanent Improvement	Jury	Farm to Market	Total Tax Rate
1996	0.18650	0.04209	0.02092	0.00312	0.00051	0.04662	0.29976
1997	0.18427	0.04285	0.01983	0.00569	0.00050	0.04662	0.29976
1998	0.17793	0.04463	0.02379	0.00629	0.00050	0.04662	0.29976
1999	0.185856	0.03528	0.055361	0.006351	0.00089	0.047596	0.331331
2000	0.24296	0	0.042423	0.011207	0.000604	0.054304	0.351498
2001	0.2423567	0.017169	0.033337	0.008488	0.000668	0.049400	0.351418
2002	0.253183	0.015547	0.033085	0.007773	0.000582	0.041230	0.351400
2003	0.259906	0.017281	0.029974	0.006943	0.000540	0.036656	0.351300
2004	0.2657831	0.017134	0.029935	0.002070	0.001071	0.034006	0.349999
2005	0.272050	0.016680	0.027309	0.001890	0.000977	0.031093	0.349999

Note: Tax rates are stated per \$100 assessed valuation.

**ELLIS COUNTY, TEXAS
PROPERTY VALUE AND CONSTRUCTION
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Taxable Property Value</u>	<u>Construction</u>
1996	3,328,071,809	93,540,624
1997	3,503,895,884	115,402,800
1998	3,759,912,053	153,142,990
1999	4,134,407,916	183,619,780
2000	4,790,303,959	497,625,582
2001	5,568,534,335	462,571,730
2002	6,155,888,061	326,447,120
2003	6,786,040,243	443,086,505
2004	7,315,183,878	289,319,361
2005	7,974,250,152	310,640,751

(a) Source: Internal Reports

**ELLIS COUNTY, TEXAS
OFFICIALS' BONDS
SEPTEMBER 30, 2005**

<u>DEPARTMENT</u>	<u>OFFICIAL</u>	<u>BOND</u>
County Court at Law Judge	Bob Carroll	\$ 10,000
County Court at Law Judge #2	Gene Calvert	10,000
County Judge	Chad Adams	10,000
County Commissioners		
Precinct 1	Dennis Robinson	3,000
Precinct 2	Larry Jones	3,000
Precinct 3	Heath Sims	3,000
Precinct 4	Ron Brown	3,000
County Clerk	Cindy Polley	110,000
District Clerk	Billie Fuller	10,000
County Attorney	Joe F. Grubbs	5,000
Justice of the Peace		
Precinct 1	Bill Woody	5,000
Precinct 2	Jackie Miller, Jr.	5,000
Precinct 3	Curtis Polk	5,000
Precinct 4	Linda Sibley	5,000
County Sheriff	Ray Stewart	30,000
Constable		
Precinct 1	Ben Fry	1,500
Precinct 2	Terry Nay	1,500
Precinct 3	Jimmie Ray	1,500
Precinct 4	Perry Curry	1,500
County Treasurer	Ron Langenheder	25,000
County Tax Assessor-Collector	John Bridges	150,000
County Auditor	Michael S. Navarro	5,000
Adult Probation Officer	Alfred Mims, Jr.	26,000
Elections Administrator	Jane Anderson	20,000

**ELLIS COUNTY, TEXAS
MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2005
(UNAUDITED)**

Created by an act of the State Legislature in 1849. Named for Richard Ellis, president of Convention of 1836 that declared Texas' independence from Mexico.

Form of government: Political subdivision of the State of Texas, a Public Corporation with a County Judge and four County Commissioners as the governing body. The Commissioners Court has only those powers as authorized by the Constitution of the State of Texas or the State Legislature or implied therefrom.

Area: 939.9 square miles

County Roads: 1150 miles

County Bridges: 173

Elected Officials: 22

County Employees: 463

Incorporated Municipalities: 15

Organized School Districts: 10

Colleges and Universities: 2

Recreation: Medieval theme Scarborough Faire; Gingerbread Trail homes tour; Polka Festival; Italian Festival; Christmas candlelight tour; Mad Hatters parade; water activities at Lakes Bardwell and Waxahachie; community theater; college cultural and athletic events.

Business: Varied manufacturing; agribusiness; many residents employed in Dallas.

Agriculture: Beef cattle; crops include cotton, corn, wheat, and milo.

Minerals: Cement, oil, and gas.

Physical features: North Texas Blackland soils; level to rolling; Chambers Creek, Trinity River.

Ethnicity: White (72%); Hispanic (12%); Black (9%); Other (5%); American Indian (1%); Asian (1%).
(According to latest census numbers.)

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COMPLIANCE



PATTILLO, BROWN & HILL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

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

To the Honorable County Judge and Commissioners' Court
Ellis County, Texas

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ellis County, Texas (County) as of and for the year ended September 30, 2005, which collectively comprise the Ellis County, Texas's basic financial statements and have issued our report thereon dated March 20, 2006. 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.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters that we have reported to management in a separate letter dated March 20, 2006.

This report is intended solely for the information and use of the Commissioners' Court, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Pattillo, Brown & Hill, L.L.P.

March 20, 2006