

GOLIAD COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

For the year ended September 30, 2013

Issued By
County Auditor's Office

Maria Ortiz
County Auditor

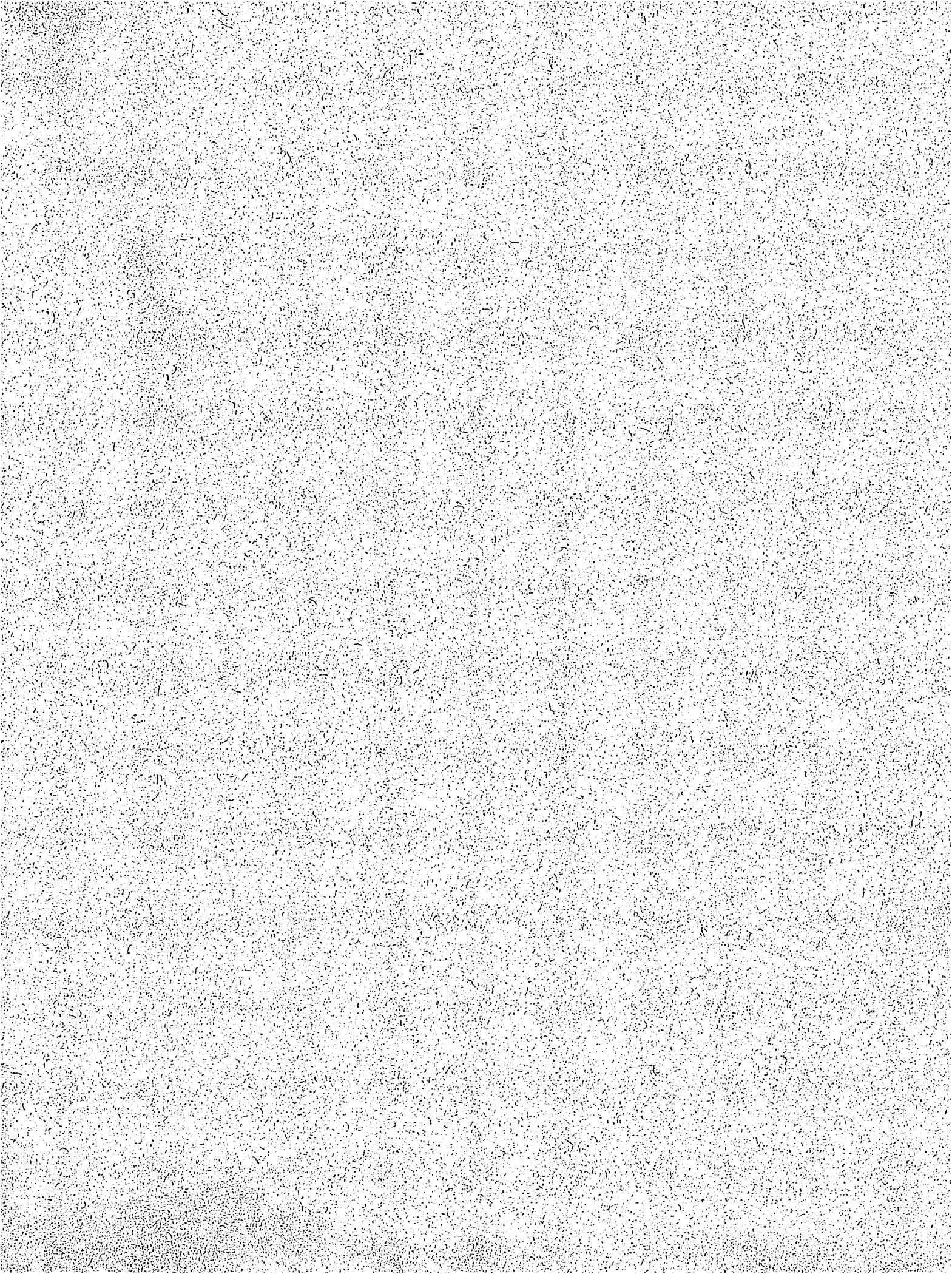


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FINANCIAL SECTION



CERTIFIED PUBLIC ACCOUNTANTS
101 S. MAIN, SUITE 400
VICTORIA, TEXAS 77901-8142

STEPHEN W. VAN MANEN, CPA
DENNIS C. CIHAL, CPA
ERIC L. KUCERA, CPA
CLAYTON P. VAN PELT, CPA
ROBERT W. SCHAAR, CPA
MELISSA M. TERRY, CPA

VOICE: (361) 573-3255
FAX: (361) 573-9531

INDEPENDENT AUDITORS' REPORT

The Honorable County Judge and
Members of the Commissioners' Court
Goliad County, Texas

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Goliad County, Texas (the "County") as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the County's 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 the County as of September 30, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The Honorable County Judge and
Members of the Commissioners' Court
Goliad County, Texas

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, as listed in the table of contents, 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 the County's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules 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 fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2014, on our consideration of the County's 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Harrison Walthrop & Urick, LLP

Victoria, Texas
October 31, 2014

The discussion and analysis of the financial performance of Goliad County, Texas (the "County"), provides an overview of the County's financial activities for the year ended September 30, 2013. The discussion and analysis should be read in conjunction with the basic financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities and deferred inflows at the close of the fiscal year by \$12,659,014. Of this amount \$8,925,107 is available to meet the County's ongoing obligations to citizens and creditors.
- At year-end, the County's governmental funds reported combined ending fund balances of \$8,607,971.
- At year-end, the unassigned fund balance for the General Fund was \$6,765,309 or 127% of total General Fund expenditures and planned transfers.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial reporting model instituted by Governmental Accounting Standards Board Statement 34 (GASB 34) seeks to improve operational accountability by highlighting an overall picture that was lost in the detail of fund accounting. Instead of focusing on aggregations of similar individual funds GASB 34 introduced government-wide financial statements, which present the government as a single unified entity.

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to financial statements, and 4) the overall compliance and internal control section. This report also contains other required supplementary information in addition to the basic financial statements.

Organization and Flow of Financial Section Information

Independent Auditors' Report <i>Provides the opinion of the Independent Auditors' on the fair presentation of the basic financial statements.</i>	
Management's Discussion and Analysis <i>This supplementary information is required for state and local government financial statements and is intended to provide a narrative introduction and analysis.</i> Pages 3 to 8	
Government-wide Financial Statements <i>Provides information on governmental activities of the primary government.</i> Pages 9 to 10	Fund Financial Statements <i>Provides information on the financial position of specific funds of the primary governments.</i> Pages 11 to 16
Notes to Financial Statements <i>Provides a summary of significant accounting policies and related disclosures.</i> Pages 17 to 28	

OVERVIEW OF THE FINANCIAL STATEMENTS - (Continued)

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

The *statement of net position* presents information on all of the 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 the County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the 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).

These financial statements present the functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the County include general government, judicial, public works (public safety, transportation, and buildings), and health and welfare.

The government-wide financial statements include only the County itself (known as the *primary government*).

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. The 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 the 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 a *balance 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*.

The County maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund. Data from the other 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 and individual statements and schedules following the required supplementary information.

The County adopts an annual appropriated budget for its General Fund and all the other applicable special revenue and capital project funds. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with this budget and is located on page 29 of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS - (Continued)

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 the County's own programs. The accounting used for fiduciary funds is similar to business-like activities.

Notes to 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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's General Fund's budgetary comparison schedule. Required supplementary information can be found on pages 29 and 30 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds is presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 31 through 59 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 the County, assets exceeded liabilities by \$12,659,015 at the close of the fiscal year.

Goliad County, Texas			
Net Position			
	Governmental Activities		
	<u>2013</u>	<u>2012</u>	<u>Change</u>
Current assets	\$ 9,269,561	\$ 5,087,071	82%
Capital assets (net)	3,733,908	5,889,346	-37%
Total Assets	<u>13,003,469</u>	<u>10,976,417</u>	18%
Current liabilities	283,598	230,762	23%
Long-term liabilities	60,856	74,747	-19%
Total Liabilities	<u>344,454</u>	<u>305,509</u>	13%
Net Position:			
Investment in capital assets, net of related debt	3,733,908	5,889,346	-37%
Restricted	-	146,512	-100%
Unrestricted	<u>8,925,107</u>	<u>4,635,050</u>	93%
Total Net Position	<u>\$12,659,015</u>	<u>\$10,670,908</u>	19%

The County's unrestricted net position represents 71% of the County's net position and may be used to meet the government's ongoing obligations to citizens and creditors.

GOVERNMENT-WIDE FINANCIAL ANALYSIS - (Continued)

The County's investment in capital assets (e.g., land, buildings, improvements, machinery, and equipment), less any related debt used to acquire those assets represents 29% of net position. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the 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.

The County's change in net position is greater than prior year largely due to the sale of the airport. Proceeds received from the sale are recorded in Other General revenues.

Goliad County, Texas			
Changes in Net Position			
	Governmental Activities		
	<u>2013</u>	<u>2012</u>	<u>Change</u>
REVENUES			
Program revenues:			
Charges for services	\$ 1,762,313	\$ 1,557,188	13%
Operating grants and contributions	473,626	495,559	-4%
Capital grants and contributions	59,216	13,650	334%
General revenues:			
Maintenance and operation taxes	5,986,154	6,120,929	-2%
Other taxes	-	3,038	-100%
Unrestricted investment earnings	26,684	27,701	-4%
Other	1,036,611	189,718	446%
Total Revenues	<u>9,344,604</u>	<u>8,407,783</u>	11%
EXPENSES			
General governmental	2,017,429	1,519,749	33%
Judicial	492,029	411,963	19%
Public works	4,568,048	5,137,334	-11%
Health and welfare	278,991	600,555	-54%
Total Expenses	<u>7,356,497</u>	<u>7,669,601</u>	-4%
Change in net position	1,988,107	738,182	169%
Net Position - Beginning	<u>10,670,908</u>	<u>9,932,726</u>	7%
Net Position - Ending	<u>\$12,659,015</u>	<u>\$10,670,908</u>	19%

GOVERNMENT-WIDE FINANCIAL ANALYSIS - (Continued)

Governmental activities. Governmental activities account for 100% of the total growth in the net position of the County. Key elements of this change are as follows:

- The current year change in net position, increase in current assets, and decrease in capital assets can partly be attributed to the sale of the airport. The proceeds from the sale are recorded as Other General revenues.
- Charges for service and grants and contributions slightly increased while property tax revenue slightly decreased.
- There was little change in current year expenses.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$8,607,971, an increase of \$4,122,751 from the prior year due mainly to the sale of the airport. Of the total fund balance, \$6,765,309 constitutes *unassigned fund balance* and is available for spending at the County's discretion. The remainder of fund balance is *restricted* to indicate that it is not available for new spending because it has already been committed for various construction projects (\$119,240) or has been restricted for special purposes (\$1,723,422).

General Fund. The General Fund is the chief operating fund of the County.

The fund balance increase of \$3,802,066 results mainly from the sale of the airport for \$3,226,688, as noted earlier.

Capital Project Fund. The County has one capital project fund with an ending balance of \$119,240. The funds will be used as necessary for improvements or repairs on the County buildings.

BUDGETARY HIGHLIGHTS

General Fund. There were several variances between the original budget and the final amended budget, however, the net change in fund balance only decreased \$24,278, or 5.80%.

Significant variances between the final amended budget and actual results were:

- The General Fund's actual revenues were 1.54% greater than budget and General Fund's actual expenditures were 7.67% less than budget.
- All actual budgetary basis expenditures were within budgeted amounts.
- Net change in fund balance is \$3,301,210 greater than budget mostly due to sale of assets and transfers in that were not budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The County's investment in capital assets includes land, buildings and improvements, equipment, and vehicles. Total additions for the current fiscal year were \$398,111 with the majority for public works' equipment. Additional information can be found in Note 5 of this report.

Capital Assets (Net of Depreciation)			
	Governmental Activities		
	<u>2013</u>	<u>2012</u>	<u>Change</u>
Land	\$ 118,000	\$ 1,018,000	-88%
Buildings and improvements	2,436,248	2,907,033	-16%
Machinery and equipment	303,115	333,978	-9%
Vehicles	430,041	285,901	50%
Infrastructure	<u>446,504</u>	<u>1,344,434</u>	-67%
Total	<u>\$ 3,733,908</u>	<u>\$ 5,889,346</u>	-37%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Local economy. Goliad County is a rural Texas county. Farming and ranching are the main industries. As such, the total taxable values of the appraised properties after adjustments for agriculture use are approximately \$972 million or roughly 49% of its \$1,986 million market value.

The FY 2014 budget. The County adopted a 2014 tax rate of \$0.6984 per \$100 to raise approximately the same amount of property tax revenue as in the 2013 year. Tax revenue is expected to be just under \$6 million. The Commissioners' Court adopted a budget that held general fund expenses at a three percent growth rate. Salary adjustments were included.

The annual budget is developed to provide efficient, effective, and controlled use of the County's resources, as well as a means to accomplish the highest priority objectives. Through the budget, the Commissioners' Court set the direction of the County, allocates its resources, and establishes its priorities.

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, P.O. Box 526, Goliad, Texas 77963.

Basic Financial Statements

GOLIAD COUNTY, TEXAS
STATEMENT OF NET POSITION
September 30, 2013

	<u>Primary Governmental Activities</u>
ASSETS	
Current assets	
Cash and cash equivalents	\$ 7,955,342
Receivables (net)	398,278
Due from others	<u>915,941</u>
Total current assets	<u>9,269,561</u>
Noncurrent assets	
Capital assets	
Land and other assets not being depreciated	118,000
Buildings, equipment, and vehicles (net)	<u>3,615,908</u>
Total noncurrent assets	<u>3,733,908</u>
Total assets	<u>13,003,469</u>
LIABILITIES	
Current liabilities	
Accounts payable	82,972
Accrued expenses	180,340
Current portion of long-term obligations	<u>20,286</u>
Total current liabilities	<u>283,598</u>
Noncurrent liabilities	
Noncurrent portion of long-term obligations	<u>60,856</u>
Total noncurrent liabilities	<u>60,856</u>
Total liabilities	<u>344,454</u>
NET POSITION	
Net investment in capital assets	3,733,908
Unrestricted	<u>8,925,107</u>
Total net position	<u>\$ 12,659,015</u>

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS
STATEMENT OF ACTIVITIES
For the year ended September 30, 2013

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Changes in Net Position
					Primary Government
					Governmental Activities
Primary Government					
Governmental activities					
General government	\$ 2,017,429	\$ 1,046,880	\$ 321,128	\$ 59,216	\$ (590,205)
Judicial	492,029	30,969	-	-	(461,060)
Public works	4,568,048	681,049	50,035	-	(3,836,964)
Health and welfare	278,991	3,415	102,463	-	(173,113)
Total governmental activities	<u>7,356,497</u>	<u>1,762,313</u>	<u>473,626</u>	<u>59,216</u>	<u>(5,061,342)</u>
Total primary government	<u>\$ 7,356,497</u>	<u>\$ 1,762,313</u>	<u>\$ 473,626</u>	<u>\$ 59,216</u>	<u>(5,061,342)</u>
General revenues:					
Taxes:					
Property taxes, levied for general purposes					
					5,986,154
Gain on disposal of assets					
					1,036,611
Investment earnings					
					26,684
Total general revenues					<u>7,049,449</u>
Change in net position					1,988,107
Net position - beginning					<u>10,670,908</u>
Net position - ending					<u>\$ 12,659,015</u>

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS**BALANCE SHEET****GOVERNMENTAL FUNDS**

September 30, 2013

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS			
Current assets			
Cash and cash equivalents	\$ 6,077,872	\$ 1,877,470	\$ 7,955,342
Taxes receivable	177,700	71,040	248,740
Fines receivable (net)	149,538	-	149,538
Due from others	886,191	29,750	915,941
Total assets	\$ 7,291,301	\$ 1,978,260	\$ 9,269,561
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 61,468	\$ 21,504	\$ 82,972
Accrued expenditures	137,286	43,054	180,340
Total liabilities	198,754	64,558	263,312
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	177,700	71,040	248,740
Unavailable revenue - assessed fines	149,538	-	149,538
Total deferred inflow of resources	327,238	71,040	398,278
Fund balances			
Restricted:			
Courts	-	125,614	125,614
Health and welfare	-	551,074	551,074
Public safety	-	209,178	209,178
Public works	-	837,556	837,556
Various capital projects	-	119,240	119,240
Unassigned	6,765,309	-	6,765,309
Total fund balances	6,765,309	1,842,662	8,607,971
Total liabilities, deferred inflows, and fund balances	\$ 7,291,301	\$ 1,978,260	\$ 9,269,561

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE TO NET POSITION
OF GOVERNMENTAL ACTIVITIES**

September 30, 2013

Total governmental fund balances		\$ 8,607,971
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds. Similarly, fines receivable are not currently available at year-end and are not reported as revenue in the governmental funds.		
Taxes receivable	\$ 248,740	
Fines receivable	<u>149,538</u>	398,278
Capital assets used in governmental activities are reported as expenditures in governmental funds when purchased or constructed.		
Cost of assets	8,287,709	
Accumulated depreciation	<u>(4,553,801)</u>	3,733,908
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:		
Compensated absences	<u>(81,142)</u>	<u>(81,142)</u>
Net position of governmental activities		\$ <u>12,659,015</u>

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES****GOVERNMENTAL FUNDS**

For the year ended September 30, 2013

	General Fund	Other Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	\$ 4,263,042	\$ 1,704,263	\$ 5,967,305
Licenses and permits	-	420,055	420,055
Intergovernmental	84,087	160,577	244,664
Charges for services	235,323	161,942	397,265
Fines and forfeitures	303,759	-	303,759
Interest	17,382	9,302	26,684
Miscellaneous	533,117	387,955	921,072
Total revenues	<u>5,436,710</u>	<u>2,844,094</u>	<u>8,280,804</u>
EXPENDITURES			
Current			
General government	1,617,561	247,128	1,864,689
Judicial	440,294	16,179	456,473
Public works	2,751,353	1,658,852	4,410,205
Health and welfare	235,503	32,782	268,285
Capital outlay	121,941	276,170	398,111
Total expenditures	<u>5,166,652</u>	<u>2,231,111</u>	<u>7,397,763</u>
Excess (deficiency) of revenues over expenditures	<u>270,058</u>	<u>612,983</u>	<u>883,041</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	3,226,688	13,022	3,239,710
Transfers in	455,048	149,728	604,776
Transfers out	(149,728)	(455,048)	(604,776)
Total other financing sources (uses)	<u>3,532,008</u>	<u>(292,298)</u>	<u>3,239,710</u>
Net change in fund balances	3,802,066	320,685	4,122,751
Fund balances, beginning of year	2,963,243	1,521,977	4,485,220
Fund balances, end of year	<u>\$ 6,765,309</u>	<u>\$ 1,842,662</u>	<u>\$ 8,607,971</u>

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES***For the year ended September 30, 2013*

Total net change in fund balances - governmental funds		\$ 4,122,751
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government-wide financial statements.		398,111
Depreciation is not recognized as an expense in the governmental funds since it does not require the use of current financial resources.		(350,450)
Because some property taxes and fines will not be collected for several months after the County's fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds.		
Property taxes	\$ 18,849	
Fines	<u>8,340</u>	27,189
Disposal of assets should be reported as gains or losses in the government-wide financial statements.		
Sale of capital assets	(3,239,710)	
Gain on disposal of assets	<u>1,036,611</u>	(2,203,099)
Some items 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. These activities consist of:		
Increase in compensated absences	<u>(6,395)</u>	<u>(6,395)</u>
Change in net position of governmental activities		<u>\$ 1,988,107</u>

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
 September 30, 2013

	Agency Funds	Trust Funds	
		Library Trust Fund	Emergency Medical Fund
ASSETS			
Cash	\$ 1,154,581	\$ 372,982	\$ 213,493
Total assets	<u>1,154,581</u>	<u>372,982</u>	<u>213,493</u>
LIABILITIES			
Due to others	1,154,581	-	-
Total liabilities	<u>\$ 1,154,581</u>	<u>-</u>	<u>-</u>
NET POSITION			
Held in trust - Library		372,982	-
Held in trust - Emergency medical		-	213,493
Total net position		<u>\$ 372,982</u>	<u>\$ 213,493</u>

The accompanying notes are an integral part of this statement.

GOLIAD COUNTY, TEXAS**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**

September 30, 2013

	Trust Funds	
	Library Trust Fund	Emergency Medical Fund
ADDITIONS		
Investment earnings:		
Interest received	\$ 4,213	\$ 1,067
Total investment earnings	<u>4,213</u>	<u>1,067</u>
DEDUCTIONS		
Culture and recreation - libraries	<u>194,298</u>	<u>-</u>
Total deductions	<u>194,298</u>	<u>-</u>
Change in net position	(190,085)	1,067
Net position, beginning of year	<u>563,067</u>	<u>212,426</u>
Net position, end of year	<u>\$ 372,982</u>	<u>\$ 213,493</u>

The accompanying notes are an integral part of this statement.

Notes to Financial Statements

GOLIAD COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

September 30, 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Goliad County, Texas (the "County") is a political subdivision of the State of Texas. The County was organized in 1836. The County is governed by the Commissioners' Court, which is composed of four (4) County Commissioners and the County Judge, all of whom are elected officials. The County provides services related to the following: public safety (fire, ambulance, and law enforcement), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administrative services.

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, the County's management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*, and as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. Under these guidelines, the reporting entity consists of the primary government (all funds of the County), organizations for which the primary government is financially accountable, organizations for which the primary government is not financially accountable, organizations that raise and hold economic resources for the direct benefit of the primary government, and any other organization for which the nature and significance of their relationship with the primary government is such that exclusion could cause the County's financial statements to be misleading or incomplete. Entities other than the primary government that are included in the primary government's financial statements are called component units. No legally separate organization met the necessary criteria for inclusion as component units for the year ended September 30, 2013.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all non-fiduciary activities of the County.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 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 revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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 fiduciary fund financial statements. The agency funds have no measurement focus. Revenues are 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current 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, fines, and interest associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when received by the County.

The 2012 tax levy is dedicated to pay for expenditures of the 2013 budget.

The County reports the following major governmental fund:

The General Fund is the primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.

Additionally, the County reports the following non-major governmental funds:

The Capital Project Fund accounts for the financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities.

The Special Revenue Funds account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

The County also reports Fiduciary Funds to account for assets held by the County as a trustee for individuals, private organizations, and/or other governmental units. The County's Library Trust Fund, Emergency Medical Trust Fund, and various agency funds are reported as fiduciary fund types. These funds are excluded from the government-wide financial statements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between various functions of the County. 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, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Budgets and Budgetary Accounting

The County Judge is, by statute, the budget officer of the County. After being furnished budget guidelines by the County Judge and Commissioners' Court, the County Auditor prepares an estimate of revenues and a compilation of requested departmental expenditures. Department officials appear before the Commissioners' Court and the County Auditor for departmental budget review. A proposed budget is prepared by the County Auditor, and then submitted to the Commissioners' Court. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the County Auditor's estimate of revenues and available cash.

Budgets are adopted for all funds. All budgets adopted by the County are on the cash basis of accounting rather than in conformity with GAAP. Under the budgetary basis, revenues are recognized as collected and expenditures when paid.

When the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring expenditures to keep them from exceeding budgeted appropriations and for keeping the members of the Commissioners' Court advised of the condition of the various funds and accounts. The level of control (the level on which expenditures may not exceed appropriations) for each legally adopted annual operating budget is on a line-item basis. Any amendments above the line-item level must have the approval of the Commissioners' Court before implementation. The line-item level of control is defined by the basic categories of personnel services, supplies, other services and charges, capital outlay, and debt service.

Amendments made during the year increased revenues and expenditures due to the receipt of additional grants that were not initially budgeted for. As a result of these budget amendments, the County increased their net loss by \$24,278.

Unused appropriations lapse at the end of each year, and because the County is on a cash budgetary basis, encumbrances are not reported for either accounting or financial reporting purposes.

E. Deposits

The County'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.

The Commissioners' Court has adopted a written investment policy regarding the investment of its funds as defined by the Public Funds Investment Act of 1995. The investments of the County are in compliance with the Commissioners' Court's investment policies. The County may invest its excess funds in any instruments authorized by the Public Funds Investment Act of Texas. Investments authorized under this act include, but are not limited to, the following: Obligations of the United States; other obligations which are unconditionally guaranteed or backed by the full faith and credit of the State of Texas or the United States; certificates of deposit which are guaranteed or insured by the Federal Deposit Insurance Corporation (FDIC); and certain repurchase agreements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

F. 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 "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

All trade, property tax, and fine receivables are shown net of an allowance for uncollectibles.

G. Inventory

Inventories of supplies on hand have not been recorded because such supplies are of an expendable nature and are expensed when purchased.

H. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide statement of net position. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 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 asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is not included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	10-50
Improvements other than buildings	10-50
Machinery and equipment	5-15
Office equipment and fixtures	5-10

I. Compensated Absences

Vacation benefits are accrued by County employees according to guidelines set in the County's personnel policy. This policy states that after completion of 90 days of service, each employee will thereafter accrue vacation according to the number of years of continuous service. Upon termination, employees are paid for any unused granted vacation up to the maximum amount they may accrue in one year. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Full-time employees are credited with a minimum of 3.08 hours of sick leave per pay period. Sick days may be accumulated up to a maximum of 60 working days (480 hours). County personnel policies state that unused sick leave benefits will not be paid to employees upon termination; therefore, no sick leave benefits are accrued.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

J. Long-term Obligations

In the government-wide financial statements, long-term obligations consist of accrued compensated absences at year-end. The County did not have bonded indebtedness.

K. Deferred Outflows/Inflows of Resources

The statement of net position reports a separate section for deferred outflows of resources which follows the asset section. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County has no items that qualify for reporting in this category.

In addition to liabilities, the statement of net position also reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has two items which arise only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, *unavailable revenue* is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and fines. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

L. Fund Equity

Fund balances of Governmental Funds classified as restricted are balances with constraints placed on the use of resources by creditors, grantors, contributors, or laws and regulations of other governments. Fund balances classified as committed can only be used for specific purposes pursuant to constraints imposed by the Commissioners' Court through a resolution or by other formal action. Assigned fund balances are constrained by intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by the County Auditor based on Commissioners' Court direction.

For the classification of Governmental Fund balances, the County considers expenditures to be made from the most restrictive first when more than one classification is available.

M. Use of Estimates

The preparation of the government-wide and fund financial statements in conformity with generally accepted accounting principles requires the County to make estimates and assessments that affect the reported amounts of assets and liabilities at the date of financial statements and the reported amounts of revenues and expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Equity

As of December 31, 2013, the following funds had deficit fund equity balances:

<u>Fund</u>	<u>Deficit Fund Balance</u>
Nonmajor Funds	
Commissary Fund	\$ 350
County Clerk Records Management Fund	4,038

Steps will be taken to eliminate these deficits in the upcoming fiscal year.

B. Budgetary Compliance

Budgetary compliance is monitored at the line-item level in all budgeted governmental funds. For the current year there were several line item expenditures over budgeted amounts. However, only one department, Sherriff, was over budget in total. This was mostly due to an increase in salaries.

NOTE 3: DEPOSITS AND INVESTMENTS

The County's cash deposits include amounts in demand deposits and certificates of deposit and are held by several financial institutions.

Demand deposits	\$ 466,561
Plus: Money market funds	5,663,457
Certificates of deposit	<u>1,825,324</u>
Total cash and cash equivalents	\$ <u>7,955,342</u>

The County has no investments at year-end other than the money market funds and certificates of deposits that are considered cash equivalents.

A. Interest Rate Risk

In accordance with the County's investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio for investments to less than five years from the time of purchase.

B. Credit Risk

It is the County's policy to limit its investments to those with ratings of not less than A or its equivalent. The money market funds have a Standard & Poor's credit rating of AAA.

C. Concentration of Credit Risk

The investment policy requires that the investment portfolio shall be diversified in terms of investment instruments, maturity scheduling, and financial institutions to reduce the risk of loss resulting from over concentration of assets in a specific class of investments, specific maturity, or specific user. At year-end, the County was not exposed to concentration of credit risk.

NOTE 3: DEPOSITS AND INVESTMENTS - (Continued)

D. Custodial Credit Risk - Deposits

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. The County's investment policy requires that deposits at financial institutions be insured by the FDIC and/or collateralized by securities pledged to the County by the depository in an amount equal to at least 102% of the carrying value of deposits held. At year-end, all deposits held in the depository bank were fully collateralized and therefore the County was not exposed to custodial credit risk. Coverage consisted of:

Amount insured by the FDIC or collateralized with securities held by the County or its agent in the County's name.	\$ 500,000
Amount collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.	<u>10,394,050</u>
Total coverage	<u>\$ 10,894,050</u>

E. Custodial Credit Risk - Investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy requires that securities be held in the name of the County or held on behalf of the County and that all securities are purchased using the delivery versus payment method. At year-end, and for the year then ended, the County was not exposed to any custodial credit risk.

NOTE 4: RECEIVABLES

Receivables at year-end for the County's General Fund and non-major funds in the aggregate, including the applicable allowances, for uncollectible accounts are as follows:

	<u>General</u>	<u>Nonmajor</u>	<u>Total</u>
Gross receivables			
Ad valorem taxes	\$ 177,700	\$ 71,040	\$ 248,740
Fines	<u>1,495,381</u>	<u>-</u>	<u>1,495,381</u>
Total gross receivables	1,673,081	71,040	1,744,121
Less: allowances	<u>1,345,843</u>	<u>-</u>	<u>1,345,843</u>
Total net receivables	<u>\$ 327,238</u>	<u>\$ 71,040</u>	<u>\$ 398,278</u>

NOTE 4: RECEIVABLES - (Continued)

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

	<u>Unavailable</u>	<u>Unearned</u>	<u>Total</u>
Major Funds			
Taxes receivable	\$ 177,700	\$ -	\$ 177,700
Fines receivable	149,538	-	149,538
	<u>327,238</u>	<u>-</u>	<u>327,238</u>
Nonmajor Funds			
Taxes receivable	\$ 71,040	\$ -	\$ 71,040
Total deferred revenue	<u>\$ 398,278</u>	<u>\$ -</u>	<u>\$ 398,278</u>

Property taxes attach as an enforceable lien on property as of January 1st. Taxes are levied on October 1st and payable by the following January 31st. The Goliad County Tax Assessor-Collector bills and collects its own property taxes.

The Texas Constitution (Art. VIII, Sec. 9) imposes a limit of \$0.80 per \$100 assessed valuation for Operating Fund purposes (Jury, General, Permanent Improvement, and Road and Bridge Funds), including debt service for Permanent Improvement Bonds and Certificates of Indebtedness. For the 2012 tax roll, the County set the tax rate at \$0.6984 per one hundred dollar for the Maintenance and Operations Fund. The County then distributes tax revenue to the precincts based on miles of roads in each precinct. This tax rate resulted in a current year tax levy of \$6,356,770.

NOTE 5: CAPITAL ASSETS

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

Governmental activities

General government	\$ 112,144
Judicial	28,035
Public works	199,757
Health and welfare	<u>10,514</u>
Total depreciation expense - governmental activities	<u>\$ 350,450</u>

NOTE 5: CAPITAL ASSETS - (Continued)

The County's capital asset activity 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	<u>\$ 1,018,000</u>	<u>\$ -</u>	<u>\$ 900,000</u>	<u>\$ 118,000</u>
Total capital assets not being depreciated	<u>1,018,000</u>	<u>-</u>	<u>900,000</u>	<u>118,000</u>
Capital assets, being depreciated				
Buildings and improvements	4,878,517	52,940	600,000	4,331,457
Machinery and equipment	2,115,183	61,004	13,000	2,163,187
Vehicles	1,034,836	284,167	140,436	1,178,567
Infrastructure	<u>1,696,498</u>	<u>-</u>	<u>1,200,000</u>	<u>496,498</u>
Total capital assets being depreciated	<u>9,725,034</u>	<u>398,111</u>	<u>1,953,436</u>	<u>8,169,709</u>
Less accumulated depreciation for				
Buildings and improvements	1,971,484	90,725	167,000	1,895,209
Machinery and equipment	1,781,205	90,867	12,000	1,860,072
Vehicles	748,935	136,928	137,337	748,526
Infrastructure	<u>352,064</u>	<u>31,930</u>	<u>334,000</u>	<u>49,994</u>
Total accumulated depreciation	<u>4,853,688</u>	<u>350,450</u>	<u>650,337</u>	<u>4,553,801</u>
Total capital assets being depreciated, net	<u>4,871,346</u>	<u>47,661</u>	<u>1,303,099</u>	<u>3,615,908</u>
Governmental activities capital assets, net	<u>\$ 5,889,346</u>	<u>\$ 47,661</u>	<u>\$ 2,203,099</u>	<u>\$ 3,733,908</u>

NOTE 6: EMPLOYEES' RETIREMENT PLAN

The 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 618 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 30 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.

NOTE 6: EMPLOYEES' RETIREMENT PLAN - (Continued)

A. Funding Policy

The employer has elected the annually determined contribution plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 6.55% for calendar year 2013 and 6.43% for calendar year 2012. The deposit rate payable by the employee members is the rate of 7.00% as adopted by the governing body of the employer. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

B. Annual Pension Cost

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2013, the basis for determining the contribution rate for calendar year 2013.

C. Actuarial Valuation and Trend Information

Actuarial Valuation Information

	<u>12/31/13</u>	<u>12/31/12</u>	<u>12/31/11</u>
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 years	20 years	20 years
Asset valuation method	SFA: 5 year smoothed value; ESF: fund value	SFA: 10 year smoothed value; ESF: fund value	SFA: 10 year smoothed value; ESF: fund value
Assumptions:			
Investment return ⁽¹⁾	8.00%	8.00%	8.00%
Projected salary increases ⁽¹⁾	4.90%	5.40%	5.40%
Inflation	3.00%	3.50%	3.50%
Cost of living adjustments	0.00%	0.00%	0.00%

⁽¹⁾ Includes inflation at the stated rate

Trend Information for the Retirement Plan for the Employees of Goliad County, Texas

<u>Fiscal Year Ending September 30</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2013	\$ 201,298	100%	\$ -
2012	198,962	100%	-
2011	199,966	100%	-

NOTE 6: EMPLOYEES' RETIREMENT PLAN - (Continued)

**Schedule of Funding Progress for the Retirement Plan
for the Employees of Goliad County, Texas**

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)
12/31/13	\$ 6,167,064	\$ 6,706,653	\$ 539,589	91.95%	\$ 3,075,806	17.54%
12/31/12	5,606,261	6,154,037	547,776	91.10%	2,908,624	18.83%
12/31/11	5,675,732	5,987,738	312,006	94.79%	3,094,271	10.08%

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

NOTE 7: RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County purchased commercial insurance to cover risks associated with potential claims. There were no significant reductions in coverage in the past fiscal year, and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

NOTE 8: LONG-TERM DEBT

A. Changes In Long-term Liabilities

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Compensated absences	\$ 74,747	\$ 36,395	\$ 30,000	\$ 81,142	\$ 20,286
Total governmental activity long-term liabilities	\$ 74,747	\$ 36,395	\$ 30,000	\$ 81,142	\$ 20,286

Compensated absences are generally liquidated by the General Fund.

NOTE 9: RESTATEMENT OF PREVIOUSLY ISSUED STATEMENTS

There were various restatements made to the beginning fund balance and beginning balances of certain capital assets. The effect of this restatement resulted in a decrease in the beginning General Fund balance of \$198,172 and an additional decrease in net position of \$7,111. The restatement was necessary to record revenues received in a prior year and because the County had been reporting capital assets on their books that they were no longer in possession of.

NOTE 10: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

A. Interfund Receivables and Payables

The County during the year was not involved in transactions that created interfund receivable and payable balances.

B. Interfund Transfers

Each year various funds of the County transfer funds to other funds. The most significant of these are the planned transfers from the County's precinct funds to the General Fund.

<u>Transfers Out</u>	<u>Transfers In - Governmental Funds</u>		
	<u>General Fund</u>	<u>Nonmajor</u>	<u>Total</u>
General fund	\$ -	\$ 149,728	\$ 149,728
Nonmajor Funds	455,048	-	455,048
	<u>\$ 455,048</u>	<u>\$ 149,728</u>	<u>\$ 604,776</u>

NOTE 11: CONTINGENCIES

The County is exposed to the risk of contingent liabilities in the ordinary course of its operations. Specifically, such risks arise as a result of the County's participation in various state and federal grant programs and as a result of threatened and pending litigation. Disallowed costs could result if County expenditures made under its grants programs are found to be improper in that they violate state or federal regulations. Such disallowed costs would have to be paid back to the granting agency from the General Fund of the County. The County is not aware of any costs that have been disallowed in the current year and does not anticipate that any will be.

NOTE 12: SUBSEQUENT EVENT

There were no events, which occurred subsequent to fiscal year-end and prior to the issuance of this report, which would have a material effect on the County's financial position as of September 30, 2013.

NOTE 13: ACCOUNTING CHANGES AND ACCOUNTING STANDARDS

In fiscal year 2013, the County implemented GASB Statement No. 63 "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position" and GASB Statement No. 65 "Items Previously Reported as Assets and Liabilities". Statement No. 63 will improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position. The objective of Statement No. 65 is to either properly classify items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or to recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

Implementation of Statement No. 65 resulted in no adjustment to the beginning net position of the governmental activities in the government-wide financial statements.

Required Supplementary Information

GOLIAD COUNTY, TEXAS*MAJOR GOVERNMENTAL FUND - GENERAL FUND**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**BUDGET AND ACTUAL**For the year ended September 30, 2013*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Budgetary Basis</u>	<u>Budget to GAAP Over (Under)</u>	<u>Actual GAAP Basis</u>
REVENUES					
Taxes	\$4,110,488	\$4,110,488	\$4,263,042	\$ -	\$4,263,042
Intergovernmental	18,681	89,006	107,970	23,883	84,087
Charges for services	281,750	281,750	235,323	-	235,323
Fines and forfeitures	343,083	343,083	282,925	(20,834)	303,759
Interest	30,200	30,200	17,382	-	17,382
Miscellaneous	<u>410,074</u>	<u>410,074</u>	<u>438,831</u>	<u>(94,286)</u>	<u>533,117</u>
Total revenues	<u>5,194,276</u>	<u>5,264,601</u>	<u>5,345,473</u>	<u>(91,237)</u>	<u>5,436,710</u>
EXPENDITURES					
Current					
General government	1,909,404	1,910,902	1,632,396	14,835	1,617,561
Judicial	443,432	467,451	439,584	(710)	440,294
Public works	2,692,617	2,754,682	2,716,975	(34,378)	2,751,353
Health and welfare	321,981	321,981	249,324	13,821	235,503
Capital outlay	<u>95,515</u>	<u>102,536</u>	<u>92,723</u>	<u>(29,218)</u>	<u>121,941</u>
Total expenditures	<u>5,462,949</u>	<u>5,557,552</u>	<u>5,131,002</u>	<u>(35,650)</u>	<u>5,166,652</u>
Excess of revenues over expenditures	<u>(268,673)</u>	<u>(292,951)</u>	<u>214,471</u>	<u>(55,587)</u>	<u>270,058</u>
OTHER FINANCING SOURCES (USES)					
Sale of assets	-	-	2,347,740	(878,948)	3,226,688
Transfers in	-	-	455,048	-	455,048
Transfers out	<u>(149,728)</u>	<u>(149,728)</u>	<u>(149,728)</u>	<u>-</u>	<u>(149,728)</u>
Total other financing sources (uses)	<u>(149,728)</u>	<u>(149,728)</u>	<u>2,653,060</u>	<u>(878,948)</u>	<u>3,532,008</u>
Net change in fund balance	(418,401)	(442,679)	2,867,531	(934,535)	3,802,066
Fund balance, beginning of year	<u>2,963,243</u>	<u>2,963,243</u>	<u>2,963,243</u>	<u>-</u>	<u>2,963,243</u>
Fund balance, end of year	<u>\$2,544,842</u>	<u>\$2,520,564</u>	<u>\$5,830,774</u>	<u>\$ (934,535)</u>	<u>\$6,765,309</u>

NOTE 1: BUDGETARY BASIS OF ACCOUNTING

The County annually adopts budgets that are prepared using the cash basis of accounting, which is not consistent with generally accepted accounting principles (GAAP). A reconciliation to GAAP basis is provided in the preceding statement.

NOTE 2: BUDGETARY LEGAL COMPLIANCE

Budgetary compliance is monitored at the line-item level in all budgeted governmental funds. For the current year, the County was within appropriations for all line-item expenditures except for the following:

<u>Fund/Department</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund			
Sheriff	\$ 1,667,935	\$ 1,678,887	\$ 10,952

Combining and Individual Fund Statements and Schedules

GOLIAD COUNTY, TEXAS**ALL NONMAJOR GOVERNMENTAL FUNDS****COMBINING BALANCE SHEET**

September 30, 2013

	<u>Total Nonmajor Special Revenue</u>	<u>Capital Project Fund</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 1,758,230	\$ 119,240	\$ 1,877,470
Taxes receivable	71,040	-	71,040
Due from others	<u>29,750</u>	<u>-</u>	<u>29,750</u>
Total assets	<u>\$ 1,859,020</u>	<u>\$ 119,240</u>	<u>\$ 1,978,260</u>
LIABILITIES			
Accounts payable	\$ 21,504	\$ -	\$ 21,504
Accrued expenditures	<u>43,054</u>	<u>-</u>	<u>43,054</u>
Total liabilities	<u>64,558</u>	<u>-</u>	<u>64,558</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>71,040</u>	<u>-</u>	<u>71,040</u>
Total deferred inflows of resources	<u>\$ 71,040</u>	<u>\$ -</u>	<u>\$ 71,040</u>
FUND BALANCES			
Restricted			
Courts	\$ 125,614	\$ -	\$ 125,614
Health and welfare	551,074	-	551,074
Public safety	209,178	-	209,178
Public works	837,556	-	837,556
Various capital projects	<u>-</u>	<u>119,240</u>	<u>119,240</u>
Total fund balances	<u>1,723,422</u>	<u>119,240</u>	<u>1,842,662</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 1,859,020</u>	<u>\$ 119,240</u>	<u>\$ 1,978,260</u>

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

For the year ended September 30, 2013

	Total Nonmajor Special Revenue	Capital Project Fund	Total Nonmajor Governmental Funds
REVENUES			
Taxes	\$ 1,704,263	\$ -	\$ 1,704,263
Licenses and permits	420,055	-	420,055
Intergovernmental	160,577	-	160,577
Charges for services	161,942	-	161,942
Interest	8,725	577	9,302
Miscellaneous	<u>387,955</u>	<u>-</u>	<u>387,955</u>
Total revenues	<u>2,843,517</u>	<u>577</u>	<u>2,844,094</u>
EXPENDITURES			
Current			
General government	209,085	38,043	247,128
Judicial	16,179	-	16,179
Public works	1,658,852	-	1,658,852
Health and welfare	32,782	-	32,782
Capital outlay	<u>257,364</u>	<u>18,806</u>	<u>276,170</u>
Total expenditures	<u>2,174,262</u>	<u>56,849</u>	<u>2,231,111</u>
Excess (deficiency) of revenues over expenditures	<u>669,255</u>	<u>(56,272)</u>	<u>612,983</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	13,022	-	13,022
Transfers in	120,728	29,000	149,728
Transfers out	<u>(455,048)</u>	<u>-</u>	<u>(455,048)</u>
Total other financing sources (uses)	<u>(321,298)</u>	<u>29,000</u>	<u>(292,298)</u>
Net change in fund balances	347,957	(27,272)	320,685
Fund balances, beginning of year	<u>1,375,465</u>	<u>146,512</u>	<u>1,521,977</u>
Fund balances, end of year	<u>\$ 1,723,422</u>	<u>\$ 119,240</u>	<u>\$ 1,842,662</u>

NONMAJOR SPECIAL REVENUE FUNDS

The Special Revenue Funds for the County are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Road and Bridge Funds

The Road and Bridge Funds are constitutional funds established to account for current funds used for the purpose of constructing and maintaining roads and bridges. The principal sources of revenues for these funds are ad valorem taxes, vehicle registrations, and intergovernmental revenues.

The County is divided into four precincts, each of which is administered by one of the four County Commissioners. Each precinct has a separate budget for the construction and maintenance of roads and bridges in the precinct.

The Road and Bridge Funds consist of four Road and Bridge Precinct Funds (No.'s 1, 2, 3, and 4) and are used to account for costs associated with the construction and maintenance of roads and bridges in the four Commissioners' precincts. Revenues are derived primarily from ad valorem tax and vehicle registration licenses.

Other Special Revenue Funds

The Other Special Revenue Funds consist of grant and special fee funds that account for revenues that are expended for particular functions and activities.

The Other Special Revenue Funds consist of the following funds:

- The Commissary Fund is used to account for fees collected from commissary sales that are used for the benefit of the inmates and to help defray the cost of operating the commissary.
- The LEOSE Funds account for the two Constables and the Sheriff accounts for funds received from the State Comptroller to provide extra training for law enforcement officials and employees.
- The Constable Forfeiture Fund is used to account for drug money collected.
- The County Attorney Fund accounts for fees collected for the normal operations of the department.
- The County Clerk Records Management Fund and County Records Management Fund are used to account for the record management fees collected on various transactions and the subsequent expenditure of these monies for preservation and records management.
- The Courthouse Security Fund accounts for fees received from the County and used for courthouse security.
- The Election Fund is used to account for fees collected from entities within the County who wish to contract out their election process.
- The EMS Donations Fund is used to account for the public and/or private donations to be used on EMS training and related expenditures.
- The Federal Forfeiture Fund is used to account for revenues and expenditures that result from the sale of forfeited property from federal cases.
- The GCRP Grant Fund is used to account for grants received from the Golden Crescent Regional Planning Commission.

Other Special Revenue Funds - (Continued)

- The Hike and Bike Fund is used to account for revenues and expenditures to repair and maintain the hiking and biking trails.
- The Hot Check Restitution Fund is used to account for the fees collected from hot checks for restitution.
- The Justice Court Technology Fund accounts for collection of Justice of the Peace (J.P.) fees used for technology upgrades to computers and software in the J.P. offices.
- The Juvenile Probation Fund accounts for revenues from the County and the Texas Juvenile Probation Commission that are used for costs incurred by the County's Juvenile Probation Department.
- The Law Library Fund provides for the establishment and maintenance of a library for the use of members of the Texas Bar Association.
- The Library Archive Fund and Library Donations Fund are used to collect donations and revenues from fundraising to help pay for supplies and salaries for the County Library.
- The Miscellaneous Grant Fund accounts for various grants received by the County; (i.e., Home Land Security, San Antonio River Authority) and their related expenditures.
- The Park Auditorium Fund and City Park Fund are used to account for any revenues received to maintain the local parks.
- The Records Archive Fund is used to record fees to be used on expenditures for preservation or repairment of records.
- The Sheriff Donations Fund is used to hold donations received to be used on expenditures designated by the Sheriff.
- The Sheriff Forfeiture Fund is used to account for revenues and expenditures that result from the sale of forfeited property from local cases.
- The Sheriff Impound Fund is used to account for revenues and expenditures that result from the sale of abandoned vehicles.
- The Tobacco Settlement Fund was established to account for the annual governmental award based on indigent and unpaid EMS expenditures.
- The Uranium Mining Project Fund is no longer being used.

GOLIAD COUNTY, TEXAS**NONMAJOR GOVERNMENTAL FUNDS - ALL SPECIAL REVENUE FUNDS****COMBINING BALANCE SHEET**

September 30, 2013

	<u>Road and Bridge</u>	<u>Other Special Revenue</u>	<u>Total</u>
ASSETS			
Current assets			
Cash	\$ 628,177	\$ 1,130,053	\$ 1,758,230
Taxes receivable	71,040	-	71,040
Due from others	-	29,750	29,750
Total assets	<u>\$ 699,217</u>	<u>\$ 1,159,803</u>	<u>\$ 1,859,020</u>
LIABILITIES			
Accounts payable	\$ 9,662	\$ 11,842	\$ 21,504
Accrued expenditures	32,866	10,188	43,054
Total liabilities	<u>42,528</u>	<u>22,030</u>	<u>64,558</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	71,040	-	71,040
Total deferred inflows of resources	<u>71,040</u>	<u>-</u>	<u>71,040</u>
FUND BALANCES			
Restricted			
Courts	-	125,614	125,614
Health and welfare	-	551,074	551,074
Public safety	-	209,178	209,178
Public works	585,649	251,907	837,556
Total fund balances	<u>585,649</u>	<u>1,137,773</u>	<u>1,723,422</u>
Total liabilities, deferred resources, and fund balances	<u>\$ 699,217</u>	<u>\$ 1,159,803</u>	<u>\$ 1,859,020</u>

GOLIAD COUNTY, TEXAS**NONMAJOR GOVERNMENTAL FUNDS - ALL SPECIAL REVENUE FUNDS****COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

For the year ended September 30, 2013

	Road and Bridge	Other Special Revenue	Total
REVENUES			
Taxes	\$ 1,704,263	\$ -	\$ 1,704,263
Licenses and permits	420,055	-	420,055
Intergovernmental	-	160,577	160,577
Charges for services	-	161,942	161,942
Interest	3,650	5,075	8,725
Miscellaneous	-	387,955	387,955
Total revenues	<u>2,127,968</u>	<u>715,549</u>	<u>2,843,517</u>
EXPENDITURES			
Current			
General government	-	209,085	209,085
Judicial	-	16,179	16,179
Public works	1,413,303	245,549	1,658,852
Health and welfare	-	32,782	32,782
Capital outlay	<u>95,003</u>	<u>162,361</u>	<u>257,364</u>
Total expenditures	<u>1,508,306</u>	<u>665,956</u>	<u>2,174,262</u>
Excess (deficiency) of revenues over expenditures	<u>619,662</u>	<u>49,593</u>	<u>669,255</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	2,022	11,000	13,022
Transfers in	-	120,728	120,728
Transfers out	<u>(455,048)</u>	<u>-</u>	<u>(455,048)</u>
Total other financing sources (uses)	<u>(453,026)</u>	<u>131,728</u>	<u>(321,298)</u>
Net change in fund balance	166,636	181,321	347,957
Fund balances, beginning of year	<u>419,013</u>	<u>956,452</u>	<u>1,375,465</u>
Fund balances, end of year	<u>\$ 585,649</u>	<u>\$ 1,137,773</u>	<u>\$ 1,723,422</u>

GOLIAD COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
ROAD AND BRIDGE FUNDS
COMBINING BALANCE SHEET
September 30, 2013

	Precinct No. 1	Precinct No. 2	Precinct No. 3	Precinct No. 4	Totals
ASSETS					
Current assets					
Cash and cash equivalents	\$ 87,384	\$ 136,236	\$ 314,551	\$ 90,006	\$ 628,177
Taxes receivable	<u>12,014</u>	<u>16,616</u>	<u>22,063</u>	<u>20,347</u>	<u>71,040</u>
Total assets	<u>\$ 99,398</u>	<u>\$ 152,852</u>	<u>\$ 336,614</u>	<u>\$ 110,353</u>	<u>\$ 699,217</u>
LIABILITIES					
Accounts payable	\$ 1,911	\$ 5,198	\$ 2,269	\$ 284	\$ 9,662
Accrued expenditures	<u>7,955</u>	<u>8,349</u>	<u>7,966</u>	<u>8,596</u>	<u>32,866</u>
Total liabilities	<u>9,866</u>	<u>13,547</u>	<u>10,235</u>	<u>8,880</u>	<u>42,528</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	<u>12,014</u>	<u>16,616</u>	<u>22,063</u>	<u>20,347</u>	<u>71,040</u>
Total deferred inflows of resources	<u>12,014</u>	<u>16,616</u>	<u>22,063</u>	<u>20,347</u>	<u>71,040</u>
FUND BALANCE					
Restricted - public works	<u>77,518</u>	<u>122,689</u>	<u>304,316</u>	<u>81,126</u>	<u>585,649</u>
Total liabilities, deferred inflows, and fund balance	<u>\$ 99,398</u>	<u>\$ 152,852</u>	<u>\$ 336,614</u>	<u>\$ 110,353</u>	<u>\$ 699,217</u>

GOLIAD COUNTY, TEXAS**NONMAJOR SPECIAL REVENUE FUNDS****ROAD AND BRIDGE FUNDS****COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

For the year ended September 30, 2013

	Precinct No. 1	Precinct No. 2	Precinct No. 3	Precinct No. 4	Totals
REVENUES					
Taxes	\$ 288,221	\$ 398,616	\$ 529,300	\$ 488,126	\$ 1,704,263
Licenses and permits	105,013	105,014	105,014	105,014	420,055
Interest	494	831	1,313	1,012	3,650
Total revenues	<u>393,728</u>	<u>504,461</u>	<u>635,627</u>	<u>594,152</u>	<u>2,127,968</u>
EXPENDITURES					
Current					
Public works	304,393	372,001	274,151	462,758	1,413,303
Capital outlay	-	-	50,198	44,805	95,003
Total expenditures	<u>304,393</u>	<u>372,001</u>	<u>324,349</u>	<u>507,563</u>	<u>1,508,306</u>
Excess (deficiency) of revenues over expenditures	<u>89,335</u>	<u>132,460</u>	<u>311,278</u>	<u>86,589</u>	<u>619,662</u>
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	2,022	2,022
Transfers out	(55,909)	(203,515)	(114,015)	(81,609)	(455,048)
Total other financing sources (uses)	<u>(55,909)</u>	<u>(203,515)</u>	<u>(114,015)</u>	<u>(79,587)</u>	<u>(453,026)</u>
Net change in fund balances	33,426	(71,055)	197,263	7,002	166,636
Fund balances, beginning of year	<u>44,092</u>	<u>193,744</u>	<u>107,053</u>	<u>74,124</u>	<u>419,013</u>
Fund balances, end of year	<u>\$ 77,518</u>	<u>\$ 122,689</u>	<u>\$ 304,316</u>	<u>\$ 81,126</u>	<u>\$ 585,649</u>

GOLIAD COUNTY, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
OTHER SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
September 30, 2013

	<u>Commissary Fund</u>	<u>Constable No. 1 LEOSE Fund</u>	<u>Constable No. 2 LEOSE Fund</u>	<u>Constable No. 2 Forfeiture</u>	<u>County Attorney</u>	<u>County Clerk Records Management</u>
ASSETS						
Current assets						
Cash and cash equivalents	\$ -	\$ 6,764	\$ 4,049	\$ 2,355	\$ 4,732	\$ (2,704)
Due from others	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 6,764</u>	<u>\$ 4,049</u>	<u>\$ 2,355</u>	<u>\$ 4,732</u>	<u>\$ (2,704)</u>
LIABILITIES						
Accounts payable	\$ 350	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenditures	-	-	-	-	55	1,334
Total liabilities	<u>350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>55</u>	<u>1,334</u>
FUND BALANCES						
Restricted:						
Courts	-	-	-	-	4,677	(4,038)
Health and welfare	-	-	-	-	-	-
Public safety	-	6,764	4,049	2,355	-	-
Public works	(350)	-	-	-	-	-
Total fund balances	<u>(350)</u>	<u>6,764</u>	<u>4,049</u>	<u>2,355</u>	<u>4,677</u>	<u>(4,038)</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 6,764</u>	<u>\$ 4,049</u>	<u>\$ 2,355</u>	<u>\$ 4,732</u>	<u>\$ (2,704)</u>

<u>County Records Management</u>	<u>Courthouse Security</u>	<u>Election Fund</u>	<u>EMS Donations Fund</u>	<u>Federal Forfeiture</u>	<u>GCRP Grant</u>	<u>Hike and Bike</u>	<u>Hot Check Restitution</u>	<u>Justice Court Technology</u>
\$ 41,240	\$ 106,154	\$ 6,480	\$ 48,100	\$ 8	\$ 458,908	\$ 118	\$ 707	\$ 29,161
-	-	-	-	-	-	-	-	-
<u>\$ 41,240</u>	<u>\$ 106,154</u>	<u>\$ 6,480</u>	<u>\$ 48,100</u>	<u>\$ 8</u>	<u>\$ 458,908</u>	<u>\$ 118</u>	<u>\$ 707</u>	<u>\$ 29,161</u>
\$ -	\$ -	\$ -	\$ 8,522	\$ -	\$ 39	\$ -	\$ -	\$ -
-	384	-	-	-	5,035	-	-	-
-	384	-	8,522	-	5,074	-	-	-
41,240	-	6,480	-	-	-	-	-	29,161
-	-	-	-	-	453,834	-	-	-
-	-	-	-	-	-	-	-	-
-	105,770	-	39,578	8	-	118	707	-
<u>41,240</u>	<u>105,770</u>	<u>6,480</u>	<u>39,578</u>	<u>8</u>	<u>453,834</u>	<u>118</u>	<u>707</u>	<u>29,161</u>
<u>\$ 41,240</u>	<u>\$ 106,154</u>	<u>\$ 6,480</u>	<u>\$ 48,100</u>	<u>\$ 8</u>	<u>\$ 458,908</u>	<u>\$ 118</u>	<u>\$ 707</u>	<u>\$ 29,161</u>

(Continued)

GOLIAD COUNTY, TEXAS

NONMAJOR SPECIAL REVENUE FUNDS

OTHER SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

September 30, 2013

	<u>Juvenile Fee</u>	<u>Juvenile Probation</u>	<u>Law Library</u>	<u>Library Archive</u>	<u>Library Donations</u>	<u>Miscellaneous Grants</u>	<u>Park Auditorium</u>
ASSETS							
Current assets							
Cash and cash equivalents	\$ 3,622	\$ 69,121	\$ 22,389	\$ 57,168	\$ 43,808	\$ 21,241	\$ 3,948
Due from others	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,750</u>	<u>-</u>
Total assets	<u>\$ 3,622</u>	<u>\$ 69,121</u>	<u>\$ 22,389</u>	<u>\$ 57,168</u>	<u>\$ 43,808</u>	<u>\$ 50,991</u>	<u>\$ 3,948</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ 91	\$ 299	\$ 1,765	\$ 776	\$ -
Accrued expenditures	<u>-</u>	<u>3,061</u>	<u>-</u>	<u>269</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>3,061</u>	<u>91</u>	<u>568</u>	<u>1,765</u>	<u>776</u>	<u>-</u>
FUND BALANCES							
Restricted:							
Courts	-	-	22,298	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Public safety	3,622	66,060	-	-	-	50,215	-
Public works	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,600</u>	<u>42,043</u>	<u>-</u>	<u>3,948</u>
Total fund balances	<u>3,622</u>	<u>66,060</u>	<u>22,298</u>	<u>56,600</u>	<u>42,043</u>	<u>50,215</u>	<u>3,948</u>
Total liabilities and fund balances	<u>\$ 3,622</u>	<u>\$ 69,121</u>	<u>\$ 22,389</u>	<u>\$ 57,168</u>	<u>\$ 43,808</u>	<u>\$ 50,991</u>	<u>\$ 3,948</u>

<u>Park Fund</u>	<u>Record Archive</u>	<u>Sheriff Donations</u>	<u>Sheriff Forfeiture</u>	<u>Sheriff Impound</u>	<u>Sheriff LEOSE</u>	<u>Tobacco Settlement</u>	<u>Uranium Mining Project</u>	<u>Totals</u>
\$ 3,483	\$ 25,796	\$ 1,048	\$ 31,318	\$ 39,496	\$ 4,301	\$ 97,240	\$ 2	\$1,130,053
-	-	-	-	-	-	-	-	29,750
<u>\$ 3,483</u>	<u>\$ 25,796</u>	<u>\$ 1,048</u>	<u>\$ 31,318</u>	<u>\$ 39,496</u>	<u>\$ 4,301</u>	<u>\$ 97,240</u>	<u>\$ 2</u>	<u>\$1,159,803</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,842
-	-	-	50	-	-	-	-	10,188
-	-	-	50	-	-	-	-	22,030
-	25,796	-	-	-	-	-	-	125,614
-	-	-	-	-	-	97,240	-	551,074
-	-	1,048	31,268	39,496	4,301	-	-	209,178
<u>3,483</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>	<u>251,907</u>
<u>3,483</u>	<u>25,796</u>	<u>1,048</u>	<u>31,268</u>	<u>39,496</u>	<u>4,301</u>	<u>97,240</u>	<u>2</u>	<u>1,137,773</u>
<u>\$ 3,483</u>	<u>\$ 25,796</u>	<u>\$ 1,048</u>	<u>\$ 31,318</u>	<u>\$ 39,496</u>	<u>\$ 4,301</u>	<u>\$ 97,240</u>	<u>\$ 2</u>	<u>\$1,159,803</u>

(Concluded)

GOLIAD COUNTY, TEXAS*NONMAJOR SPECIAL REVENUE FUNDS**OTHER SPECIAL REVENUE FUNDS**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**For the year ended September 30, 2013*

	Commissary Fund	Constable No. 1 LEOSE Fund	Constable No. 2 LEOSE Fund	Constable No. 2 Forfeiture	County Attorney	County Clerk Records Management
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	19,625	-	-	-	1,005	20,327
Interest	45	30	18	14	22	60
Miscellaneous	-	-	-	1,976	-	-
Total revenues	<u>19,670</u>	<u>30</u>	<u>18</u>	<u>1,990</u>	<u>1,027</u>	<u>20,387</u>
EXPENDITURES						
Current						
General government	-	-	-	-	-	69,103
Judicial	-	-	-	-	1,401	-
Public works	20,020	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>20,020</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,401</u>	<u>69,103</u>
Excess (deficiency) of revenues over expenditures	<u>(350)</u>	<u>30</u>	<u>18</u>	<u>1,990</u>	<u>(374)</u>	<u>(48,716)</u>
OTHER FINANCING SOURCES						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	15,000
Net change in fund balances	(350)	30	18	1,990	(374)	(33,716)
Fund balances, beginning of year	-	6,734	4,031	365	5,051	29,678
Fund balances, end of year	<u>\$ (350)</u>	<u>\$ 6,764</u>	<u>\$ 4,049</u>	<u>\$ 2,355</u>	<u>\$ 4,677</u>	<u>\$ (4,038)</u>

<u>County Records Management</u>	<u>Courthouse Security</u>	<u>Election Fund</u>	<u>EMS Donations Fund</u>	<u>Federal Forfeiture</u>	<u>GCRP Grant</u>	<u>Hike and Bike</u>	<u>Hot Check Restitution</u>	<u>Justice Court Technology</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,760	11,916	-	-	-	-	-	8,234	8,710
178	490	29	337	-	1,921	-	5	131
-	-	-	47,528	-	227,272	-	-	-
<u>3,938</u>	<u>12,406</u>	<u>29</u>	<u>47,865</u>	<u>-</u>	<u>229,193</u>	<u>-</u>	<u>8,239</u>	<u>8,841</u>
-	-	-	-	-	139,982	-	-	-
-	-	-	-	-	-	-	7,923	5,320
-	13,641	-	13,496	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	12,000	-	28,871	-	-	-
-	<u>13,641</u>	<u>-</u>	<u>25,496</u>	<u>-</u>	<u>168,853</u>	<u>-</u>	<u>7,923</u>	<u>5,320</u>
<u>3,938</u>	<u>(1,235)</u>	<u>29</u>	<u>22,369</u>	<u>-</u>	<u>60,340</u>	<u>-</u>	<u>316</u>	<u>3,521</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	20,000	-	-	-
3,938	(1,235)	29	22,369	-	80,340	-	316	3,521
<u>37,302</u>	<u>107,005</u>	<u>6,451</u>	<u>17,209</u>	<u>8</u>	<u>373,494</u>	<u>118</u>	<u>391</u>	<u>25,640</u>
<u>\$ 41,240</u>	<u>\$ 105,770</u>	<u>\$ 6,480</u>	<u>\$ 39,578</u>	<u>\$ 8</u>	<u>\$ 453,834</u>	<u>\$ 118</u>	<u>\$ 707</u>	<u>\$ 29,161</u>

(Continued)

GOLIAD COUNTY, TEXAS**NONMAJOR SPECIAL REVENUE FUNDS****OTHER SPECIAL REVENUE FUNDS****COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

For the year ended September 30, 2013

	Juvenile Fee	Juvenile Probation	Law Library	Library Archive	Library Donations	Miscellaneous Grants	Park Auditorium
REVENUES							
Intergovernmental	\$ -	\$ 98,423	\$ -	\$ -	\$ -	\$ 42,575	\$ -
Charges for services	4,741	-	4,680	-	1,688	-	-
Interest	17	146	94	249	317	117	-
Miscellaneous	-	-	-	22,193	81,997	-	-
Total revenues	<u>4,758</u>	<u>98,569</u>	<u>4,774</u>	<u>22,442</u>	<u>84,002</u>	<u>42,692</u>	<u>-</u>
EXPENDITURES							
Current							
General government	-	-	-	-	-	-	-
Judicial	-	-	1,535	-	-	-	-
Public works	4,097	150,934	-	-	-	15,279	-
Health and welfare	-	-	-	9,638	23,144	-	-
Capital outlay	-	-	-	-	52,940	-	-
Total expenditures	<u>4,097</u>	<u>150,934</u>	<u>1,535</u>	<u>9,638</u>	<u>76,084</u>	<u>15,279</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>661</u>	<u>(52,365)</u>	<u>3,239</u>	<u>12,804</u>	<u>7,918</u>	<u>27,413</u>	<u>-</u>
OTHER FINANCING SOURCES							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	85,728	-	-	-	-	-
Net change in fund balances	661	33,363	3,239	12,804	7,918	27,413	-
Fund balances, beginning of year	<u>2,961</u>	<u>32,697</u>	<u>19,059</u>	<u>43,796</u>	<u>34,125</u>	<u>22,802</u>	<u>3,948</u>
Fund balances, end of year	<u>\$ 3,622</u>	<u>\$ 66,060</u>	<u>\$ 22,298</u>	<u>\$ 56,600</u>	<u>\$ 42,043</u>	<u>\$ 50,215</u>	<u>\$ 3,948</u>

<u>Park Fund</u>	<u>Record Archive</u>	<u>Sheriff Donations</u>	<u>Sheriff Forfeiture</u>	<u>Sheriff Impound</u>	<u>Sheriff LEOSE</u>	<u>Tobacco Settlement</u>	<u>Uranium Mining Project</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,579	\$ -	\$ 160,577
-	-	-	-	77,256	-	-	-	161,942
-	117	4	138	268	20	308	-	5,075
-	-	1,925	5,064	-	-	-	-	387,955
-	117	1,929	5,202	77,524	20	19,887	-	715,549
-	-	-	-	-	-	-	-	209,085
-	-	-	-	-	-	-	-	16,179
-	-	1,561	1,050	25,471	-	-	-	245,549
-	-	-	-	-	-	-	-	32,782
-	-	-	-	56,025	-	12,525	-	162,361
-	-	1,561	1,050	81,496	-	12,525	-	665,956
-	117	368	4,152	(3,972)	20	7,362	-	49,593
-	-	-	-	11,000	-	-	-	11,000
-	-	-	-	-	-	-	-	120,728
-	117	368	4,152	7,028	20	7,362	-	181,321
3,483	25,679	680	27,116	32,468	4,281	89,878	2	956,452
<u>\$ 3,483</u>	<u>\$ 25,796</u>	<u>\$ 1,048</u>	<u>\$ 31,268</u>	<u>\$ 39,496</u>	<u>\$ 4,301</u>	<u>\$ 97,240</u>	<u>\$ 2</u>	<u>\$ 1,137,773</u>

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GENERAL FUND

The General Fund is a constitutional fund and is utilized to account for all County revenues and expenditures except those which are required by law to be classed in other constitutional funds and such other funds that are presented separately to facilitate proper accountability.

GOLIAD COUNTY, TEXAS

MAJOR GOVERNMENTAL FUND - GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

For the year ended September 30, 2013

	Original Budget	Final Budget	Actual Budgetary Basis	Variance Positive (Negative)
REVENUES				
Taxes				
Current ad valorem	\$ 4,002,488	\$ 4,002,488	\$ 4,263,042	\$ 260,554
Delinquent ad valorem	108,000	108,000	-	(108,000)
Total taxes	<u>4,110,488</u>	<u>4,110,488</u>	<u>4,263,042</u>	<u>152,554</u>
Intergovernmental				
Grants and salary supplements	16,681	82,006	100,970	18,964
Miscellaneous	2,000	7,000	7,000	-
Total intergovernmental	<u>18,681</u>	<u>89,006</u>	<u>107,970</u>	<u>18,964</u>
Charges for services				
Fees of office				
Sheriff	40,000	40,000	31,079	(8,921)
County clerk	95,000	95,000	88,994	(6,006)
Tax assessor-collector	38,000	38,000	21,282	(16,718)
District clerk	12,500	12,500	14,030	1,530
Justices of the peace	69,200	69,200	47,957	(21,243)
Miscellaneous fees	9,750	9,750	13,695	3,945
Other fees				
Environmental fees	10,000	10,000	11,745	1,745
Miscellaneous fees	7,300	7,300	6,541	(759)
Total charges for services	<u>281,750</u>	<u>281,750</u>	<u>235,323</u>	<u>(46,427)</u>
Fines and forfeitures				
County clerk fines	42,000	42,000	42,100	100
District clerk fines	22,000	22,000	18,183	(3,817)
Justice of the peace fines	243,200	243,200	212,642	(30,558)
Other	35,883	35,883	10,000	(25,883)
Total fines and forfeitures	<u>343,083</u>	<u>343,083</u>	<u>282,925</u>	<u>(60,158)</u>
Interest				
Regular	30,200	30,200	17,382	(12,818)
Miscellaneous				
Inmate telephone commissions	10,000	10,000	7,741	(2,259)
Trash collection	25,000	25,000	39,667	14,667
EMS - Goliad	285,000	285,000	284,777	(223)
State fees	60,000	60,000	10,817	(49,183)
Insurance proceeds	7,500	7,500	36,531	29,031
Other miscellaneous	22,574	22,574	59,298	36,724
Total miscellaneous	<u>410,074</u>	<u>410,074</u>	<u>438,831</u>	<u>28,757</u>
Total revenues	<u>5,194,276</u>	<u>5,264,601</u>	<u>5,345,473</u>	<u>80,872</u>

(Continued)

GOLIAD COUNTY, TEXAS*MAJOR GOVERNMENTAL FUND - GENERAL FUND**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**For the year ended September 30, 2013*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Budgetary Basis</u>	<u>Variance Positive (Negative)</u>
EXPENDITURES				
General government				
County judge				
Personnel services	\$ 118,371	\$ 118,371	\$ 116,882	\$ 1,489
Supplies	1,750	1,750	1,190	560
Other services and charges	5,300	5,300	5,430	(130)
Capital outlay	500	500	336	164
Total county judge	<u>125,921</u>	<u>125,921</u>	<u>123,838</u>	<u>2,083</u>
County clerk				
Personnel services	206,923	206,923	203,104	3,819
Supplies	9,000	8,655	7,179	1,476
Other services and charges	16,831	17,176	15,738	1,438
Capital outlay	1,000	1,000	66	934
Total county clerk	<u>233,754</u>	<u>233,754</u>	<u>226,087</u>	<u>7,667</u>
Veteran's service officers				
Personnel services	11,044	11,044	9,908	1,136
Supplies	50	50	4	46
Other services and charges	1,300	1,300	447	853
Total veteran's service officers	<u>12,394</u>	<u>12,394</u>	<u>10,359</u>	<u>2,035</u>
Non-departmental				
Personnel services	509,729	498,209	344,792	153,417
Contractual services	25,000	25,000	22,642	2,358
Contributions	115,296	115,296	87,253	28,043
Total non-departmental	<u>650,025</u>	<u>638,505</u>	<u>454,687</u>	<u>183,818</u>
Elections				
Personnel services	15,924	15,924	10,322	5,602
Supplies	4,000	4,000	2,812	1,188
Other services and charges	22,325	22,965	22,139	826
Capital outlay	13,000	12,360	10,313	2,047
Total elections	<u>55,249</u>	<u>55,249</u>	<u>45,586</u>	<u>9,663</u>
County auditor				
Personnel services	145,164	145,164	134,660	10,504
Supplies	3,500	3,500	3,582	(82)
Other services and charges	23,750	33,750	31,259	2,491
Capital outlay	2,000	1,500	482	1,018
Total county auditor	<u>174,414</u>	<u>183,914</u>	<u>169,983</u>	<u>13,931</u>
County treasurer				
Personnel services	116,164	116,164	115,322	842
Supplies	3,200	3,200	1,490	1,710
Other services and charges	6,806	6,806	7,058	(252)
Total county treasurer	<u>126,170</u>	<u>126,170</u>	<u>123,870</u>	<u>2,300</u>

(Continued)

GOLIAD COUNTY, TEXAS*MAJOR GOVERNMENTAL FUND - GENERAL FUND**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**For the year ended September 30, 2013*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Budgetary Basis</u>	<u>Variance Positive (Negative)</u>
EXPENDITURES - (Continued)				
General government - (Continued)				
Tax assessor-collector				
Personnel services	\$ 142,390	\$ 142,390	\$ 137,983	\$ 4,407
Supplies	5,000	5,000	4,056	944
Other services and charges	16,300	18,678	10,029	8,649
Capital outlay	<u>2,000</u>	<u>2,000</u>	<u>1,999</u>	<u>1</u>
Total tax assessor-collector	<u>165,690</u>	<u>168,068</u>	<u>154,067</u>	<u>14,001</u>
Information technology				
Personnel services	48,430	48,430	49,438	(1,008)
Supplies	300	300	169	131
Other services and charges	123,058	123,058	117,211	5,847
Capital outlay	<u>500</u>	<u>500</u>	<u>157</u>	<u>343</u>
Total information technology	<u>172,288</u>	<u>172,288</u>	<u>166,975</u>	<u>5,313</u>
Building and yards				
Personnel services	66,699	66,699	60,851	5,848
Supplies	12,600	12,600	12,841	(241)
Other services and charges	133,200	133,200	96,605	36,595
Capital outlay	<u>4,000</u>	<u>4,000</u>	<u>230</u>	<u>3,770</u>
Total building and yards	<u>216,499</u>	<u>216,499</u>	<u>170,527</u>	<u>45,972</u>
Total general government	<u>1,932,404</u>	<u>1,932,762</u>	<u>1,645,979</u>	<u>286,783</u>
Judicial				
Justice court				
Personnel services	1,000	1,000	-	1,000
Other services and charges	<u>21,400</u>	<u>21,400</u>	<u>21,990</u>	<u>(590)</u>
Total justice court	<u>22,400</u>	<u>22,400</u>	<u>21,990</u>	<u>410</u>
County courts				
Personnel services	2,000	2,000	10	1,990
Supplies	600	600	-	600
Other services and charges	<u>12,100</u>	<u>12,100</u>	<u>3,577</u>	<u>8,523</u>
Total county courts	<u>14,700</u>	<u>14,700</u>	<u>3,587</u>	<u>11,113</u>
District court				
Personnel services	9,100	9,100	4,075	5,025
Supplies	200	546	546	-
Other services and charges	<u>82,750</u>	<u>107,329</u>	<u>103,412</u>	<u>3,917</u>
Total district court	<u>92,050</u>	<u>116,975</u>	<u>108,033</u>	<u>8,942</u>

(Continued)

GOLIAD COUNTY, TEXAS**MAJOR GOVERNMENTAL FUND - GENERAL FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE****BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

For the year ended September 30, 2013

	Original Budget	Final Budget	Actual Budgetary Basis	Variance Positive (Negative)
EXPENDITURES - (Continued)				
Judicial - (Continued)				
Justices of the peace				
Personnel services	\$ 166,312	\$ 166,312	\$ 159,794	\$ 6,518
Supplies	4,900	4,569	4,439	130
Other services and charges	11,750	11,175	11,402	(227)
Capital outlay	1,000	2,156	1,655	501
Total justices of the peace	<u>183,962</u>	<u>184,212</u>	<u>177,290</u>	<u>6,922</u>
County attorney				
Personnel services	125,320	125,320	124,854	466
Supplies	1,100	1,100	571	529
Other services and charges	4,900	4,900	4,914	(14)
Total county attorney	<u>131,320</u>	<u>131,320</u>	<u>130,339</u>	<u>981</u>
Total judicial	<u>444,432</u>	<u>469,607</u>	<u>441,239</u>	<u>28,368</u>
Public works				
Annex building				
Supplies	3,800	3,800	2,461	1,339
Other services and charges	48,000	48,000	34,070	13,930
Total annex building	<u>51,800</u>	<u>51,800</u>	<u>36,531</u>	<u>15,269</u>
EMS				
Personnel services	666,753	666,753	652,870	13,883
Supplies	48,500	48,500	48,599	(99)
Other services and charges	39,450	39,450	39,830	(380)
Contribution	84,000	84,000	84,000	-
Capital outlay	1,000	1,000	2,539	(1,539)
Total EMS	<u>839,703</u>	<u>839,703</u>	<u>827,838</u>	<u>11,865</u>
Emergency management				
Supplies	800	800	158	642
Other services and charges	3,100	3,850	931	2,919
Capital outlay	4,200	4,200	2,339	1,861
Total emergency management	<u>8,100</u>	<u>8,850</u>	<u>3,428</u>	<u>5,422</u>
Constables				
Personnel services	48,595	73,365	74,638	(1,273)
Supplies	9,950	9,711	5,191	4,520
Other services and charges	5,056	5,795	2,966	2,829
Capital outlay	1,500	1,000	-	1,000
Total constables	<u>65,101</u>	<u>89,871</u>	<u>82,795</u>	<u>7,076</u>

(Continued)

GOLIAD COUNTY, TEXAS**MAJOR GOVERNMENTAL FUND - GENERAL FUND****SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE****BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

For the year ended September 30, 2013

	Original Budget	Final Budget	Actual Budgetary Basis	Variance Positive (Negative)
EXPENDITURES - (Continued)				
Public works - (Continued)				
Sheriff				
Personnel services	\$ 1,186,020	\$ 1,214,541	\$ 1,229,167	\$ (14,626)
Supplies	189,100	198,967	190,218	8,749
Other services and charges	188,350	186,007	188,164	(2,157)
Capital outlay	60,915	68,420	71,338	(2,918)
Total sheriff	<u>1,624,385</u>	<u>1,667,935</u>	<u>1,678,887</u>	<u>(10,952)</u>
Game warden				
Other services and charges	300	300	282	18
Total game warden	<u>300</u>	<u>300</u>	<u>282</u>	<u>18</u>
DPS highway patrol				
Personnel services	37,079	37,079	37,162	(83)
Supplies	500	450	520	(70)
Other services and charges	9,600	9,650	7,366	2,284
Total DPS highway patrol	<u>47,179</u>	<u>47,179</u>	<u>45,048</u>	<u>2,131</u>
Culture-recreation				
Personnel services	3,230	3,230	-	3,230
Supplies	770	770	78	692
Other services and charges	2,500	2,500	2,363	137
Total culture-recreation	<u>6,500</u>	<u>6,500</u>	<u>2,441</u>	<u>4,059</u>
Library department				
Personnel services	80,487	80,487	80,299	188
Supplies	4,300	4,300	5,404	(1,104)
Other services and charges	32,377	32,377	30,238	2,139
Capital outlay	3,000	3,000	971	2,029
Total library department	<u>120,164</u>	<u>120,164</u>	<u>116,912</u>	<u>3,252</u>
Total public works	<u>2,763,232</u>	<u>2,832,302</u>	<u>2,794,162</u>	<u>38,140</u>
Health and welfare				
Health department				
Personnel services	18,664	18,664	20,921	(2,257)
Supplies	700	700	291	409
Other services and charges	202,400	202,400	131,005	71,395
Capital outlay	200	200	63	137
Total health department	<u>221,964</u>	<u>221,964</u>	<u>152,280</u>	<u>69,684</u>

(Continued)

GOLIAD COUNTY, TEXAS*MAJOR GOVERNMENTAL FUND - GENERAL FUND**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**For the year ended September 30, 2013*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Budgetary Basis</u>	<u>Variance Positive (Negative)</u>
EXPENDITURES - (Continued)				
Health and welfare - (Continued)				
Agriculture extension services				
Personnel services	\$ 78,487	\$ 78,487	\$ 74,331	\$ 4,156
Supplies	3,700	3,468	2,359	1,109
Other services and charges	18,030	18,262	20,417	(2,155)
Capital outlay	700	700	235	465
Total agriculture extension services	<u>100,917</u>	<u>100,917</u>	<u>97,342</u>	<u>3,575</u>
Total health and welfare	<u>322,881</u>	<u>322,881</u>	<u>249,622</u>	<u>73,259</u>
Total expenditures	<u>5,462,949</u>	<u>5,557,552</u>	<u>5,131,002</u>	<u>426,550</u>
Excess of revenues over expenditures	<u>(268,673)</u>	<u>(292,951)</u>	<u>214,471</u>	<u>507,422</u>
OTHER FINANCING SOURCES (USES)				
Sale of asset	-	-	2,347,740	2,347,740
Transfers in	-	-	455,048	455,048
Transfers out	<u>(149,728)</u>	<u>(149,728)</u>	<u>(149,728)</u>	<u>-</u>
Total other financing sources (uses)	<u>(149,728)</u>	<u>(149,728)</u>	<u>2,653,060</u>	<u>2,802,788</u>
Net change in fund balance	(418,401)	(442,679)	2,867,531	3,310,210
Fund balance, beginning of year	<u>2,963,243</u>	<u>2,963,243</u>	<u>2,963,243</u>	<u>-</u>
Fund balance, end of year	<u>\$ 2,544,842</u>	<u>\$ 2,520,564</u>	<u>\$ 5,830,774</u>	<u>\$ 3,310,210</u>

(Concluded)

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GOLIAD COUNTY, TEXAS**ROAD AND BRIDGE PRECINCT NO. 1 - NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

For the year ended September 30, 2013

	Final Budget	Actual Budgetary Basis	Budget to GAAP Over (Under)	Actual GAAP Basis
REVENUES				
Taxes	\$ 274,432	\$ 288,221	\$ -	\$ 288,221
Licenses and permits	88,056	105,013	-	105,013
Interest	-	494	-	494
Total revenues	<u>362,488</u>	<u>393,728</u>	<u>-</u>	<u>393,728</u>
EXPENDITURES				
Current				
Public works				
Personnel services	180,049	197,739	-	197,739
Supplies	125,300	103,845	4,663	99,182
Other services and charges	22,200	7,631	159	7,472
Capital outlay	-	-	-	-
Total expenditures	<u>327,549</u>	<u>309,215</u>	<u>4,822</u>	<u>304,393</u>
Excess (deficiency) of revenues over expenditures	<u>34,939</u>	<u>84,513</u>	<u>(4,822)</u>	<u>89,335</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(55,909)	-	(55,909)
Total other financing sources (uses)	<u>-</u>	<u>(55,909)</u>	<u>-</u>	<u>(55,909)</u>
Net change in fund balance	34,939	28,604	(4,822)	33,426
Fund balance, beginning of year	<u>44,092</u>	<u>44,092</u>	<u>-</u>	<u>44,092</u>
Fund balance, end of year	<u>\$ 79,031</u>	<u>\$ 72,696</u>	<u>\$ (4,822)</u>	<u>\$ 77,518</u>

Explanation of differences:

The County budgets on the cash basis of accounting. As such, revenues are recognized as they are collected and expenditures when paid.

GOLIAD COUNTY, TEXAS**ROAD AND BRIDGE PRECINCT NO. 2 - NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

For the year ended September 30, 2013

	Final Budget	Actual Budgetary Basis	Budget to GAAP Over (Under)	Actual GAAP Basis
REVENUES				
Taxes	\$ 379,289	\$ 398,616	\$ -	\$ 398,616
Licenses and permits	88,056	105,014	-	105,014
Interest	700	831	-	831
Total revenues	<u>468,045</u>	<u>504,461</u>	<u>-</u>	<u>504,461</u>
EXPENDITURES				
Current				
Public works				
Personnel services	236,574	200,706	-	200,706
Supplies	120,123	142,627	806	141,821
Other services and charges	43,300	28,687	1,213	27,474
Capital outlay	<u>52,704</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total expenditures	<u>452,701</u>	<u>374,020</u>	<u>2,019</u>	<u>372,001</u>
Excess (deficiency) of revenues over expenditures	<u>15,344</u>	<u>130,441</u>	<u>(2,019)</u>	<u>132,460</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>-</u>	<u>(203,515)</u>	<u>-</u>	<u>(203,515)</u>
Total other financing sources (uses)	<u>-</u>	<u>(203,515)</u>	<u>-</u>	<u>(203,515)</u>
Net change in fund balance	15,344	(73,074)	(2,019)	(71,055)
Fund balance, beginning of year	<u>193,744</u>	<u>193,744</u>	<u>-</u>	<u>193,744</u>
Fund balance, end of year	<u>\$ 209,088</u>	<u>\$ 120,670</u>	<u>\$ (2,019)</u>	<u>\$ 122,689</u>

Explanation of differences:

The County budgets on the cash basis of accounting. As such, revenues are recognized as they are collected and expenditures when paid.

GOLIAD COUNTY, TEXAS**ROAD AND BRIDGE PRECINCT NO. 3 - NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

For the year ended September 30, 2013

	Final Budget	Actual Budgetary Basis	Budget to GAAP Over (Under)	Actual GAAP Basis
REVENUES				
Taxes	\$ 503,623	\$ 529,300	\$ -	\$ 529,300
Licenses and permits	88,056	105,015	-	105,015
Interest	1,000	1,312	-	1,312
Total revenues	<u>592,679</u>	<u>635,627</u>	<u>-</u>	<u>635,627</u>
EXPENDITURES				
Current				
Public works				
Personnel services	230,918	195,696	-	195,696
Supplies	290,351	40,617	198	40,419
Other services and charges	66,700	32,321	43	32,278
Capital outlay	10,303	55,956	-	55,956
Total expenditures	<u>598,272</u>	<u>324,590</u>	<u>241</u>	<u>324,349</u>
Excess (deficiency) of revenues over expenditures	<u>(5,593)</u>	<u>311,037</u>	<u>(241)</u>	<u>311,278</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(114,015)	-	(114,015)
Total other financing sources (uses)	<u>-</u>	<u>(114,015)</u>	<u>-</u>	<u>(114,015)</u>
Net change in fund balance	(5,593)	197,022	(241)	197,263
Fund balance, beginning of year	<u>107,053</u>	<u>107,053</u>	<u>-</u>	<u>107,053</u>
Fund balance, end of year	<u>\$ 101,460</u>	<u>\$ 304,075</u>	<u>\$ (241)</u>	<u>\$ 304,316</u>

Explanation of differences:

The County budgets on the cash basis of accounting. As such, revenues are recognized as they are collected and expenditures when paid.

GOLIAD COUNTY, TEXAS**ROAD AND BRIDGE PRECINCT NO. 4 - NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

For the year ended September 30, 2013

	Final Budget	Actual Budgetary Basis	Budget to GAAP Over (Under)	Actual GAAP Basis
REVENUES				
Taxes	\$ 464,462	\$ 488,125	\$ -	\$ 488,125
Licenses and permits	88,056	105,015	-	105,015
Interest	750	1,012	-	1,012
Total revenues	<u>553,268</u>	<u>594,152</u>	<u>-</u>	<u>594,152</u>
EXPENDITURES				
Current				
Public works				
Personnel services	262,270	205,646	-	205,646
Supplies	206,764	231,355	-	231,355
Other services and charges	25,075	18,219	-	18,219
Capital outlay	60,252	50,321	(2,022)	52,343
Total expenditures	<u>554,361</u>	<u>505,541</u>	<u>(2,022)</u>	<u>507,563</u>
Excess (deficiency) of revenues over expenditures	<u>(1,093)</u>	<u>88,611</u>	<u>2,022</u>	<u>86,589</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	(2,022)	2,022
Transfers out	-	(81,609)	-	(81,609)
Total other financing sources (uses)	<u>-</u>	<u>(81,609)</u>	<u>(2,022)</u>	<u>(79,587)</u>
Net change in fund balance	(1,093)	7,002	-	7,002
Fund balance, beginning of year	<u>74,124</u>	<u>74,124</u>	<u>-</u>	<u>74,124</u>
Fund balance, end of year	<u>\$ 73,031</u>	<u>\$ 81,126</u>	<u>\$ -</u>	<u>\$ 81,126</u>

Explanation of differences:

The County budgets on the cash basis of accounting. As such, revenues are recognized as they are collected and expenditures when paid.

AGENCY FUNDS

The Agency Funds are used to account for the monies received and disbursed by the County in the capacity of trustee, custodian, or agent for individuals or other entities.

The Agency Funds consist of the following:

- The Court Costs accounts are used for the collections and payments of statutory court fees.
- The Employee Insurance Fund is used to account for the collection of insurance premiums from the County and employees and subsequent payment to the insurance carrier.
- The JP Fee account holds fees collected and used for the benefit of parks and wildlife.
- The Tax Assessor-Collector accounts are used to account for taxes or other fees collected.
- The County Clerk accounts hold monies or other assets received that are put in trust funds and for other individuals or entities.
- The Inmate Trust Fund accounts hold funds that belong to the inmates. The funds are under the care and control of the County Sheriff.

GOLIAD COUNTY, TEXAS**AGENCY FUNDS****COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**

For the year ended September 30, 2013

	<u>Balance at Beginning of Year</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at End of Year</u>
COURT COSTS				
Assets				
Cash in bank	\$ 387,011	\$ 290,950	\$ 586,496	\$ 91,465
Liabilities				
Due to others	\$ 387,011	\$ 290,950	\$ 586,496	\$ 91,465
EMPLOYEE INSURANCE FUND				
Assets				
Cash in bank	\$ 97,036	\$ 599,898	\$ 590,391	\$ 106,543
Liabilities				
Due to others	\$ 97,036	\$ 599,898	\$ 590,391	\$ 106,543
JP FEE ACCOUNT				
Assets				
Cash in bank	\$ 1,691	\$ 3,331	\$ 952	\$ 4,070
Liabilities				
Due to others	\$ 1,691	\$ 3,331	\$ 952	\$ 4,070
TAX ASSESSOR - COLLECTOR ACCOUNTS				
Assets				
Cash in bank	\$ 322,111	\$ 7,526,333	\$ 7,677,424	\$ 171,020
Liabilities				
Due to others	\$ 322,111	\$ 7,526,333	\$ 7,677,424	\$ 171,020
COUNTY CLERK ACCOUNTS				
Assets				
Cash in bank	\$ 649,602	\$ 275,438	\$ 148,540	\$ 776,500
Liabilities				
Due to others	\$ 649,602	\$ 275,438	\$ 148,540	\$ 776,500
INMATE TRUST FUNDS				
Assets				
Cash in bank	\$ 11,277	\$ 33,502	\$ 39,796	\$ 4,983
Liabilities				
Due to others	\$ 11,277	\$ 33,502	\$ 39,796	\$ 4,983
TOTALS - ALL AGENCY FUNDS				
Assets				
Cash in bank	\$ 1,468,728	\$ 8,729,452	\$ 9,043,599	\$ 1,154,581
Liabilities				
Due to others	\$ 1,468,728	\$ 8,729,452	\$ 9,043,599	\$ 1,154,581

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**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***

The Honorable County Judge and
Members of the Commissioners' Court
Goliad County, Texas

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Goliad County, Texas (the "County") as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated October 31, 2014.

Internal Control Over Financial Reporting

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

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 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 consolidated 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.

The Honorable County Judge and
Members of the Commissioners' Court
Goliad County, Texas

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and 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 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 County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Harrison Waldrop Uhenk, LLP

Victoria, Texas
October 31, 2014

