

ELLIS COUNTY, TEXAS

Comprehensive Annual Financial
Report

**For the Year Ended
September 30, 2013**

Prepared by: Ellis County Auditor's Office

**ELLIS COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2013**

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INTRODUCTORY SECTION



ELLIS COUNTY AUDITOR'S OFFICE

**Michael S.
Navarro, CPA**

County Auditor

Staff

Beth Allen
1st Assistant

Devonda Spurlock
Assistant

Kim Brown
Assistant

Lisa Arent
Assistant

Linette Denney
Assistant

Address

101 West Main,
Suite 301
Waxahachie,
Texas 75165

Phone

(972) 825-5120
Fax (972) 825-5124

March 27, 2014

Honorable District Judges of Ellis County and

Honorable Members of the Ellis County Commissioners Court:

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, 2013 is hereby submitted.

These basic 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 County's accounting system supports an adequate internal control structure. This structure helps to safeguard the County's assets against loss, theft, or misuse. The accounting system provides reliable financial records for preparing financial statements in conformity with generally accepted accounting principles. The internal control structure provides reasonable, but not absolute, assurance that the County's assets are safeguarded. The concept of reasonable assurance first recognizes that the cost of a control should not exceed the benefits likely to be derived. Secondly, the evaluation of costs and benefits require estimates and judgments by management.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditor.

Profile of the Government

Ellis County is located in north central Texas, 20 miles south of Dallas. The County provides a full range of services authorized by statute. These 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. The County is a public corporation and political subdivision of the State of Texas, officially established by the State legislature on December 20, 1849. Waxahachie is the county seat and home of the historic Ellis County Courthouse built in 1895 and recognized by many as one of the most picturesque buildings in the state. William Hawkins was the first chief justice (county judge). Judge Oran Milo Roberts presided over the first term of the Ellis County district court during the fall of 1850. The 2010 official US Census population for the County was 149,610. The general governing body of the County is the elected five-member Commissioners Court in accordance with Article, Paragraph 18 of the Texas Constitution. Commissioners serve four-year staggered terms, every two years, two are up for election. The County Judge is elected at large to serve a four-year term.

Local Economy

Ellis County is transitioning from a rural to a more urbanized economy, however, agriculture is still an important economic factor. Other major industries include honey processing, steel fabricators, automobile shipping, power generation, and manufacturers of fiberglass insulation, cement, vinyl siding, warehousing and much more. The County comprises 939.91 square miles of the Blackland Prairie. Two major north-south interstates, I-35E and I-45, run through Ellis County, and east-west traffic is enhanced by State Highway 287. Local industry benefits from proximity to two major airports as well as railway hubs. The County is home to several institutions of higher education as well as recognized and exemplary public school districts.

Reasonably priced real property has spurred residential development over the last twenty years, which in turn spawns population growth. According to the United States Census Bureau, the population of Ellis County is 149,610, as of the last official Census in 2010. This represents a growth of 34.3% from the 2000 Census. Ellis County experienced a 30.8% increase from 1990 to 2000. Ellis County has a diverse population consisting of White 65.4%, Hispanic or Latino 23.5%, Black or African American 9.0%, and other races 2.1%. The most recent data from the US Census Bureau (2005) 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 Dallas/Ft. Worth 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 \$63,843 compared to the state median of \$50,049. The home ownership rate in Ellis County is 74.4% compared to the state rate of 63.8%. There are 54,365 housing units in the County, of which 50,503 are occupied. In Ellis County, 11.7% of the population is below the poverty level compared to the state rate of 15.8%. These statistics clearly show that the economic condition in the County makes the area attractive.

After a two year decline, taxable property value increased from \$10,300,059,387 in tax year 2011 to \$10,386,783,061 in 2012. This increase has enabled the Commissioners Court to keep the tax rate constant. In 2013, taxable property values continued to rise. The 2013 taxable value is \$10,680,338,099. From preliminary discussions with the Ellis Central Appraisal District, I expect the 2014 value to once again continue on the positive trend.

Major Initiatives and Capital Planning

The County is considering building a records management facility at the County Farm site. This facility would serve as both a long and short term storage solution for the different County departments. Preliminary drawings have both a climate controlled storage area as well as an open storage area. Departments would have their own locked storage areas within the facility. Bids have been opened and evaluated, but the decision to move forward has yet to be made on this project. Funding would be provided through the Permanent Improvement Fund.

The State of Texas has passed a bill to create the 443rd Judicial District Court, which would be the 3rd district court in Ellis County. Funds for the operation of the court have been placed into the County's 2013/2014 budget. In 2010, the County completed construction of a modern courts and administration building, which is currently home to the 40th and 378th Judicial District Courts. Within the facility, unfinished space was left for future build out. According to the Ellis County Judge, the 443rd Judicial District Court may begin operations in

a prior district court location with the intent of completing the build-out in the courts and administration building as necessity dictates. Funds are available in the Permanent Improvement Fund to provide for the build out.

Long Term Financial Planning

The Ellis County Commissioners Court passed a policy to set the target level of unassigned General Fund Balance at 33% of budgeted General Fund expenditures for future fiscal years. During the first year of implementation, the General Fund Balance has risen to 30.69% of budgeted General Fund expenditures. When excess Unassigned Fund Balance becomes available, it may be utilized for one-time, non-recurring expenditures such as purchases of real estate or capital assets; however, it cannot be used to justify increased overhead levels of future maintenance and operating costs. The primary mechanisms for keeping the fund balance target level are a) controlling Ellis County expenditures, b) setting proper tax rates or other methods of funding.

If General Fund Unassigned Fund Balance rises above or falls below the target level, then the Ellis County Commissioners Court shall consider remedies during the annual budget process. However, if the change in fund balance is severe, then Commissioners Court may consider remedies at their earliest opportunity. Certain Ellis County financial conditions, economic circumstances or special initiatives may be deemed suitable reasons for temporary non-compliance with this policy statement.

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 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 also serves as the County Investment Officer. The Treasurer is also responsible for bank reconciliation and distributing disbursements.

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, 2013, 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, 2013, 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, 2012. This was the seventeenth 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 Beth Allen, DeVonda Spurlock, Kim Brown, Lisa Arent and Linette Denney. 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 accounting 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.

Special thanks are extended to my staff that worked so diligently throughout the year.

Sincerely,

A handwritten signature in cursive script that reads "Michael S. Navarro, CPA".

Michael S. Navarro, CPA
County Auditor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

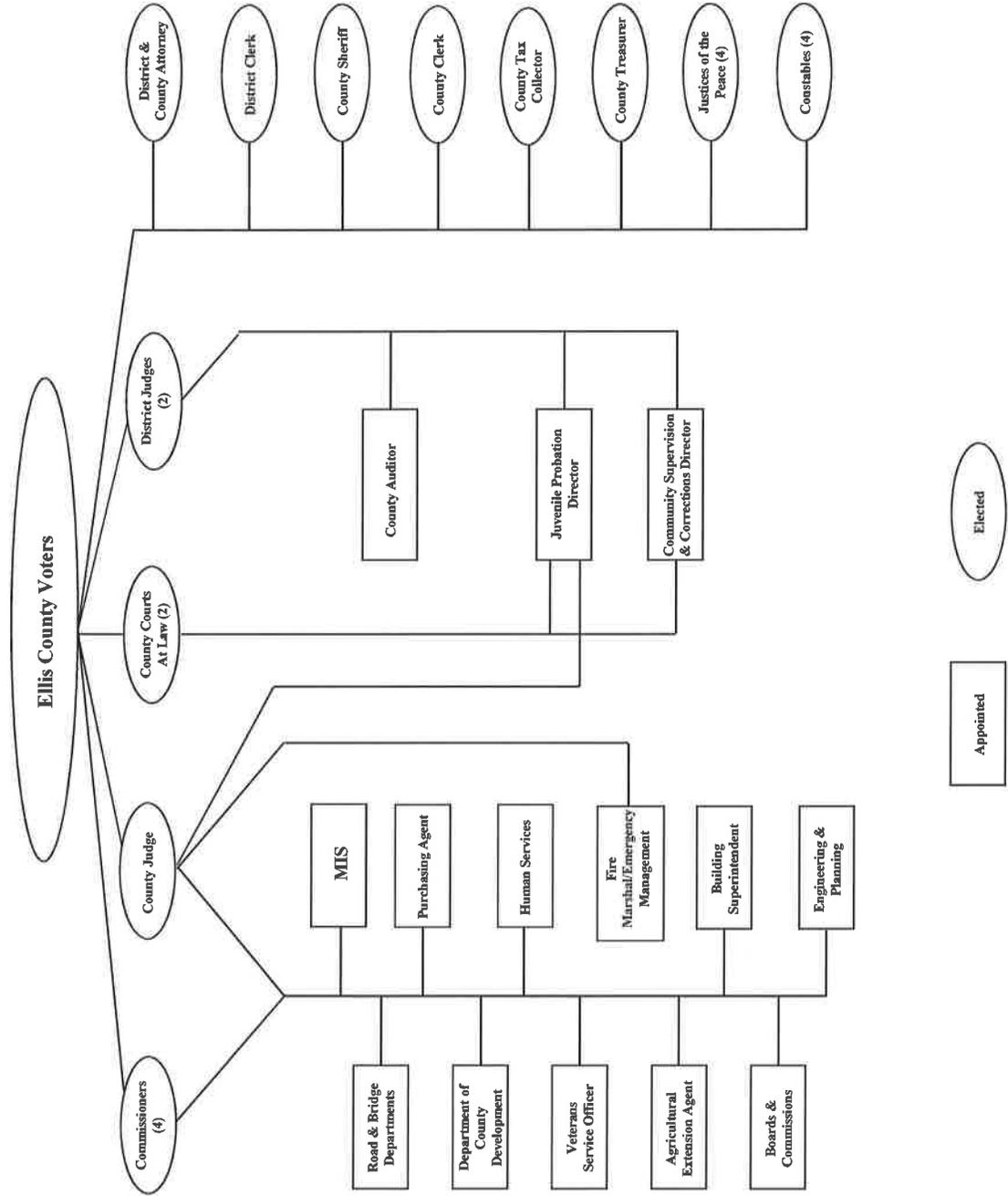
**Ellis County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

ELLIS COUNTY, TEXAS ORGANIZATIONAL CHART



DIRECTORY OF PUBLIC OFFICIALS

COMMISSIONERS COURT

COUNTY JUDGE

Carol Bush

COUNTY COMMISSIONERS

Precinct 1

Dennis Robinson

Precinct 2

Bill Dodson

Precinct 3

Paul Perry

Precinct 4

Ron Brown

JUDICIAL

DISTRICT JUDGE

40th Judicial District

Bob Carroll

378th Judicial District

Joe Grubbs

COUNTY COURT AT LAW JUDGE I

Jim Chapman

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

Steve Egan

LAW ENFORCEMENT AND LEGAL

SHERIFF

Johnny Brown

COUNTY ATTORNEY

Patrick Wilson

CONSTABLES

Precinct 1

Roy Callender

Precinct 2

Terry Nay

Precinct 3

Jimmie Ray

Precinct 4

Michael Jones

ADULT PROBATION OFFICER*

Gary Hunter

JUVENILE PROBATION OFFICER*

Darrin Ray

FINANCIAL ADMINISTRATION

COUNTY AUDITOR*

Michael S. Navarro

COUNTY TREASURER

Cheryl Chambers

TAX COLLECTOR

John Bridges

PURCHASING AGENT*

Kim Gould

RECORDING OFFICIALS

DISTRICT CLERK

Melanie Reed

COUNTY CLERK

Cindy Polley

*Denotes appointed officials. All others are elected officials.

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

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, 2013, and the related notes to the financial statements, which collectively comprise Ellis County, Texas' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also

includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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, 2013, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4–11 and 38–49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ellis County, Texas's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 18, 2014, on our consideration of Ellis County, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ellis County, Texas' internal control over financial reporting and compliance.

Pattillo, Dunn & Hill, L.L.P.

Hillsboro, Texas
March 18, 2014

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, 2013. 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-IV of this report.

FINANCIAL HIGHLIGHTS

The assets of Ellis County exceeded its liabilities at the close of the most recent fiscal year by \$40,704,354 (*net position*). Of this amount, \$11,548,658 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.

- The government's total net position increased by \$2,206,543.
- As of the close of the current fiscal year, Ellis County's governmental funds reported combined ending fund balances of \$23,549,267, an increase of \$2,336,703 in comparison with the prior year. The majority of this increase was due to a \$2,175,474 increase in total revenues offset by a \$780,883 increase in expenditures. \$11,208,144 is *available for spending* at the government's discretion (*unassigned fund balance*) in accordance with applicable laws.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$11,208,144 or 32.27% of total General Fund expenditures.
- The County's total debt decreased by \$2,177,842 (3.5%) during the current fiscal year. This decrease is attributed to principal payments made during the current fiscal year offset by the net OPEB obligation.

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 position* presents information on all of Ellis County's assets and liabilities with the difference between the two reported as *net position*. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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, judicial, and health and welfare.

The government-wide financial statements can be found on pages 12 – 13 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 43 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 and Permanent Improvement Fund, which are considered to be major funds. Data from the other 41 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 all funds. A budgetary comparison statement has been provided for all budgeted funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 14 – 16 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 statements 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 page 17 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 18 – 37 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*, including Ellis County’s General Fund budget to actual comparison. Required supplementary information can be found on pages 38 – 49 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 50 – 103 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of Ellis County, assets exceeded liabilities by \$40,704,354 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 51.4% of net position. 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 Position

	Governmental Activities	
	2013	2012
Current and other assets	\$ 27,810,951	\$ 25,448,115
Capital assets	76,767,944	78,988,574
Total assets	<u>104,578,895</u>	<u>104,436,689</u>
Long-term liabilities	60,712,134	62,889,976
Other liabilities	3,162,407	3,048,902
Total liabilities	<u>63,874,541</u>	<u>65,938,878</u>
Net position:		
Net investment in capital assets	20,916,060	20,020,454
Restricted	8,239,636	7,726,619
Unrestricted	<u>11,548,658</u>	<u>10,750,738</u>
Total net position	<u>\$ 40,704,354</u>	<u>\$ 38,497,811</u>

An additional portion of Ellis County’s net position (20.2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$11,548,658 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 position, 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 position by \$2,206,543, thereby accounting for 5.4% of the total net position of Ellis County.

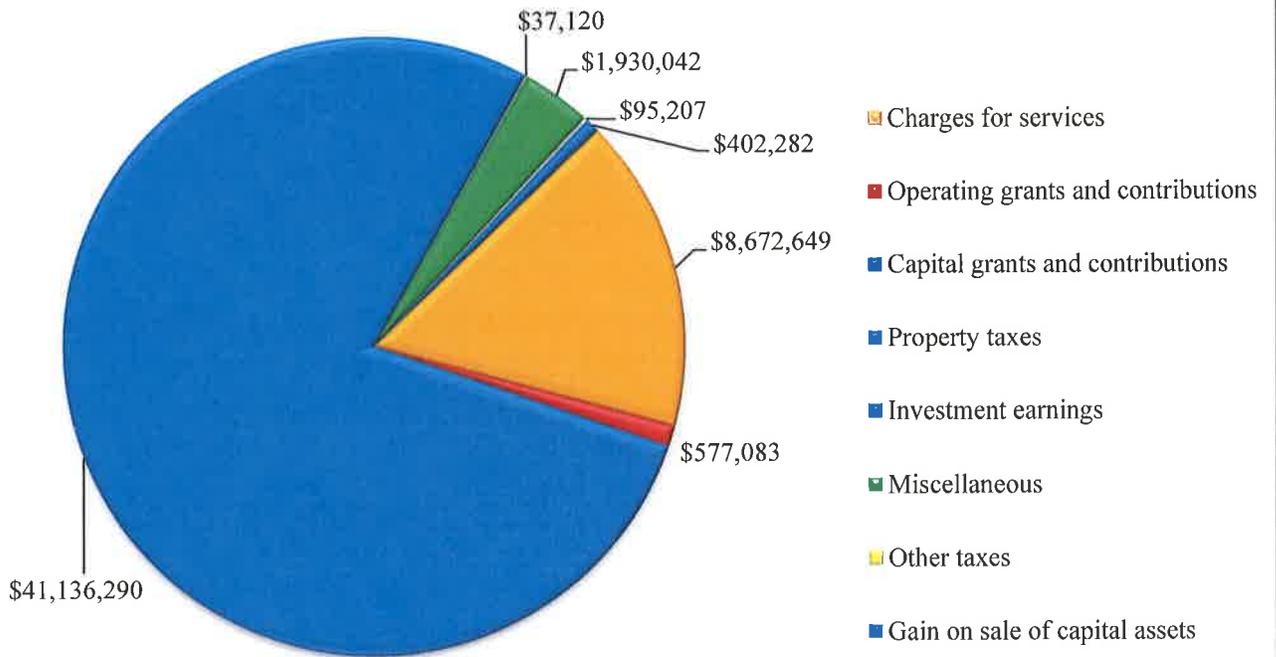
Ellis County’s Changes in Net Position

	Governmental Activities	
	2013	2012
REVENUES		
Program revenues:		
Charges for services	\$ 8,672,649	\$ 7,694,889
Operating grants and contributions	577,083	784,232
General revenues:		
Property taxes	41,136,290	40,249,112
Investment earnings	37,120	51,111
Gain on sale of capital assets	402,282	-
Miscellaneous	1,930,042	1,457,271
Other taxes	95,207	112,038
Total Revenues	52,850,673	50,348,653
EXPENSES		
General government	12,417,075	12,646,463
Judicial	5,919,050	5,655,574
Public safety	20,049,301	19,371,604
Health and welfare	1,179,311	1,265,966
Conservation	194,076	190,068
Roads and highways	8,211,435	8,306,733
Interest on long-term debt	2,673,882	2,745,033
Total Expenses	50,644,130	50,181,441
INCREASE (DECREASE) IN NET POSITION	2,206,543	167,212
NET POSITION, BEGINNING	38,497,811	38,330,599
NET POSITION, ENDING	\$ 40,704,354	\$ 38,497,811

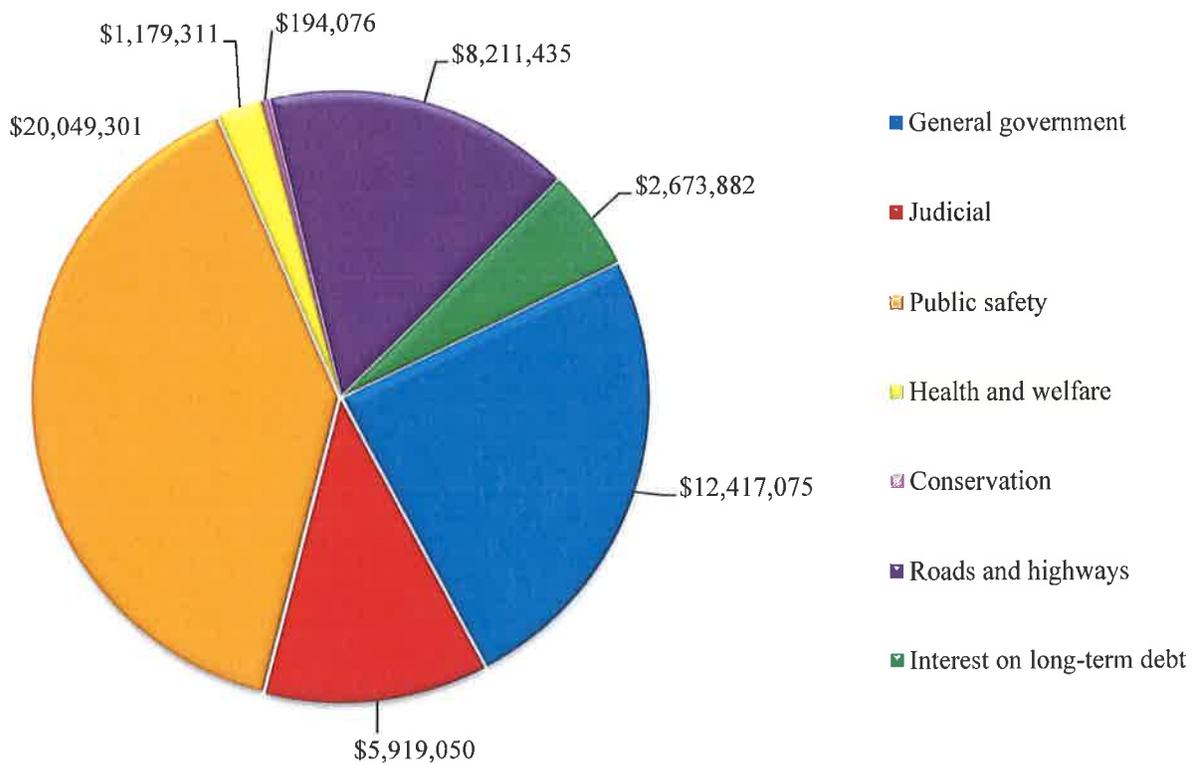
Property taxes increased by \$887,178 (2.2%) during the year. This result is mainly due to an increase in the total tax rate.

Expenses increased in 2013, driven by a 2.6% increase in judicial, public safety and conservation offset by a decrease in general government, health and welfare, roads and highways and interest on long-term debt.

REVENUES BY SOURCE



EXPENSES 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, *unassigned 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, unassigned total fund balance of the General Fund was \$11,208,144. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned total fund balance represents 32.27% of total General Fund expenditures.

The fund balance of Ellis County's General Fund increased by \$1,929,275 during the current fiscal year. This increase is primarily due to a 4.97% increase in current year revenues.

The Permanent Improvement Fund has an ending fund balance of \$2,410,206, a decrease of \$162,013 from the prior year. This decrease was \$378,246 less than the prior year decrease mainly due to a decrease in expenditures as well a \$336,349 increase in other financing sources.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget consisted of a \$435,665 increase in appropriations and can be briefly summarized as follows:

- Material budget amendments were made to allocate additional funding for juvenile detention services, provide for patrol vehicle purchases, and for additional emergency management needs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. Ellis County's investment in capital assets for its governmental activities as of September 30, 2013, amounts to \$76,767,944 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and system improvements, and machinery and equipment.

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

	Governmental Activities	
	2013	2012
Land	\$ 2,010,679	\$ 2,010,679
Construction work in progress	506,020	164,615
Buildings and improvements	70,651,806	73,483,414
Machinery and equipment	3,599,439	3,329,866
Total	\$ 76,767,944	\$ 78,988,574

The County had the following additions to fixed assets:

Addition to construction in progress for building projects	\$ 341,405
Purchase of vehicles and equipment	1,208,953

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

Long-term debt. At the end of the current fiscal year, Ellis County had total debt outstanding of \$60,712,135.

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

General Obligation Bonds	\$ 46,159,221
Refunding Bonds	9,692,664
Total	\$ 55,851,885

The County also had vacation payable of \$1,341,456 and net OPEB obligation of \$3,518,794.

The County's overall debt decreased from the prior year due to principal payments made during the fiscal year. Additionally, interest accrued on capital appreciation bonds held by the County in the amount of \$292,449.

Ellis County's bond rating is "AA" rating from Fitch and an "Aa3" rating from Moody's.

Additional information on Ellis County's long-term debt can be found in note 4 on pages 30 – 31 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Ellis County is geographically located in the southern part of the Dallas-Fort Worth metroplex and is positioned for growth with four major transportation corridors. As the economy grows, so will Ellis County. While the last four years have been relatively flat in terms of value, management anticipates future growth in the tax base. The tax rate to fund the 2014 budget has been set at \$0.413599.
- The County has continued to maintain solid reserves, due to conservative budget and spending practices.
- The overall direct debt burden from the County is low. Management has no near term debt plans, and assisted by “pay as you go” capital spending, the county’s capital needs appear manageable.
- Unfunded/underfunded mandates imposed by the State of Texas continue to be borne on the backs of local taxpayers including programs such as indigent health care, juvenile probation, legal representation for indigent defendants, and meeting standards imposed by the Texas Jail Commission.
- Estimated Revenue for fiscal year 2014 is \$37,247,292 for the General Fund, and estimated expenditures are \$37,247,292.

All of these factors were considered in preparing Ellis County’s budget for the 2014 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 Michael S. Navarro, CPA, Ellis County Auditor’s Office, 101 West Main, Suite 301, Waxahachie, Texas 75165.

BASIC FINANCIAL SECTION

ELLIS COUNTY, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2013

	Primary Government
	Governmental Activities
ASSETS	
Cash and investments	\$ 25,746,938
Receivables (net of allowances for uncollectibles)	
Taxes	986,470
Other	265,058
Intergovernmental receivable	53,984
Due from agency fund	363,025
Deferred Charges	395,476
Capital assets:	
Land	2,010,679
Buildings and improvements	100,321,425
Furniture and equipment	13,387,309
Construction in progress	506,020
Accumulated depreciation	<u>(39,457,489)</u>
Total capital assets, net of accumulated depreciation	<u>76,767,944</u>
 Total assets	 <u>104,578,895</u>
LIABILITIES	
Accounts payable	1,962,985
Accrued liabilities	822,143
Accrued interest	377,279
Noncurrent liabilities:	
Due within one year	3,940,364
Due in more than one year	<u>56,771,770</u>
Total liabilities	<u>63,874,541</u>
NET POSITION	
Net investment in capital assets	20,916,060
Restricted for:	
Road and bridge	2,843,913
Public safety	2,204,109
Technology and security	66,353
Records management	961,747
Other statutorily restricted funds	65,689
Debt service	2,097,825
Unrestricted	<u>11,548,658</u>
 Total net position	 <u>\$ 40,704,354</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, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government
					Governmental Activities
Primary Government:					
Governmental Activities:					
General government	\$ 12,417,075	\$ 3,084,879	\$ 306,638	\$ -	\$(9,025,558)
Judicial	5,919,050	2,516,595	45,963	-	(3,356,492)
Public safety	20,049,301	771,412	163,762	-	(19,114,127)
Health and welfare	1,179,311	-	-	-	(1,179,311)
Conservation	194,076	-	-	-	(194,076)
Roads and highways	8,211,435	2,299,763	60,720	-	(5,850,952)
Interest on long-term debt	2,673,882	-	-	-	(2,673,882)
Total governmental activities	<u>50,644,130</u>	<u>8,672,649</u>	<u>577,083</u>	<u>-</u>	<u>(41,394,398)</u>
Total primary government	<u>\$ 50,644,130</u>	<u>\$ 8,672,649</u>	<u>\$ 577,083</u>	<u>\$ -</u>	<u>\$(41,394,398)</u>
General Revenues:					
Taxes:					
Property taxes, levied for general purposes					\$ 35,824,073
Property taxes, levied for debt service					5,312,217
Other taxes					95,207
Gain on sale of capital assets					402,282
Miscellaneous					1,930,042
Investment earnings					37,120
Total general revenues					<u>43,600,941</u>
Change in net position					2,206,543
Net position, beginning					<u>38,497,811</u>
Net position, ending					<u>\$ 40,704,354</u>

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

ELLIS COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2013

	<u>General</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and investments	\$ 12,518,901	\$ 2,641,817	\$ 10,586,220	\$ 25,746,938
Receivables, net of allowances for uncollectibles:				
Taxes receivable	726,283	-	260,187	986,470
Due from agency fund	363,025	-	-	363,025
Intergovernmental receivable	<u>53,984</u>	<u>-</u>	<u>-</u>	<u>53,984</u>
Total assets	<u>\$ 13,662,193</u>	<u>\$ 2,641,817</u>	<u>\$ 10,846,407</u>	<u>\$ 27,150,417</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,140,872	\$ 231,611	\$ 590,502	\$ 1,962,985
Accrued liabilities	712,927	-	109,216	822,143
Deferred revenue	600,250	-	215,772	816,022
Total liabilities	<u>2,454,049</u>	<u>231,611</u>	<u>915,490</u>	<u>3,601,150</u>
Fund balances:				
Restricted for:				
Road and bridge	-	-	2,843,913	2,843,913
Public safety	-	-	2,204,109	2,204,109
Technology and security	-	-	66,353	66,353
Records management	-	-	961,747	961,747
Other statutorily restricted funds	-	-	65,689	65,689
Debt service	-	-	2,097,825	2,097,825
Assigned				
Capital expenditures	-	-	33,827	33,827
Capital projects	-	2,410,206	1,657,454	4,067,660
Unassigned	<u>11,208,144</u>	<u>-</u>	<u>-</u>	<u>11,208,144</u>
Total fund balances	<u>11,208,144</u>	<u>2,410,206</u>	<u>9,930,917</u>	<u>23,549,267</u>
Total liabilities and fund balances	<u>\$ 13,662,193</u>	<u>\$ 2,641,817</u>	<u>\$ 10,846,407</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	76,767,944
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	1,476,556
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(61,089,413)</u>
Net position of governmental activities	<u>\$ 40,704,354</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, 2013

	<u>General</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 30,555,331	\$ -	\$ 10,689,562	\$ 41,244,893
Intergovernmental	439,900	-	104,252	544,152
Licenses and permits	-	-	2,205,257	2,205,257
Fees of office	3,621,845	-	368,435	3,990,280
Fines and forfeitures	1,193,548	-	1,173,468	2,367,016
Interest earnings	17,774	2,480	16,866	37,120
Other	759,704	40,000	1,327,339	2,127,043
Total revenues	<u>36,588,102</u>	<u>42,480</u>	<u>15,885,179</u>	<u>52,515,761</u>
EXPENDITURES				
Current:				
General government	10,124,234	364,691	212,656	10,701,581
Judicial	5,169,658	-	655,899	5,825,557
Public safety	18,063,293	-	491,942	18,555,235
Health and welfare	1,179,311	-	-	1,179,311
Conservation	194,331	-	-	194,331
Roads and highways	-	-	8,113,125	8,113,125
Capital outlay	-	256,151	-	256,151
Debt service:				
Principal	-	-	3,420,000	3,420,000
Interest and fiscal charges	-	-	2,350,116	2,350,116
Total expenditures	<u>34,730,827</u>	<u>620,842</u>	<u>15,243,738</u>	<u>50,595,407</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,857,275</u>	<u>(578,362)</u>	<u>641,441</u>	<u>1,920,354</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	416,349	-	416,349
Transfers in	72,000	-	-	72,000
Transfers out	-	-	(72,000)	(72,000)
Total other financing sources (uses)	<u>72,000</u>	<u>416,349</u>	<u>(72,000)</u>	<u>416,349</u>
NET CHANGE IN FUND BALANCES	1,929,275	(162,013)	569,441	2,336,703
FUND BALANCES, BEGINNING	<u>9,278,869</u>	<u>2,572,219</u>	<u>9,361,476</u>	<u>21,212,564</u>
FUND BALANCES, ENDING	<u>\$ 11,208,144</u>	<u>\$ 2,410,206</u>	<u>\$ 9,930,917</u>	<u>\$ 23,549,267</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, 2013

Amounts reported for governmental activities in the Statement of Activities (page 13) are different because:

Net change in fund balances - total governmental funds (page 15)	\$ 2,336,703
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.	(2,220,630)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(67,370)
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 position. This amount is the net effect of these differences in the treatment of long-term debt and related items.	3,408,684
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>1,250,844</u>)
Change in net position of governmental activities (page 13)	\$ <u><u>2,206,543</u></u>

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

ELLIS COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2013

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ <u>8,468,035</u>
Total assets	\$ <u>8,468,035</u>
LIABILITIES	
Due to other governments	\$ 2,336,500
Due to county	363,025
Due to beneficiaries	<u>5,768,510</u>
Total liabilities	\$ <u>8,468,035</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, 2013

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. 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.

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. The agency funds of the County have no measurement focus. 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.

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.

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 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. Exceptions to this general rule are payments between various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenue includes all taxes.

When both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first and then unrestricted resources as they are needed.

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.

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.

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% of outstanding property taxes at September 30, 2013.

Capital Assets

Capital assets, which include property, plant, equipment and 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.

Capital Assets

GASB Statement 34 requires the County to report and depreciate new infrastructure assets effective with the fiscal year ended September 30, 2006. 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.

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. The general fund typically has been used in prior years to liquidate the liability for compensated absences.

Net Other Post Employment Benefit Obligation

The liability for pension-related debt is fully liquidated by the General Fund.

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.

Fund Balance

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by resolution of Commissioners' Court, the County's highest level of decision making authority. These amounts cannot be used for any other purpose unless Commissioners' Court removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

- Assigned: This classification includes amounts that are constrained by the County’s intent to be used for a specific purpose but are neither restricted nor committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Commissioner’s Court or County official delegated that authority by ordinance.
- Unassigned: This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets 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 position is 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.

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 five fiscal years.

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 Position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. 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 \$61,089,413 difference are as follows:

General Obligation Bonds and Certificates of Obligation	\$ 53,415,566
Accreted interest payable	2,436,318
Accrued interest payable	377,279
Net OPEB obligation	3,518,794
Compensated absences	<u>1,341,456</u>
Net adjustment to decrease <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	<u>\$ 61,089,413</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 position 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 \$(2,220,630) difference are as follows:

Capital outlay (includes \$1,309,653 not classified as capital expenditures on the fund statements)	\$ 1,550,358
Disposals	(14,067)
Depreciation expense	<u>(3,756,921)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$(2,220,630)</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 position. The details of this \$3,408,684 difference are as follows:

Principal repayments:	
Bond payments	\$ 3,420,000
Amortization of premium on bond issuance	18,643
Amortization of deferred loss on refunding	<u>(29,959)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 3,408,684</u>

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 department 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 County 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.

The County's investment pools are 2a7-like pools. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The fair value of the County's position in the pool is the same as its value of pool shares.

Regulatory oversight for the operations of this external investment pool are found in the Public Funds Investment Act of the State of Texas. Required oversight for pools includes compliance with investment guidelines, annual independent audits, and the establishment of oversight boards.

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.

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, 2013, all of the County's \$13,753,495 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 AAAM 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, Tex Star, Investors Cash Trust and MBIA Class.

As of September 30, 2013, the County had the following investments:

	<u>Fair Amount</u>	<u>Weighted Average Maturity (Days)</u>
General Fund		
Lone Star Pool	\$ 2,449,878	53
MBIA - Investment Pool	527	34
TEXSTAR	1,356,274	51
Investors' Cash Trust - MMM	108,276	47
Texas TERM	1,669,901	49
Texas Pool	<u>1,181,104</u>	55
Total general fund	<u>6,765,960</u>	
Permanent Improvement Fund		
Lone Star Pool	110,383	53
Investors' Cash Trust - MMM	44,773	47
TEXSTAR	<u>2,473,525</u>	51
Total Permanent Improvement Fund	<u>2,628,681</u>	
Nonmajor Funds		
Lone Star Pool	6,867,201	53
Investors' Cash Trust - MMM	682,545	47
TEXSTAR	1,603,803	51
MBIA - Investment Pool	3,424	34
Texas TERM	<u>1,504,433</u>	49
Total nonmajor funds	<u>10,661,406</u>	
Totals		
Investments Not Subject to Categorization		
Investments Pools/MM	<u>20,056,047</u>	
Totals	<u>\$ 20,056,047</u>	

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 Section 9 of the Texas Constitution 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, 2013, was \$0.413599 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 \$10,386,783,061 for 2012, which funds 2013 is as follows:

General Maintenance and Operations Rate:	
Interest and Sinking (Debt Rate)	\$0.059247
Operations Rate	0.320844
Farm to Market Rate	<u>0.033508</u>
Total Tax Rate	<u>\$0.413599</u>

Receivables

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

	<u>General</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Receivables:			
Taxes	\$ 968,377	\$ 346,917	\$ 1,315,294
Due from agency fund	363,025	-	363,025
Intergovernmental receivable	<u>53,984</u>	<u>-</u>	<u>53,984</u>
Gross receivables	1,385,386	346,917	1,732,303
Less: allowance for uncollectibles	<u>242,094</u>	<u>86,730</u>	<u>328,824</u>
Net Total Receivables	<u>\$ 1,143,292</u>	<u>\$ 260,187</u>	<u>\$ 1,403,479</u>

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	\$ 600,250	\$ 600,250
Nonmajor funds:		
Delinquent property taxes receivable	<u>215,772</u>	<u>215,772</u>
Governmental Funds	<u>\$ 816,022</u>	<u>\$ 816,022</u>

Capital Assets

Capital asset activity for the year ended September 30, 2013, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 2,010,679	\$ -	\$ -	\$ 2,010,679
Construction work in progress	<u>164,615</u>	<u>341,405</u>	<u>-</u>	<u>506,020</u>
Total capital assets, not being depreciated	<u>2,175,294</u>	<u>341,405</u>	<u>-</u>	<u>2,516,699</u>
Capital assets, being depreciated:				
Buildings and improvements	100,736,150	-	414,725	100,321,425
Machinery and equipment	<u>12,455,399</u>	<u>1,208,953</u>	<u>277,043</u>	<u>13,387,309</u>
Total capital assets, being depreciated	<u>113,191,549</u>	<u>1,208,953</u>	<u>691,768</u>	<u>113,708,734</u>
Less accumulated depreciation for:				
Buildings and improvements	27,252,736	2,817,541	400,658	29,669,619
Machinery and equipment	<u>9,125,533</u>	<u>939,380</u>	<u>277,043</u>	<u>9,787,870</u>
Total accumulated depreciation	<u>36,378,269</u>	<u>3,756,921</u>	<u>677,701</u>	<u>39,457,489</u>
Total capital assets, being depreciated, net	<u>76,813,280</u>	<u>(2,547,968)</u>	<u>14,067</u>	<u>74,251,245</u>
Governmental activities capital assets, net	<u>\$ 78,988,574</u>	<u>\$(2,206,563)</u>	<u>\$ 14,067</u>	<u>\$ 76,767,944</u>

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

Governmental activities:	
General government	\$ 1,421,670
Judicial	18,052
Public safety	1,958,879
Conservation	-
Roads and highways	<u>358,320</u>
Total depreciation expense - governmental activities	<u>\$ 3,756,921</u>

Capital Leases

The assets acquired through capital leases are as follows:

Asset:	<u>Governmental Activities</u>
Machinery and equipment	\$ 534,556
Less: Accumulated depreciation	<u>314,524</u>
Total	<u>\$ 220,032</u>

All capital leases associated with the above equipment have been paid in full.

Long-term Debt

Long-term Debt Walk-forward

	Payable Amounts Outstanding 10/01/12	Issued	Retired	Accretion	Outstanding 09/30/13
General obligation bonds	\$ 47,295,000	\$ -	\$ 1,490,000	\$ -	\$ 45,805,000
Premium on issuance	372,864	-	18,643	-	354,221
Refunding bonds	11,390,131	-	1,930,000	292,449	9,752,580
Less deferred amounts of refunding	(89,875)	-	(29,959)	-	(59,916)
Net OPEB obligation	2,545,235	1,288,140	314,581	-	3,518,794
Compensated absences	1,376,621	1,320,015	1,355,180	-	1,341,456
Totals	\$ 62,889,976	\$ 2,608,155	\$ 5,078,445	\$ 292,449	\$ 60,712,135

A summary of the changes in long-term debt for the year ended September 30, 2013, is as follows:

Description	Interest Rate Payable	Amounts Original Issue	Interest Current Year	Payable Amounts Outstanding 10/01/12	Issued	Retired	Accretion on Bonds	Outstanding 09/30/13	Amounts Due Within One Year
General Obligation, Bonds, 2007	4.0-5.25%	\$ 53,875,000	\$ 2,269,525	\$ 47,295,000	\$ -	\$ 1,490,000	\$ -	\$ 45,805,000	\$ 1,550,000
Premium on Issuance			-	372,864	-	18,643	-	354,221	-
General Obligation Refunding Bonds, Series 2002	3.0-5.56%	17,146,262	-	5,325,131	-	-	292,449	5,617,580	-
General Obligation Refunding Bonds, Series 2010	2.18%	1,635,000	12,644	580,000	-	580,000	-	-	-
General Obligation Refunding Bonds, Series 2011	1.39%	5,485,000	66,859	5,485,000	-	1,350,000	-	4,135,000	2,055,000
Less deferred amounts on refunding	N/A	N/A	-	(89,875)	-	(29,959)	-	(59,916)	-
Net OPEB obligation	N/A	N/A	-	2,545,235	1,288,140	314,581	-	3,518,794	-
Compensated absences	N/A	N/A	-	1,376,621	1,320,015	1,355,180	-	1,341,456	335,364
Totals			\$ 2,349,028	\$ 62,889,976	\$ 2,608,155	\$ 5,078,445	\$ 292,449	\$ 60,712,135	\$ 3,940,364

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 August 31,	General Obligations		Total Requirements
	Principal	Interest	
2014	\$ 3,605,000	\$ 2,249,394	\$ 5,854,394
2015	3,695,000	2,154,781	5,849,781
2016	3,473,434	2,378,254	5,851,688
2017	3,461,237	2,398,251	5,859,488
2018	3,442,594	2,416,881	5,859,475
2019-2023	11,100,315	8,413,735	19,514,050
2024-2028	13,455,000	5,332,300	18,787,300
2029-2033	<u>13,325,000</u>	<u>1,706,500</u>	<u>15,031,500</u>
Total	\$ <u>55,557,580</u>	\$ <u>27,050,096</u>	\$ <u>82,607,676</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, 2016 through 2019. The accreted values of these bonds at September 30, 2013, are approximately \$2,436,318 accordingly, accretion on these bonds of approximately \$292,449 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.

Interfund Receivables, Payables and Transfers

The composition of interfund balances as of September 30, 2013, is as follows:

Interfund transfers:

	Transfer In:	
	General	Total
Transfer Out:		
Nonmajor governmental funds	\$ <u>72,000</u>	\$ <u>72,000</u>
Total	\$ <u>72,000</u>	\$ <u>72,000</u>

Transfer was used to: (1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them.

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 in the past three years.

Health Care Coverage

During the year ended September 30, 2013, 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 Preferred Provider 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.

The latest financial statements for the self-insurance fund are available for the year ended September 30, 2013, 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.

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 641 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.

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 (Variable Rate) 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.

The employer contributed using the actuarially determined rate of 9.77% for the months of the accounting year in 2012, and 10.07% for the months of the calendar year in 2013.

The deposit rate payable by employee members for the calendar year 2013 is the rate of 7.00% as adopted by the governing body of the employer. The employer deposit 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, 2013, the annual pension cost for the TCDRS plan for its employees was \$3,669,729 and the actual contributions were \$3,669,729.

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, 2010 and December 31, 2011, the basis for determining the contribution rates for calendar years 2012 and 2013. The December 31, 2012, actuarial valuation is the most recent valuation.

Actuarial Valuation Information

Actuarial Valuation Date	12/31/10	12/31/11	12/31/12
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Amortization period in years	20	20	20
Asset valuation method			
Subdivision Accumulation Fund	10-yr smoothed value	10-yr smoothed value	10-yr smoothed value
Employees Saving Fund	Fund value	Fund value	Fund value
Assumptions:			
Investment return - includes inflation at the stated rate	8.00%	8.00%	8.00%
Projected salary increases- includes inflation at the stated rate	5.4%	5.4%	5.4%
Inflation	3.5%	3.5%	3.5%
Cost-of-living adjustments	0.0%	0.0%	0.0%

Trend Information for the Retirement Plan for the Employees of Ellis County

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/2011	\$ 3,589,715	100%	-
09/30/2012	3,550,590	100%	-
09/30/2013	3,669,729	100%	-

The funded status as of December 31, 2012, is presented as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (1) (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/12	47,522,565	57,151,253	9,628,688	83.15%	21,028,848	45.79%

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

The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

Postemployment Health Care

Plan Description and Funding Policy. In addition to the pension benefits described above, the Commissioners' Court established a medical and dental insurance benefit plan for retirees that choose to participate. The County administers this single-employer defined benefit medical and dental plan ("the Retiree Medical and Dental Plan"). The Retiree Medical and Dental Plan does

not issue a publicly available financial report.

Eligible retirees will be provided subsidized medical and dental insurance benefits if they meet the following conditions and elect to participate:

- Must be drawing a monthly annuity from the Texas County & District Retirement System, and who retired directly from active employment with Ellis County.
- Can continue medical and dental benefits that were in effect on date of retirement.
- No open enrollment opportunity (can drop coverage at any time, but cannot add)
- Beneficiary can continue enrollment in plan as long as is drawing monthly annuity.
- Make the following payments to the County:
 1. Retiree - \$344/month
 2. Retiree's spouse - \$344/month
 3. Retiree's dependent - \$344/month
 4. Dental - \$30/month

The County will cease insurance coverage on the retiree and dependent on the last day of the month when the retiree or dependent fails to submit the required set subsidy amount.

Funding Policy and Annual OPEB Cost. The County's annual other postemployment benefits (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameter of GASB Statement 45. The ARC represents a level of accrual that is projected to recognize the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The annual OPEB cost for the fiscal year ending September 30, 2013, is as follows:

Fiscal Year	<u>2013</u>
Annual Required Contribution (ARC)	\$ 1,173,604
Interest on Net OPEB Obligation	114,536
Adjustment to the ARC	<u>(106,116)</u>
Annual OPEB Cost	1,182,024
Contributions Made	<u>(208,465)</u>
Increase in Net OPEB Obligation	973,559
Net OPEB Obligation, beginning of year	<u>2,545,235</u>
Net OPEB Obligation, ending of year	<u>\$ 3,518,794</u>
Percentage of ARC contribution	17.6%

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year ending September 30, 2013 and the preceding two fiscal years were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Amount Contributed</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
09/30/2011	\$ 778,572	\$ 243,544	31.3%	\$ 1,993,003
09/30/2012	803,554	251,322	31.3%	2,545,235
09/30/2013	1,182,024	208,465	17.6%	3,518,794

Funded Status and Funding Progress. The funding status of the County's retiree health care plan, under GASB Statement No. 45 as of September 30, 2013 is as follows:

<u>Actuarial Valuation Date</u>	<u>9/30/2013</u>
Actuarial value of assets	\$ -
Actuarial accrued liabilities (AAL)	8,847,691
Unfunded actuarial accrued liability (UAAL)	8,847,691
Funded ratio	0.00%
Covered payroll (active plan members)	21,315,563
UAAL as a percentage of covered payroll	41.5%

Under the reporting parameters, the County's retiree health care plan is 0% funded with an estimated actuarial accrued liability exceeding actuarial assets by \$8,847,691 at September 30, 2013. As of the most recent valuation, the ratio of the unfunded actuarial accrued liability to annual covered payroll is 41.5%.

Actuarial Methods and Assumptions

The Projected Unit Credit actuarial cost method is used to calculate the GASB ARC for the County's retiree health care plan. Using the plan benefits, the present health premiums and a set of actuarial assumptions, the anticipated future payments are projected. The projected unit credit method then provides for a systematic recognition of the cost of these anticipated payments. The yearly ARC is computed to cover the cost of benefits being earned by covered members as well as to amortize a portion of the unfunded accrued liability.

Projections of health benefits are based on the plan as understood by the County and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the County and its employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial Methods and Assumptions

Inflation Rate	3.00% per annum
Investment rate of return	4.50% net of expenses
Actuarial cost method	Projected Unit Credit Cost Method
Amortization method	Level as a percentage of payroll
Amortization period	30-year, open amortization
Payroll Growth	3.0% per annum
Healthcare cost trend rate	Initial rate of 7.50% declining to an ultimate rate of 5.00% after 10 years

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status and the annual required contributions of the County's retiree health care plan are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

REQUIRED SUPPLEMENTARY INFORMATION

ELLIS COUNTY, TEXAS
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Ad valorem tax	\$ 30,483,720	\$ 30,483,720	\$ 30,460,124	\$(23,596)
Mixed drink tax	120,000	120,000	95,207	(24,793)
Total taxes	<u>30,603,720</u>	<u>30,603,720</u>	<u>30,555,331</u>	<u>(48,389)</u>
Intergovernmental:				
State - hazardous waste fees	60,000	60,000	82,152	22,152
Other	264,384	282,885	357,748	74,863
Total intergovernmental	<u>324,384</u>	<u>342,885</u>	<u>439,900</u>	<u>97,015</u>
Fees of Office:				
District Clerk	411,000	411,000	435,078	24,078
County Clerk	978,300	978,300	1,018,040	39,740
Sheriff	248,800	248,800	218,591	(30,209)
County Attorney	60,490	62,790	63,279	489
Tax Collector	924,800	924,800	1,143,072	218,272
County Court-At-Law	157,000	157,000	155,494	(1,506)
Justice of the Peace, Precinct #1	43,950	43,950	32,114	(11,836)
Justice of the Peace, Precinct #2	79,400	79,400	64,017	(15,383)
Justice of the Peace, Precinct #3	20,900	20,900	24,909	4,009
Justice of the Peace, Precinct #4	39,000	39,000	34,167	(4,833)
Constable, Precinct #1	27,300	27,300	30,963	3,663
Constable, Precinct #2	53,000	53,000	55,082	2,082
Constable, Precinct #3	34,000	34,000	36,423	2,423
Constable, Precinct #4	50,000	50,000	59,171	9,171
Elections	7,000	7,000	7,931	931
Public Works Administration	194,800	194,800	243,514	48,714
Total Fees of Office	<u>3,329,740</u>	<u>3,332,040</u>	<u>3,621,845</u>	<u>289,805</u>
Fines and forfeitures	<u>1,133,000</u>	<u>1,133,650</u>	<u>1,193,548</u>	<u>59,898</u>
Interest earnings	<u>27,000</u>	<u>27,000</u>	<u>17,774</u>	<u>(9,226)</u>
Miscellaneous:				
Jail pay phone commission	84,000	84,000	82,667	(1,333)
Miscellaneous	514,400	569,590	677,037	107,447
Total miscellaneous	<u>598,400</u>	<u>653,590</u>	<u>759,704</u>	<u>106,114</u>
Total revenues	<u>\$ 36,016,244</u>	<u>\$ 36,092,885</u>	<u>\$ 36,588,102</u>	<u>\$ 495,217</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

(Continued)

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
GENERAL GOVERNMENT				
County Clerk:				
Salaries	\$ 578,332	\$ 578,332	\$ 559,261	\$ 19,071
Benefits	238,176	238,176	230,626	7,550
Supplies	20,240	16,401	16,401	-
Capital outlay	1,500	1,484	880	604
Other	26,400	30,255	25,563	4,692
Total County Clerk	<u>864,648</u>	<u>864,648</u>	<u>832,731</u>	<u>31,917</u>
County Judge:				
Salaries	208,676	208,676	196,534	12,142
Benefits	68,919	68,919	68,048	871
Supplies	4,850	4,850	3,743	1,107
Other	13,800	13,800	8,346	5,454
Total County Judge	<u>296,245</u>	<u>296,245</u>	<u>276,671</u>	<u>19,574</u>
Juvenile Services:				
Salaries	328,332	328,332	209,404	118,928
Benefits	237,665	237,665	213,780	23,885
Supplies	7,000	6,200	6,189	11
Capital outlay	6,000	13,400	12,835	565
Other	53,425	72,625	69,917	2,708
Juvenile detention service	588,355	828,780	741,535	87,245
Nonresidential	50,000	58,775	58,348	427
Total Juvenile Services	<u>1,270,777</u>	<u>1,545,777</u>	<u>1,312,008</u>	<u>233,769</u>
Department of Development:				
Salaries	365,450	365,450	364,319	1,131
Benefits	138,174	138,174	136,654	1,520
Supplies	4,000	4,000	3,149	851
Capital outlay	2,500	2,500	1,429	1,071
Other	8,200	8,200	5,482	2,718
Automobile	17,700	17,700	13,461	4,239
Total Department of Development	<u>536,024</u>	<u>536,024</u>	<u>524,494</u>	<u>11,530</u>
Veterans Services:				
Salaries	30,962	30,962	20,969	9,993
Benefits	6,358	6,508	4,637	1,871
Supplies	500	500	281	219
Other	1,200	1,050	200	850
Total Veterans Services	<u>39,020</u>	<u>39,020</u>	<u>26,087</u>	<u>12,933</u>
Commissioners' Court:				
Salaries	301,104	301,104	301,104	-
Benefits	84,448	84,448	83,873	575
Other	-	105	104	1
Total Commissioners' Court	<u>\$ 385,552</u>	<u>\$ 385,657</u>	<u>\$ 385,081</u>	<u>\$ 576</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
GENERAL GOVERNMENT (Continued)				
Community Supervision/Corrections:				
Capital outlay	\$ 1,500	\$ 1,500	\$ 929	\$ 571
Utilities	100	100	-	100
Total Community Supervision/Correction	1,600	1,600	929	671
Nondepartmental:				
Payroll insurance expense	590,000	565,000	431,558	133,442
Other	1,281,664	1,380,457	1,321,048	59,409
Organizational dues/subscriptions	185,000	179,827	173,002	6,825
Comprehensive insurance	265,000	225,341	221,715	3,626
Tax appraisal fee	375,000	360,592	360,592	-
Legal/professional fees	42,000	46,377	45,081	1,296
Total Nondepartmental	2,738,664	2,757,594	2,552,996	204,598
Purchasing:				
Salaries	134,502	132,722	128,841	3,881
Benefits	47,439	47,439	45,007	2,432
Capital outlay - for all departments	2,200	2,995	2,932	63
Other	8,700	10,885	10,235	650
Total Purchasing	192,841	194,041	187,015	7,026
Elections:				
Salaries	156,193	159,719	159,719	-
Benefits	62,259	62,479	62,479	-
Capital outlay	1,300	100	100	-
Election workers salaries/benefits	51,000	54,944	54,944	-
Other	96,830	119,036	119,036	-
Total Elections	367,582	396,278	396,278	-
County Auditor:				
Salaries	269,600	269,600	266,700	2,900
Benefits	87,288	87,288	86,450	838
Supplies	4,500	4,000	3,088	912
Capital outlay	2,300	2,300	2,067	233
Other	8,625	9,125	5,463	3,662
Total County Auditor	372,313	372,313	363,768	8,545
Tax Assessor/Collector:				
Salaries	616,050	616,050	610,768	5,282
Benefits	251,557	251,557	249,306	2,251
Supplies	14,100	23,660	23,660	-
Other	28,400	34,301	34,286	15
Telephone	10,600	10,570	5,228	5,342
Postage	40,000	24,919	24,288	631
Capital outlay	700	350	150	200
Total Tax Assessor/Collector	\$ 961,407	\$ 961,407	\$ 947,686	\$ 13,721

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
GENERAL GOVERNMENT (Continued)				
Treasurer:				
Salaries	\$ 148,370	\$ 149,270	\$ 149,270	\$ -
Benefits	50,286	49,386	49,272	114
Other	14,650	13,400	11,093	2,307
Capital outlay	500	1,750	1,260	490
Total Treasurer	<u>213,806</u>	<u>213,806</u>	<u>210,895</u>	<u>2,911</u>
Human Services:				
Salaries	169,805	157,805	138,201	19,604
Benefits	60,880	60,880	54,637	6,243
Supplies	5,900	6,400	6,249	151
Utilities	1,100	1,100	669	431
Other	<u>1,079,891</u>	<u>1,091,391</u>	<u>756,315</u>	<u>335,076</u>
Total Human Services	<u>1,317,576</u>	<u>1,317,576</u>	<u>956,071</u>	<u>361,505</u>
Courthouse/Office Building:				
Salaries	202,470	202,470	201,245	1,225
Benefits	91,383	91,383	90,314	1,069
Supplies	19,500	19,000	18,784	216
Capital outlay	2,000	1,951	1,951	-
Other	26,070	26,119	25,676	443
Telephone	832	832	624	208
Repairs and maintenance	<u>113,050</u>	<u>113,550</u>	<u>113,145</u>	<u>405</u>
Total Courthouse/Office Buildings	<u>455,305</u>	<u>455,305</u>	<u>451,739</u>	<u>3,566</u>
Engineering:				
Salaries	353,996	353,996	301,969	52,027
Benefits	106,757	106,757	97,056	9,701
Supplies	4,050	4,697	4,697	-
Capital outlay	4,000	3,953	1,836	2,117
Other	30,950	30,350	19,985	10,365
Utilities	<u>2,900</u>	<u>2,900</u>	<u>2,252</u>	<u>648</u>
Total Engineering	<u>502,653</u>	<u>502,653</u>	<u>427,795</u>	<u>74,858</u>
MIS:				
Salaries	188,320	188,320	185,076	3,244
Benefits	58,982	57,984	57,021	963
Supplies	11,480	11,880	11,634	246
Capital outlay	2,400	15,800	15,361	439
Other	<u>5,200</u>	<u>2,898</u>	<u>2,898</u>	<u>-</u>
Total MIS	<u>266,382</u>	<u>276,882</u>	<u>271,990</u>	<u>4,892</u>
Total General Government	<u>\$ 10,782,395</u>	<u>\$ 11,116,826</u>	<u>\$ 10,124,234</u>	<u>\$ 992,592</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
JUDICIAL				
40th Judicial District Judge:				
Salaries	\$ 100,813	\$ 100,813	\$ 100,813	\$ -
Benefits	42,316	42,001	41,217	784
Supplies	6,500	7,500	4,725	2,775
Capital outlay	3,500	3,815	3,815	-
Other	16,550	15,550	10,711	4,839
Total 40th Judicial District Judge	<u>169,679</u>	<u>169,679</u>	<u>161,281</u>	<u>8,398</u>
378th Judicial District Judge:				
Salaries	37,323	37,323	37,323	-
Benefits	22,607	22,607	22,525	82
Supplies	5,500	5,500	1,024	4,476
Capital outlay	3,000	3,000	158	2,842
Other	14,000	14,000	6,865	7,135
Total 378th Judicial District Judge	<u>82,430</u>	<u>82,430</u>	<u>67,895</u>	<u>14,535</u>
District Clerk:				
Salaries	420,104	420,104	419,714	390
Benefits	170,643	170,643	168,262	2,381
Supplies	17,500	14,500	13,825	675
Capital outlay	3,500	6,300	2,950	3,350
Other	108,270	109,120	100,668	8,452
Total District Clerk	<u>720,017</u>	<u>720,667</u>	<u>705,419</u>	<u>15,248</u>
County Court-at-Law:				
Salaries	229,773	230,610	230,581	29
Benefits	65,389	65,545	65,263	282
Capital outlay	1,000	1,000	357	643
Other	22,200	22,200	16,695	5,505
Total County Court-at-Law	<u>318,362</u>	<u>319,355</u>	<u>312,896</u>	<u>6,459</u>
County Court-at-Law #2:				
Salaries	229,773	230,581	230,581	-
Benefits	65,105	65,360	65,360	-
Other	15,312	17,438	17,438	-
Utilities	650	486	486	-
Supplies	4,400	2,792	2,792	-
Capital outlay	300	-	-	-
Total County Court-at-Law #2	<u>\$ 315,540</u>	<u>\$ 316,657</u>	<u>\$ 316,657</u>	<u>\$ -</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
JUDICIAL (Continued)				
Justice of the Peace #1:				
Salaries	\$ 154,099	\$ 154,099	\$ 154,099	\$ -
Benefits	59,122	59,122	58,643	479
Capital outlay	500	500	198	302
Other	22,650	22,650	17,945	4,705
Total Justice of the Peace #1	<u>236,371</u>	<u>236,371</u>	<u>230,885</u>	<u>5,486</u>
Justice of the Peace #2:				
Salaries	212,123	212,123	194,022	18,101
Benefits	85,304	85,304	81,067	4,237
Capital outlay	2,250	2,794	2,794	-
Other	19,410	18,865	18,642	223
Total Justice of the Peace #2	<u>319,087</u>	<u>319,086</u>	<u>296,525</u>	<u>22,561</u>
Justice of the Peace #3:				
Salaries	148,296	148,296	147,409	887
Benefits	51,613	51,613	51,012	601
Capital outlay	800	1,823	1,822	1
Other	10,750	9,727	7,398	2,329
Total Justice of the Peace #3	<u>211,459</u>	<u>211,459</u>	<u>207,641</u>	<u>3,818</u>
Justice of the Peace #4:				
Salaries	154,099	154,099	144,807	9,292
Benefits	58,768	58,768	56,288	2,480
Capital outlay	1,000	1,000	340	660
Other	22,394	22,394	16,219	6,175
Total Justice of the Peace #4	<u>236,261</u>	<u>236,261</u>	<u>217,654</u>	<u>18,607</u>
Court Reporter:				
Other	80,000	80,000	75,835	4,165
Total Court Reporter	<u>80,000</u>	<u>80,000</u>	<u>75,835</u>	<u>4,165</u>
County and District Attorney:				
Salaries	1,830,534	1,830,534	1,814,072	16,462
Benefits	650,482	650,482	645,039	5,443
Supplies	13,000	18,300	15,474	2,826
Capital outlay	2,815	2,215	2,178	37
Other	105,050	102,650	100,207	2,443
Total County and District Attorney	<u>2,601,881</u>	<u>2,604,181</u>	<u>2,576,970</u>	<u>27,211</u>
Total Judicial	<u>\$ 5,291,087</u>	<u>\$ 5,296,146</u>	<u>\$ 5,169,658</u>	<u>\$ 126,488</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
PUBLIC SAFETY				
Sheriff:				
Salaries	\$ 5,203,972	\$ 5,032,705	\$ 4,929,610	\$ 103,095
Benefits	1,730,354	1,730,354	1,671,149	59,205
Supplies	40,000	40,000	27,926	12,074
Capital outlay	21,500	22,400	19,733	2,667
Other	471,530	537,400	426,313	111,087
Utilities	104,080	106,780	97,357	9,423
Automobile Purchases/Expenses	366,000	678,445	492,371	186,074
Total Sheriff	<u>7,937,436</u>	<u>8,148,084</u>	<u>7,664,459</u>	<u>483,625</u>
Highway Patrol:				
Salaries	35,578	35,578	35,578	-
Benefits	15,614	15,614	15,543	71
Total Highway Patrol	<u>51,192</u>	<u>51,192</u>	<u>51,121</u>	<u>71</u>
Fire Marshall:				
Salaries	143,953	167,728	161,632	6,096
Benefits	49,135	53,669	51,204	2,465
Automobile	11,930	14,670	14,670	-
Capital outlay	7,995	28,539	27,929	610
Other	84,625	68,032	68,032	-
Total Fire Marshall	<u>297,638</u>	<u>332,638</u>	<u>323,467</u>	<u>9,171</u>
Constable #1:				
Salaries	99,313	99,313	98,637	676
Benefits	33,623	33,623	32,913	710
Other	7,160	11,962	7,920	4,042
Automobile	9,075	8,451	8,033	418
Total Constable #1	<u>149,171</u>	<u>153,349</u>	<u>147,503</u>	<u>5,846</u>
Constable #2:				
Salaries	154,654	154,654	154,653	1
Benefits	51,542	51,542	51,074	468
Capital outlay	1,800	14,638	14,638	-
Other	10,720	11,148	10,860	288
Automobile	23,944	16,044	15,517	527
Total Constable #2	<u>\$ 242,660</u>	<u>\$ 248,026</u>	<u>\$ 246,742</u>	<u>\$ 1,284</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
PUBLIC SAFETY (Continued)				
Constable #3:				
Salaries	\$ 99,013	\$ 99,013	\$ 99,012	\$ 1
Benefits	33,569	33,569	33,343	226
Capital outlay	700	700	250	450
Other	7,260	10,014	7,097	2,917
Automobile	7,400	7,400	3,500	3,900
Total Constable #3	<u>147,942</u>	<u>150,696</u>	<u>143,202</u>	<u>7,494</u>
Constable #4:				
Salaries	98,113	98,113	98,112	1
Benefits	33,055	33,055	32,331	724
Capital outlay	3,500	3,472	3,240	232
Other	9,510	10,947	8,384	2,563
Automobile	10,515	11,780	11,153	627
Total Constable #4	<u>154,693</u>	<u>157,367</u>	<u>153,220</u>	<u>4,147</u>
Jail				
Salaries	4,875,872	4,246,466	4,246,466	-
Benefits	1,871,758	1,741,460	1,741,460	-
Utilities	460,000	470,781	470,781	-
Repairs	164,500	179,494	179,494	-
Supplies	1,922,380	1,850,345	1,837,266	13,079
Capital outlay	19,500	667,394	667,394	-
Other	217,760	211,385	190,718	20,667
Total Jail	<u>9,531,770</u>	<u>9,367,325</u>	<u>9,333,579</u>	<u>33,746</u>
Total Public Safety	<u>\$ 18,512,502</u>	<u>\$ 18,608,677</u>	<u>\$ 18,063,293</u>	<u>\$ 545,384</u>

(continued)

ELLIS COUNTY, TEXAS

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
HEALTH AND WELFARE				
Mental Health/Juvenile Expense:				
Other	\$ 9,000	\$ 9,000	\$ 7,400	\$ 1,600
Total Mental Health/Juvenile Expenses	<u>9,000</u>	<u>9,000</u>	<u>7,400</u>	<u>1,600</u>
Indigent Legal:				
Other	22,500	28,731	28,731	-
Legal and professional fees	1,266,000	1,259,769	1,143,180	116,589
Total Pauper	<u>1,288,500</u>	<u>1,288,500</u>	<u>1,171,911</u>	<u>116,589</u>
Total Health and Welfare	<u>1,297,500</u>	<u>1,297,500</u>	<u>1,179,311</u>	<u>118,189</u>
CONSERVATION				
Agricultural Extension Service:				
Salaries	127,868	127,868	127,868	-
Benefits	51,052	51,052	41,321	9,731
Supplies	5,130	4,670	4,580	90
Capital outlay	1,860	2,025	2,024	1
Other	14,000	14,564	14,278	286
Auto	2,700	2,431	2,218	213
Telephone	2,150	2,150	2,042	108
Total Agricultural Extension Service	<u>204,760</u>	<u>204,760</u>	<u>194,331</u>	<u>10,429</u>
Total Conservation	<u>204,760</u>	<u>204,760</u>	<u>194,331</u>	<u>10,429</u>
Total Expenditures	<u>36,088,244</u>	<u>36,523,909</u>	<u>34,730,827</u>	<u>1,793,082</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(72,000)</u>	<u>(431,024)</u>	<u>1,857,275</u>	<u>2,288,299</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	72,000	72,000	72,000	-
Total other financing sources (uses)	<u>72,000</u>	<u>72,000</u>	<u>72,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	(359,024)	1,929,275	2,288,299
FUND BALANCES, BEGINNING	<u>9,278,869</u>	<u>9,278,869</u>	<u>9,278,869</u>	<u>-</u>
FUND BALANCES, ENDING	<u>\$ 9,278,869</u>	<u>\$ 8,919,845</u>	<u>\$ 11,208,144</u>	<u>\$ 2,288,299</u>

(continued)

ELLIS COUNTY, TEXAS

SCHEDULE OF FUNDING PROGRESS FOR EMPLOYEE RETIREMENT SYSTEM

SEPTEMBER 30, 2013

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/10	\$ 41,140,125	\$ 49,490,094	\$ 8,349,969	83.13%	\$ 21,687,321	38.50%
12/31/11	44,744,136	53,683,828	8,939,692	83.35%	21,363,068	41.85%
12/31/12	47,522,565	57,151,253	9,628,688	83.15%	21,028,848	45.79%

ELLIS COUNTY, TEXAS

SCHEDULE OF FUNDING PROGRESS FOR OTHER POSTEMPLOYMENT BENEFITS

SEPTEMBER 30, 2013

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/10	\$ -	\$ 6,179,551	\$ 6,179,551	- %	\$ 21,687,321	28.49%
12/31/12	-	8,847,691	8,847,691	- %	21,028,848	42.07%

ELLIS COUNTY, TEXAS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2013

BUDGET INFORMATION

The County follows these procedures in establishing the budgetary data reflected in the financial report:

1. Public workshops are held where department heads present their budget to members of the Commissioners' Court.
2. The County Judge evaluates the requests and considers the feedback of the Commissioners' Court over the next several weeks.
3. The County Auditor projects the revenues of the County for the next fiscal year.
4. The County Judge, assisted by the County Auditor, prepares a proposed budget to file with the County Clerk a minimum of seven days before a scheduled public hearing on the budget.
5. A public hearing is conducted to obtain taxpayer feedback as well as to receive feedback from the Commissioners' Court.
6. If no changes are warranted in the proposed budget, the budget is then legally enacted by the Commissioners' Court on or before September 30, in the timeframe required by statute.

After the adoption of the budget, the government's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Commissioners' Court. The legal level of control is exercised at the department level. All governmental funds have legally adopted budgets. 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. Reported budgeted amounts reflect the budget as originally adopted and all subsequent transfers and amendments. For internal management purposes, the budgets are detailed by line item and entered into the accounting records. Comparisons of actual expenditures to budget are made on an ongoing basis. Budgets are adopted on a basis consistent with generally accepted accounting principles. Budget appropriations lapse at year end. All encumbrances lapse at year end.

**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.

COUNTY AND DISTRICT COURT TECHNOLOGY FUND

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

DISTRICT COURT RECORDS TECHNOLOGY FUND

This fund is used to account for funds from court costs received and expenditures relating to district court records 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.

SPECIAL REVENUE FUNDS

(Continued)

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.

EMISSIONS ENFORCEMENT

This fund is used to account for money and property related to a grant which provides for enforcement action on facilities which violate emission inspection laws.

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.

SHERIFF FEDERAL FORFEITURE

This fund is used to account for funds through a sharing agreement with the Federal Government on federal drug cases.

COURT RECORDS PRESERVATION

This fund is used to account for funds from court costs received and expenditures relating to court records preservation.

COUNTY CLERK 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.

FIRE MARSHAL SPECIAL FUND

This fund is used to account for the receipt of fire code inspection fees and related expenditures.

LAW ENFORCEMENT BLOCK FUND

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

CONSTABLE SEIZURE

This fund is used to account for money and properties seized by the Constables as a result of drug seizures.

ELECTIONS ADMINISTRATION

This fund is used to account for revenues and expenses related to Elections Administration activities.

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.

2007 DEBT SERVICE FUND

This 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 2007 general obligation bond.

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.

ELLIS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013

	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	\$ 346,634	\$ 398,563	\$ 652,131	\$ 391,782	\$ 386,573
Taxes receivable	<u>12,385</u>	<u>9,650</u>	<u>16,958</u>	<u>7,613</u>	<u>21,015</u>
Total assets	<u>\$ 359,019</u>	<u>\$ 408,213</u>	<u>\$ 669,089</u>	<u>\$ 399,395</u>	<u>\$ 407,588</u>
LIABILITIES					
Accounts payable	\$ 33,661	\$ 3,291	\$ 40,926	\$ 100,724	\$ 93,644
Accrued liabilities	27,070	28,500	29,266	21,252	-
Deferred revenue	<u>10,236</u>	<u>7,976</u>	<u>14,015</u>	<u>6,292</u>	<u>17,552</u>
Total liabilities	<u>70,967</u>	<u>39,767</u>	<u>84,207</u>	<u>128,268</u>	<u>111,196</u>
FUND BALANCES					
Restricted for:					
Road and bridge	288,052	368,446	584,882	271,127	296,392
Public safety	-	-	-	-	-
Technology and security	-	-	-	-	-
Records management	-	-	-	-	-
Other statutorily restricted funds	-	-	-	-	-
Debt service	-	-	-	-	-
Assigned for:					
Capital expenditures	-	-	-	-	-
Capital projects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>288,052</u>	<u>368,446</u>	<u>584,882</u>	<u>271,127</u>	<u>296,392</u>
Total liabilities and fund balances	<u>\$ 359,019</u>	<u>\$ 408,213</u>	<u>\$ 669,089</u>	<u>\$ 399,395</u>	<u>\$ 407,588</u>

Special Revenue

Farm to Market #2	Farm to Market #3	Farm to Market #4	Lateral Road	District Clerk Archives	Justice Court Technology Fund	County & District Court Technology	District Court Records Technology	Jury
\$ 430,688	\$ 609,848	\$ 257,168	\$ 15,729	\$ 70,196	\$ 6,206	\$ 8,371	\$ 37,980	\$ 50,602
21,015	21,015	21,015	-	-	-	-	-	1,994
<u>\$ 451,703</u>	<u>\$ 630,863</u>	<u>\$ 278,183</u>	<u>\$ 15,729</u>	<u>\$ 70,196</u>	<u>\$ 6,206</u>	<u>\$ 8,371</u>	<u>\$ 37,980</u>	<u>\$ 52,596</u>
\$ 96,418	\$ 98,911	\$ 93,479	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,360
-	-	-	-	-	-	-	-	-
17,552	17,552	17,552	-	-	-	-	-	1,648
<u>113,970</u>	<u>116,463</u>	<u>111,031</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,008</u>
337,733	514,400	167,152	15,729	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	70,196	6,206	8,371	37,980	-
-	-	-	-	-	-	-	-	47,588
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>337,733</u>	<u>514,400</u>	<u>167,152</u>	<u>15,729</u>	<u>70,196</u>	<u>6,206</u>	<u>8,371</u>	<u>37,980</u>	<u>47,588</u>
<u>\$ 451,703</u>	<u>\$ 630,863</u>	<u>\$ 278,183</u>	<u>\$ 15,729</u>	<u>\$ 70,196</u>	<u>\$ 6,206</u>	<u>\$ 8,371</u>	<u>\$ 37,980</u>	<u>\$ 52,596</u>

(continued)

ELLIS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
SEPTEMBER 30, 2013

	Special Revenue				
	Law Library	District Attorney Hot Check	District Attorney Seizure	District Attorney Forfeiture	Sheriff Seizure
ASSETS					
Cash and investments	\$ 114,184	\$ 303,225	\$ 551,716	\$ 379,203	\$ 314,442
Taxes receivable	-	-	-	-	-
Total assets	<u>\$ 114,184</u>	<u>\$ 303,225</u>	<u>\$ 551,716</u>	<u>\$ 379,203</u>	<u>\$ 314,442</u>
LIABILITIES					
Accounts payable	\$ 5,751	\$ -	\$ -	\$ 1,499	\$ -
Accrued liabilities	1,690	1,051	-	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	<u>7,441</u>	<u>1,051</u>	<u>-</u>	<u>1,499</u>	<u>-</u>
FUND BALANCES					
Restricted for:					
Road and bridge	-	-	-	-	-
Public safety	-	302,174	551,716	377,704	314,442
Technology and security	-	-	-	-	-
Records management	106,743	-	-	-	-
Other statutorily restricted funds	-	-	-	-	-
Debt service	-	-	-	-	-
Assigned for:					
Capital expenditures	-	-	-	-	-
Capital projects	-	-	-	-	-
Total fund balances	<u>106,743</u>	<u>302,174</u>	<u>551,716</u>	<u>377,704</u>	<u>314,442</u>
Total liabilities and fund balances	<u>\$ 114,184</u>	<u>\$ 303,225</u>	<u>\$ 551,716</u>	<u>\$ 379,203</u>	<u>\$ 314,442</u>

Special Revenue

Sheriff Drug Forfeiture	Emissions Enforcement	Constable Precinct #1 Forfeiture	Constable Precinct #2 Forfeiture	Constable Precinct #4 Forfeiture	Records Management	General Record Management Preservation	Courthouse Security	Sheriff Federal Forfeiture
\$ 176,228	\$ 9	\$ 181	\$ 165	\$ 1,288	\$ 6,659	\$ 205,444	\$ 13,796	\$ 500,510
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 176,228</u>	<u>\$ 9</u>	<u>\$ 181</u>	<u>\$ 165</u>	<u>\$ 1,288</u>	<u>\$ 6,659</u>	<u>\$ 205,444</u>	<u>\$ 13,796</u>	<u>\$ 500,510</u>
\$ 18,838	-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>18,838</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-	-
123,563	9	181	165	1,288	-	-	-	500,510
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,659</u>	<u>205,444</u>	<u>13,796</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>33,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>157,390</u>	<u>9</u>	<u>181</u>	<u>165</u>	<u>1,288</u>	<u>6,659</u>	<u>205,444</u>	<u>13,796</u>	<u>500,510</u>
<u>\$ 176,228</u>	<u>\$ 9</u>	<u>\$ 181</u>	<u>\$ 165</u>	<u>\$ 1,288</u>	<u>\$ 6,659</u>	<u>\$ 205,444</u>	<u>\$ 13,796</u>	<u>\$ 500,510</u>

(continued)

ELLIS COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
(Continued)
SEPTEMBER 30, 2013

	Special Revenue					
	Court Records Preservation	County Clerk Archives Management	Fire Marshal Special Fund	Law Enforcement Block Fund	Constable Precinct #4 Seizure	Elections Administration
ASSETS						
Cash and investments	\$ 31,209	\$ 541,496	\$ 13,788	\$ 17,724	\$ 1,232	\$ 18,101
Taxes receivable	-	-	-	-	-	-
Total assets	<u>\$ 31,209</u>	<u>\$ 541,496</u>	<u>\$ 13,788</u>	<u>\$ 17,724</u>	<u>\$ 1,232</u>	<u>\$ 18,101</u>
LIABILITIES						
Accounts payable	-	-	-	-	-	-
Accrued liabilities	-	-	387	-	-	-
Deferred revenue	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>387</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Restricted for:						
Road and bridge	-	-	-	-	-	-
Public safety	-	-	13,401	17,724	1,232	-
Technology and security	-	-	-	-	-	-
Records management	31,209	541,496	-	-	-	-
Other statutorily restricted funds	-	-	-	-	-	18,101
Debt service	-	-	-	-	-	-
Assigned for:						
Capital expenditures	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Total fund balances	<u>31,209</u>	<u>541,496</u>	<u>13,401</u>	<u>17,724</u>	<u>1,232</u>	<u>18,101</u>
Total liabilities and fund balances	<u>\$ 31,209</u>	<u>\$ 541,496</u>	<u>\$ 13,788</u>	<u>\$ 17,724</u>	<u>\$ 1,232</u>	<u>\$ 18,101</u>

Debt Service		Capital Projects					
Debt Service	2007 Debt Service	Right of Way	2008 Right of Way	Road District #1	Road District #5	Road District #16	Totals
\$ 1,140,301	\$ 935,477	\$ 119,708	\$ 99,046	\$ 1,187,568	\$ 66,855	\$ 184,194	\$ 10,586,220
42,425	84,620	-	482	-	-	-	260,187
<u>\$ 1,182,726</u>	<u>\$ 1,020,097</u>	<u>\$ 119,708</u>	<u>\$ 99,528</u>	<u>\$ 1,187,568</u>	<u>\$ 66,855</u>	<u>\$ 184,194</u>	<u>\$ 10,846,407</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 590,502
-	-	-	-	-	-	-	109,216
35,062	69,936	-	399	-	-	-	215,772
<u>35,062</u>	<u>69,936</u>	<u>-</u>	<u>399</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>915,490</u>
-	-	-	-	-	-	-	2,843,913
-	-	-	-	-	-	-	2,204,109
-	-	-	-	-	-	-	66,353
-	-	-	-	-	-	-	961,747
-	-	-	-	-	-	-	65,689
1,147,664	950,161	-	-	-	-	-	2,097,825
-	-	-	-	-	-	-	33,827
-	-	119,708	99,129	1,187,568	66,855	184,194	1,657,454
<u>1,147,664</u>	<u>950,161</u>	<u>119,708</u>	<u>99,129</u>	<u>1,187,568</u>	<u>66,855</u>	<u>184,194</u>	<u>9,930,917</u>
<u>\$ 1,182,726</u>	<u>\$ 1,020,097</u>	<u>\$ 119,708</u>	<u>\$ 99,528</u>	<u>\$ 1,187,568</u>	<u>\$ 66,855</u>	<u>\$ 184,194</u>	<u>\$ 10,846,407</u>

ELLIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Special Revenue				
	Road and Bridge #1	Road and Bridge #2	Road and Bridge #3	Road and Bridge #4	Farm to Market #1
REVENUES					
Taxes	\$ 512,616	\$ 405,427	\$ 705,107	\$ 316,636	\$ 829,950
Intergovernmental	-	-	-	-	-
Auto registration	551,074	549,006	549,854	555,323	-
Fees of office	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Interest earnings	407	544	849	664	539
Other	98,190	4,323	32,319	383,347	95,151
Total revenues	<u>1,162,287</u>	<u>959,300</u>	<u>1,288,129</u>	<u>1,255,970</u>	<u>925,640</u>
EXPENDITURES					
General government	-	-	-	-	-
Judicial	-	-	-	-	-
Public safety	-	-	-	-	-
Roads and highways	1,055,832	944,686	1,234,045	1,278,356	848,269
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>1,055,832</u>	<u>944,686</u>	<u>1,234,045</u>	<u>1,278,356</u>	<u>848,269</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>106,455</u>	<u>14,614</u>	<u>54,084</u>	<u>(22,386)</u>	<u>77,371</u>
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	106,455	14,614	54,084	(22,386)	77,371
FUND BALANCES, BEGINNING	<u>181,597</u>	<u>353,832</u>	<u>530,798</u>	<u>293,513</u>	<u>219,021</u>
FUND BALANCES, ENDING	<u>\$ 288,052</u>	<u>\$ 368,446</u>	<u>\$ 584,882</u>	<u>\$ 271,127</u>	<u>\$ 296,392</u>

Special Revenue

Farm to Market #2	Farm to Market #3	Farm to Market #4	Lateral Road	District Clerk Archives	Justice Court Technology Fund	County & District Court Technology	District Court Records Technology	Jury
\$ 829,950	\$ 829,950	\$ 829,950	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 83,517
-	-	-	60,720	-	-	-	-	43,532
-	-	-	-	9,925	20,662	2,935	9,750	-
-	-	-	-	-	-	-	-	-
664	580	357	-	-	-	-	-	71
10,769	-	250,000	-	-	-	-	-	5,412
<u>841,383</u>	<u>830,530</u>	<u>1,080,307</u>	<u>60,720</u>	<u>9,925</u>	<u>20,662</u>	<u>2,935</u>	<u>9,750</u>	<u>132,532</u>
-	-	-	-	-	24,057	1,086	-	-
-	-	-	-	-	-	-	-	119,297
-	-	-	-	-	-	-	-	-
808,869	693,773	1,204,266	45,029	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>808,869</u>	<u>693,773</u>	<u>1,204,266</u>	<u>45,029</u>	<u>-</u>	<u>24,057</u>	<u>1,086</u>	<u>-</u>	<u>119,297</u>
<u>32,514</u>	<u>136,757</u>	<u>(123,959)</u>	<u>15,691</u>	<u>9,925</u>	<u>(3,395)</u>	<u>1,849</u>	<u>9,750</u>	<u>13,235</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
32,514	136,757	(123,959)	15,691	9,925	(3,395)	1,849	9,750	13,235
<u>305,219</u>	<u>377,643</u>	<u>291,111</u>	<u>38</u>	<u>60,271</u>	<u>9,601</u>	<u>6,522</u>	<u>28,230</u>	<u>34,353</u>
<u>\$ 337,733</u>	<u>\$ 514,400</u>	<u>\$ 167,152</u>	<u>\$ 15,729</u>	<u>\$ 70,196</u>	<u>\$ 6,206</u>	<u>\$ 8,371</u>	<u>\$ 37,980</u>	<u>\$ 47,588</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, 2013

	Special Revenue				
	Law Library	District Attorney Hot Check	District Attorney Seizure	District Attorney Forfeiture	Sheriff Seizure
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Auto registration	-	-	-	-	-
Fees of office	-	22,669	-	-	-
Fines and forfeitures	-	-	699,213	123,500	175,736
Interest earnings	112	455	393	239	305
Other	87,252	3	-	50,924	-
Total revenues	87,364	23,127	699,606	174,663	176,041
EXPENDITURES					
General government	-	-	-	-	-
Judicial	103,347	24,362	268,778	140,115	-
Public safety	-	-	-	-	197,074
Roads and highways	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	103,347	24,362	268,778	140,115	197,074
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(15,983)	(1,235)	430,828	34,548	(21,033)
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
NET CHANGE IN FUND BALANCES	(15,983)	(1,235)	430,828	34,548	(21,033)
FUND BALANCES, BEGINNING	122,726	303,409	120,888	343,156	335,475
FUND BALANCES, ENDING	\$ 106,743	\$ 302,174	\$ 551,716	\$ 377,704	\$ 314,442

Special Revenue

Sheriff Drug Forfeiture	Emissions Enforcement	Constable Precinct #1 Forfeiture	Constable Precinct #2 Forfeiture	Constable Precinct #4 Forfeiture	Records Management	General Record Management Preservation	Courthouse Security	Sheriff Federal Forfeiture
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	157,356	39,048	70,343	-
157,659	-	1,485	11,700	-	-	-	-	4,175
215	-	-	4	1	-	113	35	783
<u>109,424</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,390</u>	<u>-</u>	<u>26,500</u>
<u>267,298</u>	<u>-</u>	<u>1,485</u>	<u>11,704</u>	<u>1</u>	<u>157,356</u>	<u>56,551</u>	<u>70,378</u>	<u>31,458</u>
-	-	-	-	-	153,272	34,000	-	-
-	-	-	-	-	-	-	-	-
204,226	-	1,485	27,455	-	-	-	-	54,676
-	-	-	-	-	-	-	-	-
<u>204,226</u>	<u>-</u>	<u>1,485</u>	<u>27,455</u>	<u>-</u>	<u>153,272</u>	<u>34,000</u>	<u>-</u>	<u>54,676</u>
<u>63,072</u>	<u>-</u>	<u>-</u>	<u>(15,751)</u>	<u>1</u>	<u>4,084</u>	<u>22,551</u>	<u>70,378</u>	<u>(23,218)</u>
-	-	-	-	-	-	-	(72,000)	-
-	-	-	-	-	-	-	(72,000)	-
63,072	-	-	(15,751)	1	4,084	22,551	(1,622)	(23,218)
<u>94,318</u>	<u>9</u>	<u>181</u>	<u>15,916</u>	<u>1,287</u>	<u>2,575</u>	<u>182,893</u>	<u>15,418</u>	<u>523,728</u>
<u>\$ 157,390</u>	<u>\$ 9</u>	<u>\$ 181</u>	<u>\$ 165</u>	<u>\$ 1,288</u>	<u>\$ 6,659</u>	<u>\$ 205,444</u>	<u>\$ 13,796</u>	<u>\$ 500,510</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, 2013

	Court Records Preservation	County Clerk Archives Management	Fire Marshal Special Fund	Law Enforcement Block Fund	Constable Precinct #4 Seizure	Elections Administration
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Auto registration	-	-	-	-	-	-
Fees of office	9,040	-	20,427	-	-	6,280
Fines and forfeitures	-	-	-	-	-	-
Interest earnings	-	336	-	27	1	-
Other	-	156,335	-	-	-	-
Total revenues	9,040	156,671	20,427	27	1	6,280
EXPENDITURES						
General government	-	-	-	-	-	241
Judicial	-	-	-	-	-	-
Public safety	-	-	7,026	-	-	-
Roads and highways	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	-	7,026	-	-	241
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	9,040	156,671	13,401	27	1	6,039
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	9,040	156,671	13,401	27	1	6,039
FUND BALANCES, BEGINNING	22,169	384,825	-	17,697	1,231	12,062
FUND BALANCES, ENDING	\$ 31,209	\$ 541,496	\$ 13,401	\$ 17,724	\$ 1,232	\$ 18,101

Debt Service		Capital Projects					
Debt Service	2007 Debt Service	Right of Way	2008 Right of Way	Road District #1	Road District #5	Road District #16	Totals
\$ 1,780,554	\$ 3,545,708	\$ -	\$ 20,197	\$ -	\$ -	\$ -	\$ 10,689,562
-	-	-	-	-	-	-	104,252
-	-	-	-	-	-	-	2,205,257
-	-	-	-	-	-	-	368,435
-	-	-	-	-	-	-	1,173,468
2,983	3,789	201	-	1,882	112	205	16,866
-	-	-	-	-	-	-	1,327,339
<u>1,783,537</u>	<u>3,549,497</u>	<u>201</u>	<u>20,197</u>	<u>1,882</u>	<u>112</u>	<u>205</u>	<u>15,885,179</u>
-	-	-	-	-	-	-	212,656
-	-	-	-	-	-	-	655,899
-	-	-	-	-	-	-	491,942
-	-	-	-	-	-	-	8,113,125
1,930,000	1,490,000	-	-	-	-	-	3,420,000
80,091	2,270,025	-	-	-	-	-	2,350,116
<u>2,010,091</u>	<u>3,760,025</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,243,738</u>
(226,554)	(210,528)	201	20,197	1,882	112	205	641,441
-	-	-	-	-	-	-	(72,000)
-	-	-	-	-	-	-	(72,000)
(226,554)	(210,528)	201	20,197	1,882	112	205	569,441
<u>1,374,218</u>	<u>1,160,689</u>	<u>119,507</u>	<u>78,932</u>	<u>1,185,686</u>	<u>66,743</u>	<u>183,989</u>	<u>9,361,476</u>
<u>\$ 1,147,664</u>	<u>\$ 950,161</u>	<u>\$ 119,708</u>	<u>\$ 99,129</u>	<u>\$ 1,187,568</u>	<u>\$ 66,855</u>	<u>\$ 184,194</u>	<u>\$ 9,930,917</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Road and bridge taxes	\$ 516,664	\$ 512,616	\$(4,048)
Auto registration	558,000	551,074	(6,926)
Interest earnings	1,000	407	(593)
Other	<u>-</u>	<u>98,190</u>	<u>98,190</u>
Total revenues	<u>1,075,664</u>	<u>1,162,287</u>	<u>86,623</u>
EXPENDITURES			
Roads and highways:			
Salaries	590,600	580,500	10,100
Benefits	243,352	237,052	6,300
Capital outlay	21,392	21,392	-
Other	<u>401,917</u>	<u>216,888</u>	<u>185,029</u>
Total expenditures	<u>1,257,261</u>	<u>1,055,832</u>	<u>201,429</u>
NET CHANGE IN FUND BALANCE	(181,597)	106,455	288,052
FUND BALANCE, BEGINNING	<u>181,597</u>	<u>181,597</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ 288,052</u>	<u>\$ 288,052</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Road and bridge taxes	\$ 405,241	\$ 405,427	\$ 186
Auto registration	558,000	549,006	(8,994)
Interest earnings	900	544	(356)
Other	4,323	4,323	-
Total revenues	<u>968,464</u>	<u>959,300</u>	<u>(9,164)</u>
EXPENDITURES			
Roads and highways:			
Salaries	637,500	619,489	18,011
Benefits	235,031	229,264	5,767
Other	74,541	74,541	-
Capital outlay	21,392	21,392	-
Total expenditures	<u>968,464</u>	<u>944,686</u>	<u>23,778</u>
NET CHANGE IN FUND BALANCE	-	14,614	14,614
FUND BALANCE, BEGINNING	<u>353,832</u>	<u>353,832</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 353,832</u>	<u>\$ 368,446</u>	<u>\$ 14,614</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Road and bridge taxes	\$ 708,311	\$ 705,107	\$(3,204)
License and permits	558,000	549,854	(8,146)
Interest earnings	700	849	149
Other	-	32,319	32,319
Total revenues	<u>1,267,011</u>	<u>1,288,129</u>	<u>21,118</u>
EXPENDITURES			
Roads and highways:			
Salaries	662,422	600,631	61,791
Benefits	272,434	257,411	15,023
Capital outlay	21,392	21,392	-
Other	470,763	354,611	116,152
Total expenditures	<u>1,427,011</u>	<u>1,234,045</u>	<u>192,966</u>
NET CHANGE IN FUND BALANCE	(160,000)	54,084	214,084
FUND BALANCE, BEGINNING	<u>530,798</u>	<u>530,798</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 370,798</u>	<u>\$ 584,882</u>	<u>\$ 214,084</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Road and bridge taxes	\$ 318,238	\$ 316,636	\$(1,602)
License and permits	558,000	555,323	(2,677)
Interest earnings	1,000	664	(336)
Other	<u>629,471</u>	<u>383,347</u>	<u>(246,124)</u>
Total revenues	<u>1,506,709</u>	<u>1,255,970</u>	<u>(250,739)</u>
EXPENDITURES			
Roads and highways:			
Salaries	545,242	471,846	73,396
Benefits	200,280	183,639	16,641
Capital outlay	21,392	21,392	-
Other	<u>1,007,325</u>	<u>601,479</u>	<u>405,846</u>
Total expenditures	<u>1,774,239</u>	<u>1,278,356</u>	<u>495,883</u>
NET CHANGE IN FUND BALANCE	(267,530)	(22,386)	245,144
FUND BALANCE, BEGINNING	<u>293,513</u>	<u>293,513</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 25,983</u>	<u>\$ 271,127</u>	<u>\$ 245,144</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Farm to market taxes	\$ 834,638	\$ 829,950	\$(4,688)
Interest earnings	350	539	189
Other	-	95,151	95,151
Total revenues	<u>834,988</u>	<u>925,640</u>	<u>90,652</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	34,988	32,541	2,447
Other	205,067	78,423	126,644
Road repairs and materials	753,954	737,305	16,649
Bridge repairs	60,000	-	60,000
Total roads and highways	<u>1,054,009</u>	<u>848,269</u>	<u>205,740</u>
Total expenditures	<u>1,054,009</u>	<u>848,269</u>	<u>205,740</u>
NET CHANGE IN FUND BALANCE	(219,021)	77,371	296,392
FUND BALANCE, BEGINNING	<u>219,021</u>	<u>219,021</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ 296,392</u>	<u>\$ 296,392</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Farm to market taxes	\$ 834,638	\$ 829,950	\$(4,688)
Interest earnings	1,000	664	(336)
Other	10,769	10,769	-
Total revenues	<u>846,407</u>	<u>841,383</u>	<u>(5,024)</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	55,818	48,289	7,529
Other	124,328	67,271	57,057
Road repairs and materials	747,027	691,752	55,275
Bridge repairs	69,234	1,557	67,677
Total expenditures	<u>996,407</u>	<u>808,869</u>	<u>187,538</u>
NET CHANGE IN FUND BALANCE	<u>(150,000)</u>	32,514	182,514
FUND BALANCE, BEGINNING	<u>305,219</u>	<u>305,219</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 155,219</u>	<u>\$ 337,733</u>	<u>\$ 182,514</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, 2013

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES			
Farm to market taxes	\$ 834,638	\$ 829,950	\$(4,688)
Interest earnings	300	580	280
Total revenues	<u>834,938</u>	<u>830,530</u>	<u>(4,408)</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	42,315	2,500	39,815
Other	73,623	54,107	19,516
Road repairs and materials	778,000	619,276	158,724
Bridge repairs	<u>69,000</u>	<u>17,890</u>	<u>51,110</u>
Total expenditures	<u>962,938</u>	<u>693,773</u>	<u>269,165</u>
NET CHANGE IN FUND BALANCE	(128,000)	136,757	264,757
FUND BALANCE, BEGINNING	<u>377,643</u>	<u>377,643</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 249,643</u>	<u>\$ 514,400</u>	<u>\$ 264,757</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Farm to market taxes	\$ 834,638	\$ 829,950	\$(4,688)
Interest earnings	600	357	(243)
Other	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Total revenues	<u>1,085,238</u>	<u>1,080,307</u>	<u>(4,931)</u>
EXPENDITURES			
Roads and highways:			
Capital outlay	167,956	167,956	-
Other	343,416	285,711	57,705
Road repairs and materials	726,657	726,657	-
Bridge repairs	<u>34,320</u>	<u>23,942</u>	<u>10,378</u>
Total expenditures	<u>1,272,349</u>	<u>1,204,266</u>	<u>68,083</u>
NET CHANGE IN FUND BALANCE	(187,111)	(123,959)	63,152
FUND BALANCE, BEGINNING	<u>291,111</u>	<u>291,111</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 104,000</u>	<u>\$ 167,152</u>	<u>\$ 63,152</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Intergovernmental	\$ <u>61,000</u>	\$ <u>60,720</u>	\$ (<u>280</u>)
Total revenues	<u>61,000</u>	<u>60,720</u>	(<u>280</u>)
 EXPENDITURES			
Roads and highways:			
Other	<u>61,000</u>	<u>45,029</u>	<u>15,971</u>
Total expenditures	<u>61,000</u>	<u>45,029</u>	<u>15,971</u>
 NET CHANGE IN FUND BALANCE	 -	15,691	15,691
 FUND BALANCE, BEGINNING	 <u>38</u>	 <u>38</u>	 <u>-</u>
 FUND BALANCE, ENDING	 <u>\$ 38</u>	 <u>\$ 15,729</u>	 <u>\$ 15,691</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Fees of office	\$ <u>10,000</u>	\$ <u>9,925</u>	\$ <u>(75)</u>
Total revenues	<u>10,000</u>	<u>9,925</u>	<u>(75)</u>
EXPENDITURES			
Judicial:			
Other	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total expenditures	<u>10,000</u>	<u>-</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>9,925</u>	<u>9,925</u>
FUND BALANCE, BEGINNING	<u>60,271</u>	<u>60,271</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u>60,271</u>	\$ <u>70,196</u>	\$ <u>9,925</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other fees	\$ 24,057	\$ 20,662	\$(3,395)
Total revenues	<u>24,057</u>	<u>20,662</u>	<u>(3,395)</u>
EXPENDITURES			
General government:			
Other	<u>24,057</u>	<u>24,057</u>	<u>-</u>
Total expenditures	<u>24,057</u>	<u>24,057</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	(3,395)	(3,395)
FUND BALANCE, BEGINNING	<u>9,601</u>	<u>9,601</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 9,601</u>	<u>\$ 6,206</u>	<u>\$(3,395)</u>

ELLIS COUNTY, TEXAS

COUNTY & DISTRICT COURT TECHNOLOGY FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other fees	\$ 2,800	\$ 2,935	\$ 135
Total revenues	<u>2,800</u>	<u>2,935</u>	<u>135</u>
EXPENDITURES			
General government:			
Other	<u>2,800</u>	<u>1,086</u>	<u>1,714</u>
Total expenditures	<u>2,800</u>	<u>1,086</u>	<u>1,714</u>
NET CHANGE IN FUND BALANCE	-	1,849	1,849
FUND BALANCE, BEGINNING	<u>6,522</u>	<u>6,522</u>	-
FUND BALANCE, ENDING	<u>\$ 6,522</u>	<u>\$ 8,371</u>	<u>\$ 1,849</u>

ELLIS COUNTY, TEXAS

DISTRICT COURT RECORDS TECHNOLOGY FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other fees	\$ 9,000	\$ 9,750	\$ 750
Total revenues	<u>9,000</u>	<u>9,750</u>	<u>750</u>
EXPENDITURES			
General government:			
Other	<u>9,000</u>	<u>-</u>	<u>9,000</u>
Total expenditures	<u>9,000</u>	<u>-</u>	<u>9,000</u>
NET CHANGE IN FUND BALANCE	-	9,750	9,750
FUND BALANCE, BEGINNING	<u>28,230</u>	<u>28,230</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 28,230</u>	<u>\$ 37,980</u>	<u>\$ 9,750</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Taxes	\$ 83,700	\$ 83,517	\$(183)
Intergovernmental	30,497	43,532	13,035
Interest earnings	100	71	(29)
Other fees	<u>5,000</u>	<u>5,412</u>	<u>412</u>
Total revenues	<u>119,297</u>	<u>132,532</u>	<u>13,235</u>
EXPENDITURES			
Judicial:			
Jurors fees	<u>119,297</u>	<u>119,297</u>	<u>-</u>
Total expenditures	<u>119,297</u>	<u>119,297</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	13,235	13,235
FUND BALANCE, BEGINNING	<u>34,353</u>	<u>34,353</u>	-
FUND BALANCE, ENDING	<u>\$ 34,353</u>	<u>\$ 47,588</u>	<u>\$ 13,235</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 100	\$ 112	\$ 12
Other fees	99,500	87,142	(12,358)
Other	-	110	110
Total revenues	<u>99,600</u>	<u>87,364</u>	<u>(12,236)</u>
EXPENDITURES			
Legal:			
Salaries	33,167	30,805	2,362
Benefits	10,324	9,344	980
Other	75,656	63,002	12,654
Capital outlay	<u>2,500</u>	<u>196</u>	<u>2,304</u>
Total expenditures	<u>121,647</u>	<u>103,347</u>	<u>18,300</u>
NET CHANGE IN FUND BALANCE	(22,047)	(15,983)	6,064
FUND BALANCE, BEGINNING	<u>122,726</u>	<u>122,726</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 100,679</u>	<u>\$ 106,743</u>	<u>\$ 6,064</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 300	\$ 455	\$ 155
Other fees	27,700	22,669	(5,031)
Miscellaneous	-	3	3
Total revenues	<u>28,000</u>	<u>23,127</u>	<u>(4,873)</u>
EXPENDITURES			
Legal:			
Salaries	22,000	18,515	3,485
Benefits	1,420	1,420	-
Other	3,816	3,663	153
Capital outlay	764	764	-
Total expenditures	<u>28,000</u>	<u>24,362</u>	<u>3,638</u>
NET CHANGE IN FUND BALANCE	-	(1,235)	(1,235)
FUND BALANCE, BEGINNING	<u>303,409</u>	<u>303,409</u>	-
FUND BALANCE, ENDING	<u>\$ 303,409</u>	<u>\$ 302,174</u>	<u>\$(1,235)</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Seizures	\$ 269,000	\$ 699,213	\$ 430,213
Interest earnings	<u>100</u>	<u>393</u>	<u>293</u>
Total revenues	<u>269,100</u>	<u>699,606</u>	<u>430,506</u>
EXPENDITURES			
Legal:			
Release of seized funds	<u>269,000</u>	<u>268,778</u>	<u>222</u>
Total expenditures	<u>269,000</u>	<u>268,778</u>	<u>222</u>
NET CHANGE IN FUND BALANCE	100	430,828	430,728
FUND BALANCE, BEGINNING	<u>120,888</u>	<u>120,888</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 120,988</u>	<u>\$ 551,716</u>	<u>\$ 430,728</u>

ELLIS COUNTY, TEXAS

DISTRICT ATTORNEY FORFEITURE FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Budget	Actual	Variance Positive (Negative)
REVENUES			
Forfeitures	\$ 10,000	\$ 123,500	\$ 113,500
Other	-	50,924	50,924
Interest earnings	500	239	(261)
Total revenues	10,500	174,663	164,163
EXPENDITURES			
Legal:			
Salaries	65,326	54,019	11,307
Benefits	13,770	9,696	4,074
Capital outlay	10,000	3,005	6,995
Other	105,520	73,395	32,125
Total expenditures	194,616	140,115	54,501
NET CHANGE IN FUND BALANCE	(184,116)	34,548	218,664
FUND BALANCE, BEGINNING	343,156	343,156	-
FUND BALANCE, ENDING	\$ 159,040	\$ 377,704	\$ 218,664

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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Seizures	\$ 197,000	\$ 175,736	\$(21,264)
Interest earnings	<u>500</u>	<u>305</u>	<u>(195)</u>
Total revenues	<u>197,500</u>	<u>176,041</u>	<u>(21,459)</u>
 EXPENDITURES			
Public safety:			
Forfeited transfers	<u>197,500</u>	<u>197,074</u>	<u>426</u>
Total expenditures	<u>197,500</u>	<u>197,074</u>	<u>426</u>
 NET CHANGE IN FUND BALANCE	-	(21,033)	(21,033)
 FUND BALANCE, BEGINNING	<u>335,475</u>	<u>335,475</u>	<u>-</u>
 FUND BALANCE, ENDING	<u>\$ 335,475</u>	<u>\$ 314,442</u>	<u>\$(21,033)</u>

ELLIS COUNTY, TEXAS

SHERIFF DRUG FORFEITURE FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Forfeitures	\$ 60,000	\$ 157,659	\$ 97,659
Interest earnings	200	215	15
Other	<u>107,481</u>	<u>109,424</u>	<u>1,943</u>
Total revenues	<u>167,681</u>	<u>267,298</u>	<u>99,617</u>
EXPENDITURES			
Public safety:			
General	<u>207,134</u>	<u>204,226</u>	<u>2,908</u>
Total expenditures	<u>207,134</u>	<u>204,226</u>	<u>2,908</u>
NET CHANGE IN FUND BALANCE	(39,453)	63,072	102,525
FUND BALANCE, BEGINNING	<u>94,318</u>	<u>94,318</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 54,865</u>	<u>\$ 157,390</u>	<u>\$ 102,525</u>

ELLIS COUNTY, TEXAS

EMISSIONS ENFORCEMENT FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Public safety:			
General	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	-
FUND BALANCE, BEGINNING	<u>9</u>	<u>9</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 9</u>	<u>\$ 9</u>	<u>\$ -</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Fines and forfeitures	\$ <u>1,485</u>	\$ <u>1,485</u>	\$ <u>-</u>
Total revenues	<u>1,485</u>	<u>1,485</u>	<u>-</u>
EXPENDITURES			
Public safety:			
General	<u>1,485</u>	<u>1,485</u>	<u>-</u>
Total expenditures	<u>1,485</u>	<u>1,485</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, BEGINNING	<u>181</u>	<u>181</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u><u>181</u></u>	\$ <u><u>181</u></u>	\$ <u><u>-</u></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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Fines and forfeitures	\$ 27,500	\$ 11,700	\$(15,800)
Interest earnings	<u>-</u>	<u>4</u>	<u>4</u>
Total revenues	<u>27,500</u>	<u>11,704</u>	<u>(15,796)</u>
EXPENDITURES			
Public safety:			
General	<u>27,500</u>	<u>27,455</u>	<u>45</u>
Total expenditures	<u>27,500</u>	<u>27,455</u>	<u>45</u>
NET CHANGE IN FUND BALANCE	-	(15,751)	(15,751)
FUND BALANCE, BEGINNING	<u>15,916</u>	<u>15,916</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 15,916</u>	<u>\$ 165</u>	<u>\$(15,751)</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest	\$ <u> -</u>	\$ <u> 1</u>	\$ <u> 1</u>
Total revenues	<u> -</u>	<u> 1</u>	<u> 1</u>
EXPENDITURES			
Public safety:			
General	<u> 1,280</u>	<u> -</u>	<u> 1,280</u>
Total expenditures	<u> 1,280</u>	<u> -</u>	<u> 1,280</u>
NET CHANGE IN FUND BALANCE	(1,280)	1	1,281
FUND BALANCE, BEGINNING	<u> 1,287</u>	<u> 1,287</u>	<u> -</u>
FUND BALANCE, ENDING	\$ <u> 7</u>	\$ <u> 1,288</u>	\$ <u> 1,281</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Records management fees	\$ <u>154,000</u>	\$ <u>157,356</u>	\$ <u>3,356</u>
Total revenues	<u>154,000</u>	<u>157,356</u>	<u>3,356</u>
EXPENDITURES			
General government:			
Other	<u>154,000</u>	<u>153,272</u>	<u>728</u>
Total expenditures	<u>154,000</u>	<u>153,272</u>	<u>728</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>4,084</u>	<u>4,084</u>
FUND BALANCE, BEGINNING	<u>2,575</u>	<u>2,575</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u><u>2,575</u></u>	\$ <u><u>6,659</u></u>	\$ <u><u>4,084</u></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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
District Clerk records management fees	\$ 19,000	\$ 18,874	\$(126)
County Clerk records management fees	20,000	20,174	174
Interest earnings	100	113	13
Other	<u>20,000</u>	<u>17,390</u>	<u>(2,610)</u>
Total revenues	<u>59,100</u>	<u>56,551</u>	<u>(2,549)</u>
EXPENDITURES			
General government:			
Capital outlay	25,000	-	25,000
Other	<u>34,100</u>	<u>34,000</u>	<u>100</u>
Total expenditures	<u>59,100</u>	<u>34,000</u>	<u>25,100</u>
NET CHANGE IN FUND BALANCE	-	22,551	22,551
FUND BALANCE, BEGINNING	<u>182,893</u>	<u>182,893</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 182,893</u>	<u>\$ 205,444</u>	<u>\$ 22,551</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
District clerk courthouse security fees	\$ 10,000	\$ 10,139	\$ 139
County clerk courthouse security fees	40,000	39,461	(539)
JP court courthouse security fees	22,000	20,743	(1,257)
Interest earnings	<u>-</u>	<u>35</u>	<u>35</u>
Total revenues	<u>72,000</u>	<u>70,378</u>	<u>(1,622)</u>
EXPENDITURES			
General government:			
Salaries	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>72,000</u>	<u>70,378</u>	<u>(1,622)</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(72,000)</u>	<u>(72,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(72,000)</u>	<u>(72,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	(1,622)	(1,622)
FUND BALANCE, BEGINNING	<u>15,418</u>	<u>15,418</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 15,418</u>	<u>\$ 13,796</u>	<u>\$(1,622)</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Seizures	\$ -	\$ 4,175	\$ 4,175
Other	-	26,500	26,500
Interest earnings	<u>500</u>	<u>783</u>	<u>283</u>
Total revenues	<u>500</u>	<u>31,458</u>	<u>30,958</u>
 EXPENDITURES			
Public safety:			
Other	28,176	28,176	-
Capital outlay	<u>26,500</u>	<u>26,500</u>	<u>-</u>
Total expenditures	<u>54,676</u>	<u>54,676</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 (54,176)	 (23,218)	 30,958
 FUND BALANCE, BEGINNING	 <u>523,728</u>	 <u>523,728</u>	 <u>-</u>
 FUND BALANCE, ENDING	 <u>\$ 469,552</u>	 <u>\$ 500,510</u>	 <u>\$ 30,958</u>

ELLIS COUNTY, TEXAS

COURT RECORDS PRESERVATION

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Records management fees	\$ 8,000	\$ 9,040	\$ 1,040
Total revenues	<u>8,000</u>	<u>9,040</u>	<u>1,040</u>
EXPENDITURES			
General government:			
Other	<u>8,000</u>	<u>-</u>	<u>8,000</u>
Total expenditures	<u>8,000</u>	<u>-</u>	<u>8,000</u>
NET CHANGE IN FUND BALANCE	-	9,040	9,040
FUND BALANCE, BEGINNING	<u>22,169</u>	<u>22,169</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 22,169</u>	<u>\$ 31,209</u>	<u>\$ 9,040</u>

ELLIS COUNTY, TEXAS

COUNTY CLERK ARCHIVES MANAGEMENT

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 500	\$ 336	\$(164)
Other	<u>125,000</u>	<u>156,335</u>	<u>31,335</u>
Total revenues	<u>125,500</u>	<u>156,671</u>	<u>31,171</u>
EXPENDITURES			
General government:			
Other	<u>125,500</u>	<u>-</u>	<u>125,500</u>
Total expenditures	<u>125,500</u>	<u>-</u>	<u>125,500</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	156,671	156,671
FUND BALANCE, BEGINNING	<u>384,825</u>	<u>384,825</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 384,825</u>	<u>\$ 541,496</u>	<u>\$ 156,671</u>

ELLIS COUNTY, TEXAS

FIRE MARSHAL SPECIAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Fire code fees	\$ <u>10,000</u>	\$ <u>20,427</u>	\$ <u>10,427</u>
Total revenues	<u>10,000</u>	<u>20,427</u>	<u>10,427</u>
EXPENDITURES			
General government:			
Other	<u>10,000</u>	<u>7,026</u>	<u>2,974</u>
Total expenditures	<u>10,000</u>	<u>7,026</u>	<u>2,974</u>
NET CHANGE IN FUND BALANCE	-	13,401	13,401
FUND BALANCE, BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u><u>-</u></u>	\$ <u><u>13,401</u></u>	\$ <u><u>13,401</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest	\$ -	\$ 27	\$ 27
Total revenues	<u>-</u>	<u>27</u>	<u>27</u>
EXPENDITURES			
Public safety:			
Capital outlay	<u>17,500</u>	<u>-</u>	<u>17,500</u>
Total expenditures	<u>17,500</u>	<u>-</u>	<u>17,500</u>
NET CHANGE IN FUND BALANCE	(17,500)	27	17,527
FUND BALANCE, BEGINNING	<u>17,697</u>	<u>17,697</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 197</u>	<u>\$ 17,724</u>	<u>\$ 17,527</u>

ELLIS COUNTY, TEXAS

CONSTABLE, PRECINCT #4 SEIZURE FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ <u>-</u>	\$ <u>1</u>	\$ <u>1</u>
Total revenues	<u>-</u>	<u>1</u>	<u>1</u>
EXPENDITURES			
Public safety:			
Other	<u>1,200</u>	<u>-</u>	<u>1,200</u>
Total expenditures	<u>1,200</u>	<u>-</u>	<u>1,200</u>
NET CHANGE IN FUND BALANCE	(1,200)	1	1,201
FUND BALANCE, BEGINNING	<u>1,231</u>	<u>1,231</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u>31</u>	\$ <u>1,232</u>	\$ <u>1,201</u>

ELLIS COUNTY, TEXAS

ELECTIONS ADMINISTRATION FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other	\$ 2,000	\$ 6,280	\$ 4,280
Total revenues	<u>2,000</u>	<u>6,280</u>	<u>4,280</u>
EXPENDITURES			
Legal:			
Other	<u>2,000</u>	<u>241</u>	<u>1,759</u>
Total expenditures	<u>2,000</u>	<u>241</u>	<u>1,759</u>
NET CHANGE IN FUND BALANCE	-	6,039	6,039
FUND BALANCE, BEGINNING	<u>12,062</u>	<u>12,062</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 12,062</u>	<u>\$ 18,101</u>	<u>\$ 6,039</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,769,503	\$ 1,780,554	\$ 11,051
Interest earnings	1,000	2,983	1,983
Total revenues	<u>1,770,503</u>	<u>1,783,537</u>	<u>13,034</u>
EXPENDITURES			
Debt service:			
Principal	1,930,000	1,930,000	-
Interest	79,503	79,503	-
Other debt service	11,000	588	10,412
Total expenditures	<u>2,020,503</u>	<u>2,010,091</u>	<u>10,412</u>
NET CHANGE IN FUND BALANCE	(250,000)	(226,554)	(476,554)
FUND BALANCE, BEGINNING	<u>1,374,218</u>	<u>1,374,218</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 1,124,218</u>	<u>\$ 1,147,664</u>	<u>\$ 23,446</u>

ELLIS COUNTY, TEXAS

2007 DEBT SERVICE FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Taxes	\$ 3,519,525	\$ 3,545,708	\$ 26,183
Interest earnings	1,000	3,789	2,789
Total revenues	<u>3,520,525</u>	<u>3,549,497</u>	<u>28,972</u>
EXPENDITURES			
Debt service:			
Principal	1,490,000	1,490,000	-
Interest	<u>2,280,525</u>	<u>2,270,025</u>	<u>10,500</u>
Total expenditures	<u>3,770,525</u>	<u>3,760,025</u>	<u>10,500</u>
NET CHANGE IN FUND BALANCE	(250,000)	(210,528)	(460,528)
FUND BALANCE, BEGINNING	<u>1,160,689</u>	<u>1,160,689</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 910,689</u>	<u>\$ 950,161</u>	<u>\$ 39,472</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest	\$ 300	\$ 201	\$(99)
Total revenues	<u>300</u>	<u>201</u>	<u>(99)</u>
 EXPENDITURES			
Capital outlay:			
Right-of-way purchase	<u>300</u>	<u>-</u>	<u>300</u>
Total expenditures	<u>300</u>	<u>-</u>	<u>300</u>
 NET CHANGE IN FUND BALANCE	-	201	201
 FUND BALANCE, BEGINNING	<u>119,507</u>	<u>119,507</u>	<u>-</u>
 FUND BALANCE, ENDING	<u>\$ 119,507</u>	<u>\$ 119,708</u>	<u>\$ 201</u>

ELLIS COUNTY, TEXAS

CAPITAL PROJECTS FUNDS

RIGHT-OF-WAY 2008 AVAILABLE FUNDS

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Taxes	\$ 20,000	\$ 20,197	\$ 197
Total revenues	<u>20,000</u>	<u>20,197</u>	<u>197</u>
 EXPENDITURES			
Capital outlay:			
Right-of-way purchase	20,000	-	20,000
Total expenditures	<u>20,000</u>	<u>-</u>	<u>20,000</u>
 NET CHANGE IN FUND BALANCE	-	20,197	20,197
 FUND BALANCE, BEGINNING	<u>78,932</u>	<u>78,932</u>	<u>-</u>
 FUND BALANCE, ENDING	<u>\$ 78,932</u>	<u>\$ 99,129</u>	<u>\$ 20,197</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ <u>1,200</u>	\$ <u>1,882</u>	\$ <u>682</u>
Total revenues	<u>1,200</u>	<u>1,882</u>	<u>682</u>
EXPENDITURES			
Other	<u>1,200</u>	<u>-</u>	<u>1,200</u>
Total expenditures	<u>1,200</u>	<u>-</u>	<u>1,200</u>
NET CHANGE IN FUND BALANCE	-	1,882	1,882
FUND BALANCE, BEGINNING	<u>1,185,686</u>	<u>1,185,686</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u>1,185,686</u>	\$ <u>1,187,568</u>	\$ <u>1,882</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ <u>200</u>	\$ <u>112</u>	\$ (<u>88</u>)
Total revenues	<u>200</u>	<u>112</u>	(<u>88</u>)
EXPENDITURES			
Other	<u>200</u>	<u>-</u>	<u>200</u>
Total expenditures	<u>200</u>	<u>-</u>	<u>200</u>
NET CHANGE IN FUND BALANCE	-	112	112
FUND BALANCE, BEGINNING	<u>66,743</u>	<u>66,743</u>	<u>-</u>
FUND BALANCE, ENDING	\$ <u>66,743</u>	\$ <u>66,855</u>	\$ <u>112</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, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ <u>300</u>	\$ <u>205</u>	\$ <u>(95)</u>
Total revenues	<u>300</u>	<u>205</u>	<u>(95)</u>
EXPENDITURES			
Capital outlay	<u>300</u>	<u>-</u>	<u>300</u>
Total expenditures	<u>300</u>	<u>-</u>	<u>300</u>
NET CHANGE IN FUND BALANCE	-	205	205
FUND BALANCE, BEGINNING	<u>183,989</u>	<u>183,989</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 183,989</u>	<u>\$ 184,194</u>	<u>\$ 205</u>

ELLIS COUNTY, TEXAS

CAPITAL PROJECTS FUNDS

PERMANENT IMPROVEMENT FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Interest earnings	\$ 3,000	\$ 2,480	\$(520)
Other	<u>-</u>	<u>40,000</u>	<u>40,000</u>
Total revenues	<u>3,000</u>	<u>42,480</u>	<u>39,480</u>
EXPENDITURES			
General Government:			
Other	600,000	364,691	235,309
Capital outlay	<u>1,150,000</u>	<u>256,151</u>	<u>893,849</u>
Total expenditures	<u>1,750,000</u>	<u>620,842</u>	<u>1,129,158</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,747,000)</u>	<u>(578,362)</u>	<u>1,168,638</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	<u>-</u>	<u>416,349</u>	<u>416,349</u>
Total other financing sources (uses)	<u>-</u>	<u>416,349</u>	<u>416,349</u>
NET CHANGE IN FUND BALANCE	<u>(1,747,000)</u>	<u>(162,013)</u>	<u>1,584,987</u>
FUND BALANCE, BEGINNING	<u>2,572,219</u>	<u>2,572,219</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 825,219</u>	<u>\$ 2,410,206</u>	<u>\$ 1,584,987</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 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 SUPPERVISION

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, 2013

	<u>Balance September 30, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2013</u>
<u>COUNTY TREASURER</u>				
Assets:				
Cash and investments	\$ 147,686	\$ 4,724,283	\$ 4,570,051	\$ 301,918
Total assets	\$ 147,686	\$ 4,724,283	\$ 4,570,051	\$ 301,918
Liabilities:				
Due to beneficiaries	\$ 147,686	\$ 4,724,283	\$ 4,570,051	\$ 301,918
Total liabilities	\$ 147,686	\$ 4,724,283	\$ 4,570,051	\$ 301,918
<u>TAX COLLECTOR</u>				
Assets:				
Cash	\$ 2,049,150	\$ 244,924,163	\$ 244,731,849	\$ 2,241,464
Total assets	\$ 2,049,150	\$ 244,924,163	\$ 244,731,849	\$ 2,241,464
Liabilities:				
Due to other governments	\$ 2,033,198	\$ 244,908,211	\$ 244,715,897	\$ 2,225,512
Due to beneficiaries	15,952	15,952	15,952	15,952
Total liabilities	\$ 2,049,150	\$ 244,924,163	\$ 244,731,849	\$ 2,241,464
<u>COUNTY ATTORNEY</u>				
Assets:				
Cash	\$ 91,010	\$ 509,996	\$ 523,048	\$ 77,958
Total assets	\$ 91,010	\$ 509,996	\$ 523,048	\$ 77,958
Liabilities:				
Due to beneficiaries	\$ 91,010	\$ 509,996	\$ 523,048	\$ 77,958
Total liabilities	\$ 91,010	\$ 509,996	\$ 523,048	\$ 77,958

ELLIS COUNTY, TEXAS

AGENCY FUNDS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
(Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

	<u>Balance September 30, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2013</u>
<u>SHERIFF</u>				
Assets:				
Cash	\$ <u>82,561</u>	\$ <u>2,372,323</u>	\$ <u>2,338,247</u>	\$ <u>116,637</u>
Total assets	\$ <u>82,561</u>	\$ <u>2,372,323</u>	\$ <u>2,338,247</u>	\$ <u>116,637</u>
Liabilities:				
Due to beneficiaries	\$ <u>82,561</u>	\$ <u>2,372,323</u>	\$ <u>2,338,247</u>	\$ <u>116,637</u>
Total liabilities	\$ <u>82,561</u>	\$ <u>2,372,323</u>	\$ <u>2,338,247</u>	\$ <u>116,637</u>
<u>DISTRICT CLERK</u>				
Assets:				
Cash	\$ <u>2,522,717</u>	\$ <u>750,275</u>	\$ <u>1,580,213</u>	\$ <u>1,692,779</u>
Total assets	\$ <u>2,522,717</u>	\$ <u>750,275</u>	\$ <u>1,580,213</u>	\$ <u>1,692,779</u>
Liabilities:				
Due to beneficiaries	\$ <u>2,522,717</u>	\$ <u>750,275</u>	\$ <u>1,580,213</u>	\$ <u>1,692,779</u>
Total liabilities	\$ <u>2,522,717</u>	\$ <u>750,275</u>	\$ <u>1,580,213</u>	\$ <u>1,692,779</u>
<u>COUNTY CLERK</u>				
Assets:				
Cash	\$ <u>3,525,983</u>	\$ <u>2,104,317</u>	\$ <u>3,299,123</u>	\$ <u>2,331,177</u>
Total assets	\$ <u>3,525,983</u>	\$ <u>2,104,317</u>	\$ <u>3,299,123</u>	\$ <u>2,331,177</u>
Liabilities:				
Due to beneficiaries	\$ <u>3,525,983</u>	\$ <u>2,104,317</u>	\$ <u>3,299,123</u>	\$ <u>2,331,177</u>
Total liabilities	\$ <u>3,525,983</u>	\$ <u>2,104,317</u>	\$ <u>3,299,123</u>	\$ <u>2,331,177</u>

ELLIS COUNTY, TEXAS

AGENCY FUNDS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
(Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

	<u>Balance September 30, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2013</u>
<u>JUSTICE OF THE PEACE</u>				
Assets:				
Cash	\$ 65,614	\$ 626,081	\$ 580,707	\$ 110,988
Total assets	<u>\$ 65,614</u>	<u>\$ 626,081</u>	<u>\$ 580,707</u>	<u>\$ 110,988</u>
Liabilities:				
Due to other governments	\$ 65,614	\$ 626,081	\$ 580,707	\$ 110,988
Total liabilities	<u>\$ 65,614</u>	<u>\$ 626,081</u>	<u>\$ 580,707</u>	<u>\$ 110,988</u>
<u>JUVENILE PROBATION AND CORRECTIONS</u>				
Assets:				
Cash and investments	\$ 443,615	\$ 1,784,980	\$ 1,409,249	\$ 819,346
Total assets	<u>\$ 443,615</u>	<u>\$ 1,784,980</u>	<u>\$ 1,409,249</u>	<u>\$ 819,346</u>
Liabilities:				
Due to beneficiaries	\$ 443,615	\$ 1,421,955	\$ 1,409,249	\$ 456,321
Due to county	-	363,025	-	363,025
Total liabilities	<u>\$ 443,615</u>	<u>\$ 1,784,980</u>	<u>\$ 1,409,249</u>	<u>\$ 819,346</u>
<u>ADULT COMMUNITY SUPERVISION AND CORRECTIONS</u>				
Assets:				
Cash and investments	\$ 693,113	\$ 1,794,414	\$ 1,711,759	\$ 775,768
Total assets	<u>\$ 693,113</u>	<u>\$ 1,794,414</u>	<u>\$ 1,711,759</u>	<u>\$ 775,768</u>
Liabilities:				
Due to beneficiaries	\$ 693,113	\$ 1,794,414	\$ 1,711,759	\$ 775,768
Total liabilities	<u>\$ 693,113</u>	<u>\$ 1,794,414</u>	<u>\$ 1,711,759</u>	<u>\$ 775,768</u>

ELLIS COUNTY, TEXAS

AGENCY FUNDS

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
(Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

	<u>Balance September 30, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2013</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets:				
Cash and investments	\$ <u>9,621,449</u>	\$ <u>259,590,832</u>	\$ <u>260,744,246</u>	\$ <u>8,468,035</u>
Total assets	\$ <u>9,621,449</u>	\$ <u>259,590,832</u>	\$ <u>260,744,246</u>	\$ <u>8,468,035</u>
Liabilities:				
Due to other governments	\$ 2,098,812	\$ 245,534,292	\$ 245,296,604	\$ 2,336,500
Due to county	-	363,025	-	363,025
Due to beneficiaries	<u>7,522,637</u>	<u>13,693,515</u>	<u>15,447,642</u>	<u>5,768,510</u>
Total liabilities	\$ <u>9,621,449</u>	\$ <u>259,590,832</u>	\$ <u>260,744,246</u>	\$ <u>8,468,035</u>

STATISTICAL SECTION

STATISTICAL SECTION (Unaudited)

This part of the County of Ellis' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	108
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue sources.	114
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	119
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	122
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County's provides and the activities it performs.	124

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

ELLIS COUNTY, TEXAS

NET POSITION BY COMPONENT
(Unaudited)
LAST TEN FISCAL YEARS

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities:										
Net investment in capital assets	\$ 18,885,572	\$ 18,225,600	\$ 3,318,214	\$ 4,243,073	\$ 7,037,029	\$ 13,138,945	\$ 15,185,935	\$ 19,964,231	\$ 20,020,454	\$ 20,916,060
Restricted	5,253,940	655,299	738,058	820,200	1,939,499	2,486,180	2,316,833	7,694,058	7,726,619	8,239,636
Unrestricted	6,395,700	12,939,290	25,535,552	28,550,362	28,951,526	23,232,954	21,694,182	10,672,310	10,750,738	11,548,658
Total governmental activities net position	\$ 30,535,212	\$ 31,820,189	\$ 29,591,824	\$ 33,613,635	\$ 37,928,054	\$ 38,858,079	\$ 39,196,950	\$ 38,330,599	\$ 38,497,811	\$ 40,704,354

Governmental activities:
Net investment in capital assets
Restricted
Unrestricted
Total governmental activities net position

TABLE 2

ELLIS COUNTY, TEXAS
CHANGES IN NET POSITION
(Unaudited)
LAST TEN FISCAL YEARS¹

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
EXPENSES										
Governmental activities:										
General government	\$ 9,070,809	\$ 8,845,589	\$ 9,232,072	\$ 9,457,567	\$ 11,027,372	\$ 12,576,295	\$ 12,521,992	\$ 13,621,198	\$ 12,646,463	\$ 12,417,075
Judicial	3,851,390	4,046,313	4,185,014	4,584,015	5,242,394	5,505,751	5,586,861	5,565,386	5,655,574	5,919,050
Public safety	10,740,789	12,452,447	14,306,479	15,924,850	17,125,896	17,957,887	18,169,820	19,288,492	19,371,604	20,049,301
Health and welfare	1,959,263	2,445,497	2,585,252	2,363,193	1,869,806	1,995,092	1,599,566	1,216,930	1,265,966	1,179,311
Conservation	142,549	142,802	161,970	169,892	196,106	189,700	184,818	192,434	190,068	194,076
Roads and highways	5,384,181	5,241,732	6,330,052	5,576,443	7,474,568	8,621,000	8,632,387	8,088,420	8,306,733	8,211,435
Interest on long-term debt	851,471	931,667	907,828	941,235	3,398,336	3,236,353	3,131,237	2,958,767	2,745,033	2,673,882
Total expenses	\$32,000,452	\$34,106,047	\$37,708,667	\$39,017,195	\$46,334,478	\$50,082,078	\$49,826,681	\$50,931,627	\$50,181,441	\$50,644,130
PROGRAM REVENUES										
Governmental activities:										
Fees, fines and charges for services:										
General government	\$ 3,956,295	\$ 4,617,338	\$ 3,626,361	\$ 3,555,362	\$ 3,207,150	\$ 2,840,425	\$ 2,873,269	\$ 2,659,585	\$ 2,872,892	\$ 3,084,879
Judicial	2,105,947	1,984,611	2,174,685	2,236,916	2,324,047	2,266,515	1,923,763	1,924,482	1,903,553	2,516,595
Public safety	703,170	650,645	405,024	744,251	663,817	650,674	605,550	679,354	709,275	771,412
Health and welfare	-	-	-	-	-	-	-	-	-	-
Conservation	-	-	-	-	-	-	-	-	-	-
Roads and highways	2,194,936	2,198,230	2,052,476	2,211,088	2,214,945	2,272,425	2,288,106	2,292,524	2,209,169	2,299,763
Operating grants and contributions	195,141	82,427	1,414,288	1,474,198	1,132,539	1,408,369	662,432	516,274	784,232	577,083
Capital grants and contributions	-	-	-	-	-	-	-	30,350	-	-
Total governmental activities program revenues	9,155,489	9,533,251	9,672,834	10,221,815	9,542,498	9,438,408	8,353,120	8,102,569	8,479,121	9,249,732
NET (EXPENSE) REVENUES	\$(22,844,963)	\$(24,572,796)	\$(28,035,833)	\$(28,795,380)	\$(36,791,980)	\$(40,643,670)	\$(41,473,561)	\$(42,829,058)	\$(41,702,320)	\$(41,394,398)

Continued

ELLIS COUNTY, TEXAS

CHANGES IN NET POSITION
(Unaudited)
LAST TEN FISCAL YEARS¹

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Property taxes	\$23,240,361	\$24,936,383	\$27,456,824	\$29,439,346	\$36,056,133	\$38,644,038	\$39,347,184	\$39,420,596	\$40,361,150	\$41,231,497
Investment earnings	187,035	921,390	1,190,279	1,911,951	2,999,772	769,177	157,483	50,629	51,111	37,120
Loss on disposal of assets	-	-	(4,463,528)	-	-	-	-	-	-	402,282
Miscellaneous	-	-	1,575,759	1,465,894	2,050,494	2,160,005	2,307,765	2,491,482	1,457,271	1,930,042
Total general revenues	\$23,427,396	\$25,857,773	\$25,759,334	\$32,817,191	\$41,106,399	\$41,573,220	\$41,812,432	\$41,962,707	\$41,869,532	\$43,600,941
Change in assets before extraordinary items	\$ 582,433	\$ 1,284,977	\$ (2,276,499)	\$ 4,021,811	\$ 4,314,419	\$ 929,550	\$ 338,871	\$ (866,351)	\$ 167,212	\$ 2,206,543
Extraordinary items	-	-	-	-	-	-	-	-	-	-
CHANGE IN NET POSITION	\$ 582,433	\$ 1,284,977	\$ (2,276,499)	\$ 4,021,811	\$ 4,314,419	\$ 929,550	\$ 338,871	\$ (866,351)	\$ 167,212	\$ 2,206,543
Prior period adjustment	\$ -	\$ -	\$ -	\$ 48,134	\$ -	\$ 475	\$ -	\$ -	\$ -	\$ -

Concluded

Source: Comprehensive Annual Financial Report

TABLE 3

ELLIS COUNTY, TEXAS

FUND BALANCES OF GOVERNMENTAL FUNDS
(Unaudited)

LAST TEN FISCAL YEARS

(Modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General fund										
Assigned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 610,757	\$ -
Unreserved	5,168,051	5,288,710	6,950,191	8,666,051	8,731,805	8,195,164	7,771,665	-	-	-
Unassigned	-	-	-	-	-	-	-	8,208,008	8,668,112	11,208,144
Total general fund	\$ 5,168,051	\$ 5,288,710	\$ 6,950,191	\$ 8,666,051	\$ 8,731,805	\$ 8,195,164	\$ 7,771,665	\$ 8,208,008	\$ 9,278,869	\$ 11,208,144
Road and bridge fund										
Unreserved	\$ 1,864,675	\$ 2,635,685	\$ 2,594,738	\$ 3,632,211	\$ 3,692,602	\$ 3,462,937	\$ 2,599,619	\$ -	\$ -	\$ -
Restricted for:										
Road and bridge	-	-	-	-	-	-	-	2,885,766	2,552,772	2,843,913
Total road & bridge	\$ 1,864,675	\$ 2,635,685	\$ 2,594,738	\$ 3,632,211	\$ 3,692,602	\$ 3,462,937	\$ 2,599,619	\$ 2,885,766	\$ 2,552,772	\$ 2,843,913
All other governmental funds										
Reserved for:										
Debt service	\$ 515,570	\$ 681,936	\$ 738,058	\$ 820,200	\$ 1,939,499	\$ 2,486,180	\$ 2,316,833	\$ -	\$ -	\$ -
Unreserved	2,159,952	6,551,444	13,196,145	67,027,599	63,149,058	33,482,154	7,942,736	-	-	-
Capital projects funds	1,439,811	1,492,455	1,574,343	2,120,482	2,337,017	2,712,183	2,755,363	-	-	-
Special revenue funds										
Restricted for:										
Public Safety	-	-	-	-	-	-	-	1,758,450	1,723,468	2,204,109
Technology and Security	-	-	-	-	-	-	-	37,193	59,771	66,353
Records Management	-	-	-	-	-	-	-	588,398	775,459	961,747
Other Statutorily Restricted Funds	-	-	-	-	-	-	-	25,273	46,415	65,689
Debt Service	-	-	-	-	-	-	-	2,398,978	2,534,907	2,097,825
Assigned for:										
Capital Projects	-	-	-	-	-	-	-	4,724,569	4,240,903	4,101,487
Total other government funds	\$ 4,115,333	\$ 8,725,835	\$ 15,508,546	\$ 69,968,281	\$ 67,425,574	\$ 38,680,517	\$ 13,014,932	\$ 9,532,861	\$ 9,380,923	\$ 9,497,210

Note: The County implemented GASB Statement No. 54 in fiscal year 2011.

Source: Comprehensive Annual Financial Report

ELLIS COUNTY, TEXAS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

(Unaudited)

LAST TEN FISCAL YEARS

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
REVENUES										
Property Taxes	\$ 23,198,533	\$ 25,251,205	\$ 27,347,054	\$ 29,465,001	\$ 35,931,673	\$ 38,869,215	\$ 39,409,397	\$ 39,487,352	\$ 40,374,623	\$ 41,244,893
Intergovernmental	647,686	511,101	1,414,288	1,474,198	1,132,717	1,498,727	638,103	545,630	786,116	544,152
License & Permits	2,079,994	2,104,406	2,052,476	2,211,088	2,214,945	2,171,078	2,267,653	2,183,660	2,106,952	2,205,257
Fees of Office	3,207,186	3,354,366	4,218,519	4,175,817	4,148,627	3,858,318	3,765,194	3,658,367	3,812,980	3,990,280
Fines & Forfeitures	1,998,833	2,345,817	1,933,470	2,536,161	2,298,259	2,135,013	1,723,555	1,655,636	1,628,557	2,367,016
Interest	193,702	589,713	1,190,279	1,911,951	2,999,772	769,177	157,483	50,629	51,111	37,120
Other	961,323	5,601,175	8,037,275	1,465,894	2,050,494	2,160,005	2,337,888	2,616,684	1,579,948	2,127,043
Total revenues	32,287,257	39,757,783	46,193,361	43,240,110	50,776,487	51,461,533	50,299,273	50,197,958	50,340,287	52,515,761

EXPENDITURES

General Government	7,002,691	7,960,428	8,305,989	8,535,648	10,557,978	11,790,452	12,696,707	12,161,251	10,972,028	10,701,581
Judicial	3,825,724	4,052,289	4,153,553	4,556,045	5,177,314	5,386,006	5,579,419	5,521,144	5,567,857	5,825,557
Public Safety	10,531,010	12,035,044	13,858,838	15,721,318	16,776,899	17,375,345	17,888,656	17,781,056	17,269,298	18,555,235
Health & Welfare	1,956,403	2,437,956	2,579,856	2,357,797	1,864,410	1,989,696	1,599,566	1,216,930	1,265,966	1,179,311
Conservation	142,549	142,802	177,041	164,409	189,595	182,587	181,572	187,171	189,848	194,331
Road & Bridge	4,984,460	5,263,697	6,224,065	5,686,867	7,216,815	8,354,654	8,642,883	7,588,925	8,396,593	8,113,125
Capital Outlay	1,099,397	251,260	597,882	787,964	5,737,209	30,100,343	24,712,424	2,996,442	441,873	256,151
Debt Service										
Principal	1,334,208	1,344,597	1,430,843	2,058,674	2,848,629	2,923,749	4,660,898	3,102,421	3,225,000	3,420,000
Interest	821,136	767,539	711,758	663,974	2,824,200	3,038,471	2,924,550	2,749,699	2,486,061	2,350,116
Total expenditures	31,697,578	34,255,612	38,039,825	40,532,696	53,193,049	81,141,303	78,886,675	53,305,039	49,814,524	50,595,407

EXCESS OF REVENUES

OVER (UNDER)	\$ (2,255,250)	\$ 589,679	\$ 5,502,171	\$ 8,153,536	\$ 2,707,414	\$ (2,416,562)	\$ (28,587,402)	\$ (3,107,081)	\$ 525,763	\$ 1,920,354
EXPENDITURES										

Continued

Continued

ELLIS COUNTY, TEXAS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
(Unaudited)

LAST TEN FISCAL YEARS

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
OTHER FINANCING SOURCES (USES)										
Sale of Capital Assets	\$ 455,817	-	\$ 112,500	\$ 111,100	\$ 116,415	\$ 230,108	\$ -	\$ 347,500	\$ -	\$ 416,349
Transfers in	-	-	112,500	111,100	116,415	230,108	207,938	85,896	141,000	72,000
Transfers out	(455,817)	-	(112,500)	(111,100)	(116,415)	(230,108)	(207,938)	(85,896)	(141,000)	(72,000)
Bonds issued	-	-	-	53,875,000	-	-	-	-	-	-
Refunding bonds issued	-	-	-	-	-	-	1,635,000	-	5,485,000	-
Capital leases	-	-	201,575	164,574	-	168,407	-	-	-	-
Premium on bonds issued	-	-	-	466,080	-	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-	-	-	-	(5,424,834)	-
Total other financing sources (uses)	-	-	201,575	54,505,654	-	168,407	1,635,000	347,500	60,166	416,349

EXTRAORDINARY ITEMS

NET CHANGE IN FUND BALANCES	\$ 589,679	\$ 5,502,171	\$ 8,355,111	\$ 57,213,068	\$(2,416,562)	\$(2,248,155)	\$(26,952,402)	\$(2,759,581)	\$ 585,929	\$ 2,336,703
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DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES

	6.9%	6.3%	5.8%	7.0%	12.2%	11.9%	15.8%	11.9%	12.5%	12.4%
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Source: Comprehensive Annual Financial Reports

Concluded

TABLE 5

ELLIS COUNTY, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE
OF TAXABLE PROPERTY
(Unaudited)
LAST TEN YEARS

Tax Year	Real Property	Personal Property	Total Assessed Valuation	Total Direct Rate*	Estimated Actual Value
2004	7,659,168,117	1,815,048,890	9,474,217,007	0.3513	9,474,217,007
2005	8,207,129,335	1,956,636,165	10,163,765,500	0.35	10,163,765,500
2006	8,949,770,368	1,947,251,600	10,897,021,968	0.35	10,897,021,968
2007	9,879,959,212	2,067,783,745	11,947,742,957	0.3495	11,947,742,957
2008	10,753,312,471	2,227,142,721	12,980,455,192	0.3936	12,980,455,192
2009	10,845,390,864	2,241,049,843	13,086,440,707	0.3936	13,086,440,707
2010	10,832,779,964	2,264,703,551	13,097,483,515	0.3936	13,097,483,515
2011	10,821,155,674	2,248,039,890	13,069,195,564	0.4136	13,069,195,564
2012	10,921,955,252	2,251,629,234	13,173,584,486	0.4136	13,173,584,486
2013	11,096,681,357	2,290,554,033	13,387,235,390	0.4136	13,387,235,390

*The total direct rate applied to Ellis County's revenue base

ELLIS COUNTY, TEXAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
(Unaudited)
LAST TEN YEARS

TAXING JURISDICTION	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<u>DIRECT</u>										
COUNTY-WIDE:										
Ellis County	\$0.31599	\$0.31891	\$0.32049	\$0.36460	\$0.360091	\$0.360091	\$0.360091	\$0.380091	\$0.380091	\$0.380091
Farm to Market	0.034006	0.031093	0.029009	0.02901	0.033508	0.033508	0.033508	0.033508	0.033508	0.033508
Total	0.349999	0.349999	0.349500	0.393607	0.393599	0.393599	0.393599	0.413599	0.413599	0.413599
<u>OVERLAPPING GOVERNMENTS</u>										
CITIES:										
Bardwell	0.18536	0.18625	0.18580	0.18580	0.18580	0.195000	0.219000	0.232000	0.251862	0.283560
Cedar Hill	0.64140	0.64140	0.64140	0.64140	0.64140	0.641400	0.067000	0.685880	0.695690	0.698760
Ennis	0.63000	0.73000	0.71000	0.71000	0.69500	0.695000	0.695000	0.695000	0.695000	0.695000
Ferris	0.59275	0.60000	0.60000	0.60000	0.65000	0.648087	0.687134	0.687134	0.687134	0.687134
Garrett	0.31000	0.29991	0.31984	0.33239	0.32880	0.356600	0.395259	0.427768	0.466566	0.445091
Italy	0.59453	0.68000	0.69300	0.77111	0.93673	0.934800	0.943573	0.964139	0.996060	1.011456
Maypearl	0.73716	0.73716	0.73716	0.69217	0.68440	0.688880	0.688756	0.778179	0.775978	0.830000
* Midlothian	0.42404	0.64038	0.65795	0.65000	0.65000	0.650000	0.650000	0.650000	0.650000	0.658244
Milford	0.49967	0.49547	0.50157	0.48550	0.50000	0.505800	0.409146	0.430000	0.470000	0.500000
Oak Leaf	0.35000	0.34156	0.33144	0.34854	0.34854	0.355400	0.350785	0.354539	0.386480	0.386480
Ovilla	0.68250	0.68250	0.68250	0.66800	0.66800	0.667900	0.067460	0.663800	0.667500	0.671900
Palmer	0.57165	0.57165	0.62920	0.62920	0.62920	0.629200	0.629200	0.689500	0.689500	0.689500
Pecan Hill	0.25462	0.25108	0.24066	0.25065	0.30000	0.304700	0.311275	0.316551	0.321756	0.328544
Red Oak	0.61500	0.61380	0.64000	0.63500	0.63500	0.635000	0.649000	0.649000	0.649000	0.649000
Waxahachie	0.61750	0.61500	0.61500	0.61500	0.61500	0.611208	0.680000	0.680000	0.680000	0.680000
SCHOOL DISTRICTS:										
Avalon	1.34400	1.41910	1.49380	1.37600	1.09958	1.24613	1.23655	1.23280	1.23220	1.21100
Ennis	1.65190	1.65190	1.65190	1.57000	1.40000	1.51000	1.54000	1.54000	1.54000	1.54000
Ferris	1.53700	1.77190	1.77190	1.57070	1.26970	1.27720	1.31785	1.30630	1.31000	1.31000
Italy	1.56000	1.56000	1.56000	1.43300	1.11105	1.24100	1.24100	1.24696	1.24696	1.24696
Maypearl	1.58000	1.77900	1.76900	1.64800	1.34000	1.35900	1.35900	1.35900	1.35900	1.34659
Midlothian	1.72000	1.76450	1.78750	1.69750	1.36750	1.39750	1.39750	1.54000	1.54000	1.54000
Milford	1.62398	1.62398	1.62400	1.49400	1.19000	1.18830	1.17170	1.15840	1.17000	1.17000
Palmer	1.61700	1.61700	1.61000	1.48000	1.50000	1.27730	1.26761	1.27000	1.27000	1.27000
Red Oak	1.57000	1.64000	1.64000	1.51000	1.30000	1.54000	1.54000	1.54000	1.54000	1.54000
Waxahachie	1.63900	1.71650	1.72080	1.59730	1.36000	1.36000	1.42890	1.42890	1.42890	1.42890

Continued

ELLIS COUNTY, TEXAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
(Unaudited)
LAST TEN YEARS

TAXING JURISDICTION	Fiscal Year										
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	
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	\$0.06000
EC ESD #2	0.05750	0.05750	0.06500	0.06750	0.07025	0.07229	0.08450	0.09100	0.09500	0.09500	0.09500
EC ESD #1	0.06700	0.06700	0.07000	0.07000	0.07350	0.07350	0.07350	0.07350	0.07714	0.08333	0.08333
EC ESD #4	0.03000	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	0.03000
EC ESD #6	0.03000	0.03000	0.03000	0.03000	0.06000	0.06000	0.06000	0.06000	0.05000	0.05000	0.05000
EC ESD #7	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
EC ESD #8	0.03000	0.03000	0.08000	0.08000	0.10000	0.10000	0.10000	0.10000	0.10000	0.10000	0.10000
EC ESD #9	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.03000	0.06000
Ellis Co. W C & ID	0.03000	0.03000	0.03000	0.03000	0.03000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
* Midlothian Water Co.	0.19416	0.19416	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	<i>Concluded</i>

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

PRINCIPAL TAXPAYERS

(Unaudited)

SEPTEMBER 30, 2013

Name	Type of Business	2013 Assessed Valuations	Percentage of Total Assessed Valuation	2004 Assessed Valuations	Percentage of Total Assessed Valuation
Midlothian Energy LP	Utility	\$ 416,810,160	3.11%	\$ 216,872,631	2.29%
Chaparral Steel Company	Steel Mill	245,944,940	1.84%	190,143,557	2.01%
Walgreen Company	Distribution Facility	205,435,590	1.53%	233,973,340	2.47%
TXI Operations, L.P.	Cement Plant	195,051,730	1.46%	173,769,320	1.83%
HOLCIM (US), Inc.	Cement Plant	165,497,420	1.24%	147,104,363	1.55%
Energy Transfer Fuel LP	Pipeline Construction	134,892,830	1.01%	-	0.00%
Oncor Electric Delivery Company	Utility	128,864,410	0.96%	106,556,580	1.12%
Target	Distribution Facility	95,296,500	0.71%	-	0.00%
Ennis Tractebell Power Co., L.P.	Utility	107,414,960	0.80%	-	0.00%
Dartco of Texas LTD LP	Manufacturing Facility	84,963,420	0.63%	57,450,090	0.61%
Elk Roofing Products	Manufacturing Facility	-	0.00%	67,289,683	0.71%
Owens Corning Fiberglass	Manufacturing Facility	-	0.00%	55,184,639	0.58%
Toys R Us - Delaware, Inc.	Distribution Center	-	0.00%	91,331,214	0.96%
		<u>\$ 1,780,171,960</u>	<u>13.30%</u>	<u>\$ 1,339,675,417</u>	<u>14.13%</u>

Note: Total Assessed Valuation of \$ 13,387,235,390

Source: Ellis County Appraisal District

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

<u>FISCAL YEAR</u>		<u>TOTAL TAX LEVY</u>	<u>CURRENT TAX COLLECTIONS</u>	<u>% OF LEVY COLLECTED IN FISCAL YEAR</u>
2004	*	22,639,359	22,031,384	97.31%
2005	*	24,485,051	23,673,110	96.68%
2006	*	26,832,506	25,965,504	96.77%
2007	*	28,609,607	27,966,441	97.75%
2008	*	35,334,581	34,609,030	97.95%
2009	*	38,175,425	37,430,852	98.05%
2010	*	38,756,643	38,126,672	98.37%
2011	*	38,662,256	38,154,681	98.69%
2012	*	40,514,980	39,930,918	98.56%
2013	*	40,749,276	40,260,285	98.80%

* Does not include Tax Increment Reinvestment Zone levy and collection

TABLE 9

ELLIS COUNTY, TEXAS

**RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUES AND NET BONDED DEBT PER CAPITA
(Unaudited)
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Assessed Values	General Bonded Debt	Less Amount Available in Debt Service Fund	Net Bonded Debt	Ratio of Bonded Debt to Assessed Values	Net Bonded Debt Per Capita	Ratio of Bonded Debt to Personal Income
2004	129,250	9,474,217,007	21,707,073	515,570	21,191,503	0.22%	163.96	0.53%
2005	131,826	10,163,765,500	20,567,737	681,936	19,885,801	0.20%	150.85	0.47%
2006	139,300	10,897,021,968	18,701,262	738,058	17,963,204	0.16%	128.95	0.38%
2007	143,468	11,947,742,957	72,492,135	820,200	71,671,935	0.60%	499.57	1.58%
2008	147,850	12,980,455,192	69,982,330	1,939,499	68,042,831	0.53%	460.22	1.40%
2009	152,750	13,086,440,707	67,369,818	2,486,180	64,883,638	0.50%	424.77	1.35%
2010	149,610	13,097,483,515	64,660,277	2,316,833	62,343,444	0.48%	416.71	1.24%
2011	149,610	13,069,195,564	61,844,420	2,398,978	59,445,442	0.45%	397.34	1.12%
2012	149,610	13,173,584,486	58,968,120	2,534,907	56,433,213	0.43%	377.20	1.06%
2013	149,610	13,387,235,390	55,851,885	2,097,825	53,754,060	0.40%	359.29	1.01%

Notes:

Details regarding the County's outstanding debt can be found in the note to the financial statements.

(1) See Table 12 for population data.

(2) See Table 5 for taxable value of property data.

TABLE 10

ELLIS COUNTY, TEXAS

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
(Unaudited)
SEPTEMBER 30, 2013

<u>Taxing Jurisdiction</u>	<u>Total Funded Debt</u>	<u>Percentage Applicable To Named Government</u>	<u>Overlapping Funded Net Debt</u>
CITIES:			
Bardwell	90,000	100.00%	\$ 90,000
Ennis	35,760,000	100.00%	\$ 35,760,000
Ferris	3,445,000	92.99%	\$ 3,203,506
Italy	7,715,000	100.00%	\$ 7,715,000
Maypearl	135,000	100.00%	\$ 135,000
Midlothian	68,224,922	100.00%	\$ 68,224,922
Milford	295,000	100.00%	\$ 295,000
Ovilla	6,530,000	91.01%	\$ 5,942,953
Palmer	1,750,000	100.00%	\$ 1,750,000
Red Oak	25,735,000	100.00%	\$ 25,735,000
Venus	1,713,000	13.50%	\$ 231,255
Waxahachie	142,795,000	100.00%	\$ 142,795,000
COUNTY-LINE CITIES:			
Cedar Hill	76,640,000	3.36%	\$ 2,575,104
Glenn Heights	5,060,000	32.95%	\$ 1,667,270
Grand Prairie	216,620,000	0.25%	\$ 541,550
Mansfield	92,695,000	0.44%	\$ 407,858
SCHOOL DISTRICTS:			
Avalon ISD	1,095,000	100.00%	\$ 1,095,000
Italy ISD	1,275,000	100.00%	\$ 1,275,000
Maypearl ISD	17,218,394	100.00%	\$ 17,218,394
Midlothian ISD	228,992,167	100.00%	\$ 228,992,167
Palmer ISD	5,631,179	100.00%	\$ 5,631,179
Red Oak ISD	109,977,143	100.00%	\$ 109,977,143
Waxahachie ISD	116,749,295	100.00%	\$ 116,749,295
COUNTY-LINE SCHOOL DISTRICTS:			
Ennis ISD	146,096,847	98.97%	\$ 144,592,049
Ferris ISD	31,353,077	96.04%	\$ 30,111,495
Frost ISD	855,000	3.99%	\$ 34,115
TOTAL NET OVERLAPPING DEBT			\$ 952,745,255
Ellis County			\$ 55,851,885
TOTAL DIRECT AND OVERLAPPING DEBT			\$ 1,008,597,140
TOTAL DIRECT AND OVERLAPPING DEBT PER CAPITA			\$ 6,742

Overlapping debt is developed by taking the percentage of land mass of an entity within Ellis County, and then applying that percentage to the outstanding debt of that entity.

Source: Texas Municipal Reports

ELLIS COUNTY, TEXAS

COMPUTATION OF LEGAL DEBT MARGIN
(Unaudited)
September 30, 2013

Assessed Value of Real Property	11,096,681,357
Assessed Value of Personal and Other Property	2,290,554,033
Total Assessed Value	<u>\$ 13,387,235,390</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	\$ 2,774,170,339
Amount of Debt Applicable to Debt Limit:	
Debt Limit:	
Total Bonded Debt Applicable	55,851,885
Less: Assets in Debt Service Fund available for payment of principal	2,097,825
	<u>53,754,060</u>

Legal Debt Margin, Bonds Issued Under Article III, Section 52 of the Texas Constitution	<u>\$ 2,720,416,279</u>
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ELLIS COUNTY, TEXAS
DEMOGRAPHIC STATISTICS
(Unaudited)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>(1) Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>(2) Personal Income</u>	<u>(3) Median Age</u>	<u>(4) School Enrollment</u>	<u>(4) Unemployment Rate</u>
2004	111,360	3,447,018	30,954	33.2	24,645	5.3%
2005	116,555	3,722,713	31,940	33.2	25,591	5.1%
2006	120,052	4,066,348	33,872	33.2	25,866	5.3%
2007	143,468	4,547,534	31,697	33.0	29,464	4.3%
2008	147,850	4,859,117	32,865	33.2	30,678	5.1%
2009	152,750	4,808,977	31,483	33.2	30,652	7.9%
2010	149,610	5,020,292	33,556	33.2	30,652	8.3%
2011	149,610	5,328,740	35,618	35.0	32,790	8.1%
2012	149,610	5,328,740	35,618	35.2	32,700	6.4%
2013	149,610	5,449,245	36,423	35.5	32,700	5.6%

Data Sources:

- (1) North Central Council of Governments
- (2) U.S. Census Bureau
- (3) U.S. Bureau of Economic Analysis
- (4) Texas Comptroller

ELLIS COUNTY, TEXAS

PRINCIPAL EMPLOYERS
(Unaudited)
CURRENT YEAR

<u>Employer</u>	<u>2013</u>	
	<u>Employees</u>	<u>% of Total County Employment</u>
Wal-Mart Supercenters	1,275	1.52%
Waxahachie ISD	1,029	1.22%
Gerdau Steel	1,000	1.19%
Midlothian ISD	887	1.06%
Walgreen's Distribution Center	850	1.01%
Red Oak ISD	800	0.95%
Ennis ISD	737	0.88%
Dart Container Corp.	700	0.83%
Sterilite	650	0.77%
Ellis County Government	506	0.60%
Total	<u>8,434</u>	<u>10.04%</u>
Total County Employment	84,027	

Sources: 12 month change in percentage from Bureau of Labor Statistics

Data for the period nine years prior to 2013 is not included as that information was not tracked by Ellis County Government at that time.

ELLIS COUNTY, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION
2013
(unaudited)

Function/Program	2011	2012	2013
General government			
Number of Courthouses	2	2	2
Number of Sub-Courthouses	3	3	3
Judicial			
District Courtrooms	2	2	2
County Ct. @ Law Courtrooms	2	2	2
Juvenile Courtrooms	1	1 *	1
Justice Courts	4	4	4
Public safety			
Number of Jails	1	1	1
Bed Capacity of Jail	868	868	868
Health and welfare			
Number of Offices	2	2	2
Conservation			
Number of Offices	1	1	1
Roads and highways			
Number of Bridges	165	165	165
Miles of Hard Surface Road	786	786	786
Miles of Gravel Road	164	164	164

* Shared with County Ct. @ Law

Data for the period nine years prior to 2013 is not included as that information was not tracked by Ellis County Government at that time.

TABLE 15

ELLIS COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM
(Unaudited)
LAST SEVEN FISCAL YEARS

Function/Program	2007	2008	2009	2010	2011	2012	2013
General Government							
Number of A/P Transactions	13,789	14,253	18,072	18,492	16,946	15,611	15,195
Flood Plain/Building Permits	951	982	558	553	513	636	682
Aerobic Septic Permits	690	702	244	180	193	225	290
Other Septic Permits	108	118	129	19	34	201	208
Nuisance Complaints	645	680	801	569	765	705	802
New Subdivisions	61	50	21	13	14	21	27
Judicial							
Hot Check cases							
Number of checks processed	2,787	2,284	1,286	1,254	1,051	1,080	612
Number of theft by check cases file	479	468	200	190	146	139	86
Public Safety							
Number of 911 calls received	32,149	33,217	32,792	19,299	32,325	28,884	36,118
Average Jail daily population	460	462	347	320	359	334	373
Jail bookings	5,993	6,012	5,993	5,693	5,682	5,131	5,279
Jail releases	6,016	6,021	6,039	5,365	5,703	5,178	5,451
Jail inmates at September 30	385	397	302	350	350	357	422
Transportation							
Roadway resurfacing (miles)	95.8	108	132.0	121.1	119.5	99.2	110.7
Mowing along roadways (equipment r	6,826	6,897	4,091	1,938	3,728	4,184	3,432
Ditch and culvert cleaning (miles)	110	112	102	99	90	139	121
Conservation							
Number of people served in programs	106,779	109,432	121,592	88,680	134,686	163,065	176,986
Health and Welfare							
Number of applications filed	350	403	573	880	893	1,009	839
Number of cases approved	57	66	94	182	129	593	544

*2011 number includes all calls for service, not just "violations". 2012 is an estimate.
Numbers prior to 2006 are not available

Data for the period nine years prior to 2013 is not included as that information was not tracked by Ellis County Government at that time.

COMPLIANCE SECTION



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the 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, 2013 and the related notes to the financial statements, which collectively comprise Ellis County, Texas' basic financial statements, and have issued our report thereon dated March 18, 2014.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ellis County, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Hillsboro, Texas
March 18, 2014